

Humboldt County, Nevada



*Comprehensive Annual Financial Report
for the fiscal year ended
June 30, 2007*

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT
HUMBOLDT COUNTY, NEVADA**

For the Fiscal Year Ended June 30, 2007

PREPARED BY THE HUMBOLDT COUNTY
COMPTROLLER'S OFFICE
BRUCE BROOKS, COMPTROLLER

Cover Photo
Provided by Linda Dufurrena

This picturesque scene reveals Humboldt County's natural beauty. It incorporates beautiful mountains, the Quinn River and overall desert atmosphere. Along the river, mountains assist with dividing up many miles of open flats with plentiful sagebrush and wildflowers. The serene environment of Humboldt County provides a wonderful place to call home.

HUMBOLDT COUNTY
Comprehensive Annual Financial Report
For the Year Ended June 30, 2007

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HUMBOLDT COUNTY COMPTROLLER

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COMPTROLLER

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November 26, 2007

Residents of Humboldt County
The Honorable Board of County Commissioners
Humboldt County, Nevada

We are pleased to submit the Comprehensive Annual Financial Report of Humboldt County, Nevada for the fiscal year ended June 30, 2007.

Nevada Revised Statutes (NRS) 354.624 requires the County to issue an annual report on its financial position and activities and that this report be audited by an independent firm of certified public accountants.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Kafoury, Armstrong & Co., Certified Public Accountants, have issued their unqualified ("clean") opinion on Humboldt County's financial statements for the year ended June 30, 2007. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A compliment this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

Humboldt County was created in 1861 and is located in the rugged, high desert region of north-central Nevada, bordered on the north by Oregon and by neighboring Nevada counties to the west, south and east. The County's 9,626 square miles offer some of the most varied, spectacular scenery in the State and a wide array of recreational opportunities.

Humboldt County is located in the rich gold mining center of the Western U.S. and is the leading agricultural county in the State of Nevada with over 100,000 acres under cultivation. Nevada is the third largest gold producer in the world. Tourism is also a large part of the County's economic base due to the large number of visitors the gaming industry brings into the area. These visitors also enjoy the beautiful wide-open spaces, historical sites and great hunting and fishing.

The County provides an array of mandated services including property appraisal and assessment; tax collection; judicial services; public safety; and indigent services. Other services include library; juvenile and adult detention; road construction and maintenance; landfill; and television services. All services are supported by administrative services including management, finance, risk management and human resources.

This report includes all funds of the County that are under the control or supervision of the Board of County Commissioners. Humboldt County does not have any discretely presented component units nor blended component units.

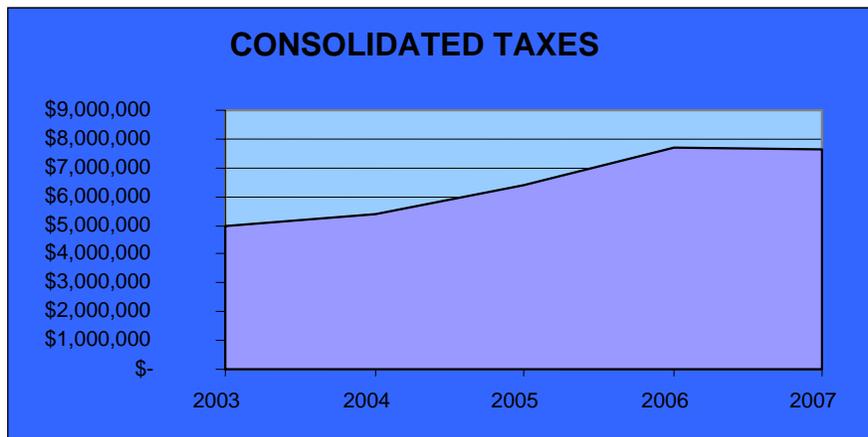
The annual budget serves as the financial plan for county operations. After departmental input, County Commission and State review and public hearings, the budget is adopted by June 1. The budget is integrated into the financial system for monitoring and control. The legal level of budgetary control is at the function level for governmental funds and at the operating and non-operating expense level for proprietary funds. The Comptroller, with Board approval, may approve budget adjustments within functions or funds. Adjustments that affect fund balance, or increase the original budget require Board approval. Additional information regarding the budget process and adjustments made can be found in Note 1 to the financial statements.

ECONOMIC CONDITION AND OUTLOOK

The County's economy is derived in large part from its main industries: mining, agriculture and agricultural services, tourism and construction. Humboldt County's population increased over fiscal year 2006 by 2.9% (17,751 vs. 17,293). Assessed value increased 13.9% over the previous fiscal year (2006) and this increase was primarily the result of a significant increase in the value of net proceeds of mines. The County's average unemployment rate (unadjusted) for June 2007 was 3.8%, while the State unemployment rate for the same period was 4.6%. Humboldt County's labor force increased 2.2% over the previous year. This increase can be attributed to the increases in mining activity, primarily gold production.

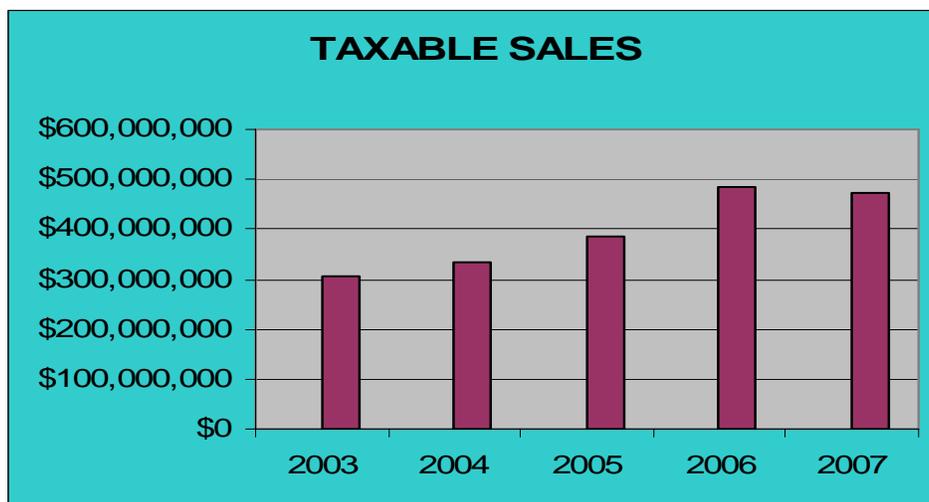
Home sales and new construction continued to be very brisk during the 2007 fiscal year. The number of County building permits issued, including both commercial and residential permits, actually decreased approximately 13.4% over the previous fiscal year. However, the value of these permits increased 84.5% over last year. The two largest areas that increased were commercial and single family dwellings.

Sales taxes, along with cigarette taxes, liquor taxes, real property transfer taxes, and government services taxes, comprise the **largest single source** of revenues for Humboldt County. These taxes, redistributed monthly back to the County from the State in a single lump sum, are called “Consolidated taxes”. County consolidated tax revenues for the last five years were:

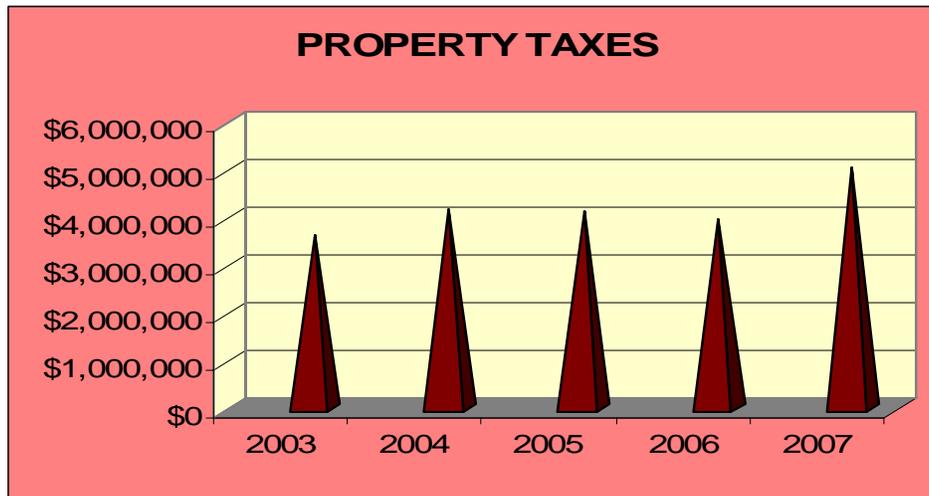


Humboldt County continued to enjoy yet another year of significant taxable sales during fiscal 2007. Even though total taxable sales were less (1.8%) than 2006, fiscal 2007 proved to be one of best years on record.

The business category with the largest increase was health and personal care stores, up 995.5% (up over \$17,000,000) from the previous year. Overall, it was a very good year for the County’s taxable sales. Taxable sales for Humboldt County for the last five years were:



Property taxes are the County's second largest source of revenues. Property tax revenues for the last five years were:



The increase in property tax revenues from the prior fiscal year is primarily a result of the significant increase in taxes on the net proceeds of mines. The increase in net proceeds of mines can be directly linked to the price of gold. With the higher price of gold, mining companies increase production, expansion and exploration. This leads to greater profits and ultimately, an increase in net proceeds.

The following table provides the assessed valuation in the County and its only incorporated city.

ASSESSED VALUATIONS

Fiscal Year Ended June 30	Actual 2007	Actual 2006	Actual 2005	Actual 2004	Actual 2003
Unincorporated County	\$436,739,383	\$372,603,229	\$408,980,024	\$360,383,399	\$413,130,235
City of Winnemucca	\$132,491,306	\$117,347,730	\$115,697,650	\$113,198,692	\$118,376,882
Total	\$569,230,689	\$489,950,959	\$524,677,674	\$473,582,391	\$531,507,117
Percent Increase/Decrease	13.9%	-6.6%	10.8%	-10.9%	-10.6%

One of the main economic engines of Humboldt County is the mining industry, especially gold production. For fiscal year 2007, gold prices averaged \$635.04 per ounce. This increase in gold prices translated into the mines hiring additional employees and increasing their efforts in finding new gold deposits. These new employees purchased homes, groceries, cars, etc., which contributed to the increased taxable sales within the county.

The agricultural industry has remained fairly stable and the number of tourists visiting Humboldt County has increased. Some of the increased tourism activity can be attributed to the Indoor Events Center built by the County in 2000 and the efforts to bring more events into the County.

Operating revenues exceeded operating expenditures for the third year in a row, which is an indication that Humboldt County's economy is strong.

LONG-TERM FINANCIAL PLANNING

Unreserved, undesignated fund balance in the general fund (79 percent of general fund expenditures) exceeds the minimum policy guideline set by the County Commission (i.e. minimum of 60 percent of general fund expenditures).

The County anticipates paying off the Bonds issued in 2000 for the Indoor Events Center early. Currently, 3.6 years of principal is set aside in a reserve for this prepayment. The County is considering paying these Bonds off prior to their maturity (November 1, 2010).

The County's Stabilization Fund (created by the Nevada Legislature to stabilize the operations of government and to mitigate the effects of natural disasters) has accumulated the maximum balance allowed by law.

The County's Compensated Absence Fund is funded at 73% of the total compensated absence liability as of June 30, 2007. The funding level is anticipated to be over 90% by the end of fiscal year 2007-2008.

RELEVANT FINANCIAL POLICIES

The County Commission has adopted several policies that provide a framework for financial stability for the residents of Humboldt County. These include:

1. Setting a General Fund Balance minimum of 60% of General Fund Expenditures. Since Nevada's tax structure is primarily based upon sales tax, which is extremely volatile, a larger fund balance is warranted to provide resources when the economy turns downward. In addition, with an economy reliant upon the mining industry, it is also prudent to build up fund balance.
2. An attrition policy that provides vacated positions may not be filled until 120 days (90 days for public safety positions) have passed and that there is ample justification to refill. This policy was adopted a number of years ago and remains in effect.
3. Provide sufficient resources over a 5-year period to fully fund the County's outstanding liability for compensated absences.

MAJOR INITIATIVES

The Nevada State Legislature was in session from February 4, 2007 through June 4, 2007. Hundreds of potential bills were introduced and needed to be reviewed for fiscal and/or operational impact to our agency. If a potential bill was determined to have impact, County staff needed to draft a response to the appropriate legislative committee hearing the bill that expressed either the County's support or non-support. This effort consumed an enormous amount of time for County staff and elected officials.

The County, recognizing the importance of keeping its citizens informed about their government, implemented a new system that allows internet access to the County's proposed/final budget documents and all County Commission agenda items. This system allows our citizens to view the same documents being reviewed by the County Commission in reaching their decisions. The County's Comprehensive Annual Financial Report was placed on the internet in 2005.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Humboldt County for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2006. This is the fourth consecutive year that the County received this prestigious award. In order to be awarded a Certificate of Achievement, the County must publish an easily readable and efficiently organized comprehensive annual financial report. This 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. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the staff of the Comptroller's Office, specifically, Gina Rackley, Janel Chavez and Lisa Cassinelli as well as the assistance and support provided by the County's auditors, Kafoury, Armstrong & Co., Certified Public Accountants. Special credit must also be given to the Humboldt County Commissioners and County Administrator, Bill Deist, for their unfailing support for maintaining the highest standards of professionalism in the management of Humboldt County's finances.

Respectfully submitted,



Bruce Brooks
Comptroller

HUMBOLDT COUNTY
LISTING OF COUNTY OFFICIALS
AS OF JUNE 30, 2007

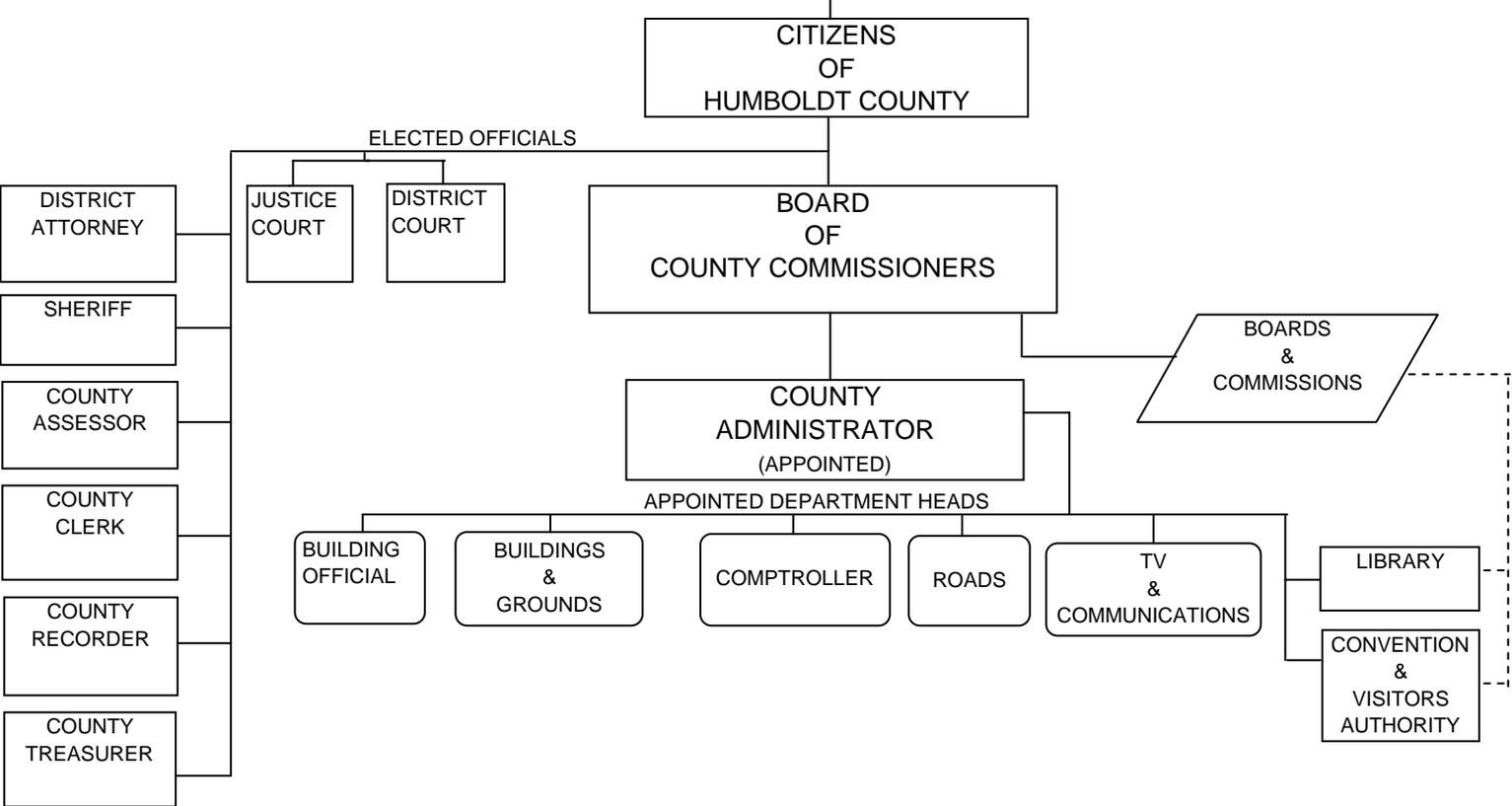
ELECTED OFFICIALS

		<u>Term Expires</u>
COUNTY COMMISSIONER	DAN CASSINELLI	1/11
COUNTY COMMISSIONER	CHUCK GIORDANO	1/11
COUNTY COMMISSIONER	GARLEY AMOS	1/09
COUNTY COMMISSIONER, VICE-CHAIR	TOM FRANSWAY	1/09
COUNTY COMMISSIONER, CHAIRMAN	JOHN MILTON III	1/09
ASSESSOR	JEFF JOHNSON	1/11
COUNTY CLERK	TAMI SPERO	1/11
DISTRICT ATTORNEY	RUSSELL SMITH	1/11
RECORDER	MARY ANN HAMMOND	1/11
SHERIFF	ED KILGORE	1/11
TREASURER	GINA RACKLEY	1/11
JUSTICE COURT	GENE WAMBOLT	1/13
DISTRICT COURT DEPT. 1	RICHARD WAGNER	1/09
DISTRICT COURT DEPT. 2	JOHN IROZ	1/09

APPOINTED OFFICIALS

COUNTY ADMINISTRATOR	BILL DEIST
COMPTROLLER	BRUCE BROOKS
BUILDING OFFICIAL	TERESA SCHROEDER
BUILDINGS & GROUNDS DIRECTOR	DOUG CAIN
COMMUNICATIONS DIRECTOR	PAUL BURKHOLDER
ROAD SUPERINTENDENT	JOHN RUSSUM
LIBRARY DIRECTOR	SHARON ALLEN
WINNEMUCCA CONVENTION & VISITOR'S AUTHORITY DIRECTOR	KIM PETERSEN

HUMBOLDT COUNTY ORGANIZATIONAL CHART



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Humboldt County
Nevada

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2006

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



Independent Auditor's Report

To the Honorable Board of Commissioners of
Humboldt County, Nevada

We have audited the accompanying financial statements of the governmental activities and the business-type activities, each major fund, and the aggregate remaining fund information of Humboldt County, Nevada as of and for the year ended June 30, 2007, which collectively comprise the County's basic financial statements as listed in the Table of Contents. We also have audited the financial statements of each of the County's nonmajor governmental and fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2007 as listed in the Table of Contents. These financial statements are the responsibility of the management of Humboldt County. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2007, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund, Road Fund, Regional Transportation Fund, 6th Judicial District Fund, Indigent Medical Fund and Winnemucca Events Complex Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental and fiduciary fund of the County, as of June 30, 2007, and the respective changes in financial position, where applicable, thereof and the respective budgetary comparisons of each nonmajor governmental fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated November 26, 2007 on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements as well as the financial statements of each of the County's nonmajor governmental and fiduciary funds presented and supplementary information. The accompanying Introductory Section, the Schedule of Expenditures of Federal Awards (as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*) and Statistical Section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The Introductory Section and Statistical Section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Kafany, Armstrong + Co.

Winnemucca, Nevada
November 26, 2007

**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

As management of Humboldt County, we offer readers of Humboldt County's financial statements this narrative overview and analysis of the financial activities of Humboldt County for the fiscal year ended June 30, 2007. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-vi of this report. All amounts, unless otherwise indicated, are expressed in whole dollars.

Financial Highlights

- ◆ The assets of Humboldt County exceeded its liabilities at the close of the most recent fiscal year by \$87,261,884 (*net assets*). Of this amount, \$24,183,265 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.
- ◆ The auditor's report offers an unqualified opinion on the financial statements, the highest opinion that can be obtained.
- ◆ The government's total net assets increased by \$1,118,670. This increase is the result of the reduction in the County's liabilities.
- ◆ As of the close of the current fiscal year, Humboldt County's governmental funds reported the combined ending fund balances of \$23,134,613, an increase of \$1,718,698 in comparison with the prior year. Approximately 94 percent of this total amount, \$21,885,326 is *available for spending* at the government's discretion (*unreserved, undesignated fund balance*).
- ◆ At the end of the current fiscal year, unreserved, undesignated fund balance for the general fund was \$9,347,449, or 79 percent of total general fund expenditures. This is a \$1,555,856 decrease over the prior year.
- ◆ Humboldt County's total debt decreased by \$864,092 (38 percent) during the current fiscal year. Humboldt County did not add any new debt. Principal payments of \$852,845 contributed to the overall decrease in debt.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to Humboldt County's basic financial statements. Humboldt County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of Humboldt County's finances, in a manner similar to that of a private-sector business.

The *statement of net assets* presents information on all of Humboldt County's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of Humboldt County is improving or deteriorating.

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish the functions of Humboldt County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of Humboldt County include general government, public safety, public works, judicial,

**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

health, welfare, culture and recreation and community support. The business-type activities of Humboldt County include television services and solid waste management operations.

The government-wide financial statements include only Humboldt County itself (known as the *primary government*). There are no component units included in these statements.

The government-wide financial statements can be found on pages 14-16.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Humboldt County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Humboldt County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

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

Humboldt County maintains 21 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, road fund, regional transportation fund, 6th judicial district fund, indigent medical fund, winnemucca events complex fund, and the building reserve fund, all which are considered to be major funds. Data from the other fourteen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

Humboldt County adopts an annual appropriated budget for all of its governmental and proprietary funds. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 17-33 of this report.

Proprietary funds. Humboldt County maintains only one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Humboldt County uses enterprise funds to account for its television fund and its solid waste management fund. Humboldt County does not utilize *internal service funds*, which are also a proprietary fund type.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the television fund and the solid waste management fund, both of which are considered to be major funds of Humboldt County.

The basic proprietary fund financial statements can be found on pages 34-37 of this report.

**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support Humboldt County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund statements can be found on pages 38-39 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 40-58 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *supplementary information*, including individual fund statements and schedules providing budget to actual comparisons, are presented after the other government-wide financial statements. These schedules test compliance with budgetary constraints and management directives to enhance accountability at the fund and function level. This information may be found on pages 59-101 of this report.

Statistical information is provided on a ten-year basis, as available, for trend and historical analysis and can be found on pages 102-128 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Humboldt County, assets exceeded liabilities by \$87,261,884 at the close of the most recent fiscal year.

A large portion of Humboldt County's net assets (72 percent) reflects its investment in capital assets (e.g., land, buildings, infrastructure, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. Humboldt County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although Humboldt County's investment in its assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

HUMBOLDT COUNTY'S NET ASSETS*

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Current and other assets	\$24,534,446	\$23,165,389	\$1,688,824	\$1,516,014	\$26,223,270	\$24,681,403
Capital assets	63,589,238	65,200,821	322,147	285,471	63,911,385	65,486,292
Total assets	<u>88,123,684</u>	<u>88,366,210</u>	<u>2,010,971</u>	<u>1,801,485</u>	<u>90,134,655</u>	<u>90,167,695</u>
Long-term liabilities outstanding	1,411,018	2,275,110	11,702	10,164	1,422,720	2,285,274
Other liabilities	<u>1,370,013</u>	<u>1,723,139</u>	<u>80,038</u>	<u>16,068</u>	<u>1,450,051</u>	<u>1,739,207</u>
Total liabilities	<u>2,781,031</u>	<u>3,998,249</u>	<u>91,740</u>	<u>26,232</u>	<u>2,872,771</u>	<u>4,024,481</u>
Net Assets:						
Invested in capital assets, net of related debt	62,756,472	64,193,097	322,147	285,471	63,078,619	64,478,568
Unrestricted	<u>22,586,181</u>	<u>20,174,864</u>	<u>1,597,084</u>	<u>1,489,782</u>	<u>24,183,265</u>	<u>21,664,646</u>
Total Net Assets	<u>\$85,342,653</u>	<u>\$84,367,961</u>	<u>\$1,919,231</u>	<u>\$1,775,253</u>	<u>\$87,261,884</u>	<u>\$86,143,214</u>

*For more detailed information, see the government-wide Statement of Net Assets and Notes to the Financial Statements.

**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

The remaining balance of *unrestricted net assets* (\$24,183,292) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, Humboldt County is able to report positive balances in net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

The government's net assets increased by \$1,118,670 during the current fiscal year. This increase is the net result of reducing liabilities and the current year operations.

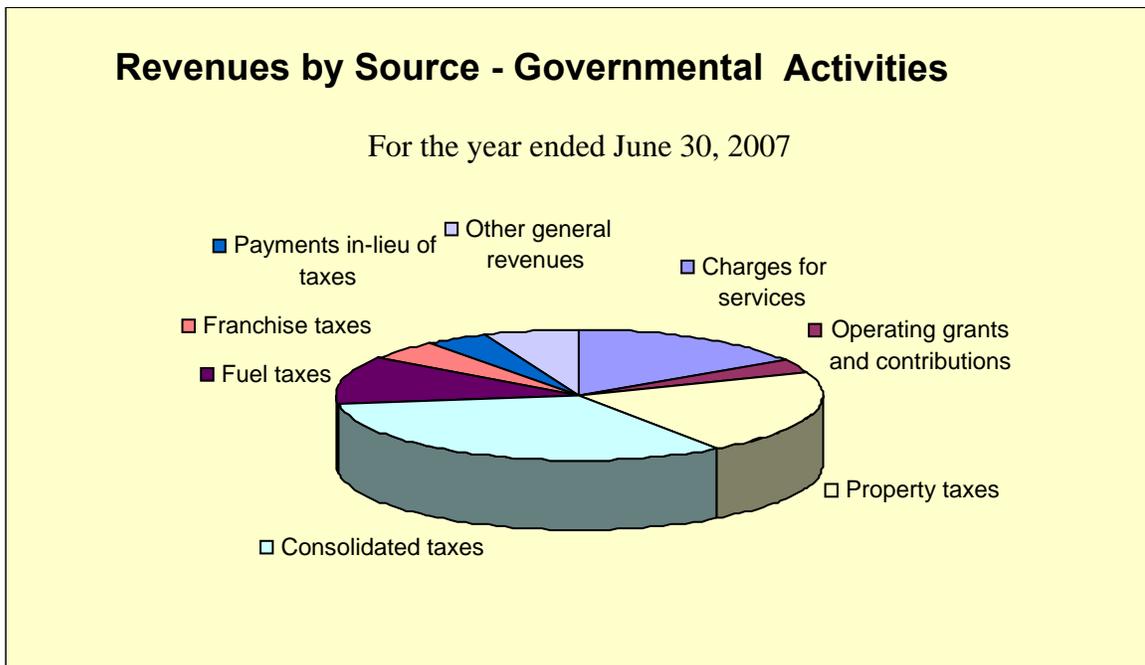
Governmental activities. Governmental activities increased Humboldt County's net assets by \$974,692 thereby accounting for 87.1 percent of the total growth in the net assets of Humboldt County. Key elements of this increase are as follows:

HUMBOLDT COUNTY'S CHANGES IN NET ASSETS

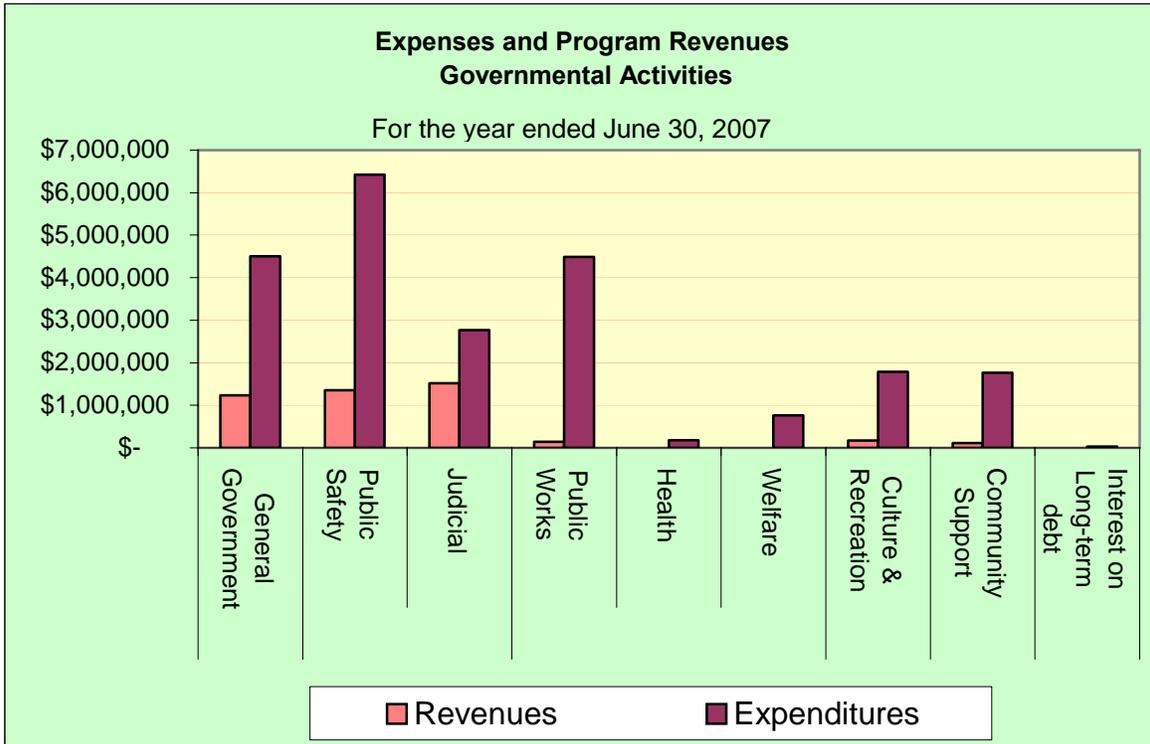
	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
Revenues:						
Program revenues:						
Charges for services	\$3,816,056	\$3,325,981	\$1,072,308	\$928,204	\$4,888,364	\$4,254,185
Operating grants and contributions	760,450	627,108	2,700	-	763,150	627,108
General revenues:						
Property taxes	5,052,103	3,963,433	-	-	5,052,103	3,963,433
Consolidated taxes	7,659,830	7,713,455	-	-	7,659,830	7,713,455
Franchise taxes	1,185,403	1,157,296	-	-	1,185,403	1,157,296
Motor vehicle fuel taxes	2,761,584	2,770,112	-	-	2,761,584	2,770,112
Room taxes	290,681	248,447	-	-	290,681	248,447
Miscellaneous	145,793	121,572	26,290	25,503	172,083	147,075
Unrestricted investment earnings	886,803	504,236	35,946	24,500	922,749	528,736
Payments in-lieu of taxes	957,321	961,407	-	-	957,321	961,407
State gaming license fees	158,391	159,535	-	-	158,391	159,535
Total revenues	<u>23,674,415</u>	<u>21,552,582</u>	<u>1,137,244</u>	<u>978,207</u>	<u>24,811,659</u>	<u>22,530,789</u>
Expenses:						
General government	4,502,273	4,055,658	-	-	4,502,273	4,055,658
Public safety	6,415,146	6,145,864	-	-	6,415,146	6,145,864
Judicial	2,770,025	2,550,980	-	-	2,770,025	2,550,980
Public works	4,488,386	4,741,313	-	-	4,488,386	4,741,313
Health	176,799	232,906	-	-	176,799	232,906
Welfare	785,373	752,208	-	-	785,373	752,208
Culture and recreation	1,802,557	1,687,906	-	-	1,802,557	1,687,906
Community support	1,732,468	1,568,161	-	-	1,732,468	1,568,161
Interest on long-term debt	26,696	31,274	-	-	26,696	31,274
Television	-	-	213,909	194,281	213,909	194,281
Solid waste management	-	-	779,357	738,937	779,357	738,937
Total expenses	<u>22,699,723</u>	<u>21,766,270</u>	<u>993,266</u>	<u>933,218</u>	<u>23,692,989</u>	<u>22,699,488</u>
Increase (decrease) in net assets	<u>974,692</u>	<u>(213,688)</u>	<u>143,978</u>	<u>44,989</u>	<u>1,118,670</u>	<u>(168,699)</u>
Net assets – July 1,	<u>84,367,961</u>	<u>84,581,649</u>	<u>1,775,253</u>	<u>1,730,264</u>	<u>86,143,214</u>	<u>84,581,649</u>
Net assets – June 30,	<u>\$85,342,653</u>	<u>\$84,367,961</u>	<u>\$1,919,231</u>	<u>\$1,775,253</u>	<u>\$87,261,884</u>	<u>\$86,143,214</u>

**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

- Consolidated taxes decreased \$53,625 over the previous fiscal year. This decrease can be attributed to the decrease (1.8 percent) in taxable sales within Humboldt County during the year.
- Unrestricted investment earnings increased \$382,567 (76 percent) over the previous year.
- Motor vehicle fuel taxes decreased \$8,528 as a result of the less gallons of gasoline purchased.
- Franchise fees increased \$28,117 over the previous year.
- Property tax revenues increased from the previous year by \$1,088,670 as result of the increase in net proceeds of mines taxes received from the mining companies.

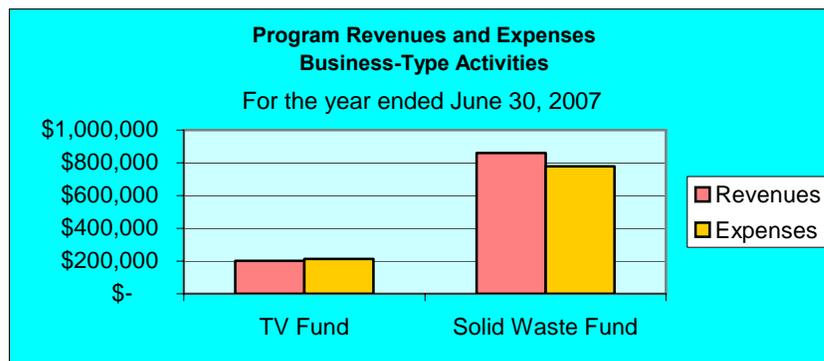


**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**



Governmental activities expenses increased 4.3 percent (\$933,453) over the previous fiscal year. The primary reasons for this increase were: 1) General government expenses increased 11% (\$446,615). Of this amount, 55% of this increase was the result of expenses incurred in the County's Compensated Absence Fund. 2) Public safety expenses increased primarily as the result of contract settlements and increased staffing. 3) Judicial expenses increased because of added staff and programs. Public works, health and interest expenses declined over the previous year as a result of fewer projects, reduction of staff in the health department and less principal on County debt.

Business-type activities. Business-type activities increased Humboldt County's net assets by \$143,978 accounting for 13 percent of the total growth in the government's net assets.



**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

The key elements of this increase were:

- Television fund expenses for the current year were more than the previous fiscal year by \$19,628 (10.1 percent). This increase is the result of the increased cost of operations.
- Solid Waste Management fund expenses increased \$40,420 (5.4 percent) over the previous fiscal year. This increase is the result of the increased cost of operations.
- Charges for services in the Solid Waste Management fund increased \$141,101 (19.3 percent) over the prior year. This increase was the result of a rate increase and the implementation of a new recycling fee. The Television fund charges increased \$3,003 or 1.5 percent.
- Interest earnings in the Solid Waste Management fund increased over 46 percent (\$11,446) over last fiscal year.



Financial Analysis of the Government's Funds

As noted earlier, Humboldt County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of Humboldt County's *governmental funds* is to provide information on the near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing Humboldt County's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, Humboldt County's governmental funds reported combined ending fund balances of \$23,134,613, an increase of \$1,718,698 in comparison with the prior year. Approximately 94 percent (\$21,855,326) of the total amount constitutes *unreserved, undesignated fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is *reserved or designated* to indicate that it is not available for new spending because it has already been committed 1) to liquidate contracts, including construction contracts and purchase orders of the prior period (\$70,020), 2) to set aside amounts for the stabilization of the government as provided by Nevada law (\$1,047,354), and 3) for a variety of other restricted purposes (\$161,913).

The general fund is the chief operating fund of Humboldt County. At the end of the current fiscal year, unreserved, undesignated fund balance of the general fund was \$9,347,449 while the total fund balance reached \$9,513,748. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved, undesignated fund balance represents 79 percent of total general fund expenditures, while total fund balance represents 81 percent of that same amount.

**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

The fund balance of Humboldt County's general fund decreased by \$1,555,856 during the current year. The key factors in this decrease are was:

- Transfers from the general fund to building reserve fund (\$2,200,000), capital projects fund (\$500,000) and compensated absence fund (\$300,000) for a total of \$3,000,000.
- Had the transfers not occurred, the County's general fund balance would have increased \$1,444,144.
- Total general fund revenues increased 10.2 percent over the prior year, while total general fund expenditures increased 5.6 percent over the same period.

Humboldt County's road fund has an ending fund balance of \$1,108,893, which is a decrease of \$131,565 from the prior year. This decrease is the result of higher operating costs (fuel, wages and utilities) and flat revenues. Revenues decreased 1.1 percent (\$19,619) over the prior year, while expenditures increased 7.1 percent (\$146,146). Since the revenues generated are less than the expenditures incurred, Humboldt County transfers in-lieu-of tax funds into the road fund. The transfer for fiscal 2007 was \$300,000.

The regional transportation fund's ending fund balance decreased \$66,110 from the prior year. This decrease was the result of the final payment to the State of Nevada for the County's share of joint project.

The 6th judicial district's fund balance decreased \$2,957 over the prior year. This decrease was the result of staffing increases and higher operational costs.

The indigent medical fund's ending fund balance increased \$156,372 or 36.6 percent over the prior year. Revenues increased \$115,453 (25 percent) from the previous year (net proceeds of mines property tax) and expenditures increased \$22,413 (5.6 percent) over fiscal 2006. Total revenues received in 2007 exceeded total expenditures incurred.

The Winnemucca events complex fund has an ending fund balance of \$400,159, which is an increase of \$204,763 over the prior year. This increase was primarily the result of \$45,954 more in property tax revenues received over the prior year from the increase in net proceeds of mines tax and the increase in transfers-in (\$300,000 versus \$208,000) from the prior year.

The building reserve fund's ending fund balance increased over the prior year by \$1,873,472. This increase was the net result of a transfer-in (\$2,200,000) from the general fund and several projects undertaken during the year.

Proprietary funds. Humboldt County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the television fund at the end of the year amounted to \$664,646, and those for the solid waste management fund amounted to \$932,438. The portion of net assets invested in capital assets was \$289,258 for the TV fund and \$32,889 for the Solid waste management fund. The total growth in net assets for both funds was \$17,388 and \$126,590, respectively. Other factors concerning the finances of these two funds have already been addressed in the discussion of Humboldt County's business-type activities.

General Fund Budgetary Highlights

During the year there was a \$248,786 increase in appropriations between the original and final amended budget. Following are the main components of the increase:

- General government function – \$101,645 increase. This increase was the result of the following: the election budget was increased \$29,000 for additional costs relating to the 2006 election; communications budget was increased \$19,774 for the addition of new staff; the computer budget was decreased \$24,925 and the Assessor's budget increased \$24,925 for a new filing system; the Administrator's budget was increased \$3,700 for a salary increase not budgeted but approved later by the County Commission; the insurance budget was increased \$10,900 for the increased cost of insurance; the Humboldt River Basin budget was increased

**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

General Fund Budgetary Highlights-continued

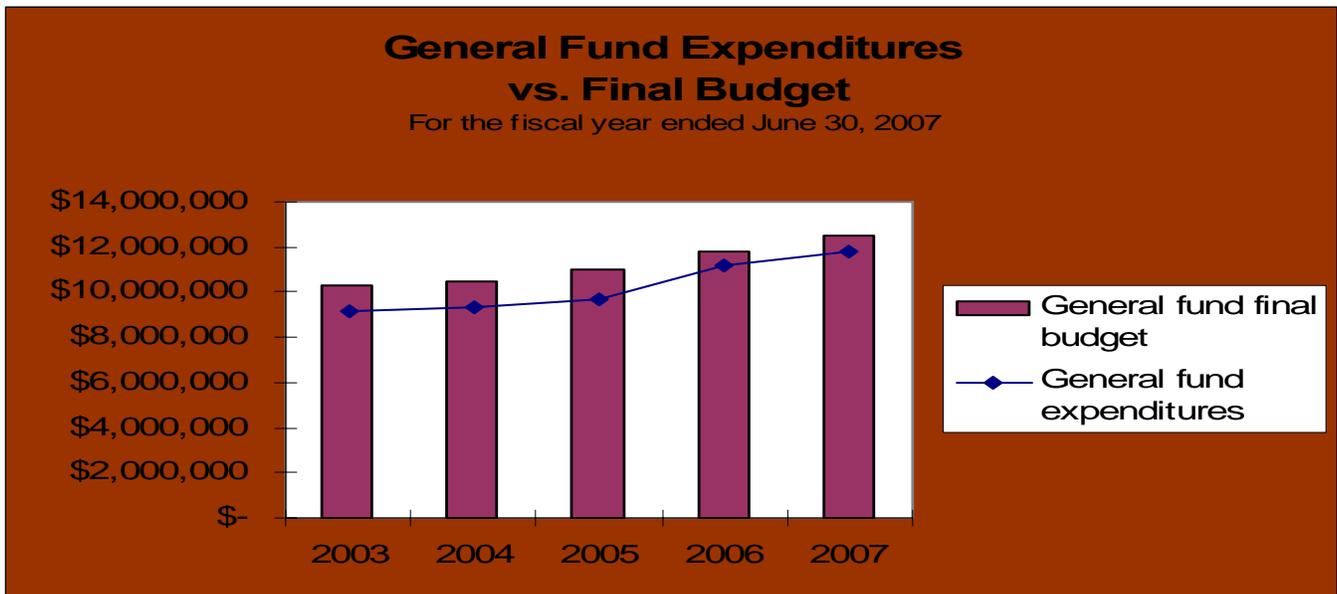
\$85,166 for a grant received and the miscellaneous budget was decreased by \$46,895 to provide resources for other budget increases.

- Judicial function - \$3,200 increase. This was the result of paying off accrued compensated time on the books that wasn't budgeted.
- Public safety function - \$54,786 increase. This increase was primarily the result of a grant received.
- Health function - \$25,460 decrease. This decrease was the result of budget transfers to other functions.
- Community support function - \$123,065 increase. This increase was primarily the result of the receipt of the Senior Transportation grant in the amount of \$89,065. The senior center and museum budgets were also increased \$40,000 and \$20,000 respectively, for additional property tax revenues received. County recreation was increased \$23,000 for additional costs incurred and economic development was decreased \$49,000 to provide a resource for other increases.

Actual general fund expenditures were less than the final amended budget by \$716,382 or 5.7 percent. The main factors contributing to this were:

1. Continued efforts by the County Commissioners and staff to reduce the cost of operations.
2. Humboldt County's attrition policy, which provides that vacated positions must remain unfilled for 120 days.
3. Budgeted positions not filled either by management's decision not to hire or by not being able to recruit individuals with the necessary skills and abilities for the job.

At the function level, general government expenditures were \$335,589 less than the final budget, judicial expenditures were \$155,222 less and public safety expenditures were \$114,682 less. These three functions accounted for 85.5 percent of difference between actual general fund expenditures and the final amended budget.



**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

Actual revenues in the general fund exceeded budgeted amounts by 43 percent or \$3,966,383. This significant variance was primarily the result of the additional property taxes (net proceeds of mines) and combined tax revenues from taxable sales. The increases in property taxes and combined taxes accounted for over 64 percent of the budget to actual variances. Interest earning and fines and forfeits also exceeded budgeted amounts by \$527,469 and \$352,405, respectfully, accounting for 22 percent (combined) of the total increase in revenues over budget.

Capital Asset and Debt Administration

Capital assets. Humboldt County's investment in capital assets for its governmental and business-type activities as of June 30, 2007, amounts to \$63,911,385 (net of accumulated depreciation). This investment in capital assets includes land, buildings and systems, improvements, infrastructure and machinery and equipment. Humboldt County's investment in capital assets for the current fiscal year decreased 2.5 percent in governmental activities. Business-type activities capital assets increased 12.8 percent.

**Humboldt County's Capital Assets
(net of depreciation)**

	Governmental <u>Activities</u> 2007	Business-Type <u>Activities</u> 2007	<u>Total</u> 2007
Land	\$ 1,311,564	\$ -	\$ 1,311,564
Land improvements	348,168	-	348,168
Buildings and improvements	9,694,853	-	9,694,853
Infrastructure	50,004,450	-	50,004,450
Equipment	<u>2,230,203</u>	<u>322,147</u>	<u>2,552,350</u>
Total	<u>\$ 63,589,238</u>	<u>\$ 322,147</u>	<u>\$ 63,911,385</u>

Additional information on Humboldt County's capital assets can be found in Notes 1 F(5) & 3 B of the notes to the financial statements.

Long-term debt. At the end of the current fiscal year, Humboldt County had total bonded debt outstanding of \$730,853. This entire amount comprises debt backed by the full faith and credit of the government.

**Humboldt County's
Outstanding Debt**

	Governmental <u>Activities</u> 2007	Business-Type <u>Activities</u> 2007	<u>Total</u> 2007
General Obligation (Limited tax) Bonds	\$ 730,853	\$ -	\$ 730,853
Capital Leases	101,913	-	101,913
Compensated Absences Payable	<u>578,252</u>	<u>11,702</u>	<u>589,954</u>
Total	<u>\$ 1,411,018</u>	<u>\$ 11,702</u>	<u>\$ 1,422,720</u>

Additional information on Humboldt County's long-term debt can be found in Notes 1 F (7) & 3 E of the notes to the financial statements.

**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

Economic Factors and Next Year's Budget and Rates

- ◆ The unemployment rate for Humboldt County as of June 30, 2007 was 3.8 percent. For the same time, the State of Nevada's rate was 4.6 percent.
- ◆ Gold prices remain very strong. As of November 15, 2007, the New York market for spot gold was over \$785.00 per ounce. Gold mining remains very robust with current price of gold. Mining operations are expanding bringing in new employees, equipment and capital expansion.
- ◆ Tax rates for the County for fiscal 2007-2008 were not increased and remain the same as those in fiscal 2006-2007.

The general fund budget (including transfers) for 2007-2008 decreased approximately 9.9 percent over the actual expenditures (including transfers) for fiscal 2007. This decrease is the result of the elimination of the transfers to other funds (\$3,000,000) made in fiscal 2007. Excluding transfers, the general fund budget for 2008 is 4.2% greater than the final amended budget for fiscal 2007. Historically, the County spends approximately 90-93 percent of its general fund budget.

Humboldt County continues to maintain one of the lowest tax rates in the State of Nevada.

Requests for Information

This financial report is designed to provide a general overview of Humboldt County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Humboldt County, Comptroller's Office, 50 W. Fifth Street, Room 203, Winnemucca, Nevada 89445.

HUMBOLDT COUNTY
Statement of Net Assets
June 30, 2007

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 21,957,631	\$ 1,594,209	\$ 23,551,840
Taxes receivable	29,820	-	29,820
Accounts receivable	310,246	63,160	373,406
Interest receivable	41,551	2,291	43,842
Notes receivable	26,701	-	26,701
Intergovernmental receivable	2,171,862	1,134	2,172,996
Inventories	-	24,665	24,665
Internal balances	(3,365)	3,365	-
Capital assets:			
Land	1,311,564	-	1,311,564
Other capital assets net of depreciation	62,277,674	322,147	62,599,821
	<u>88,123,684</u>	<u>2,010,971</u>	<u>90,134,655</u>
Total assets			
LIABILITIES			
Accounts payable	633,769	75,767	709,536
Accrued salaries and benefits	333,110	4,184	337,294
Intergovernmental payable	363,321	87	363,408
Unearned revenue	39,813	-	39,813
Noncurrent liabilities:			
Due within one year:			
Compensated absences	480,817	9,731	490,548
Long-term debt	175,573	-	175,573
Due in more than one year:			
Compensated absences	97,435	1,971	99,406
Long-term debt	657,193	-	657,193
	<u>2,781,031</u>	<u>91,740</u>	<u>2,872,771</u>
Total liabilities			
NET ASSETS			
Invested in capital assets, net of related debt	62,756,472	322,147	63,078,619
Unrestricted	22,586,181	1,597,084	24,183,265
	<u>85,342,653</u>	<u>1,919,231</u>	<u>87,261,884</u>
Total net assets			

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

**HUMBOLDT COUNTY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2007**

	Program Revenues			
Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government:				
Governmental activities:				
General government	\$ 4,502,273	\$ 1,189,166	\$ 39,479	\$ -
Public safety	6,415,146	1,139,071	221,689	-
Judicial	2,770,025	1,202,041	318,310	-
Public works	4,488,386	122,192	16,308	-
Health	176,799	-	-	-
Welfare	785,373	-	26,050	-
Culture and recreation	1,802,557	147,811	35,620	-
Community support	1,732,468	15,775	102,994	-
Interest on long-term debt	26,696	-	-	-
Total governmental activities	22,699,723	3,816,056	760,450	-
Business-type activities:				
Television	213,909	202,307	2,700	-
Solid waste management	779,357	870,001	-	-
Total business-type activities	993,266	1,072,308	2,700	-
Total primary government	\$ 23,692,989	\$ 4,888,364	\$ 763,150	\$ -

General revenues:

- Property taxes
- Consolidated taxes
- Franchise taxes
- Motor vehicle fuel taxes
- Room taxes
- Miscellaneous revenues
- Unrestricted investment earnings
- Payments in-lieu of taxes
- State gaming license fees
- Total general revenues

Change in Net Assets

Net assets - beginning
Net assets - ending

**Net (Expenses) Revenues and
Changes in Net Assets
Primary Government**

<u>Governmental Activities</u>	<u>Business- type Activities</u>	<u>Total</u>
\$ (3,273,628)	\$ -	\$ (3,273,628)
(5,054,386)	-	(5,054,386)
(1,249,674)	-	(1,249,674)
(4,349,886)	-	(4,349,886)
(176,799)	-	(176,799)
(759,323)	-	(759,323)
(1,619,126)	-	(1,619,126)
(1,613,699)	-	(1,613,699)
(26,696)	-	(26,696)
<u>(18,123,217)</u>	<u>-</u>	<u>(18,123,217)</u>
-	(8,902)	(8,902)
-	90,644	90,644
-	81,742	81,742
<u>\$ (18,123,217)</u>	<u>\$ 81,742</u>	<u>\$ (18,041,475)</u>
\$ 5,052,103	\$ -	\$ 5,052,103
7,659,830	-	7,659,830
1,185,403	-	1,185,403
2,761,584	-	2,761,584
290,681	-	290,681
145,793	26,290	172,083
886,803	35,946	922,749
957,321	-	957,321
158,391	-	158,391
<u>19,097,909</u>	<u>62,236</u>	<u>19,160,145</u>
974,692	143,978	1,118,670
84,367,961	1,775,253	86,143,214
<u>\$ 85,342,653</u>	<u>\$ 1,919,231</u>	<u>\$ 87,261,884</u>

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

HUMBOLDT COUNTY
Balance Sheet
Governmental Funds
June 30, 2007

	<u>General Fund</u>	<u>Road Fund</u>	<u>Regional Transportation Fund</u>	<u>6th Judicial District Fund</u>
Assets				
Cash and cash equivalents	\$ 8,516,044	\$ 920,582	\$ 1,199,551	\$ 673,501
Taxes receivable	8,223	-	-	7,746
Accounts receivable	292,761	-	-	3,156
Interest receivable	32,100	-	5,843	-
Notes receivable	14,701	-	-	-
Due from other governments	1,390,456	271,720	223,059	120,699
Due from other funds	15,153	45,578	-	-
Total assets	<u>\$ 10,269,438</u>	<u>\$ 1,237,880</u>	<u>\$ 1,428,453</u>	<u>\$ 805,102</u>
Liabilities				
Accounts payable	\$ 391,108	\$ 93,093	\$ -	\$ 59,112
Accrued salaries/benefits	212,833	29,432	-	60,852
Due to other governments	84,075	6,438	-	50,399
Due to other funds	39,678	24	16,362	6,571
Deferred revenue	27,996	-	-	27,786
Total liabilities	<u>755,690</u>	<u>128,987</u>	<u>16,362</u>	<u>204,720</u>
Fund Balances				
Reserved for government stabilization	-	-	-	-
Reserved for encumbrances	22,508	-	-	-
Reserved for notes receivable	14,701	-	-	-
Reserved for technology enhancements	79,979	-	-	416
Reserved for pari-mutual betting	-	-	-	-
Reserved for child support	49,111	-	-	-
Reserved for debt service	-	-	-	-
Unreserved reported in:				
General Fund	9,347,449	-	-	-
Special Revenue Funds	-	1,108,893	1,412,091	599,966
Debt Service Fund	-	-	-	-
Capital Projects Funds	-	-	-	-
Total fund balances	<u>9,513,748</u>	<u>1,108,893</u>	<u>1,412,091</u>	<u>600,382</u>
Total Liabilities and Fund Balances	<u>\$ 10,269,438</u>	<u>\$ 1,237,880</u>	<u>\$ 1,428,453</u>	<u>\$ 805,102</u>

<u>Indigent Medical Fund</u>	<u>Winnemucca Events Complex Fund</u>	<u>Building Reserve Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 774,872	\$ 414,713	\$ 4,601,665	\$ 4,856,703	\$ 21,957,631
3,575	1,589	397	8,290	29,820
-	8,190	3,729	2,410	310,246
1,689	-	-	1,919	41,551
-	-	12,000	-	26,701
45	26,865	5	139,013	2,171,862
4,963	-	-	49,201	114,895
<u>\$ 785,144</u>	<u>\$ 451,357</u>	<u>\$ 4,617,796</u>	<u>\$ 5,057,536</u>	<u>\$ 24,652,706</u>
\$ 1,289	\$ 28,357	\$ -	\$ 60,810	\$ 633,769
-	7,220	-	22,773	333,110
160,041	6,727	-	55,641	363,321
36,605	7,305	10,000	1,715	118,260
3,575	1,589	397	8,290	69,633
<u>201,510</u>	<u>51,198</u>	<u>10,397</u>	<u>149,229</u>	<u>1,518,093</u>
-	-	-	1,047,354	1,047,354
-	-	-	47,512	70,020
-	-	12,000	-	26,701
-	-	-	-	80,395
-	5,142	-	-	5,142
-	-	-	-	49,111
-	-	-	564	564
-	-	-	-	9,347,449
583,634	395,017	-	2,780,629	6,880,230
-	-	-	585,170	585,170
-	-	4,595,399	447,078	5,042,477
<u>583,634</u>	<u>400,159</u>	<u>4,607,399</u>	<u>4,908,307</u>	<u>23,134,613</u>
<u>\$ 785,144</u>	<u>\$ 451,357</u>	<u>\$ 4,617,796</u>	<u>\$ 5,057,536</u>	<u>\$ 24,652,706</u>

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

HUMBOLDT COUNTY
Reconciliation of the Balance Sheet
To the Statement of Net Assets
Governmental Funds
June 30, 2007

Total Governmental Fund Balances		\$ 23,134,613
<p>Amounts reported for governmental activities in the statement of net assets are different because:</p>		
<p>Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.</p>		
Governmental Capital Assets	\$ 96,982,842	
Less Accumulated Depreciation	<u>(33,393,604)</u>	\$63,589,238
<p>Long-term liabilities, including bonds payable are not due and payable in the current period and therefore are not reported in the governmental funds.</p>		
Bonds payable	730,853	
Capital lease obligation	101,913	
Compensated absences	<u>578,252</u>	(1,411,018)
<p>Deferred revenue represents amounts that were not available to fund current expenditures and therefore are not reported in the governmental funds.</p>		
		<u>29,820</u>
Net Assets of Governmental Activities		<u><u>\$ 85,342,653</u></u>

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

HUMBOLDT COUNTY
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
June 30, 2007

	<u>General Fund</u>	<u>Road Fund</u>	<u>Regional Transportation Fund</u>	<u>6th Judicial District Fund</u>
REVENUES				
Taxes	\$ 1,594,298	\$ -	\$ -	\$ 1,202,633
Licenses and permits	1,503,926	-	-	-
Intergovernmental revenue	7,762,737	1,466,007	1,311,885	1,586,614
Charges for services	536,156	285,203	-	-
Fines and forfeits	977,405	-	-	58,973
Miscellaneous	865,659	4,269	37,969	2,284
Total Revenues	<u>13,240,181</u>	<u>1,755,479</u>	<u>1,349,854</u>	<u>2,850,504</u>
EXPENDITURES				
Current:				
General government	4,289,881	-	-	-
Judicial	1,806,496	-	-	807,365
Public safety	4,523,644	-	-	1,990,062
Public works	19,491	2,162,553	738,077	-
Health	178,804	-	-	-
Welfare	-	-	-	-
Culture and recreation	2,500	-	-	-
Community support	485,827	-	-	-
Intergovernmental	494,394	6,327	-	51,034
Debt service				
Principal	-	13,240	677,887	-
Interest	-	4,924	-	-
Total Expenditures	<u>11,801,037</u>	<u>2,187,044</u>	<u>1,415,964</u>	<u>2,848,461</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,439,144</u>	<u>(431,565)</u>	<u>(66,110)</u>	<u>2,043</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	5,000	300,000	-	-
Transfers out	<u>(3,000,000)</u>	<u>-</u>	<u>-</u>	<u>(5,000)</u>
Total Other Financing Sources (Uses)	<u>(2,995,000)</u>	<u>300,000</u>	<u>-</u>	<u>(5,000)</u>
Net Change in Fund Balances	<u>(1,555,856)</u>	<u>(131,565)</u>	<u>(66,110)</u>	<u>(2,957)</u>
Fund Balances - beginning	<u>11,069,604</u>	<u>1,240,458</u>	<u>1,478,201</u>	<u>603,339</u>
Fund Balances - ending	<u>\$ 9,513,748</u>	<u>\$ 1,108,893</u>	<u>\$ 1,412,091</u>	<u>\$ 600,382</u>

Indigent Medical Fund	Winnemucca Events Complex Fund	Building Reserve Fund	Other Governmental Funds	Total Governmental Funds
\$ 555,061	\$ 246,689	\$ 61,697	\$ 1,388,239	\$ 5,048,617
-	-	-	-	1,503,926
-	126,387	-	1,802,200	14,055,830
-	144,289	15,775	92,072	1,073,495
-	-	-	71,906	1,108,284
26,678	39,265	25,045	42,619	1,043,788
<u>581,739</u>	<u>556,630</u>	<u>102,517</u>	<u>3,397,036</u>	<u>23,833,940</u>
-	-	-	278,997	4,568,878
-	-	-	175,184	2,789,045
-	-	-	-	6,513,706
-	-	-	-	2,920,121
-	-	-	-	178,804
363,695	-	-	421,729	785,424
-	651,867	-	839,631	1,493,998
-	-	429,045	349,406	1,264,278
61,672	-	-	108,020	721,447
-	-	-	161,718	852,845
-	-	-	21,772	26,696
<u>425,367</u>	<u>651,867</u>	<u>429,045</u>	<u>2,356,457</u>	<u>22,115,242</u>
<u>156,372</u>	<u>(95,237)</u>	<u>(326,528)</u>	<u>1,040,579</u>	<u>1,718,698</u>
-	300,000	2,200,000	965,000	3,770,000
-	-	-	(765,000)	(3,770,000)
-	300,000	2,200,000	200,000	-
156,372	204,763	1,873,472	1,240,579	1,718,698
<u>427,262</u>	<u>195,396</u>	<u>2,733,927</u>	<u>3,667,728</u>	<u>21,415,915</u>
<u>\$ 583,634</u>	<u>\$ 400,159</u>	<u>\$ 4,607,399</u>	<u>\$ 4,908,307</u>	<u>\$ 23,134,613</u>

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

HUMBOLDT COUNTY
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For the Year Ended June 30, 2007

Net Change in Fund Balances - Governmental Funds \$ 1,718,698

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

Governmental funds report capital outlays as expenditures. The cost of those assets is depreciated over their estimated useful lives.

Expenditures for capital asset:	\$ 923,924	
Less current year depreciation	<u>(2,535,507)</u>	
		\$ (1,611,583)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds.

Change in deferred revenue		3,486
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Loan proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of debt principal is an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which debt issued exceeded repayments.

Bonds payable-principal payment:	161,718	
Capital lease-principal payments	13,240	
Contract payable-principal payment-Nev. Dept. of Trans.	<u>677,887</u>	
		852,845

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

Change in long-term compensated absences		<u>11,246</u>
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Change in Net Assets of Governmental Activities		<u><u>\$ 974,692</u></u>
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The notes to the financial statements are an integral part of this statement.

HUMBOLDT COUNTY
General Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual-By Function and Department
For the Year Ended June 30, 2007

	<u>2007 Budgeted Amounts</u>		<u>2007</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>
REVENUES				
Taxes	\$ 1,023,501	\$ 1,023,501	\$ 1,594,298	\$ 570,797
Licenses and permits	1,186,000	1,186,000	1,503,926	317,926
Intergovernmental revenues	5,557,556	5,800,497	7,762,737	1,962,240
Charges for services	366,300	366,300	536,156	169,856
Fines and forfeits	625,000	625,000	977,405	352,405
Miscellaneous	272,500	272,500	865,659	593,159
	<u>9,030,857</u>	<u>9,273,798</u>	<u>13,240,181</u>	<u>3,966,383</u>
EXPENDITURES BY FUNCTION AND DEPARTMENT				
Current:				
General government:				
Commission	234,770	234,770	214,544	20,226
Administrator	231,360	235,060	233,453	1,607
Elections	70,000	99,000	98,892	108
Comptroller	240,661	240,661	236,114	4,547
Assessor	518,047	542,972	521,097	21,875
Treasurer	235,795	235,795	219,269	16,526
Clerk	304,980	304,980	301,866	3,114
Recorder	277,355	277,355	262,508	14,847
Computer systems	291,941	267,016	209,550	57,466
Planning	136,880	136,880	130,557	6,323
Buildings and grounds	992,246	992,246	946,197	46,049
Communications	213,790	233,564	210,649	22,915
Personnel	28,500	28,500	24,529	3,971
Public administrator	16,000	16,000	10,032	5,968
Miscellaneous	731,500	780,671	670,624	110,047
	<u>4,523,825</u>	<u>4,625,470</u>	<u>4,289,881</u>	<u>335,589</u>
Total general government function				(continued)

HUMBOLDT COUNTY
General Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual-By Function and Department
For the Year Ended June 30, 2007

	<u>2007 Budgeted Amounts</u>		<u>2007</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>
Judicial:				
Justice court	\$ 611,613	\$ 614,813	\$ 607,347	\$ 7,466
District attorney	794,977	794,977	714,046	80,931
Child support	362,317	362,317	295,492	66,825
Other legal expenses	189,611	189,611	189,611	-
Total judicial function	<u>1,958,518</u>	<u>1,961,718</u>	<u>1,806,496</u>	<u>155,222</u>
Public safety:				
Sheriff	2,374,495	2,349,895	2,311,274	38,621
Detention	1,271,869	1,281,869	1,247,781	34,088
Dispatch	576,757	591,357	578,999	12,358
Building official	240,009	240,009	215,601	24,408
Task force	114,310	114,310	107,368	6,942
Emergency management	6,010	6,010	441	5,569
LEPC	-	54,876	62,180	(7,304)
Total public safety function	<u>4,583,450</u>	<u>4,638,326</u>	<u>4,523,644</u>	<u>114,682</u>
Public works	<u>32,000</u>	<u>32,000</u>	<u>19,491</u>	<u>12,509</u>
Health:				
Health	147,820	122,360	103,841	18,519
Mosquito control	129,250	129,250	74,963	54,287
Total health function	<u>277,070</u>	<u>251,610</u>	<u>178,804</u>	<u>72,806</u>
Culture and recreation	<u>2,500</u>	<u>2,500</u>	<u>2,500</u>	<u>-</u>
Community support	<u>354,474</u>	<u>491,468</u>	<u>485,827</u>	<u>5,641</u>
Intergovernmental	<u>522,867</u>	<u>514,327</u>	<u>494,394</u>	<u>19,933</u>
Total Expenditures	<u>12,254,704</u>	<u>12,517,419</u>	<u>11,801,037</u>	<u>716,382</u>

(continued)

HUMBOLDT COUNTY
General Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual-By Function and Department
For the Year Ended June 30, 2007

	<u>2007 Budgeted Amounts</u>		<u>2007</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (3,223,847)</u>	<u>\$ (3,243,621)</u>	<u>\$ 1,439,144</u>	<u>\$ 4,682,765</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	5,000	5,000	5,000	-
Transfers out	(3,000,000)	(3,000,000)	(3,000,000)	-
Contingency	<u>(305,000)</u>	<u>(305,000)</u>	<u>-</u>	<u>305,000</u>
Total other financing sources and uses	<u>(3,300,000)</u>	<u>(3,300,000)</u>	<u>(2,995,000)</u>	<u>305,000</u>
Net change in fund balance	(6,523,847)	(6,543,621)	(1,555,856)	4,987,765
Fund balance - beginning	<u>7,530,678</u>	<u>7,550,452</u>	<u>11,069,604</u>	<u>3,519,152</u>
Fund balance - ending	<u><u>\$ 1,006,831</u></u>	<u><u>\$ 1,006,831</u></u>	<u><u>\$ 9,513,748</u></u>	<u><u>\$ 8,506,917</u></u>

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

HUMBOLDT COUNTY
Road Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007

	2007 Budgeted Amounts		2007	
	Original Budget	Final Budget	Actual	Variance To Final Budget
REVENUES				
Intergovernmental revenues:				
Federal grants	\$ 24,000	\$ 24,000	\$ 16,308	\$ (7,692)
Motor vehicle fuel taxes 1.25 cents	490,236	490,236	490,239	3
Motor vehicle fuel taxes 1.75 cents	177,655	177,655	182,445	4,790
Motor vehicle fuel taxes 2.35 cents	775,000	775,000	777,015	2,015
Total Intergovernmental revenues	1,466,891	1,466,891	1,466,007	(884)
Charges for services:				
Fuel sales reimbursements	215,000	215,000	214,935	(65)
Repair reimbursements	80,000	80,000	70,268	(9,732)
Total Charges for services	295,000	295,000	285,203	(9,797)
Miscellaneous	5,000	5,000	4,269	(731)
Total Revenues	1,766,891	1,766,891	1,755,479	(11,412)
EXPENDITURES				
Public works function:				
Highways and street:				
Salaries and wages	783,880	783,880	764,749	19,131
Employee benefits	287,330	287,330	281,397	5,933
Services and supplies	1,160,700	1,160,700	1,035,273	125,427
Capital outlay	90,000	90,000	81,134	8,866
Total Public works function	2,321,910	2,321,910	2,162,553	159,357
Intergovernmental expenditure function:				
Services and supplies	6,000	6,000	6,327	(327)
Debt service function:				
Principal	18,164	18,164	13,240	4,924
Interest	4,952	4,952	4,924	28
Total Debt service function	23,116	23,116	18,164	4,952
Total Expenditures	2,351,026	2,351,026	2,187,044	163,982
Excess (deficiency) of revenues over (under) expenditures	(584,135)	(584,135)	(431,565)	152,570

HUMBOLDT COUNTY
Road Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007

	<u>2007 Budgeted Amounts</u>		<u>2007</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>VarianceTo Final Budget</u>
OTHER FINANCING SOURCES (USES)				
Transfers - in	<u>\$ 300,000</u>	<u>\$ 300,000</u>	<u>\$ 300,000</u>	<u>\$ -</u>
Net change in fund balance	(284,135)	(284,135)	(131,565)	152,570
Fund balance - beginning	<u>1,047,237</u>	<u>1,047,237</u>	<u>1,240,458</u>	<u>193,221</u>
Fund balance - ending	<u><u>\$ 763,102</u></u>	<u><u>\$ 763,102</u></u>	<u><u>\$ 1,108,893</u></u>	<u><u>\$ 345,791</u></u>

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

HUMBOLDT COUNTY
Regional Transportation Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007

	<u>2007 Budgeted Amounts</u>		<u>2007</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance To Final Budget</u>
REVENUES				
Intergovernmental revenue:				
Gasoline taxes	\$ 1,300,000	\$ 1,300,000	\$ 1,311,885	\$ 11,885
Miscellaneous	20,000	20,000	37,969	17,969
Total Revenues	<u>1,320,000</u>	<u>1,320,000</u>	<u>1,349,854</u>	<u>29,854</u>
EXPENDITURES				
Public works function:				
Highways and street:				
Services and supplies	<u>1,610,000</u>	<u>1,689,210</u>	<u>738,077</u>	<u>951,133</u>
Debt service function:				
Principal	<u>677,887</u>	<u>677,887</u>	<u>677,887</u>	<u>-</u>
Total Expenditures	<u>2,287,887</u>	<u>2,367,097</u>	<u>1,415,964</u>	<u>951,133</u>
Net change in fund balance	(967,887)	(1,047,097)	(66,110)	980,987
Fund balance - beginning	<u>1,398,720</u>	<u>1,477,930</u>	<u>1,478,201</u>	<u>271</u>
Fund balance - ending	<u>\$ 430,833</u>	<u>\$ 430,833</u>	<u>\$ 1,412,091</u>	<u>\$ 981,258</u>

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

HUMBOLDT COUNTY
6th Judicial District Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007

	<u>2007 Budgeted Amounts</u>		<u>2007</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance To Final Budget</u>
REVENUES				
Taxes:				
Property taxes	\$ 899,588	\$ 899,588	\$ 1,202,633	\$ 303,045
Intergovernmental revenue:				
Federal grants:				
JABIG grant	-	448	448	-
OJJDP formula grant	-	5,000	10,000	5,000
OJJDP challenge grant	-	3,000	3,000	-
USDA comm facilities	-	1,540	1,540	-
BADA parenting wisely	-	17,480	17,480	-
Lovelock indian tribe grant	-	15,000	3,609	(11,391)
Summer school grant	-	7,800	666	(7,134)
State grants:				
OJJDP community partnership grant	-	8,588	10,604	2,016
Parole fees	7,920	7,920	10,503	2,583
Combined tax	389,385	389,385	536,188	146,803
Lander county contribution	518,147	518,147	494,761	(23,386)
Pershing county contribution	518,147	518,147	494,760	(23,387)
Lander county school grant	-	3,055	3,055	-
 Total Intergovernmental revenues	 <u>1,433,599</u>	 <u>1,495,510</u>	 <u>1,586,614</u>	 <u>91,104</u>
 Fines and forfeits	 <u>20,000</u>	 <u>30,000</u>	 <u>58,973</u>	 <u>28,973</u>
 Miscellaneous	 <u>30,000</u>	 <u>20,000</u>	 <u>2,284</u>	 <u>(17,716)</u>
 Total Revenues	 <u>2,383,187</u>	 <u>2,445,098</u>	 <u>2,850,504</u>	 <u>405,406</u> (continued)

HUMBOLDT COUNTY
6th Judicial District Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007

	<u>2007 Budgeted Amounts</u>		<u>2007</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance To Final Budget</u>
EXPENDITURES				
Public safety function:				
Juvenile probation:				
Salaries and wages	\$1,252,442	\$1,210,442	\$ 1,179,643	\$ 30,799
Employee benefits	481,734	523,734	512,014	11,720
Services and supplies	255,920	314,673	281,377	33,296
Capital outlay	17,000	17,050	17,028	22
	<u>2,007,096</u>	<u>2,065,899</u>	<u>1,990,062</u>	<u>75,837</u>
Total Public safety function				
Judicial function:				
District court:				
Salaries and wages	261,850	261,850	231,479	30,371
Employee benefits	75,121	75,121	71,265	3,856
Services and supplies	307,500	307,500	304,431	3,069
Capital outlay	7,679	7,679	-	7,679
	<u>652,150</u>	<u>652,150</u>	<u>607,175</u>	<u>44,975</u>
Court reporters:				
Salaries and wages	133,240	133,240	130,433	2,807
Employee benefits	42,170	42,170	41,092	1,078
Services and supplies	48,000	48,000	28,665	19,335
	<u>223,410</u>	<u>223,410</u>	<u>200,190</u>	<u>23,220</u>
Total Judicial function	<u>875,560</u>	<u>875,560</u>	<u>807,365</u>	<u>68,195</u>
Intergovernmental expenditure function:				
Services and supplies	47,926	51,034	51,034	-
Total Expenditures	<u>2,930,582</u>	<u>2,992,493</u>	<u>2,848,461</u>	<u>144,032</u>

(continued)

HUMBOLDT COUNTY
6th Judicial District Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007

	2007 Budgeted Amounts		2007	
	Original Budget	Final Budget	Actual	Variance To Final Budget
Excess (deficiency) of revenues over expenditures	\$ (547,395)	\$ (547,395)	\$ 2,043	\$ 549,438
OTHER FINANCING SOURCES (USES)				
Transfers in	200,000	200,000	-	(200,000)
Transfers out	(5,000)	(5,000)	(5,000)	-
Total Other Financing Sources (Uses)	195,000	195,000	(5,000)	(200,000)
Net change in fund balance	(352,395)	(352,395)	(2,957)	349,438
Fund balance - beginning	358,947	358,947	603,339	244,392
Fund balance - ending	\$ 6,552	\$ 6,552	\$ 600,382	\$ 593,830

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

HUMBOLDT COUNTY
Indigent Medical Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007

	<u>2007 Budgeted Amounts</u>		<u>2007</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance To Final Budget</u>
REVENUES				
Taxes	\$ 414,349	\$ 414,349	\$ 555,061	\$ 140,712
Miscellaneous	7,500	7,500	26,678	19,178
Total Revenues	<u>421,849</u>	<u>421,849</u>	<u>581,739</u>	<u>159,890</u>
EXPENDITURES				
Welfare function:				
Services and supplies	<u>420,000</u>	<u>420,000</u>	<u>363,695</u>	<u>56,305</u>
Intergovernmental expenditure function:				
Services and supplies	<u>45,928</u>	<u>45,928</u>	<u>61,672</u>	<u>(15,744)</u>
Total Expenditures	<u>465,928</u>	<u>465,928</u>	<u>425,367</u>	<u>40,561</u>
Net change in fund balance	(44,079)	(44,079)	156,372	200,451
Fund balance - beginning	<u>355,893</u>	<u>355,893</u>	<u>427,262</u>	<u>71,369</u>
Fund balance - ending	<u>\$ 311,814</u>	<u>\$ 311,814</u>	<u>\$ 583,634</u>	<u>\$ 271,820</u>

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

HUMBOLDT COUNTY
Winnemucca Events Complex Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007

	<u>2007 Budgeted Amounts</u>		<u>2007</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance To Final Budget</u>
REVENUES				
Taxes	\$ 184,710	\$ 184,710	\$ 246,689	\$ 61,979
Intergovernmental	91,784	91,784	126,387	34,603
Charges for services	126,700	126,700	144,289	17,589
Miscellaneous	23,000	23,000	39,265	16,265
 Total Revenues	 <u>426,194</u>	 <u>426,194</u>	 <u>556,630</u>	 <u>130,436</u>
EXPENDITURES				
Culture and Recreation function:				
Salaries and wages	235,979	235,979	231,438	4,541
Employee benefits	67,327	67,327	64,186	3,141
Services and supplies	338,510	338,510	343,849	(5,339)
Capital outlay	75,800	75,800	12,394	63,406
 Total Expenditures	 <u>717,616</u>	 <u>717,616</u>	 <u>651,867</u>	 <u>65,749</u>
 Excess (deficiency) of revenues over (under) expenditures	 <u>(291,422)</u>	 <u>(291,422)</u>	 <u>(95,237)</u>	 <u>196,185</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	300,000	300,000	300,000	-
 Net change in fund balance	 8,578	 8,578	 204,763	 196,185
 Fund balance - beginning	 <u>110,793</u>	 <u>110,793</u>	 <u>195,396</u>	 <u>84,603</u>
 Fund balance - ending	 <u>\$ 119,371</u>	 <u>\$ 119,371</u>	 <u>\$ 400,159</u>	 <u>\$ 280,788</u>

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

HUMBOLDT COUNTY
Statement of Net Assets
Proprietary Funds
June 30, 2007

	Business-Type Activities - Enterprise Funds		
	Humboldt Television Fund	Solid Waste Management Fund	Totals Current Year
ASSETS			
Current:			
Cash and cash equivalents	\$ 693,771	\$ 900,438	\$ 1,594,209
Accounts receivable	10,578	52,582	63,160
Interest receivable	-	2,291	2,291
Intergovernmental receivable	-	1,134	1,134
Due from other funds	-	4,438	4,438
Inventories	24,665	-	24,665
Total Current Assets	729,014	960,883	1,689,897
Noncurrent Assets:			
Capital assets:			
Buildings	24,195	-	24,195
Machinery and equipment	945,031	92,286	1,037,317
Less accumulated depreciation	(679,968)	(59,397)	(739,365)
Total capital assets (net of accumulated depreciation)	289,258	32,889	322,147
Total Assets	1,018,272	993,772	2,012,044
LIABILITIES			
Current Liabilities:			
Accounts payable	48,880	26,887	75,767
Accrued liabilities	12,527	1,389	13,916
Intergovernmental payable	87	-	87
Due to other funds	903	171	1,074
Total Current Liabilities	62,397	28,447	90,844
Noncurrent Liabilities:			
Compensated absences	1,971	-	1,971
Total Liabilities	64,368	28,447	92,815
NET ASSETS			
Invested in capital assets	289,258	32,889	322,147
Unrestricted	664,646	932,438	1,597,084
Total Net Assets	\$ 953,904	\$ 965,327	\$ 1,919,231

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

HUMBOLDT COUNTY
Proprietary Funds
Statement of Revenues, Expenses, and
Changes in Net Assets
For the Year Ended June 30, 2007

	Business-Type Activities - Enterprise Funds		
	Humboldt Television Fund	Solid Waste Management Fund	Totals Current Year
OPERATING REVENUES			
Charges for services:			
User fees	\$ 202,307	\$ 870,001	\$ 1,072,308
PBS Grant	2,700	-	2,700
Miscellaneous	26,290	-	26,290
Total Operating Revenues	231,297	870,001	1,101,298
OPERATING EXPENSES			
Salaries and wages	74,209	36,548	110,757
Employee benefits	20,924	11,349	32,273
Services and supplies	67,760	723,984	791,744
Depreciation	50,540	7,476	58,016
Total Operating Expenses	213,433	779,357	992,790
Operating Income (Loss)	17,864	90,644	108,508
NONOPERATING REVENUES (EXPENSES)			
Interest earnings	-	35,946	35,946
Loss on disposition of assets	(476)	-	(476)
Total Nonoperating Revenues (Expenses)	(476)	35,946	35,470
Change in Net Assets	17,388	126,590	143,978
NET ASSETS, JULY 1	936,516	838,737	1,775,253
NET ASSETS, JUNE 30	953,904	965,327	1,919,231

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

HUMBOLDT COUNTY
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2007

	Business-type Activities - Enterprise Funds		
	Humboldt Television Fund	Solid Waste Management Fund	Totals Current Year
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 231,301	\$ 865,647	\$ 1,096,948
Payment to employees	(93,425)	(47,825)	(141,250)
Payment to suppliers	(18,936)	(708,204)	(727,140)
Net cash provided by operating activities	<u>118,940</u>	<u>109,618</u>	<u>228,558</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchases of capital assets	<u>(95,168)</u>	<u>-</u>	<u>(95,168)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	<u>-</u>	<u>35,764</u>	<u>35,764</u>
Net increase in cash and cash equivalents	23,772	145,382	169,154
Cash and cash equivalents, July 1	<u>669,999</u>	<u>755,056</u>	<u>1,425,055</u>
Cash and cash equivalents, June 30	<u><u>\$ 693,771</u></u>	<u><u>\$ 900,438</u></u>	<u><u>\$ 1,594,209</u></u>

HUMBOLDT COUNTY
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2007

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Humboldt Television Fund</u>	<u>Solid Waste Management Fund</u>	<u>Totals Current Year</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating income (loss)	\$ 17,864	\$ 90,644	\$ 108,508
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations:			
Depreciation expense	50,540	7,476	58,016
Change in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	4	(4,354)	(4,350)
Inventory	1,681	-	1,681
Increase (decrease) in:			
Accounts payable	47,144	15,780	62,924
Accrued liabilities	1,707	72	1,779
Total adjustments	<u>101,076</u>	<u>18,974</u>	<u>120,050</u>
Net cash provided by operating activities	<u>\$ 118,940</u>	<u>\$ 109,618</u>	<u>\$ 228,558</u>

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

HUMBOLDT COUNTY
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2007

	AGENCY FUNDS	INVESTMENT TRUST FUND
ASSETS		
Cash and cash equivalents	\$ 3,621,903	\$ 1,564,002
Interest receivable	-	5,188
Total Assets	3,621,903	1,569,190
LIABILITIES		
Due to other governments	3,428,733	-
Funds held in trust for others	193,170	-
Total Liabilities	3,621,903	-
NET ASSETS		
Held in trust	\$ -	\$ 1,569,190

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

HUMBOLDT COUNTY
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Year Ended June 30, 2007

	INVESTMENT TRUST FUND
ADDITIONS	
Investment earnings:	
Interest	\$ 70,779
Net increase (decrease) in share transactions	(216,020)
Change in net assets	(145,241)
Net assets - beginning	1,714,431
Net assets - ending	\$ 1,569,190

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

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

1. Summary of Significant Accounting Policies

The accompanying financial statements of Humboldt County have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. The GASB periodically updates its codification of the existing Governmental and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units.

A. Reporting entity

Humboldt County was incorporated as one of the original nine counties of the State of Nevada in 1861 and is governed by a five-member elected Board of Commissioners. The major operations of Humboldt County are property tax assessment and collections, public safety, road maintenance, judicial, recreation and administrative activities. The accompanying financial statements present Humboldt County and any component units. Humboldt County does not have any discretely presented component units nor blended component units.

B. Basic Financial Statements - Government-wide Statements

The basic financial statements include both government-wide (based upon Humboldt County as a whole) and fund financial statements. The reporting focus is on either Humboldt County as a whole or major individual funds and nonmajor funds in the aggregate (within the fund financial statements). Both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as either governmental or business type.

The government-wide financial statements (the Statement of Net Assets and Statement of Activities) report information on all of the nonfiduciary activities of Humboldt County. The effect of interfund activity has been removed from these statements. Interfund activities relating to services provided and used between functions are not eliminated. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

In the government-wide Statement of Net Assets, both the governmental and business-type activity columns are presented on a consolidated basis by column, and are reflected on a full-accrual, economic resource basis which recognizes all long-term assets and receivables as well as long-term debt and obligations. Humboldt County's net assets are reported in two parts – invested in capital assets, net of related debt, and unrestricted net assets.

The government-wide Statement of Activities reports both the gross and net cost of each of Humboldt County's functions and business-type activities. Functions are also supported by general government revenues (property and combined taxes, certain intergovernmental revenues, interest income not legally restricted for specific programs, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating grants and capital grants. Program revenues include charges to customers, operating grants and contributions and capital grants and contributions. Program revenues must be directly associated with the function or business-type activity. Operating grants, include operating-specific and discretionary grants while the capital grants reflect capital-specific grants. The net costs (by function or business-type activity) are normally covered by general revenue.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

C. Basic Financial Statements – Fund Financial Statements

The financial transactions of Humboldt County are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures/expenses. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter is excluded from the government-wide financial statements.

The emphasis in fund financial statements is on major funds in either governmental or business-type (proprietary) activity categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and business-type categories combined) for the determination of major funds. Humboldt County's management may electively add funds as major funds, when it is determined the funds have specific community or management focus. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The focus of the governmental funds measurement in the fund financial statements is upon determination of financial position and changes in financial position (sources, uses and balances of financial resources) rather than upon net income.

The focus for proprietary fund measurement is upon determination of operating income, changes in net assets, financial position, and cash flows. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. The generally accepted accounting principles applicable are those similar to businesses in the private sector.

Humboldt County's fiduciary funds are presented in the fiduciary fund financial statements by type. Since, by definition, these assets are held for the benefit of a third party and cannot be used to address activities or obligations of Humboldt County, these funds are not incorporated into the government-wide statements.

Humboldt County reports the following major governmental funds:

The **General Fund** is the government's primary operating fund. It is used to account for resources traditionally associated with Humboldt County that are not required legally or by sound financial management to be accounted in another fund.

The **Road Fund** is used to account for resources for expenditures on Humboldt County's roads.

The **Regional Transportation Fund** is used to account for resources for expenditures on road projects of regional significance.

The **6th Judicial District Fund** is used to account for the resources and expenditures for the District Court and Juvenile Probation.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

The **Winnemucca Events Complex Fund** is used to account for the resources and expenditures associated with the operations of Humboldt County's fairgrounds and indoor events center.

The **Indigent Medical Fund** is used to account for the resources and expenditures relating to indigent medical care.

The **Building Reserve Fund** is used to account for the resources and expenditures for major capital projects.

Humboldt County reports the following major proprietary funds:

The **Humboldt Television Fund** is used to account for television services provided to most of the residents of Humboldt County (some County residents are provided television services from other districts).

The **Solid Waste Management Fund** is used to account for landfill operations of Humboldt County.

In addition, Humboldt County uses the following funds:

Agency funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that Humboldt County holds for others in an agency capacity.

Investment trust fund is the external investment pool administered by Humboldt County. Voluntary participants include Humboldt County School District (Debt Service), Golconda Fire Protection District and Paradise Fire Protection District.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. Humboldt County has elected not to follow subsequent private-sector guidance.

D. Measurement Focus, Basis of Accounting

The measurement focus describes the types of transactions and events that are reported in a fund's operating statement. Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized and reported in the financial statements. It relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year that they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered *available* when they are collected within the current period or soon enough thereafter to pay

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Governmental revenues susceptible to accrual are ad valorem taxes, interest, grant revenues and revenues collected and distributed by the State. These include consolidated taxes, government services taxes, and motor vehicle fuel taxes. Licenses and permits, fines, and charges for services are recognized as revenue when they are received.

When both restricted and unrestricted resources are available for use, it is Humboldt County's policy to use restricted resources first, then unrestricted resources as they are needed.

E. Budgets and Budgetary Accounting

Humboldt County adheres to the Local Government Budget and Finance Act incorporated within Nevada Revised Statutes and follows these procedures in establishing the budgetary data reflected in the financial statements.

1. On or before April 15th, the County Administrator submits to the Board of County Commissioners a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures/expenses and the means of financing them. Appropriations are required to be detailed by object (Salaries and wages, Employee benefits, Services and supplies, and Capital outlay) within a department, within a function, and within each fund. This "Tentative" budget is forwarded to the Nevada State Department of Taxation.
2. The Department of Taxation notifies Humboldt County of its acceptance of the budget.
3. Public hearings are conducted on the third Monday in May on the "Tentative" budget.
4. After all the changes have been noted and the public hearing closed, the Board of County Commissioners adopts the budget on or before June 1st and files it with the Nevada State Department of Taxation.
5. Budgets are adopted on a basis consistent with Accounting Principles Generally Accepted in the United States of America (GAAP) for all funds except trust and agency funds, which do not require budgets. Formal budgetary integration in the financial records is employed to enhance management control during the year.
6. All budget amounts presented in these financial statements and schedules reflect amended budget (which has been adjusted for legally authorized revisions of the annual budgets during the year). Original budgets are provided for all funds except trust and agency funds. Appropriations except encumbrances and unexpended grant appropriations, lapse at the end of each fiscal year.
7. The legal level of budgetary control is at the function level for the General Fund, special revenue funds, debt service and capital projects funds, and by the sum of operating and nonoperating expenses in proprietary funds. Statutes do not require that capital outlay, debt service payments and other cash transactions normally reflected in the balance sheet of proprietary funds be limited by budget. However, they are budgeted in the Statement of Cash Flows and in the corresponding Budget Form F-2.
8. The Comptroller may approve budget adjustments within a function. The Comptroller with Board notification may approve budget adjustments between functions or funds. Adjustments that affect fund balance or increase the original budget require Board approval. The budget was adjusted during the fiscal year.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

9. Budgetary transfers and grant entries had no effect on budgeted ending fund balances.

F. Fund Financial Statements

1. Cash and Investments

For purposes of the statement of cash flows presented for proprietary funds, cash equivalents are defined as short-term, highly liquid investments that are both readily convertible to cash and have an original maturity date of three months or less to be cash and cash equivalents. Since all cash in proprietary funds is pooled with the rest of Humboldt County's cash and is available upon demand, all cash and investments in those funds are considered cash equivalents.

All interest earned on cash deposits is recognized in the General Fund in accordance with Nevada Revised Statutes, except for amounts credited to various other funds in accordance with law or contract and is allocated based upon their combined investment balances.

Investments are recorded at fair value.

Pursuant to NRS 355.170 and 355.167, Humboldt County may only invest in the following types of securities:

- ◇ Obligations of the United States, or an agency or instrumentality of the United States, or a corporation sponsored by the government, maturing within ten (10) years from the date of purchase.
- ◇ Time certificates of deposit from commercial banks and insured savings and loan associations within the State of Nevada, and certain farm loan bonds.
- ◇ Certain securities issued by local governments of the State of Nevada and other securities expressly provided by other statutes, including repurchase agreements.
- ◇ Money market mutual funds that are registered with the Securities and Exchange Commission, are AAA rated and invest only in securities of the Federal Government for fully collateralized repurchase agreements.
- ◇ State of Nevada Local Government Investment Pool.

NRS 355.172 requires Humboldt County's Treasurer or the appropriate officer to take physical possession of collateral in the name of Humboldt County for all securities except those subject to repurchase by the seller if Humboldt County has a fully perfected, first-priority interest having a fair market value equal to or greater than the repurchase price of the security.

Humboldt County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

2. Investment Pool Investment Earnings

Interest income is recorded on the accrual basis in the investment pool. Net realized gains (losses) on investments are the sum of the differences between the cost (if purchased during the fiscal year) or the fair value of the investment at the beginning of the year, and the net selling price received for investments that are sold or matured.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

The net increase (decrease) in the fair value of investments in the investment pool is the difference between the cost (if purchased during the fiscal year) or the fair value of the investments at the beginning of the year, and the fair value of the investments at the end of the year.

3. Property Taxes Receivable

All real property in Humboldt County is subject to physical reappraisal every five years. Annual adjustments are made to the assessed valuation to reflect general changes in property values. The assessed valuation of the property and its improvements is computed at 35% of "taxable value" as defined by statute. Taxable value is defined as full cash value for land, replacement cost less straight-line depreciation for land improvements, and statutory depreciation for personal property. The maximum depreciation allowed is 75% of replacement cost.

The maximum tax rate for all overlapping governmental units within any county, as established by the state constitution, is \$5 per \$100 assessed valuation. The combined overlapping rate for any county is further limited by state statute to \$3.64 per \$100 assessed valuation except in cases of severe financial emergency as defined in NRS 354.705. Humboldt County's individual tax rate for fiscal year 2006-2007 was \$0.7512 per \$100 of assessed valuation.

The total combined rate was \$2.2135 per \$100 of assessed valuation in the unincorporated area of Humboldt County, exclusive of special district tax rates.

Tax rates are levied by Humboldt County Commissioners immediately after the Nevada Tax Commission has certified the combined rate. Upon certification, the rates are transmitted to Humboldt County's Treasurer for billing. The tax rate levied is for the current fiscal year, July 1 to June 30, and the taxes are considered a lien against real property attaching on July 1. The tax for the 2006-2007 fiscal year was due and payable on the third Monday in August 2006. Taxes may be paid in four equal installments on the third Monday in August, and the first Mondays in October, January and March. Penalties are assessed if a taxpayer fails to pay an installment within ten days of the installment due date. After a two-year waiting period, a tax deed is issued conveying the property to Humboldt County with a lien for back taxes.

In 2005, the Nevada State Legislature passed Assembly Bill 489 which provides for a partial abatement of the ad valorem taxes levied on a qualified property. The abatement will limit the increase of a taxpayer's bill to 3% over the previous year's tax amount for a primary residence and some rental property. All other property will have a higher limit of 6%.

Taxes on personal property are collected currently. Personal property declarations are mailed out annually and the tax is computed using percentages of taxable values established by the State Department of Taxation and the tax rates. The major classifications of personal property are commercial, agricultural and mobile homes. In Humboldt County, taxes on motor vehicles are collected by a state agency and remitted to Humboldt County based on statutory formulas as a part of combined taxes.

Secured roll property taxes receivable reflect only those taxes receivable from the delinquent roll years. Delinquent taxes from all roll years prior to 2005-2006 have been written off. No provision for uncollectible accounts has been established since management does not anticipate any material collection loss in respect to remaining balances.

Personal property taxes receivable reflect only those taxes collected within 60 days of year-end.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

4. Inventories

The Television fund inventories are valued at cost using the first in / first out (FIFO) method. Inventories consist primarily of materials and supplies. For all other funds, Humboldt County charges consumable supplies as expenditures against appropriations at the time of purchase. All inventories of such supplies at June 30 are not material to the individual funds and are not recognized in these financial statements.

5. Capital Assets

Capital assets, which include buildings, improvements, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by Humboldt County as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Significant projects in process are depreciated once the projects are placed in service. Prior to that time, they are reported as construction in progress. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

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

<u>Assets</u>	<u>Years</u>
Buildings and improvements to buildings	15-30
Improvements other than buildings	15-30
Equipment and motor vehicles	5-15
Infrastructure	30-45

6. Compensated Absences

It is Humboldt County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. In proprietary funds, compensated absences are recorded when the liabilities are incurred. In governmental funds, the current portion is recorded as an expenditure. The entire amount is accounted for in the governmental column of the government-wide statement of net assets.

The current portion of compensated absences is defined as those benefits actually paid or accrued as a result of employees who have terminated employment by June 30. Agreements with the two employee associations provide for the payment of total accrued compensatory and vacation time in all cases. Accumulated sick leave benefits are payable to terminated employees who meet specific requirements set forth in the negotiated employee association contracts.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

7. Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

8. Interfund Activity

Interfund activity is reported either as a loan, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed at or near market rates, are treated as revenues and expenditures/expenses. Cost allocations for support services are revenue and expense in the fund financial statements and are eliminated in the government-wide Statement of Activities.

9. Fund Equity

In government-wide statements, equity is classified as net assets and displayed in two components:

- a. Invested in capital assets, net of related debt – Consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

In fund financial statements, governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved. Reservations of fund balance consist of amounts that are not available for appropriation or are legally restricted by outside parties for a specific purpose. Proprietary fund equity is classified the same as in the government-wide statements.

2. Compliance with Nevada Revised Statutes and Administrative Code

The County conformed to all significant statutory and code requirements on its financial administration during the year.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

3. Detailed Notes on All Funds

A. Deposits and investments

The following is a listing of deposits indicating collateral or insurance on those deposits. The bank balance differs from the carrying amount by outstanding checks and deposits in transit.

	<u>Carrying Amount</u>	<u>Bank Balance</u>
Insured, (FDIC)	\$ 500,495	\$ 505,442
Uninsured and collateralized, collateral held in Nevada Collateralized Pool	511,871	512,175
Uninsured and collateralized, collateral held by County's agent in County's name	150,545	150,545
Petty Cash	<u>11,860</u>	<u>11,860</u>
Total Cash Deposits	<u>\$ 1,174,771</u>	<u>\$ 1,180,022</u>

Investments are carried at fair value. The following is a listing of those investments:

<u>Investment Type</u>	<u>Maturities (maturity, in years)</u>			
	<u>Fair Value</u>	<u>Less than 1</u>	<u>1 to 3</u>	<u>4 to 5</u>
U.S. Treasury Notes	\$ 420,351	\$ 420,351	\$ -	\$ -
Government Agencies	1,634,225	-	1,634,225	-
Asset Backed Fixed Income Securities	926,087	164,131	761,956	-
Corporate Bonds	911,824	-	814,611	97,213
Mortgage Backed Securities	11,987,540	9,786,364	869,191	1,331,985
Money Market Mutual Funds	564,665	364,352	-	200,313
State of Nevada Local Government Investment Pool	<u>11,118,282</u>	<u>11,118,282</u>	<u>-</u>	<u>-</u>
Total Investments	27,562,974	21,853,480	4,079,984	1,629,510
Total Cash (Carrying Amount)	<u>1,174,771</u>	<u>1,174,771</u>	<u>-</u>	<u>-</u>
Total Cash and Investments	<u>\$28,737,745</u>	<u>\$23,028,251</u>	<u>\$ 4,079,984</u>	<u>\$ 1,629,510</u>

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

<u>Investment Type</u>	<u>Quality Ratings by Standard & Poor's</u>				
	<u>Fair Value</u>	<u>AAA</u>	<u>AA</u>	<u>A</u>	<u>Unrated</u>
<u>Debt Securities</u>					
U.S. Treasury Note	\$ 422,387	\$ 422,387	\$ -	\$ -	\$ -
Government Agencies	1,650,387	1,650,387	-	-	-
<u>Asset Backed Fixed</u>					
Income Securities	931,982	931,982	-	-	-
Corporate Bonds	921,417	149,870	573,601	197,946	-
Mortgage Backed Securities	11,991,242	11,991,242	-	-	-
Money Market Mutual Funds	527,277	527,277	-	-	-
<u>State of Nevada Local</u>					
Government Investment Pool	11,118,282	-	-	-	11,118,282
Total Investments	27,562,974	15,673,145	573,601	197,946	11,118,282
Total Cash (Carrying Amount)	1,174,771	1,174,771	-	-	-
Total Cash and Investments	<u>\$28,737,745</u>	<u>\$ 16,847,916</u>	<u>\$ 573,601</u>	<u>\$ 197,946</u>	<u>\$11,118,282</u>

The County is a voluntary participant in the State of Nevada Local Government Investment Pool (LGIP), which has regulatory oversight from the State of Nevada Board of Finance.

The County's investments in both pools discussed above is equal to its original investment plus monthly allocations of interest income, and realized and unrealized gains and losses, which is the same as the value of the pool shares. The County's investment in the LGIP is reported at fair value. Wells Fargo determines the fair value of the investments in NVEST on a monthly basis.

As noted, Nevada Revised Statutes (NRS. 355.170) set forth acceptable investments for Nevada local governments. The County has not adopted a formal investment policy that would further limit its investment choices nor further limit its exposure to certain risks as set forth below.

Interest rate risk

Interest rate risk is the risk of possible reduction in the value of a security, especially a bond, resulting from a rise in interest rates. As noted above, the County does not have a formal investment policy that limits investment maturities to reduce its exposure to fair value losses arising from increasing interest rates beyond those specified in the Statute.

Credit risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation and is a function of the credit quality ratings of investments. The LGIP is an unrated external investment pool and as noted above the County does not have a formal investment policy that specifies minimum acceptable credit ratings.

Custodial credit risk on deposits

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned. The County's bank deposits are covered by Federal Deposit Insurance Corporation (FDIC) insurance and collateralized by the Office of the State Treasurer/Nevada Collateral Pool and various other agents in the County's name.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

External Investment Pool

Humboldt County administers an external investment pool combining Humboldt County funds with voluntary investments from Humboldt County School District (Debt Service), Golconda Fire Protection District and Paradise Fire Protection District. The Board of County Commissioners has overall responsibility for investment of funds including the external investment pool in accordance with NRS 355.175. The Humboldt County Treasurer is delegated investment responsibilities. Monthly, the State of Nevada Local Government Investment Pooled Investment Fund, determines the fair value of the pool's investments held by them. The Pool is an external investment pool administered by the Treasurer of the State of Nevada with oversight provided by the Board of Finance, in which the fair value of the County's position in the pool is the same as the value of the pooled shares. Each participant's share is equal to their original investment plus the monthly allocation of interest income. The County has not provided nor obtained any legally binding guarantees to support the value of shares. This is an unrated pool.

<u>Investment Type</u>	<u>Fair Value/ Carrying Amount</u>	<u>Principal Amount Number of Shares</u>	<u>Interest Rate</u>	<u>Maturity Dates</u>
Local Government Pooled Investment Fund	\$11,118,282	\$11,118,282	Variable	July 1, 2007

EXTERNAL INVESTMENT POOL CONDENSED FINANCIAL STATEMENTS
STATEMENT OF NET ASSETS
JUNE 30, 2007

ASSETS:

Local Government Pooled Investment Fund	\$ 11,118,282
Interest receivable	47,740
Total Assets	<u>\$ 11,166,022</u>

NET ASSETS HELD IN TRUST FOR POOL PARTICIPANTS:

Net assets consist of:	
Internal participant shares	\$ 9,596,832
External participant shares	1,569,190
Total Participant Shares Outstanding (\$1.00 par)	<u>\$ 11,166,022</u>

**STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2007**

Net increase (decrease) in net assets resulting from operations:	
Investment income	\$ 569,316
Net assets, July 1	10,596,706
Net assets, June 30	<u>\$ 11,166,022</u>

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

B. Capital assets

Capital asset activity for the year ended June 30, 2007 was as follows:

	Beginning <u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	Ending <u>Balance</u>
Governmental activities				
Capital assets, not being depreciated:				
Land	\$ 1,311,564	\$ -	\$ -	\$ 1,311,564
Total capital assets, not being depreciated	<u>1,311,564</u>	<u>-</u>	<u>-</u>	<u>1,311,564</u>
Capital assets, being depreciated				
Buildings	19,363,371	435,618	-	19,798,989
Improvements other than buildings	568,410	-	-	568,410
Infrastructure	66,291,062	-	-	66,291,062
Machinery and equipment	8,566,000	488,306	41,489	9,012,817
Total assets, being depreciated	<u>94,788,843</u>	<u>923,924</u>	<u>41,489</u>	<u>95,671,278</u>
Less accumulated depreciation for:				
Buildings	(9,546,529)	(557,607)	-	(10,104,136)
Improvements other than buildings	(182,348)	(37,894)	-	(220,242)
Infrastructure	(14,839,988)	(1,446,624)	-	(16,286,612)
Machinery and equipment	(6,330,721)	(493,382)	41,489	(6,782,614)
Total accumulated depreciation	<u>(30,899,586)</u>	<u>(2,535,507)</u>	<u>41,489</u>	<u>(33,393,604)</u>
Total capital assets, being depreciated, net	<u>63,889,257</u>	<u>(1,611,583)</u>	<u>-</u>	<u>62,277,674</u>
Governmental activities capital assets, net	<u>\$ 65,200,821</u>	<u>\$ (1,611,583)</u>	<u>\$ -</u>	<u>\$ 63,589,238</u>
Business-type activities:				
Capital assets, being depreciated				
Buildings	\$ 24,195	\$ -	\$ -	\$ 24,195
Machinery and equipment	960,408	95,168	18,259	1,037,317
Total assets, being depreciated	<u>984,603</u>	<u>95,168</u>	<u>18,259</u>	<u>1,061,512</u>
Less accumulated depreciation for:				
Buildings	(24,195)	-	-	(24,195)
Machinery and equipment	(674,937)	(58,016)	17,783	(715,170)
Total accumulated depreciation	<u>(699,132)</u>	<u>(58,016)</u>	<u>17,783</u>	<u>(739,365)</u>
Total capital assets, being depreciated, net	<u>285,471</u>	<u>37,152</u>	<u>476</u>	<u>322,147</u>
Business-type activities capital assets, net	<u>\$ 285,471</u>	<u>\$ 37,152</u>	<u>\$ 476</u>	<u>\$ 322,147</u>

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

Depreciation expense was charged to functions/programs of Humboldt County as follows:

Governmental activities:	
General government	\$ 67,658
Public safety	102,501
Judicial	13,234
Public works	1,657,749
Health	1,491
Culture and recreation	34,059
Community support	<u>658,815</u>
Total depreciation expense – governmental activities	<u>\$ 2,535,507</u>
Business-type activities:	
Humboldt Television fund	\$ 50,540
Solid waste management fund	<u>7,476</u>
Total depreciation expense – business-type activities	<u>\$ 58,016</u>

C. Interfund receivables, payables, and transfers

The composition of interfund balances as of June 30, 2007 is as follows:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	6 th Judicial District Fund	\$ 4,314
	Road Fund	24
	Regional Transportation Fund	464
	Building Reserve Fund	10,000
	Nonmajor Governmental Funds	180
	Solid Waste Fund	<u>171</u>
		<u>15,153</u>
Road Fund	General Fund	38,072
	6 th Judicial District Fund	2,257
	Winnemucca Events Complex Fund	2,811
	Nonmajor Governmental Funds	1,535
	Humboldt Television Fund	<u>903</u>
		<u>47,578</u>
Indigent Medical Fund	Regional Transportation Fund	<u>\$ 4,963</u>
Nonmajor Governmental Funds	General Fund	1,606
	Indigent Medical Fund	36,605
	Winnemucca Events Complex Fund	4,300
	Regional Transportation Fund	<u>6,690</u>
		<u>49,201</u>

(continued)

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

(continued)

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Solid Waste Management	Regional Transportation Fund	4,244
	Winnemucca Events Complex Fund	<u>194</u>
		<u>4,438</u>
Total		<u>\$ 119,333</u>

Interfund receivables and payables include charges incurred by one fund for the benefit of another fund. An example of these types of charges is motor vehicle fuel. Bulk fuel is purchased by the road department for use by other funds. These charges are then allocated to the appropriate fund. Other examples include postage and copy charges.

Interfund transfers:

	Transfers In:					Total
	General Fund	Road Fund	Winnemucca Events Complex Fund	Building Reserve Fund	Nonmajor Governmental Funds	
Transfers out:						
General fund	\$ -	\$ -	\$ -	\$ 2,200,000	\$ 800,000	\$ 3,000,000
6 th Judicial District fund	5,000	-	-	-	-	5,000
Nonmajor governmental funds	<u>-</u>	<u>300,000</u>	<u>300,000</u>	<u>-</u>	<u>165,000</u>	<u>765,000</u>
Total	<u>\$ 5,000</u>	<u>\$ 300,000</u>	<u>\$ 300,000</u>	<u>\$ 2,200,000</u>	<u>\$ 965,000</u>	<u>\$ 3,770,000</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to spend them and (2) use unrestricted revenues collected in the In-lieu-of Tax Fund to finance various programs accounted for in other funds in accordance with budgetary authorization.

D. Leases

Capital Leases

Humboldt County has entered into a lease agreement as lessee for financing the acquisition of a road grader. This lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of its future minimum lease payments as of the inception date.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

The asset acquired through capital leases are as follows:

	<u>Governmental Activities</u>
Asset:	
Machinery and equipment	\$ 145,985
Less: Accumulated depreciation	<u>(24,330)</u>
Total	<u>\$ 121,655</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2007, were as follows:

<u>Year Ending June 30</u>	<u>Governmental Activities</u>
2008	18,164
2009	18,164
2010	<u>76,932</u>
Total minimum lease payments	113,260
Less: amount representing interest	<u>(11,347)</u>
Present value of minimum lease payments	<u>\$ 101,913</u>

E. Long-term debt

General Obligation Bonds

Humboldt County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental activities only. The original amount of the outstanding general obligation bonds was \$1,600,000. The bonds were issued for the construction of the indoor events center. In 2005, the County also issued \$95,000 in bonds to fund the construction of the Kings River community center.

General obligation bonds are direct obligations and pledge the full faith and credit of Humboldt County. The Events center bonds were originally issued in 2000 with a ten-year maturity and the Kings River community center bonds have a thirty-year maturity.

General obligation bonds currently outstanding include:

<u>Purpose</u>	<u>Interest rate</u>	<u>Amount</u>
Governmental activities		
Events center bonds	2.48%	\$ 640,000

(continued)

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

(continued)

<u>Purpose</u>	<u>Interest rate</u>	<u>Amount</u>
Governmental activities		
Kings River community center	4.25%	<u>90,853</u>
Total bonds outstanding		<u>\$ 730,853</u>

Annual debt service requirements to maturity for general obligation bonds are as follows:

<u>Year Ending June 30</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2008	161,792	17,730
2009	161,869	13,685
2010	161,949	9,637
2011	162,033	5,585
2012	2,120	3,514
2013-2017	12,049	16,121
2018-2022	14,869	13,301
2023-2027	18,348	9,822
2028-2032	22,642	5,828
2033-2037	<u>13,182</u>	<u>848</u>
Total	<u>\$ 730,853</u>	<u>\$ 96,071</u>

The County's Business-type activities (proprietary funds) have no bonds outstanding.

Compensated absences

The liability for compensated absences is included in the noncurrent liabilities on the government-wide Statement of Net Assets. About 49 percent of the governmental funds' compensated absences were paid by the general fund. For the business-type activities, the Television fund paid for 100 percent of the compensated absences.

Changes in long-term liabilities

Long-term liability activity for the year ended June 30, 2007 was as follows:

<u>Governmental activities:</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Bonds payable	\$ 892,571	\$ -	\$ 161,718	\$ 730,853	\$ 161,792
Contracts payable	677,887	-	677,887	-	-

(continued)

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

(continued)

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Compensated absences	589,499	749,423	760,670	578,252	480,817
Capital lease	<u>115,153</u>	<u>-</u>	<u>13,240</u>	<u>101,913</u>	<u>13,781</u>
Governmental activities long-term liabilities	<u>\$ 2,275,110</u>	<u>\$ 749,423</u>	<u>\$ 1,613,515</u>	<u>\$ 1,411,018</u>	<u>\$ 656,390</u>
<u>Business-type activities:</u>					
Compensated absences	<u>\$ 10,164</u>	<u>\$ 7,070</u>	<u>\$ 5,532</u>	<u>\$ 11,702</u>	<u>\$ 9,731</u>
Business-type activities Long-term liabilities	<u>\$ 10,164</u>	<u>\$ 7,070</u>	<u>\$ 5,532</u>	<u>\$ 11,702</u>	<u>\$ 9,731</u>

6. Other Information

A. Risk management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters as are all entities. The County has joined together with similar public agencies (cities, counties and special districts) throughout the State of Nevada to create a pool under the Nevada Interlocal Cooperation Act. The Nevada Public Agency Insurance Pool (Pool) is a public entity risk pool currently operating as a common risk management and insurance program for its members.

The County pays an annual premium and specific deductibles, as necessary, to the Pool for its general insurance coverage. The pool is considered a self-sustaining risk pool that will provide coverage for its members up to \$10,000,000 per event and a \$13,000,000 general aggregate per member.

The County has also joined together with similar public agencies effective April 1, 1996, to create a pool under the Nevada Interlocal Cooperation Act for workers compensation insurance. The Public Agency Compensation Trust (PACT) is an intergovernmental self-insurance association for workers compensation insurance.

The County pays premiums based upon payroll costs to the PACT. The PACT is considered a self-sustaining pool that will provide coverage based on established statutory limits.

The County continues to carry commercial insurance for other risks of loss, including specific risks of loss not covered by the Pool (bonding and boiler coverage) and employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

B. Defined benefit pension plan

Plan Description: Humboldt County contributes to the Public Employees Retirement System of the State of Nevada (PERS), a cost sharing, multiple employer, defined benefit plan administered by the Public Employees Retirement System of the State of Nevada.

PERS provides retirement benefits, disability benefits, and death benefits, including annual cost of living adjustments, to plan members and their beneficiaries. Chapter 286 of the Nevada Revised Statutes establishes the benefit provisions provided to the participants of PERS. These benefit provisions may only be amended through legislation. The Public Employees Retirement System of the State of Nevada issues a publicly available financial report that includes financial statements and required supplementary information for PERS. That report may be obtained by writing to the Public Employees Retirement System of the State of Nevada, 693 West Nye Lane, Carson City, Nevada 89703-1599 or by calling 775-687-4200.

Funding Policy: Benefits for plan members are funded under one of two methods; the employer pay contribution plan or the employer/employee pay contribution plan. All of the employees of the County are under the employer pay contribution plan, where the County is required to contribute all amounts due under the plan. The contribution requirements of plan members and the County are established by Chapter 286 of the Nevada Revised Statutes. The funding mechanism may be only amended through legislation.

The County's contribution rates on all covered payroll and amounts contributed, which are equal to the required contributions, for the last three years are as follows:

<u>Fiscal Year</u>	<u>Contribution Rate</u>		<u>Total</u>
	<u>Regular Members</u>	<u>Police Members</u>	<u>Contributions</u>
2006-2007	19.75%	32.0%	\$1,870,923
2005-2006	19.75%	32.0%	\$1,755,009
2004-2005	20.25%	28.5%	\$1,584,049

C. Landfill Closure and Post-closure Costs

State and federal laws and regulations require the government to place a final cover on the Humboldt County Regional Landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. During the year ended June 30, 1999, the County Commissioners approved the County's purchase of insurance to cover the costs of closure and post-closure of the landfill. The County is obligated under the insurance policy to an annual premium of \$61,646 over 15 years, with the first payment due July 1, 1999. The County expects to close the landfill in the year 2031.

At June 30, 2007 financial assurance relative to costs of closure and post-closure of the landfill was fulfilled through insurance coverage.

D. Contingencies

There are legal actions and claims pending against Humboldt County. The financial impact of these actions is not determinable at June 30, 2007, but in the opinion of management and legal counsel, any resulting uninsured liability will not materially affect the financial position or results of operations of the County.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2007

E. New Fund Additions

No new funds were created during the 2006-2007 fiscal year.

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HUMBOLDT COUNTY
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2007

	<u>Special Revenue Funds</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>
Assets				
Cash and cash equivalents	\$ 3,852,601	\$ 514,970	\$ 489,132	\$ 4,856,703
Taxes receivable	7,893	-	397	8,290
Accounts receivable	2,410	-	-	2,410
Interest receivable	-	1,582	337	1,919
Due from other governments	75,732	63,276	5	139,013
Due from other funds	36,605	5,906	6,690	49,201
Total assets	<u>\$ 3,975,241</u>	<u>\$ 585,734</u>	<u>\$ 496,561</u>	<u>\$ 5,057,536</u>
Liabilities				
Accounts payable	60,080	-	1,574	61,654
Accrued salaries/benefits	22,773	-	-	22,773
Due to other governments	54,797	-	-	54,797
Due to other funds	1,715	-	-	1,715
Deferred revenue	7,893	-	397	8,290
Total liabilities	<u>147,258</u>	<u>-</u>	<u>1,971</u>	<u>149,229</u>
Fund Balances				
Reserved for government stabilization	1,047,354	-	-	1,047,354
Reserved for encumbrances	-	-	47,512	47,512
Reserved for debt service	-	564	-	564
Unreserved and undesignated	2,780,629	585,170	447,078	3,812,877
Total fund balances	<u>3,827,983</u>	<u>585,734</u>	<u>494,590</u>	<u>4,908,307</u>
Total Liabilities and Fund Balances	<u>\$ 3,975,241</u>	<u>\$ 585,734</u>	<u>\$ 496,561</u>	<u>\$ 5,057,536</u>

HUMBOLDT COUNTY
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2007

	<u>Special Revenue Funds</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>
REVENUES				
Taxes	\$ 1,326,562	\$ -	\$ 61,677	\$ 1,388,239
Intergovernmental revenues	1,511,519	290,681	-	1,802,200
Charges for services	92,072	-	-	92,072
Fines and forfeits	71,906	-	-	71,906
Miscellaneous	1,934	29,902	10,783	42,619
	<u>3,003,993</u>	<u>320,583</u>	<u>72,460</u>	<u>3,397,036</u>
Total revenues				
EXPENDITURES				
Current:				
General government	278,997	-	-	278,997
Judicial	175,184	-	-	175,184
Welfare	421,729	-	-	421,729
Culture and recreation	839,631	-	-	839,631
Community support	176,216	-	173,190	349,406
Intergovernmental	92,496	-	15,524	108,020
Debt service				
Principal	-	161,718	-	161,718
Interest	-	21,772	-	21,772
	<u>1,984,253</u>	<u>183,490</u>	<u>188,714</u>	<u>2,356,457</u>
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures	<u>1,019,740</u>	<u>137,093</u>	<u>(116,254)</u>	<u>1,040,579</u>
OTHER FINANCING SOURCES (USES)				
Transfers in:	465,000	-	500,000	965,000
Transfers out:	<u>(765,000)</u>	<u>-</u>	<u>-</u>	<u>(765,000)</u>
Total Other Financing Sources (Uses)	<u>(300,000)</u>	<u>-</u>	<u>500,000</u>	<u>200,000</u>
Net Change in Fund Balances	719,740	137,093	383,746	1,240,579
Fund balances - beginning	<u>3,108,243</u>	<u>448,641</u>	<u>110,844</u>	<u>3,667,728</u>
Fund balances - ending	<u>\$ 3,827,983</u>	<u>\$ 585,734</u>	<u>\$ 494,590</u>	<u>\$ 4,908,307</u>

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>	<u>Actual</u>
REVENUES					
Taxes:					
Property taxes	\$ 953,501	\$ 953,501	\$ 1,505,717	\$ 552,216	\$ 1,114,880
Tax penalties	70,000	70,000	88,581	18,581	99,060
Total Taxes	<u>1,023,501</u>	<u>1,023,501</u>	<u>1,594,298</u>	<u>570,797</u>	<u>1,213,940</u>
Licenses and Permits:					
Business:					
Business licenses	40,000	40,000	45,660	5,660	40,855
Liquor licenses	6,000	6,000	7,800	1,800	6,180
Local gaming licenses	57,000	57,000	63,868	6,868	55,365
Franchise fees	950,000	950,000	1,185,403	235,403	1,157,296
Nonbusiness:					
Building permits	125,000	125,000	183,412	58,412	162,812
Dog licenses	8,000	8,000	13,035	5,035	12,276
CCW permits	-	-	1,865	1,865	2,385
Marriage licenses	-	-	2,760	2,760	2,440
Other permits	-	-	123	123	163
Total Licenses and Permits	<u>1,186,000</u>	<u>1,186,000</u>	<u>1,503,926</u>	<u>317,926</u>	<u>1,439,772</u>
Intergovernmental Revenues:					
Federal grants:					
Child support enforcement	150,000	150,000	208,674	58,674	193,357
Consolidated task force	40,000	40,000	85,031	45,031	80,361
Civil defense	-	-	-	-	2,584
Taylor grazing fees	40,000	40,000	39,479	(521)	41,184
Senior transportation grant	-	102,994	102,994	-	118,031
SCAAP grant	-	-	13,572	13,572	5,121
Violence against women grant	-	-	29,636	29,636	16,882
State grants:					
SERC grant	-	54,781	62,180	7,399	22,835
Other Intergovernmental revenues:					
City-county sharing agreement	296,212	296,212	318,198	21,986	281,798
Humboldt contribution	20,000	20,000	4,495	(15,505)	25,864
Humboldt river basin authority	50,000	135,166	125,823	(9,343)	56,480
Combined tax	4,803,344	4,803,344	6,614,263	1,810,919	6,660,568
State gaming license fees	158,000	158,000	158,392	392	159,535
Total Intergovernmental Revenues	<u>5,557,556</u>	<u>5,800,497</u>	<u>7,762,737</u>	<u>1,962,240</u>	<u>7,664,600</u>

(continued)

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>	<u>Actual</u>
Charges for Services:					
General government:					
Clerk fees	\$ 20,000	\$ 20,000	\$ 26,963	\$ 6,963	\$ 22,314
Recorder fees	135,000	135,000	198,575	63,575	159,786
Recorder technology fees	-	-	31,680	31,680	22,557
Planning fees	15,000	15,000	26,170	11,170	23,410
Map fees	44,000	44,000	91,529	47,529	54,853
Subtotal General government	<u>214,000</u>	<u>214,000</u>	<u>374,917</u>	<u>160,917</u>	<u>282,920</u>
Judicial:					
Legal assistance fees	6,000	6,000	5,812	(188)	5,881
Law library fees	3,800	3,800	4,305	505	4,380
Bail bond fees	7,000	7,000	6,740	(260)	7,650
Civil action fees	31,000	31,000	38,479	7,479	32,921
District court filing fees	-	-	15,706	15,706	15,970
Subtotal Judicial	<u>47,800</u>	<u>47,800</u>	<u>71,042</u>	<u>23,242</u>	<u>66,802</u>
Public safety:					
Sheriff fees	32,000	32,000	26,927	(5,073)	27,214
Detention fees	30,000	30,000	16,111	(13,889)	25,767
Detention meal preparation	36,000	36,000	38,049	2,049	28,596
Subtotal Public safety	<u>98,000</u>	<u>98,000</u>	<u>81,087</u>	<u>(16,913)</u>	<u>81,577</u>
Other charges for services	6,500	6,500	9,110	2,610	12,642
Total Charges for Services	<u>366,300</u>	<u>366,300</u>	<u>536,156</u>	<u>169,856</u>	<u>443,941</u>
Fines and forfeits	<u>625,000</u>	<u>625,000</u>	<u>977,405</u>	<u>352,405</u>	<u>737,874</u>
Miscellaneous Revenues:					
Interest earnings	265,000	265,000	792,469	527,469	427,015
Miscellaneous	-	-	64,282	64,282	77,767
Forensic services	7,500	7,500	8,908	1,408	8,176
Total Miscellaneous Revenues	<u>272,500</u>	<u>272,500</u>	<u>865,659</u>	<u>593,159</u>	<u>512,958</u>
Total Revenues	<u>9,030,857</u>	<u>9,273,798</u>	<u>13,240,181</u>	<u>3,966,383</u>	<u>12,013,085</u>

(continued)

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>	<u>Actual</u>
EXPENDITURES BY FUNCTION AND ACTIVITY					
General government function:					
Legislative:					
Commissioners					
Salaries and wages	\$ 129,050	\$ 129,050	\$ 129,031	\$ 19	\$ 128,606
Employee benefits	59,720	59,720	57,358	2,362	55,711
Services and supplies	46,000	46,000	28,155	17,845	32,696
Capital outlay	-	-	-	-	23,850
Subtotal Legislative	<u>234,770</u>	<u>234,770</u>	<u>214,544</u>	<u>20,226</u>	<u>240,863</u>
Executive:					
County administrator					
Salaries and wages	172,256	176,156	175,995	161	161,863
Employee benefits	57,004	57,604	57,213	391	51,528
Services and supplies	2,100	1,300	245	1,055	649
Subtotal Executive	<u>231,360</u>	<u>235,060</u>	<u>233,453</u>	<u>1,607</u>	<u>214,040</u>
Elections:					
Services and supplies	<u>70,000</u>	<u>99,000</u>	<u>98,892</u>	<u>108</u>	<u>16,188</u>
Finance:					
Comptroller:					
Salaries and wages	129,685	129,685	129,612	73	139,161
Employee benefits	44,601	44,601	44,258	343	47,784
Services and supplies	66,375	66,375	62,244	4,131	55,552
	<u>240,661</u>	<u>240,661</u>	<u>236,114</u>	<u>4,547</u>	<u>242,497</u>
Assessor:					
Salaries and wages	351,778	351,778	336,707	15,071	296,419
Employee benefits	119,243	119,243	116,646	2,597	100,567
Services and supplies	47,026	47,026	42,819	4,207	49,949
Capital outlay	-	24,925	24,925	-	18,828
	<u>518,047</u>	<u>542,972</u>	<u>521,097</u>	<u>21,875</u>	<u>465,763</u>

(continued)

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>	<u>Actual</u>
Treasurer:					
Salaries and wages	\$ 155,990	\$ 155,990	\$ 144,976	\$ 11,014	\$ 152,506
Employee benefits	52,330	52,330	47,999	4,331	49,190
Services and supplies	27,475	27,475	26,294	1,181	30,471
	<u>235,795</u>	<u>235,795</u>	<u>219,269</u>	<u>16,526</u>	<u>232,167</u>
Subtotal Finance	<u>994,503</u>	<u>1,019,428</u>	<u>976,480</u>	<u>42,948</u>	<u>940,427</u>
Other:					
Clerk:					
Salaries and wages	209,070	209,670	209,539	131	200,410
Employee benefits	78,510	78,510	77,086	1,424	73,538
Services and supplies	17,400	16,800	15,241	1,559	14,198
	<u>304,980</u>	<u>304,980</u>	<u>301,866</u>	<u>3,114</u>	<u>288,146</u>
Recorder:					
Salaries and wages	147,160	147,160	140,585	6,575	139,084
Employee benefits	50,720	50,720	48,271	2,449	47,053
Services and supplies	79,475	79,475	73,652	5,823	62,162
	<u>277,355</u>	<u>277,355</u>	<u>262,508</u>	<u>14,847</u>	<u>248,299</u>
Computer systems:					
Salaries and wages	83,462	57,037	52,639	4,398	47,454
Employee benefits	30,521	30,521	17,783	12,738	16,319
Services and supplies	171,008	171,008	130,690	40,318	146,552
Capital outlay	6,950	8,450	8,438	12	-
	<u>291,941</u>	<u>267,016</u>	<u>209,550</u>	<u>57,466</u>	<u>210,325</u>
Planning:					
Salaries and wages	90,750	92,950	91,745	1,205	86,701
Employee benefits	32,480	32,480	32,126	354	30,292
Services and supplies	13,650	11,450	6,686	4,764	11,973
	<u>136,880</u>	<u>136,880</u>	<u>130,557</u>	<u>6,323</u>	<u>128,966</u>
Buildings and grounds:					
Salaries and wages	363,620	343,620	325,751	17,869	341,915
Employee benefits	138,360	138,360	123,541	14,819	127,068
Services and supplies	412,657	432,657	452,937	(20,280)	501,343
Capital outlay	77,609	77,609	43,968	33,641	-
	<u>992,246</u>	<u>992,246</u>	<u>946,197</u>	<u>46,049</u>	<u>970,326</u>

(continued)

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>	<u>Actual</u>
Communications:					
Salaries and wages	\$ 101,660	\$ 105,160	\$ 103,896	\$ 1,264	\$ 97,203
Employee benefits	34,630	34,630	33,424	1,206	31,243
Services and supplies	39,400	35,900	50,539	(14,639)	24,023
Capital outlay	38,100	57,874	22,790	35,084	17,045
	<u>213,790</u>	<u>233,564</u>	<u>210,649</u>	<u>22,915</u>	<u>169,514</u>
Personnel:					
Services and supplies	<u>28,500</u>	<u>28,500</u>	<u>24,529</u>	<u>3,971</u>	<u>39,254</u>
Public administrator:					
Services and supplies	<u>16,000</u>	<u>16,000</u>	<u>10,032</u>	<u>5,968</u>	<u>16,994</u>
Miscellaneous:					
Services and supplies:					
Insurance	340,000	350,900	352,320	(1,420)	338,489
Insurance reserve	25,000	25,000	6,547	18,453	6,024
Humboldt river basin authority	60,000	145,166	129,879	15,287	58,980
Miscellaneous	306,500	259,605	165,097	94,508	104,479
Capital outlay	-	-	16,781	(16,781)	-
	<u>731,500</u>	<u>780,671</u>	<u>670,624</u>	<u>110,047</u>	<u>507,972</u>
Subtotal Other	<u>2,993,192</u>	<u>3,037,212</u>	<u>2,766,512</u>	<u>270,700</u>	<u>2,579,796</u>
Total General government function	<u>4,523,825</u>	<u>4,625,470</u>	<u>4,289,881</u>	<u>335,589</u>	<u>3,991,314</u>
Judicial function:					
Justice court:					
Salaries and wages	394,160	396,760	396,475	285	369,911
Employee benefits	147,178	147,778	139,992	7,786	132,983
Services and supplies	70,275	70,275	70,880	(605)	61,715
	<u>611,613</u>	<u>614,813</u>	<u>607,347</u>	<u>7,466</u>	<u>564,609</u>
District attorney:					
Salaries and wages	529,190	529,190	491,209	37,981	460,865
Employee benefits	183,587	183,587	165,875	17,712	151,542
Services and supplies	82,200	82,200	56,962	25,238	35,269
	<u>794,977</u>	<u>794,977</u>	<u>714,046</u>	<u>80,931</u>	<u>647,676</u>

(continued)

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>	<u>Actual</u>
Child support:					
Salaries and wages	\$ 202,777	\$ 202,777	\$ 194,294	\$ 8,483	\$ 166,287
Employee benefits	80,550	80,550	73,558	6,992	62,100
Services and supplies	78,990	78,990	27,640	51,350	31,772
	<u>362,317</u>	<u>362,317</u>	<u>295,492</u>	<u>66,825</u>	<u>260,159</u>
Other legal expenses:					
Services and supplies	189,611	189,611	189,611	-	149,655
	<u>189,611</u>	<u>189,611</u>	<u>189,611</u>	<u>-</u>	<u>149,655</u>
Total Judicial function	<u>1,958,518</u>	<u>1,961,718</u>	<u>1,806,496</u>	<u>155,222</u>	<u>1,622,099</u>
Public safety function:					
Sheriff:					
Salaries and wages	1,302,520	1,353,020	1,351,131	1,889	1,309,971
Employee benefits	624,075	548,975	539,321	9,654	542,356
Services and supplies	303,900	303,900	285,471	18,429	283,288
Capital outlay	144,000	144,000	135,351	8,649	131,861
	<u>2,374,495</u>	<u>2,349,895</u>	<u>2,311,274</u>	<u>38,621</u>	<u>2,267,476</u>
Detention:					
Salaries and wages	731,943	775,943	775,479	464	718,790
Employee benefits	365,571	331,571	325,289	6,282	287,130
Services and supplies	174,355	174,355	147,013	27,342	159,781
	<u>1,271,869</u>	<u>1,281,869</u>	<u>1,247,781</u>	<u>34,088</u>	<u>1,165,701</u>
Dispatch:					
Salaries and wages	386,325	416,325	408,802	7,523	398,006
Employee benefits	135,082	119,682	118,797	885	111,220
Services and supplies	55,350	55,350	51,400	3,950	134,129
	<u>576,757</u>	<u>591,357</u>	<u>578,999</u>	<u>12,358</u>	<u>643,355</u>
Building official:					
Salaries and wages	154,933	154,933	145,445	9,488	110,600
Employee benefits	52,556	52,556	46,326	6,230	34,868
Services and supplies	32,520	32,520	23,830	8,690	18,254
	<u>240,009</u>	<u>240,009</u>	<u>215,601</u>	<u>24,408</u>	<u>163,722</u>

(continued)

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>	<u>Actual</u>
Task force:					
Salaries and wages	\$ 58,890	\$ 65,390	\$ 63,707	\$ 1,683	\$ 64,256
Employee benefits	27,820	29,360	27,894	1,466	31,525
Services and supplies	21,100	19,560	15,767	3,793	10,841
Capital outlay	6,500	-	-	-	-
	<u>114,310</u>	<u>114,310</u>	<u>107,368</u>	<u>6,942</u>	<u>106,622</u>
Emergency management:					
Salaries and wages	5,250	5,250	400	4,850	4,800
Employee benefits	760	760	41	719	478
	<u>6,010</u>	<u>6,010</u>	<u>441</u>	<u>5,569</u>	<u>5,278</u>
LEPC:					
Services and supplies	-	54,876	62,180	(7,304)	22,835
	<u>-</u>	<u>54,876</u>	<u>62,180</u>	<u>(7,304)</u>	<u>22,835</u>
 Total Public safety function	 <u>4,583,450</u>	 <u>4,638,326</u>	 <u>4,523,644</u>	 <u>114,682</u>	 <u>4,374,991</u>
 Public works function:					
Services and supplies	32,000	32,000	19,491	12,509	19,946
	<u>32,000</u>	<u>32,000</u>	<u>19,491</u>	<u>12,509</u>	<u>19,946</u>
 Health function:					
Health:					
Salaries and wages	64,370	-	-	-	59,498
Employee benefits	27,250	-	-	-	25,549
Services and supplies	56,200	122,360	103,841	18,519	55,361
	<u>147,820</u>	<u>122,360</u>	<u>103,841</u>	<u>18,519</u>	<u>140,408</u>
Mosquito control:					
Services and supplies	129,250	129,250	74,963	54,287	106,149
Capital outlay	-	-	-	-	7,455
	<u>129,250</u>	<u>129,250</u>	<u>74,963</u>	<u>54,287</u>	<u>113,604</u>
 Total Health function	 <u>277,070</u>	 <u>251,610</u>	 <u>178,804</u>	 <u>72,806</u>	 <u>254,012</u>

(continued)

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>	<u>Actual</u>
Culture and recreation function:					
Virgin valley campground:					
Services and supplies	\$ 2,500	\$ 2,500	\$ 2,500	\$ -	\$ 2,500
Community support function:					
Services and supplies:					
Senior citizens	138,783	178,783	184,842	(6,059)	155,646
Museum	68,891	88,891	92,490	(3,599)	80,947
Cat spay/neuter	2,800	2,800	-	2,800	2,800
Senior transportation grant	-	102,994	102,994	-	118,002
Humboldt development authority	20,000	20,000	20,000	-	20,000
County recreation	10,000	33,000	31,555	1,445	2,500
Chamber of commerce	6,500	6,500	6,500	-	6,500
Economic development	50,000	1,000	467	533	-
Range improvement districts	50,000	50,000	39,479	10,521	41,184
Vitality center	7,500	7,500	7,500	-	7,500
Total Community support function	<u>354,474</u>	<u>491,468</u>	<u>485,827</u>	<u>5,641</u>	<u>435,079</u>
Intergovernmental expenditure function:					
Services and supplies:					
City of Winnemucca gaming licenses	100,000	100,000	100,000	-	100,000
Airport	112,692	86,047	66,802	19,245	69,585
Cemetery	21,175	22,300	22,300	-	21,175
Parks and recreation	282,500	299,480	299,480	-	277,390
Legal assistance	6,500	6,500	5,812	688	5,881
Total Intergovernmental expenditure function	<u>522,867</u>	<u>514,327</u>	<u>494,394</u>	<u>19,933</u>	<u>474,031</u>
Total Expenditures	<u>12,254,704</u>	<u>12,517,419</u>	<u>11,801,037</u>	<u>716,382</u>	<u>11,173,970</u>
Excess (deficiency) of revenues over expenditures	<u>(3,223,847)</u>	<u>(3,243,621)</u>	<u>1,439,144</u>	<u>4,682,765</u>	<u>839,115</u>

(continued)

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>	<u>Actual</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	\$ 5,000	\$ 5,000	\$ 5,000	\$ -	\$ 5,000
Transfers out	(3,000,000)	(3,000,000)	(3,000,000)	-	-
Contingency	(305,000)	(305,000)	-	305,000	-
Total other financing sources and uses	<u>(3,300,000)</u>	<u>(3,300,000)</u>	<u>(2,995,000)</u>	<u>305,000</u>	<u>5,000</u>
 Net change in fund balances	 (6,523,847)	 (6,543,621)	 (1,555,856)	 4,987,765	 844,115
 Fund balance - beginning	 <u>7,530,678</u>	 <u>7,550,452</u>	 <u>11,069,604</u>	 <u>3,519,152</u>	 <u>10,225,489</u>
 Fund balance - ending	 <u><u>1,006,831</u></u>	 <u><u>1,006,831</u></u>	 <u><u>9,513,748</u></u>	 <u><u>8,506,917</u></u>	 <u><u>\$11,069,604</u></u>

HUMBOLDT COUNTY
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2007

	<u>Indigent Fund</u>	<u>Cooperative Extension Fund</u>	<u>Library Fund</u>	<u>Unemployment Insurance Fund</u>	<u>6th Judicial District Drug Court Fund</u>	<u>In-Lieu-of Tax Trust Fund</u>
Assets						
Cash and cash equivalents	\$ 298,543	\$ 97,552	\$ 533,224	\$ 89,487	\$ 92,727	\$ 1,003,927
Taxes receivable	3,484	635	3,774	-	-	-
Accounts receivable	755	-	-	-	1,655	-
Due from other funds	36,605	-	-	-	-	-
Due from other governments	285	11,313	64,110	-	-	-
Total assets	<u>\$ 339,672</u>	<u>\$ 109,500</u>	<u>\$ 601,108</u>	<u>\$ 89,487</u>	<u>\$ 94,382</u>	<u>\$ 1,003,927</u>
Liabilities						
Accounts payable	7,547	7,831	14,519	-	22,051	-
Accrued salaries/benefits	1,616	3,106	18,051	-	-	-
Due to other governments	50,601	1,948	110	-	2,138	-
Due to other funds	15	467	1,068	-	165	-
Deferred revenue	3,484	635	3,774	-	-	-
Total liabilities	<u>63,263</u>	<u>13,987</u>	<u>37,522</u>	<u>-</u>	<u>24,354</u>	<u>-</u>
Fund Balances						
Reserved for government stabilization	-	-	-	-	-	-
Unreserved and undesignated	<u>276,409</u>	<u>95,513</u>	<u>563,586</u>	<u>89,487</u>	<u>70,028</u>	<u>1,003,927</u>
Total fund balances	<u>276,409</u>	<u>95,513</u>	<u>563,586</u>	<u>89,487</u>	<u>70,028</u>	<u>1,003,927</u>
Total Liabilities and Fund Balances	<u>\$ 339,672</u>	<u>\$ 109,500</u>	<u>\$ 601,108</u>	<u>\$ 89,487</u>	<u>\$ 94,382</u>	<u>\$ 1,003,927</u>

Administrative Assessment Fund	Stabilization Fund	Check Restitution Fund	Compensated Absence Fund	Genetic Marker Testing Fund	Assessor's Technology Fund	Total Nonmajor Special Revenue Funds
\$ 130,475	\$ 1,047,354	\$ 30,441	\$ 423,511	\$ 7,351	\$ 98,009	\$ 3,852,601
-	-	-	-	-	-	7,893
-	-	-	-	-	-	2,410
-	-	-	-	-	-	36,605
-	-	-	-	-	24	75,732
<u>\$ 130,475</u>	<u>\$ 1,047,354</u>	<u>\$ 30,441</u>	<u>\$ 423,511</u>	<u>\$ 7,351</u>	<u>\$ 98,033</u>	<u>\$ 3,975,241</u>
6,272	-	663	-	-	1,197	60,080
-	-	-	-	-	-	22,773
-	-	-	-	-	-	54,797
-	-	-	-	-	-	1,715
-	-	-	-	-	-	7,893
<u>6,272</u>	<u>-</u>	<u>663</u>	<u>-</u>	<u>-</u>	<u>1,197</u>	<u>147,258</u>
-	1,047,354	-	-	-	-	1,047,354
124,203	-	29,778	423,511	7,351	96,836	2,780,629
<u>124,203</u>	<u>1,047,354</u>	<u>29,778</u>	<u>423,511</u>	<u>7,351</u>	<u>96,836</u>	<u>3,827,983</u>
<u>\$ 130,475</u>	<u>\$ 1,047,354</u>	<u>\$ 30,441</u>	<u>\$ 423,511</u>	<u>\$ 7,351</u>	<u>\$ 98,033</u>	<u>\$ 3,975,241</u>

HUMBOLDT COUNTY
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2007

	Indigent Fund	Cooperative Extension Fund	Library Fund	Unemployment Insurance Fund	6th Judicial District Drug Court Fund	In-Lieu-of Tax Trust Fund
REVENUES						
Property taxes	\$ 540,864	\$ 101,760	\$ 585,909	\$ -	\$ -	\$ -
Intergovernmental	26,050	57,449	361,163	-	109,536	957,321
Charges for services	-	-	-	38,100	-	-
Fines and forfeits	-	-	3,522	-	-	-
Miscellaneous	1,934	-	-	-	-	-
Total Revenues	568,848	159,209	950,594	38,100	109,536	957,321
EXPENDITURES						
General government	-	-	-	16,134	-	-
Judicial	-	-	-	-	77,571	-
Welfare	421,729	-	-	-	-	-
Culture and recreation	-	-	839,631	-	-	-
Community support	-	176,216	-	-	-	-
Intergovernmental	92,496	-	-	-	-	-
Total Expenditures	514,225	176,216	839,631	16,134	77,571	-
Excess (deficiency) of revenues over (under) expenditures	54,623	(17,007)	110,963	21,966	31,965	957,321
Other Financing Sources (Uses)						
Transfers in	40,000	25,000	-	-	-	-
Transfers out	-	-	-	-	-	(765,000)
Total Other Financing Sources (Uses)	40,000	25,000	-	-	-	(765,000)
Net Change in Fund Balances	94,623	7,993	110,963	21,966	31,965	192,321
Fund Balances - beginning	181,786	87,520	452,623	67,521	38,063	811,606
Fund Balances - ending	\$ 276,409	\$ 95,513	\$ 563,586	\$ 89,487	\$ 70,028	\$ 1,003,927

<u>Administrative Assessment Fund</u>	<u>Stabilization Fund</u>	<u>Check Restitution Fund</u>	<u>Compensated Absence Fund</u>	<u>Genetic Marker Testing Fund</u>	<u>Assessor's Technology Fund</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ 71	\$ -	\$ -	\$ -	\$ 97,958	\$ 1,326,562
-	-	-	-	-	-	1,511,519
-	-	51,846	-	2,126	-	92,072
68,384	-	-	-	-	-	71,906
-	-	-	-	-	-	1,934
<u>68,384</u>	<u>71</u>	<u>51,846</u>	<u>-</u>	<u>2,126</u>	<u>97,958</u>	<u>3,003,993</u>
-	-	-	245,954	-	16,909	278,997
34,186	-	63,427	-	-	-	175,184
-	-	-	-	-	-	421,729
-	-	-	-	-	-	839,631
-	-	-	-	-	-	176,216
-	-	-	-	-	-	92,496
<u>34,186</u>	<u>-</u>	<u>63,427</u>	<u>245,954</u>	<u>-</u>	<u>16,909</u>	<u>1,984,253</u>
<u>34,198</u>	<u>71</u>	<u>(11,581)</u>	<u>(245,954)</u>	<u>2,126</u>	<u>81,049</u>	<u>1,019,740</u>
-	-	-	400,000	-	-	465,000
-	-	-	-	-	-	(765,000)
-	-	-	400,000	-	-	(300,000)
34,198	71	(11,581)	154,046	2,126	81,049	719,740
<u>90,005</u>	<u>1,047,283</u>	<u>41,359</u>	<u>269,465</u>	<u>5,225</u>	<u>15,787</u>	<u>3,108,243</u>
<u>\$ 124,203</u>	<u>\$ 1,047,354</u>	<u>\$ 29,778</u>	<u>\$ 423,511</u>	<u>\$ 7,351</u>	<u>\$ 96,836</u>	<u>\$ 3,827,983</u>

HUMBOLDT COUNTY
Indigent Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>Variance to</u>	<u>2006</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final</u>	<u>Actual</u>
	<u>Budget</u>	<u>Budget</u>	<u>Actual</u>	<u>Budget</u>	<u>Actual</u>
REVENUES					
Taxes:					
Property taxes	\$ 403,864	\$ 403,864	\$ 540,864	\$ 137,000	\$ 439,811
Intergovernmental revenue:					
Federal grants	-	460	26,050	25,590	9,523
Miscellaneous	-	-	1,934	1,934	3,026
	<u>403,864</u>	<u>404,324</u>	<u>568,848</u>	<u>164,524</u>	<u>452,360</u>
EXPENDITURES					
Welfare function:					
Institutional care	323,315	323,315	291,084	32,231	298,257
Vendor welfare payment	1,500	1,500	-	1,500	1,103
Old age assistance	13,890	13,890	13,886	4	13,886
General assistance:					
Salaries and wages	42,490	42,490	42,028	462	39,942
Employee benefits	15,980	15,980	15,540	440	14,760
Services and supplies	41,400	41,860	59,191	(17,331)	31,505
	<u>438,575</u>	<u>439,035</u>	<u>421,729</u>	<u>17,306</u>	<u>399,453</u>
Intergovernmental expenditure function:					
Services and supplies	68,891	68,891	92,496	(23,605)	75,066
	<u>507,466</u>	<u>507,926</u>	<u>514,225</u>	<u>(6,299)</u>	<u>474,519</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(103,602)</u>	<u>(103,602)</u>	<u>54,623</u>	<u>158,225</u>	<u>(22,159)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	40,000	40,000	40,000	-	60,970
	<u>(63,602)</u>	<u>(63,602)</u>	<u>94,623</u>	<u>158,225</u>	<u>38,811</u>
Fund balance - beginning	<u>137,316</u>	<u>137,316</u>	<u>181,786</u>	<u>44,470</u>	<u>142,975</u>
Fund balance - ending	<u>\$ 73,714</u>	<u>\$ 73,714</u>	<u>\$ 276,409</u>	<u>\$ 202,695</u>	<u>\$ 181,786</u>

HUMBOLDT COUNTY
Cooperative Extension Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	2007			Variance to Final Budget	2006
	Original Budget	Final Budget	Actual		Actual
REVENUES					
Taxes:					
Property taxes	\$ 76,381	\$ 76,381	\$ 101,760	\$ 25,379	\$ 82,793
Intergovernmental revenue:					
Combined tax	41,720	41,720	57,449	15,729	57,851
Total Revenues	<u>118,101</u>	<u>118,101</u>	<u>159,209</u>	<u>41,108</u>	<u>140,644</u>
EXPENDITURES					
Community Support Function:					
Salaries and wages	81,670	81,670	80,322	1,348	75,723
Employee benefits	31,040	31,040	30,553	487	28,673
Services and supplies	68,444	68,444	65,341	3,103	29,053
Total Expenditures	<u>181,154</u>	<u>181,154</u>	<u>176,216</u>	<u>4,938</u>	<u>133,449</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(63,053)</u>	<u>(63,053)</u>	<u>(17,007)</u>	<u>46,046</u>	<u>7,195</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>	<u>25,000</u>
Net change in fund balance	(38,053)	(38,053)	7,993	46,046	32,195
Fund balance - beginning	<u>52,759</u>	<u>52,759</u>	<u>87,520</u>	<u>34,761</u>	<u>55,325</u>
Fund balance - ending	<u>\$ 14,706</u>	<u>\$ 14,706</u>	<u>\$ 95,513</u>	<u>\$ 80,807</u>	<u>\$ 87,520</u>

HUMBOLDT COUNTY
Library Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	<u>2007</u>			Variance to Final Budget	<u>2006</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
REVENUES					
Taxes:					
Property taxes	\$ 437,312	\$ 437,312	\$ 585,909	\$ 148,597	\$ 476,670
Intergovernmental revenue:					
Grants	35,964	35,964	35,620	(344)	41,214
Combined tax	236,412	236,412	325,543	89,131	327,822
Fines and forfeits:					
Library fines	<u>3,000</u>	<u>3,000</u>	<u>3,522</u>	<u>522</u>	<u>4,227</u>
 Total Revenues	 <u>712,688</u>	 <u>712,688</u>	 <u>950,594</u>	 <u>237,906</u>	 <u>849,933</u>
EXPENDITURES					
Culture and Recreation Function:					
Salaries and wages	458,050	471,850	470,434	1,416	439,021
Employee benefits	168,000	173,000	165,914	7,086	150,034
Services and supplies	<u>240,164</u>	<u>221,364</u>	<u>203,283</u>	<u>18,081</u>	<u>189,815</u>
 Total Expenditures	 <u>866,214</u>	 <u>866,214</u>	 <u>839,631</u>	 <u>26,583</u>	 <u>778,870</u>
 Net change in fund balance	 (153,526)	 (153,526)	 110,963	 264,489	 71,063
 Fund balance - beginning	 <u>329,355</u>	 <u>329,355</u>	 <u>452,623</u>	 <u>123,268</u>	 <u>381,560</u>
 Fund balance - ending	 <u>\$ 175,829</u>	 <u>\$ 175,829</u>	 <u>\$ 563,586</u>	 <u>\$ 387,757</u>	 <u>\$ 452,623</u>

HUMBOLDT COUNTY
Unemployment Insurance Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>Variance to Final Budget</u>	<u>2006</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
REVENUES					
Charges for services:					
Fund assessments	\$ 40,000	\$ 40,000	\$ 38,100	\$ (1,900)	\$ 38,400
EXPENDITURES					
General government function:					
Services and supplies	30,000	30,000	16,134	13,866	6,913
Net change in fund balance	10,000	10,000	21,966	11,966	31,487
Fund balance - beginning	36,035	36,035	67,521	31,486	36,034
Fund balance - ending	<u>\$ 46,035</u>	<u>\$ 46,035</u>	<u>\$ 89,487</u>	<u>\$ 43,452</u>	<u>\$ 67,521</u>

HUMBOLDT COUNTY
6th Judicial District Drug Court Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	2007			Variance to Final Budget	2006
	Original Budget	Final Budget	Actual		Actual
REVENUES					
Intergovernmental revenue:					
A/A Specialty Court Fund	\$ 40,000	\$ 103,000	\$ 109,536	\$ 6,536	\$ 50,237
Miscellaneous	-	-	-	-	600
Total Revenues	40,000	103,000	109,536	6,536	50,837
EXPENDITURES					
Judicial function:					
Drug Court:					
Services and supplies	42,000	105,000	77,571	27,429	38,663
Net change in fund balance	(2,000)	(2,000)	31,965	33,965	12,174
Fund balance - beginning	25,889	25,889	38,063	12,174	25,889
Fund balance - ending	\$ 23,889	\$ 23,889	\$ 70,028	\$ 46,139	\$ 38,063

HUMBOLDT COUNTY
In-Lieu-of Tax Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>Variance to Final Budget</u>	<u>2006</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
REVENUES					
Intergovernmental revenue:					
In-lieu-of tax payments	\$ 875,000	\$ 875,000	\$ 957,321	\$ 82,321	\$ 961,407
OTHER FINANCING SOURCES (USES)					
Transfers out	(865,000)	(865,000)	(765,000)	100,000	(708,000)
Net change in fund balance	10,000	10,000	192,321	182,321	253,407
Fund balance - beginning	-	-	811,606	811,606	558,199
Fund balance - ending	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 1,003,927</u>	<u>\$ 993,927</u>	<u>\$ 811,606</u>

HUMBOLDT COUNTY
Administrative Assessment Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>Variance to</u>	<u>2006</u>
	<u>Original</u> <u>Budget</u>	<u>Final</u> <u>Budget</u>	<u>Actual</u>	<u>Final</u> <u>Budget</u>	<u>Actual</u>
REVENUES					
Fines and forfeits:					
Court administrative assessments	\$ 40,000	\$ 40,000	\$ 68,384	\$ 28,384	\$ 54,857
EXPENDITURES					
Judicial function:					
Justice Court:					
Services and supplies	65,000	65,000	34,186	30,814	36,418
Excess (deficiency) of revenues over (under) expenditures	(25,000)	(25,000)	34,198	59,198	18,439
Fund balance - beginning	66,566	66,566	90,005	23,439	71,566
Fund balance - ending	<u>\$ 41,566</u>	<u>\$ 41,566</u>	<u>\$ 124,203</u>	<u>\$ 82,637</u>	<u>\$ 90,005</u>

HUMBOLDT COUNTY
Stabilization Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>Variance to</u>	<u>2006</u>
	<u>Original</u> <u>Budget</u>	<u>Final</u> <u>Budget</u>	<u>Actual</u>	<u>Final</u> <u>Budget</u>	<u>Actual</u>
REVENUES					
Taxes:					
Property taxes	\$ -	\$ -	\$ 71	\$ 71	\$ 501
EXPENDITURES					
General government function:					
Services and supplies	-	-	-	-	-
Net change in fund balance	-	-	71	71	501
Fund balance - beginning	<u>1,046,782</u>	<u>1,046,782</u>	<u>1,047,283</u>	<u>501</u>	<u>1,046,782</u>
Fund balance - ending	<u>\$ 1,046,782</u>	<u>\$ 1,046,782</u>	<u>\$ 1,047,354</u>	<u>\$ 572</u>	<u>\$ 1,047,283</u>

HUMBOLDT COUNTY
Check Restitution Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	<u>2007</u>			Variance to Final Budget	<u>2006</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
REVENUES					
Charges for services:					
Bad check restitution	\$ 40,000	\$ 48,000	\$ 51,846	\$ 3,846	\$ 77,997
EXPENDITURES					
Judicial function:					
Services and supplies	66,600	74,600	63,427	11,173	80,587
Net change in fund balance	(26,600)	(26,600)	(11,581)	15,019	(2,590)
Fund balance - beginning	42,349	42,349	41,359	(990)	43,949
Fund balance - ending	<u>\$ 15,749</u>	<u>\$ 15,749</u>	<u>\$ 29,778</u>	<u>\$ 14,029</u>	<u>\$ 41,359</u>

HUMBOLDT COUNTY
Compensated Absence Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>Variance to</u>	<u>2006</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final</u>	<u>Actual</u>
	<u>Budget</u>	<u>Budget</u>	<u>Actual</u>	<u>Budget</u>	<u>Actual</u>
REVENUES					
Miscellaneous:					
Fund assessments	\$ -	\$ -	\$ -	\$ -	\$ -
EXPENDITURES					
General government function:					
Services and supplies	150,000	250,000	245,954	4,046	107,976
Excess (deficiency) of revenues over (under) expenditures	(150,000)	(250,000)	(245,954)	4,046	(107,976)
OTHER FINANCING SOURCES (USES)					
Transfers in	300,000	400,000	400,000	-	164,030
Net change in fund balance	150,000	150,000	154,046	4,046	56,054
Fund balance - beginning	233,335	233,335	269,465	36,130	213,411
Fund balance - ending	<u>\$ 383,335</u>	<u>\$ 383,335</u>	<u>\$ 423,511</u>	<u>\$ 40,176</u>	<u>\$ 269,465</u>

HUMBOLDT COUNTY
Genetic Marker Testing Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	<u>2007</u>			Variance to Final Budget	<u>2006</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
REVENUES					
Charges for services:					
Fees	\$ -	\$ -	\$ 2,126	\$ 2,126	\$ 1,743
EXPENDITURES					
Judicial function:					
Services and supplies	-	-	-	-	-
Net change in fund balance	-	-	2,126	2,126	1,743
Fund balance - beginning	3,482	3,482	5,225	1,743	3,482
Fund balance - ending	<u>\$ 3,482</u>	<u>\$ 3,482</u>	<u>\$ 7,351</u>	<u>\$ 3,869</u>	<u>\$ 5,225</u>

HUMBOLDT COUNTY
Assessor's Technology Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	<u>2007</u>			Variance to Final Budget	<u>2006</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
REVENUES					
Taxes:					
Property taxes	\$ 20,000	\$ 20,000	\$ 97,958	\$ 77,958	\$ 27,103
EXPENDITURES					
General government function:					
Services and supplies	20,000	20,000	16,909	3,091	11,316
Net change in fund balance	-	-	81,049	81,049	15,787
Fund balance - beginning	-	-	15,787	15,787	-
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 96,836</u>	<u>\$ 96,836</u>	<u>\$ 15,787</u>

HUMBOLDT COUNTY
Nonmajor Debt Service Fund
Balance Sheet
June 30, 2007

ASSETS

Cash and cash equivalents	\$ 514,970
Interest receivable	1,582
Due from other funds	5,906
Due from other governments	<u>63,276</u>

Total Assets \$ 585,734

LIABILITIES AND FUND BALANCES

Liabilities \$ -

Fund Balances:

Reserved	564
Unreserved	<u>585,170</u>

Total Fund Balances 585,734

Total Liabilities and Fund Balances \$ 585,734

HUMBOLDT COUNTY
Debt Service Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	2007			Variance to Final Budget	2006
	Original Budget	Final Budget	Actual		Actual
REVENUES					
Taxes:					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 22
Intergovernmental revenue:					
Room taxes	220,000	220,000	290,681	70,681	248,447
Miscellaneous	13,198	13,198	29,902	16,704	20,562
	233,198	233,198	320,583	87,385	269,031
EXPENDITURES					
Events Center principal	160,000	160,000	160,000	-	160,000
Kings River principal	1,718	1,718	1,718	-	1,648
Events Center interest	17,856	17,856	17,856	-	21,791
Kings River interest	3,916	3,916	3,916	-	3,986
	183,490	183,490	183,490	-	187,425
Excess (deficiency) of revenues over (under) expenditures	49,708	49,708	137,093	87,385	81,606
Fund balance - beginning	406,704	406,704	448,641	41,937	367,035
Fund balance - ending	\$ 456,412	\$ 456,412	\$ 585,734	\$ 129,322	\$ 448,641

HUMBOLDT COUNTY
Building Reserve Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
REVENUES					
Taxes:					
Property taxes	\$ 45,928	\$ 45,928	\$ 61,697	\$ 15,769	\$ 50,360
Charges for services:					
Rents	10,000	10,000	15,775	5,775	15,192
Miscellaneous:					
Donations	-	-	25,045	25,045	-
Total Revenues	<u>55,928</u>	<u>55,928</u>	<u>102,517</u>	<u>46,589</u>	<u>65,552</u>
EXPENDITURES					
Community support function:					
Capital outlay	<u>980,000</u>	<u>980,000</u>	<u>429,045</u>	<u>550,955</u>	<u>21,666</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(924,072)</u>	<u>(924,072)</u>	<u>(326,528)</u>	<u>597,544</u>	<u>43,886</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	<u>2,200,000</u>	<u>2,200,000</u>	<u>2,200,000</u>	<u>-</u>	<u>-</u>
Net change in fund balance	1,275,928	1,275,928	1,873,472	597,544	43,886
Fund balance - beginning	<u>1,918,536</u>	<u>1,918,536</u>	<u>2,733,927</u>	<u>815,391</u>	<u>2,690,041</u>
Fund balance - ending	<u>\$ 3,194,464</u>	<u>\$ 3,194,464</u>	<u>\$ 4,607,399</u>	<u>\$ 1,412,935</u>	<u>\$ 2,733,927</u>

HUMBOLDT COUNTY
Nonmajor Capital Projects Fund
June 30, 2007

ASSETS

Cash and Cash Equivalents	\$	489,132
Taxes receivable		397
Interest receivable		337
Due from other funds		6,690
Due from other governments		<u>5</u>
 Total Assets	 \$	 <u><u>496,561</u></u>

LIABILITIES AND FUND BALANCES

Liabilities:

Accounts payable	\$	1,574
Deferred revenues		<u>397</u>
 Total Liabilities		 <u>1,971</u>

Fund Balances:

Reserved for encumbrances		47,512
Unreserved:		
Undesignated		<u>447,078</u>
 Total Fund Balances		 <u>494,590</u>
 Total Liabilities and Fund Balances	 \$	 <u><u>496,561</u></u>

HUMBOLDT COUNTY
Capital Projects Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	<u>2007</u>			Variance to Final Budget	<u>2006</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
REVENUES					
Taxes:					
Property taxes	\$ 45,928	\$ 45,928	\$ 61,677	\$ 15,749	\$ 50,198
Miscellaneous	1,500	1,500	10,783	9,283	2,837
Total Revenues	<u>47,428</u>	<u>47,428</u>	<u>72,460</u>	<u>25,032</u>	<u>53,035</u>
EXPENDITURES					
Community support function:					
Services and supplies	-	1,000	46,406	(45,406)	-
Capital outlay	274,000	273,000	126,784	146,216	-
Total Community Support	<u>274,000</u>	<u>274,000</u>	<u>173,190</u>	<u>100,810</u>	<u>-</u>
Intergovernmental expenditure function:					
Services and supplies	15,000	15,000	15,524	(524)	13,585
Total Expenditures	<u>289,000</u>	<u>289,000</u>	<u>188,714</u>	<u>100,286</u>	<u>13,585</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(241,572)</u>	<u>(241,572)</u>	<u>(116,254)</u>	<u>125,318</u>	<u>39,450</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	500,000	500,000	500,000	-	-
Net change in fund balance	258,428	258,428	383,746	125,318	39,450
Fund balance - beginning	<u>70,888</u>	<u>70,888</u>	<u>110,844</u>	<u>39,956</u>	<u>71,394</u>
Fund balance - ending	<u>\$ 329,316</u>	<u>\$ 329,316</u>	<u>\$ 494,590</u>	<u>\$ 165,274</u>	<u>\$ 110,844</u>

HUMBOLDT COUNTY
Humboldt Television Fund
Schedule of Revenues, Expenses, and
Changes in Net Assets - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	2007			Variance to Final Budget
	Original Budget	Final Budget	Actual	
OPERATING REVENUES				
Charges for services:				
User fees	\$ 195,000	\$ 195,000	\$ 202,307	\$ 7,307
PBS grant	-	2,700	2,700	-
Miscellaneous revenue	30,000	30,000	26,290	(3,710)
Total Operating Revenues	<u>225,000</u>	<u>227,700</u>	<u>231,297</u>	<u>3,597</u>
OPERATING EXPENSES				
Community support function:				
Salaries and wages	71,390	71,390	74,209	(2,819)
Employee benefits	21,010	21,010	20,924	86
Services and supplies	80,100	80,100	67,760	12,340
Depreciation	55,000	55,000	50,540	4,460
Total Operating Expenses	<u>227,500</u>	<u>227,500</u>	<u>213,433</u>	<u>14,067</u>
Operating Income (Loss)	<u>(2,500)</u>	<u>200</u>	<u>17,864</u>	<u>17,664</u>
NONOPERATING REVENUES (EXPENSES)				
Loss on disposition of assets	-	-	(476)	(476)
Change in Net Assets	<u>\$ (2,500)</u>	<u>\$ 200</u>	17,388	<u>\$ 17,188</u>
Net assets, July 1			<u>936,516</u>	
Net assets, June 30			<u>\$ 953,904</u>	

HUMBOLDT COUNTY
Humboldt Television Fund
Schedule of Cash Flows - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	2007			Variance to	2006
	Original Budget	Final Budget	Actual	Final Budget	Actual
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS					
Cash Flows From Operating Activities:					
Cash received from customers	\$ 225,000	\$ 225,000	\$ 231,301	\$ 6,301	\$ 234,311
Cash payments for personnel costs	(92,400)	(92,400)	(93,425)	(1,025)	(87,938)
Cash payments for services and supplies	<u>(80,100)</u>	<u>(80,100)</u>	<u>(18,936)</u>	<u>61,164</u>	<u>(100,721)</u>
Net Cash Provided (Used) by Operations	<u>52,500</u>	<u>52,500</u>	<u>118,940</u>	<u>66,440</u>	<u>45,652</u>
Cash Flows From Capital and Related Financing Activities					
Acquisition of capital assets	<u>\$ (95,900)</u>	<u>\$ (95,900)</u>	<u>\$ (95,168)</u>	<u>\$ 732</u>	<u>\$ (24,408)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(43,400)	(43,400)	23,772	67,172	21,244
CASH AND CASH EQUIVALENTS, JULY 1	<u>662,355</u>	<u>662,355</u>	<u>669,999</u>	<u>7,644</u>	<u>648,755</u>
CASH AND CASH EQUIVALENTS, JUNE 30	<u><u>\$ 618,955</u></u>	<u><u>\$ 618,955</u></u>	<u><u>\$ 693,771</u></u>	<u><u>\$ 74,816</u></u>	<u><u>\$ 669,999</u></u>

HUMBOLDT COUNTY
Humboldt Television Fund
Schedule of Cash Flows - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>Variance to</u>	<u>2006</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget</u>	<u>Actual</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATIONS					
Operating income (loss)	\$ (2,500)	\$ (2,500)	\$ 17,864	\$ 20,364	\$ 31,558
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations:					
Depreciation	55,000	55,000	50,540	(4,460)	47,376
Change in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	-	-	4	4	9,504
Inventory	-	-	1,681	1,681	(3,652)
Increase (decrease) in:					
Accounts payable	-	-	47,144	47,144	(36,826)
Accrued salaries and benefits	-	-	1,707	1,707	(2,308)
Total Adjustments	<u>55,000</u>	<u>55,000</u>	<u>101,076</u>	<u>46,076</u>	<u>14,094</u>
Net Cash Provided (Used) by Operations	<u>\$ 52,500</u>	<u>\$ 52,500</u>	<u>\$ 118,940</u>	<u>\$ 66,440</u>	<u>\$ 45,652</u>

HUMBOLDT COUNTY
Solid Waste Management Fund
Schedule of Revenues, Expenses, and
Changes in Net Assets - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	2007			2006	
	Original Budget	Final Budget	Actual	Variance to Final Budget	Actual
OPERATING REVENUES					
Charges for Services:					
User fees	\$ 705,000	\$ 705,000	\$ 870,001	\$ 165,001	\$ 728,900
OPERATING EXPENSES					
Health Function:					
Salaries and wages	36,673	36,673	36,548	125	34,082
Employee benefits	11,732	11,732	11,349	383	10,591
Services and supplies	765,600	765,600	723,984	41,616	687,059
Depreciation	8,000	8,000	7,476	524	7,205
Total Operating Expenses	<u>822,005</u>	<u>822,005</u>	<u>779,357</u>	<u>42,648</u>	<u>738,937</u>
Operating Income (Loss)	<u>(117,005)</u>	<u>(117,005)</u>	<u>90,644</u>	<u>207,649</u>	<u>(10,037)</u>
NONOPERATING REVENUES (EXPENSES)					
Interest earnings	<u>20,000</u>	<u>20,000</u>	<u>35,946</u>	<u>15,946</u>	<u>24,500</u>
Change in Net Assets	<u>\$ (97,005)</u>	<u>\$ (97,005)</u>	126,590	<u>\$ 223,595</u>	14,463
Net assets, July 1			<u>838,737</u>		<u>824,274</u>
Net assets, June 30			<u>\$ 965,327</u>		<u>\$ 838,737</u>

HUMBOLDT COUNTY
Solid Waste Management Fund
Schedule of Cash Flows - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	<u>2007</u>			<u>Variance to</u>	<u>2006</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final</u>	<u>Actual</u>
	<u>Budget</u>	<u>Budget</u>		<u>Budget</u>	
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS					
Cash Flows From Operating Activities:					
Cash received from customers	\$ 705,000	\$ 705,000	\$ 865,647	\$ 160,647	\$ 705,028
Cash payments for personnel costs	(48,405)	(48,405)	(47,825)	580	(44,476)
Cash payments for services and supplies	<u>(765,600)</u>	<u>(765,600)</u>	<u>(708,204)</u>	<u>57,396</u>	<u>(726,784)</u>
Net Cash Provided (Used) by Operations	<u>(109,005)</u>	<u>(109,005)</u>	<u>109,618</u>	<u>218,623</u>	<u>(66,232)</u>
Cash Flows From Investing Activities					
Interest received	<u>20,000</u>	<u>20,000</u>	<u>35,764</u>	<u>15,764</u>	<u>23,912</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(89,005)	(89,005)	145,382	234,387	(42,320)
CASH AND CASH EQUIVALENTS, JULY 1	<u>707,149</u>	<u>707,149</u>	<u>755,056</u>	<u>47,907</u>	<u>797,376</u>
CASH AND CASH EQUIVALENTS, JUNE 30	<u>\$ 618,144</u>	<u>\$ 618,144</u>	<u>\$ 900,438</u>	<u>\$ 282,294</u>	<u>\$ 755,056</u>

HUMBOLDT COUNTY
Solid Waste Management Fund
Schedule of Cash Flows - Budget and Actual
For the Year Ended June 30, 2007
(With comparative actual amounts for the fiscal year ended June 30, 2006)

	2007			Variance to Final Budget	2006
	Original Budget	Final Budget	Actual		Actual
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATIONS					
Operating income (loss)	\$ (117,005)	\$ (117,005)	\$ 90,644	\$ 207,649	\$ (10,037)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations:					
Depreciation	8,000	8,000	7,476	(524)	7,205
Change in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	-	-	(4,354)	(4,354)	(23,872)
Increase (decrease) in:					
Accounts payable	-	-	15,780	15,780	(39,724)
Accrued salaries and benefits	-	-	72	72	196
Total Adjustments	<u>8,000</u>	<u>8,000</u>	<u>18,974</u>	<u>10,974</u>	<u>(56,195)</u>
Net Cash Provided (Used) by Operations	<u>\$ (109,005)</u>	<u>\$ (109,005)</u>	<u>\$ 109,618</u>	<u>\$ 218,623</u>	<u>\$ (66,232)</u>

HUMBOLDT COUNTY
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2007

	<u>Balance</u> <u>July 1, 2006</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2007</u>
City of Winnemucca				
Assets:				
Cash and cash equivalents	\$ 31,493	\$ 1,320,090	\$ 1,312,502	\$ 39,081
Liabilities:				
Due to other governments	\$ 31,493	\$ 1,320,090	\$ 1,312,502	\$ 39,081
Court Ordered Restitution				
Assets:				
Cash and cash equivalents	\$ 3,932	\$ 64,591	\$ 63,226	\$ 5,297
Liabilities:				
Funds held in trust for others	\$ 3,932	\$ 64,591	\$ 63,226	\$ 5,297
Denio Television District:				
Assets:				
Cash and cash equivalents	\$ 16,416	\$ 1,641	\$ 365	\$ 17,692
Liabilities:				
Due to other governments	\$ 16,416	\$ 1,641	\$ 365	\$ 17,692
District Court Bail:				
Assets:				
Cash and cash equivalents	\$ 96,896	\$ -	\$ 23,789	\$ 73,107
Liabilities:				
Funds held in trust for others	\$ 96,896	\$ -	\$ 23,789	\$ 73,107
General Trust Fund:				
Assets:				
Cash and cash equivalents	\$ 15,834	\$ -	\$ -	\$ 15,834
Liabilities:				
Due to other governments	\$ 15,834	\$ -	\$ -	\$ 15,834
Golconda Water District:				
Assets:				
Cash and cash equivalents	\$ 142,093	\$ 77,740	\$ 116,416	\$ 103,418
Liabilities:				
Due to other governments	\$ 142,093	\$ 77,740	\$ 116,416	\$ 103,418
Humboldt County Fire Protection District:				
Assets:				
Cash and cash equivalents	\$ 172,658	\$ 38,811	\$ 1	\$ 211,468
Liabilities:				
Due to other governments	\$ 172,658	\$ 38,811	\$ 1	\$ 211,468
Humboldt County General Hospital				
Assets:				

HUMBOLDT COUNTY
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2007

	<u>Balance</u> <u>July 1, 2006</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2007</u>
Cash and cash equivalents	\$ 698,769	\$ 3,292,189	\$ 3,117,562	\$ 873,396
Liabilities:				
Due to other governments	\$ 698,769	\$ 3,292,189	\$ 3,117,562	\$ 873,396
Humboldt County School District:				
Assets:				
Cash and cash equivalents	\$ 199,677	\$ 4,629,557	\$ 4,577,657	\$ 251,577
Liabilities:				
Due to other governments	\$ 199,677	\$ 4,629,557	\$ 4,577,657	\$ 251,577
Humboldt Development Authority:				
Assets:				
Cash and cash equivalents	\$ 191,313	\$ 92,776	\$ 40,640	\$ 243,449
Liabilities:				
Due to other governments	\$ 191,313	\$ 92,776	\$ 40,640	\$ 243,449
Justice Court Bail:				
Assets:				
Cash and cash equivalents	\$ 30,354	\$ 28,710	\$ -	\$ 59,064
Liabilities:				
Funds held in trust for others	\$ 30,354	\$ 28,710	\$ -	\$ 59,064
Kings River GID:				
Assets:				
Cash and cash equivalents	\$ 6,651	\$ 7,884	\$ 6,675	\$ 7,860
Liabilities:				
Due to other governments	\$ 6,651	\$ 7,884	\$ 6,675	\$ 7,860
Library Memorial:				
Assets:				
Cash and cash equivalents	\$ 14,112	\$ 16,917	\$ 18,031	\$ 12,998
Liabilities:				
Due to other governments	\$ 14,112	\$ 16,917	\$ 18,031	\$ 12,998
McDermitt Fire Protection District:				
Assets:				
Cash and cash equivalents	\$ 74,603	\$ 317,786	\$ 383,798	\$ 8,591
Liabilities:				
Due to other governments	\$ 74,603	\$ 317,786	\$ 383,798	\$ 8,591
McDermitt Sewer District:				
Assets:				
Cash and cash equivalents	\$ 86,633	\$ 61,986	\$ 37,371	\$ 111,248
Liabilities:				
Due to other governments	\$ 86,633	\$ 61,986	\$ 37,371	\$ 111,248

HUMBOLDT COUNTY
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2007

	<u>Balance</u> <u>July 1, 2006</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2007</u>
Orovada Community Services District:				
Assets:				
Cash and cash equivalents	\$ 53,018	\$ 46,707	\$ 41,371	\$ 58,354
Liabilities:				
Due to other governments	\$ 53,018	\$ 46,707	\$ 41,371	\$ 58,354
Orovada Fire Protection District:				
Assets:				
Cash and cash equivalents	\$ 343,840	\$ 60,672	\$ 9,532	\$ 394,981
Liabilities:				
Due to other governments	\$ 343,840	\$ 60,672	\$ 9,532	\$ 394,981
Orovada General Improvement District:				
Assets:				
Cash and cash equivalents	\$ 58,773	\$ 24,822	\$ 37,133	\$ 46,462
Liabilities:				
Due to other governments	\$ 58,773	\$ 24,822	\$ 37,133	\$ 46,462
Orovada Rodent Control District:				
Assets:				
Cash and cash equivalents	\$ 5,233	\$ 18,408	\$ 18,626	\$ 5,016
Liabilities:				
Due to other governments	\$ 5,233	\$ 18,408	\$ 18,626	\$ 5,016
Paradise Sewer District:				
Assets:				
Cash and cash equivalents	\$ 42,856	\$ 7,393	\$ 6,556	\$ 43,693
Liabilities:				
Due to other governments	\$ 42,856	\$ 7,393	\$ 6,556	\$ 43,693
Paradise Weed Control District:				
Assets:				
Cash and cash equivalents	\$ 40,071	\$ 168,314	\$ 140,823	\$ 67,561
Liabilities:				
Due to other governments	\$ 40,071	\$ 168,314	\$ 140,823	\$ 67,561
Pueblo Fire Protection District:				
Assets:				
Cash and cash equivalents	\$ 65,070	\$ 37,056	\$ 67,723	\$ 34,403
Liabilities:				
Due to other governments	\$ 65,070	\$ 37,056	\$ 67,723	\$ 34,403
Quinn River Television District:				
Assets:				

HUMBOLDT COUNTY
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2007

	<u>Balance</u> <u>July 1, 2006</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2007</u>
Cash and cash equivalents	\$ 90,661	\$ 14,007	\$ 7,467	\$ 97,201
Liabilities:				
Due to other governments	\$ 90,661	\$ 14,007	\$ 7,467	\$ 97,201
Range Improvement:				
Assets:				
Cash and cash equivalents	\$ 74,518	\$ 56,779	\$ 102,623	\$ 28,674
Liabilities:				
Due to other governments	\$ 74,518	\$ 56,779	\$ 102,623	\$ 28,674
State Department of Wildlife:				
Assets:				
Cash and cash equivalents	\$ 1,007	\$ 1,500	\$ 1,808	\$ 699
Liabilities:				
Due to other governments	\$ 1,007	\$ 1,500	\$ 1,808	\$ 699
State of Nevada Trust:				
Cash and cash equivalents	\$ 181,860	\$ 1,989,188	\$ 1,976,828	\$ 194,220
Liabilities:				
Due to other governments	\$ 181,860	\$ 1,989,188	\$ 1,976,828	\$ 194,220
Sheriff's Commissary:				
Assets:				
Cash and cash equivalents	\$ 48,630	\$ 7,072	\$ -	\$ 55,702
Liabilities:				
Funds held in trust for others	\$ 48,630	\$ 7,072	\$ -	\$ 55,702
Winnemucca Convention and Visitors Authority:				
Assets:				
Cash and cash equivalents	\$ 35,570	\$ 303,230	\$ 301,858	\$ 36,942
Liabilities:				
Due to other governments	\$ 35,570	\$ 303,230	\$ 301,858	\$ 36,942
Winnemucca Rural Fire Protection District:				
Assets:				
Cash and cash equivalents	\$ 296,591	\$ 208,503	\$ 186,008	\$ 319,086
Liabilities:				
Due to other governments	\$ 296,591	\$ 208,503	\$ 186,008	\$ 319,086
Other collections:				
Assets:				
Cash and cash equivalents	\$ 280,147	\$ 204,830	\$ 280,147	\$ 204,830
Liabilities:				
Due to other governments	\$ 280,147	\$ 204,830	\$ 280,147	\$ 204,830

HUMBOLDT COUNTY
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2007

	<u>Balance</u> <u>July 1, 2006</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2007</u>
Totals, All Agency Funds:				
Assets:				
Cash and cash equivalents	\$ 3,399,279	\$ 13,099,160	\$ 12,876,536	\$ 3,621,903
Liabilities:				
Due to other governments	3,219,467	12,998,787	12,789,521	3,428,733
Funds held in trust for others	179,812	100,373	87,015	193,170
Total Liabilities	<u>\$ 3,399,279</u>	<u>\$ 13,099,160</u>	<u>\$ 12,876,536</u>	<u>\$ 3,621,903</u>

STATISTICAL SECTION

(UNAUDITED)

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SOURCES: Unless otherwise noted, the information in these schedules is derived from the comprehensive financial reports for the relevant year. Humboldt County implemented GASB 34 in Fiscal Year 2003; schedules presenting government-wide information include information beginning in that year.

**Humboldt County
Net Assets by Component,
Last Five Fiscal Years**

	Fiscal Year Ended June 30,				
	2003	2004	2005	2006	2007
				#	
Governmental activities					
Invested in capital assets, net of related debt	\$ 13,914,376	\$ 13,538,302	\$ 13,318,841	\$ 64,193,097	\$ 62,756,472
Unrestricted	<u>17,367,538</u>	<u>17,371,218</u>	<u>18,365,259</u>	<u>20,174,864</u>	<u>22,586,181</u>
Total governmental activities net assets	<u>\$ 31,281,914</u>	<u>\$ 30,909,520</u>	<u>\$ 31,684,100</u>	<u>\$ 84,367,961</u>	<u>\$ 85,342,653</u>
Business-type activities					
Invested in capital assets, net of related debt	\$ 354,817	\$ 319,194	\$ 316,676	\$ 285,471	\$ 322,147
Unrestricted	<u>1,335,243</u>	<u>1,376,855</u>	<u>1,413,588</u>	<u>1,489,782</u>	<u>1,597,084</u>
Total business-type activities net assets	<u>\$ 1,690,060</u>	<u>\$ 1,696,049</u>	<u>\$ 1,730,264</u>	<u>\$ 1,775,253</u>	<u>\$ 1,919,231</u>
Primary government					
Invested in capital assets, net of related debt	\$ 14,269,193	\$ 13,857,496	\$ 13,635,517	\$ 64,478,568	\$ 63,078,619
Unrestricted	<u>18,702,781</u>	<u>18,748,073</u>	<u>19,778,847</u>	<u>21,664,646</u>	<u>24,183,265</u>
Total primary government net assets	<u>\$ 32,971,974</u>	<u>\$ 32,605,569</u>	<u>\$ 33,414,364</u>	<u>\$ 86,143,214</u>	<u>\$ 87,261,884</u>

Humboldt County implemented the infrastructure portion of GASB 34 during fiscal 2006.

Note: Information is presented on the accrual basis of accounting.

**Humboldt County
Changes in Net Assets
Last Five Fiscal Years**

	Fiscal Year Ended June 30,	
	<u>2003</u>	<u>2004</u>
Expenses		
Governmental activities:		
General government	\$ 3,264,241	\$ 3,503,667
Public safety	5,668,546	5,669,973
Judicial	1,780,621	1,943,925
Public works	2,848,334	3,933,431
Health	215,181	222,260
Welfare	782,596	605,525
Culture and recreation	1,265,616	1,501,982
Community support	1,459,370	1,262,295
Interest on long-term debt	363,646	52,870
Total governmental activities expenses	<u>17,648,151</u>	<u>18,695,928</u>
Business-type activities:		
Television	209,924	208,298
Solid waste management	875,788	734,564
Total business-type activities expenses	<u>1,085,712</u>	<u>942,862</u>
Total primary government expenses	<u>\$ 18,733,863</u>	<u>\$ 19,638,790</u>
Program Revenues		
Governmental activities:		
Charges for services:		
General government	\$ 723,439	\$ 711,227
Public safety	923,796	957,810
Judicial	771,048	854,191
Public works	81,203	85,043
Culture and recreation	80,158	93,655
Community support	204,530	10,717
Operating grants and contributions	766,819	817,037
Capital grants and contributions	155,429	158,544
Total governmental activities program revenues	<u>3,706,422</u>	<u>3,688,224</u>
Business-type activities:		
Charges for services:		
Television	188,369	191,390
Solid waste management	664,435	690,173
Operating grants and contributions	-	5,500
Total business-type activities program revenues	<u>852,804</u>	<u>887,063</u>
Total primary government program revenues	<u>\$ 4,559,226</u>	<u>\$ 4,575,287</u>
Net (Expenses)/Revenues		
Governmental activities	\$ (13,941,729)	\$ (15,007,704)
Business-type activities	<u>(232,908)</u>	<u>(55,799)</u>
Total primary government net expenses	<u>\$ (14,174,637)</u>	<u>\$ (15,063,503)</u>

	<u>2005</u>	<u>2006</u>	<u>2007</u>
\$	3,603,852	\$ 4,055,658	\$ 4,502,273
	5,638,630	6,145,864	6,415,146
	2,200,344	2,550,980	2,770,025
	3,653,354	4,741,313	4,488,386
	230,049	232,906	176,799
	636,674	752,208	785,373
	1,583,626	1,687,906	1,802,557
	1,382,564	1,568,161	1,732,468
	29,811	31,274	26,696
	<u>18,958,904</u>	<u>21,766,270</u>	<u>22,699,723</u>
	198,771	194,281	213,909
	711,305	738,937	779,357
	<u>910,076</u>	<u>933,218</u>	<u>993,266</u>
\$	<u>19,868,980</u>	<u>22,699,488</u>	<u>23,692,989</u>
\$	877,124	\$ 942,180	\$ 1,189,166
	1,028,316	1,052,683	1,139,071
	918,696	1,041,769	1,202,041
	92,499	132,182	122,192
	107,400	141,975	147,811
	15,421	15,192	15,775
	699,481	627,108	760,450
	226,189	-	-
	<u>3,965,126</u>	<u>3,953,089</u>	<u>4,576,506</u>
	195,837	199,304	202,307
	702,358	728,900	870,001
	-	-	2,700
	<u>898,195</u>	<u>928,204</u>	<u>1,075,008</u>
\$	<u>4,863,321</u>	<u>4,881,293</u>	<u>5,651,514</u>
\$	(14,993,778)	\$ (17,813,181)	\$ (18,123,217)
	<u>(11,881)</u>	<u>(5,014)</u>	<u>81,742</u>
\$	<u>(15,005,659)</u>	<u>(17,818,195)</u>	<u>(18,041,475)</u>

(continued)

**Humboldt County
Changes in Net Assets
Last Five Fiscal Years**

	Fiscal Year Ended June 30,	
	<u>2003</u>	<u>2004</u>
General Revenues and Other Changes in Net Assets		
Governmental activities:		
Taxes		
Property taxes	\$ 3,625,615	\$ 4,172,180
Consolidated taxes	4,983,127	5,393,737
Franchise taxes	935,115	951,224
Motor vehicle fuel taxes	2,602,658	2,646,453
Room taxes	-	199,028
Miscellaneous revenues	77,333	115,599
Unrestricted investment earnings	238,927	154,298
Payments in-lieu of taxes	818,663	841,654
State gaming license fees	157,847	161,137
Total governmental activities	<u>13,439,285</u>	<u>14,635,310</u>
Business-type activities:		
Investment earnings	25,272	9,115
Miscellaneous	14,276	52,673
Total business-type activities	<u>39,548</u>	<u>61,788</u>
Total primary government	<u>\$ 13,478,833</u>	<u>\$ 14,697,098</u>
Change in Net Assets		
Governmental activities	\$ (502,444)	\$ (372,394)
Business-type activities	<u>(193,360)</u>	<u>5,989</u>
Total primary government	<u>\$ (695,804)</u>	<u>\$ (366,405)</u>

<u>2005</u>	<u>2006</u>	<u>2007</u>
\$ 4,125,240	\$ 3,963,433	\$ 5,052,103
6,366,894	7,713,455	7,659,830
936,900	1,157,296	1,185,403
2,714,893	2,770,112	2,761,584
218,887	248,447	290,681
103,130	121,572	145,793
284,851	504,236	886,803
859,218	961,407	957,321
158,345	159,535	158,391
<u>15,768,358</u>	<u>17,599,493</u>	<u>19,097,909</u>
16,021	24,500	35,946
30,075	25,503	26,290
<u>46,096</u>	<u>50,003</u>	<u>62,236</u>
<u>\$ 15,814,454</u>	<u>\$ 17,649,496</u>	<u>\$ 19,160,145</u>
\$ 774,580	\$ (213,688)	\$ 974,692
<u>34,215</u>	<u>44,989</u>	<u>143,978</u>
<u>\$ 808,795</u>	<u>\$ (168,699)</u>	<u>\$ 1,118,670</u>

Note: Information is presented on the accrual basis of accounting.

**Humboldt County
Fund Balances, Governmental Funds
Last Ten Fiscal Years**

	Fiscal Year Ended June 30,			
	1998	1999	2000	2001
General Fund				
Reserved	\$ -	\$ 222,520	\$ 170,000	\$ 206,500
Unreserved	10,414,394	10,325,861	9,584,038	9,368,379
Total general fund	<u>\$ 10,414,394</u>	<u>\$ 10,548,381</u>	<u>\$ 9,754,038</u>	<u>\$ 9,574,879</u>
All Other Governmental Funds				
Reserved	\$ 623,636	\$ 342,640	\$ 1,384,203	\$ 2,523,564
Unreserved, reported in:				
Special revenue funds	2,657,431	3,980,708	3,613,356	3,980,769
Debt service funds	144,023	153,342	147,535	183,260
Capital projects funds	5,135,861	5,752,757	5,271,566	3,098,611
Total all other governmental funds	<u>\$ 8,560,951</u>	<u>\$ 10,229,447</u>	<u>\$ 10,416,660</u>	<u>\$ 9,786,204</u>

<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
\$ 145,162	\$ 149,634	\$ 108,239	\$ 103,670	\$ 154,810	\$ 166,299
<u>8,980,057</u>	<u>8,640,830</u>	<u>9,099,370</u>	<u>10,121,819</u>	<u>10,914,794</u>	<u>9,347,449</u>
<u>\$ 9,125,219</u>	<u>\$ 8,790,464</u>	<u>\$ 9,207,609</u>	<u>\$ 10,225,489</u>	<u>\$ 11,069,604</u>	<u>\$ 9,513,748</u>
\$ 1,717,208	\$ 1,313,603	\$ 2,026,959	\$ 1,183,432	\$ 1,181,111	\$ 1,112,988
4,591,016	4,678,666	4,791,190	5,260,296	5,920,849	6,880,230
254,565	99,458	296,815	367,034	448,076	585,170
<u>2,883,143</u>	<u>3,214,909</u>	<u>2,855,898</u>	<u>2,741,434</u>	<u>2,796,275</u>	<u>5,042,477</u>
<u>\$ 9,445,932</u>	<u>\$ 9,306,636</u>	<u>\$ 9,970,862</u>	<u>\$ 9,552,196</u>	<u>\$ 10,346,311</u>	<u>\$ 13,620,865</u>

Note: Information is presented on the modified accrual basis of accounting.

Humboldt County
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years

	Fiscal Year Ended June 30,			
	1998	1999	2000	2001
Revenues				
Taxes	\$ 4,014,345	\$ 4,418,753	\$ 4,019,738	\$ 4,112,511
Licenses and permits	1,034,456	990,697	857,008	868,693
Intergovernmental	10,400,388	10,276,833	11,326,249	10,820,077
Charges for services	448,253	413,853	524,330	460,013
Fines and forfeits	627,360	616,396	563,858	596,042
Miscellaneous	1,049,785	1,219,952	1,182,614	1,412,644
Total revenues	17,574,587	17,936,484	18,473,797	18,269,980
Expenditures				
General government	3,311,801	3,591,309	3,424,271	3,323,927
Public safety	4,783,143	5,137,002	5,313,870	5,431,037
Judicial	1,613,310	1,670,299	1,876,706	1,755,599
Public works	2,678,951	3,180,513	2,801,084	3,569,144
Health	159,634	169,891	184,904	176,138
Welfare	523,114	438,899	646,812	663,442
Culture and recreation	1,203,588	1,239,732	1,110,514	1,068,591
Community support	686,652	451,059	2,463,547	3,369,291
Intergovernmental	605,011	592,204	557,588	604,930
Debt service				
Principal	1,081,436	634,004	667,832	770,296
Interest	129,902	119,835	108,327	106,495
Total expenditures	16,776,542	17,224,747	19,155,455	20,838,890
Excess of revenues over (under) expenditures	798,045	711,737	(681,658)	(2,568,910)

	2002	2003	2004	2005	2006	2007
\$	3,873,994	\$ 3,625,614	\$ 4,176,705	\$ 4,126,192	\$ 3,972,206	\$ 5,048,617
	1,118,510	1,123,411	1,152,732	1,156,370	1,439,772	1,503,926
	11,624,854	10,822,813	11,309,825	12,537,391	13,819,298	14,055,830
	542,738	651,184	736,150	948,035	1,018,388	1,073,495
	548,222	677,306	721,336	678,961	847,320	1,108,284
	792,357	357,339	357,832	421,738	635,557	1,043,788
	<u>18,500,675</u>	<u>17,257,667</u>	<u>18,454,580</u>	<u>19,868,687</u>	<u>21,732,541</u>	<u>23,833,940</u>
	3,185,406	3,214,657	3,449,626	3,584,587	4,117,518	4,568,878
	5,467,653	5,563,431	5,676,700	5,755,057	6,286,505	6,513,706
	1,915,781	1,797,186	2,014,127	2,170,794	2,496,097	2,789,045
	2,490,889	2,955,309	3,700,997	3,596,366	3,100,821	2,920,121
	170,094	215,654	224,359	233,609	254,012	178,804
	671,577	644,954	605,234	637,242	752,209	785,424
	1,134,754	1,239,010	1,226,903	1,317,207	1,402,855	1,493,998
	2,652,423	660,736	835,049	975,185	590,194	1,264,278
	574,335	592,134	513,924	593,978	668,424	721,447
	895,285	758,276	411,845	616,353	394,405	852,845
	132,410	90,370	52,870	29,811	31,274	26,696
	<u>19,290,607</u>	<u>17,731,717</u>	<u>18,711,634</u>	<u>19,510,189</u>	<u>20,094,314</u>	<u>22,115,242</u>
	(789,932)	(474,050)	(257,054)	358,498	1,638,227	1,718,698
						(continued)

Humboldt County
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years

	Fiscal Year Ended June 30,			
	1998	1999	2000	2001
Other Financing Sources (Uses)				
Transfers in	\$ 489,848	\$ 480,433	\$ 496,801	\$ 537,205
Proceeds from contracts	-	1,090,746	74,528	159,295
Proceeds from bonds	-	-	-	1,600,000
Refunding bonds issued	-	-	-	-
Payment to refunded bonds escrow agent	-	-	-	-
Sale of equipment	523,500	-	-	-
Transfers out	(489,848)	(480,433)	(496,801)	(537,205)
Total other financing sources (uses)	<u>523,500</u>	<u>1,090,746</u>	<u>74,528</u>	<u>1,759,295</u>
Net change in fund balances	<u>\$ 1,321,545</u>	<u>\$ 1,802,483</u>	<u>\$ (607,130)</u>	<u>\$ (809,615)</u>
Debt service as a percentage of noncapital expenditures	<u>8.2%</u>	<u>4.7%</u>	<u>4.8%</u>	<u>5.1%</u>

<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
\$ 854,960	\$ 1,256,520	\$ 1,010,000	\$ 1,366,063	\$ 713,000	\$ 3,770,000
-	-	1,338,157	145,985	-	-
-	-	1,280,000	95,000	-	-
-	-	(1,280,000)	-	-	-
-	-	-	-	-	-
<u>(854,960)</u>	<u>(1,256,520)</u>	<u>(1,010,000)</u>	<u>(1,366,063)</u>	<u>(713,000)</u>	<u>(3,770,000)</u>
-	-	1,338,157	240,985	-	-
<u>\$ (789,932)</u>	<u>\$ (474,050)</u>	<u>\$ 1,081,103</u>	<u>\$ 599,483</u>	<u>\$ 1,638,227</u>	<u>\$ 1,718,698</u>
<u>7.5%</u>	<u>4.9%</u>	<u>2.6%</u>	<u>3.5%</u>	<u>2.2%</u>	<u>4.2%</u>

Note: Information is presented on the modified accrual basis of accounting.

Humboldt County
Principal Property Taxpayers
Fiscal 2007 and Nine Years Ago

Taxpayer	FY 2007			FY 1998		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Newmont Gold Corp.	\$ 100,877,917	1	17.7%	\$ -	-	-
Sierra Pacific Power	35,028,915	2	6.2%	30,680,055	4	4.8%
Turquoise Ridge Joint Venture	28,969,385	3				
Idaho Power	28,024,755	4	4.9%	23,489,643	5	3.7%
Union Pacific Railroad	13,895,142	5	2.4%	9,143,147	7	1.4%
Marigold Mine (gold mining)	13,691,060	6	2.4%	6,418,120	8	1.0%
Southwest Gas	7,419,293	7	1.3%	6,327,161	9	1.0%
Winnemucca Farms	5,934,818	8	1.0%	-	-	-
Humboldt Telephone	2,872,089	9	0.5%	-	-	-
SBC Nevada	2,288,910	10	0.4%	-	-	-
Santa Fe (gold mining-Twin Creeks)	-	-	-	150,163,121	1	23.5%
First Miss Gold	-	-	-	71,128,144	2	11.1%
Hycroft (gold mining)	-	-	-	13,226,240	6	2.1%
Santa Fe (gold mining-Lone Tree)	-	-	-	40,860,455	3	6.4%
Amax (gold mining)	-	-	-	3,562,090	10	0.6%
Totals	\$ 239,002,284		36.9%	\$ 354,998,176		55.5%
Humboldt County's Total Assessed Value	\$ 569,230,689		100%	\$ 639,631,164		100%

Source: Nevada Department of Taxation and Humboldt County's Assessor's Office
Note: Humboldt County Assessor indicates data for years prior to 2000 is not available without significant clerical effort to obtain.

**Humboldt County
Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years**

	Fiscal Year Ended June 30									
	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
COUNTY DIRECT TAX RATES										
General Fund										
General	0.2700	0.0520	0.1167	0.1962	0.2405	0.1743	0.1743	0.1520	0.1620	0.1620
Museum	0.0000	0.0000	0.0150	0.0150	0.0150	0.0150	0.0150	0.0150	0.0150	0.0150
Senior citizens center	<u>0.0150</u>	<u>0.0150</u>	<u>0.0150</u>	<u>0.0150</u>	<u>0.0150</u>	<u>0.0150</u>	<u>0.0150</u>	<u>0.0150</u>	<u>0.0300</u>	<u>0.0300</u>
Total General Fund	0.2850	0.0670	0.1467	0.2262	0.2705	0.2043	0.2043	0.1820	0.2070	0.2070
Indigent Fund	0.0300	0.0600	0.0595	0.0610	0.0692	0.0692	0.0592	0.0877	0.0877	0.0877
Cooperative Extension Fund	0.0075	0.0182	0.0175	0.0165	0.0165	0.0165	0.0165	0.0165	0.0165	0.0165
Building Reserve Fund	0.0800	0.0525	0.0525	0.0525	0.0300	0.0300	0.0300	0.0100	0.0100	0.0100
6th Judicial District Fund	0.1000	0.1500	0.1250	0.1150	0.1250	0.1250	0.1950	0.1950	0.1950	0.1950
Capital Projects Fund	0.0100	0.0100	0.0100	0.0100	0.0100	0.0100	0.0100	0.0100	0.0100	0.0100
Stabilization Fund	0.0000	0.0450	0.0400	0.0200	0.0200	0.0200	0.0200	0.0100	0.0000	0.0000
Debt Service Fund	0.0700	0.0525	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Library Fund	0.0450	0.1000	0.0850	0.0850	0.0950	0.0950	0.0950	0.0950	0.0950	0.0950
Indigent Medical Fund	0.0100	0.0810	0.1000	0.0500	0.0000	0.0662	0.0662	0.0900	0.0900	0.0900
Winnemucca Events Complex Fund	<u>0.0000</u>	<u>0.0000</u>	<u>0.0000</u>	<u>0.0000</u>	<u>0.0000</u>	<u>0.0000</u>	<u>0.0400</u>	<u>0.0400</u>	<u>0.0400</u>	<u>0.0400</u>
Total Direct rates	0.6375	0.6362	0.6362	0.6362	0.6362	0.6362	0.7362	0.7362	0.7512	0.7512
OVERLAPPING TAX RATES										
County Hospital rates										
Operating rate	0.2439	0.2458	0.1656	0.1604	0.1404	0.1004	0.1004	0.3004	0.3004	0.3004
Debt rate	<u>0.1161</u>	<u>0.0930</u>	<u>0.0884</u>	<u>0.0936</u>	<u>0.0974</u>	<u>0.1110</u>	<u>0.1083</u>	<u>0.1051</u>	<u>0.1069</u>	<u>0.1069</u>
Total Hospital rates	0.3600	0.3388	0.2540	0.2540	0.2378	0.2114	0.2087	0.4055	0.4073	0.4073
County School District rates										
Operating rate	0.7500	0.7500	0.7500	0.7500	0.7500	0.7500	0.7500	0.7500	0.7500	0.7500
Debt rate	<u>0.3500</u>	<u>0.3000</u>	<u>0.3000</u>	<u>0.1000</u>	<u>0.1350</u>	<u>0.1350</u>	<u>0.1350</u>	<u>0.1350</u>	<u>0.1350</u>	<u>0.1350</u>
Total School District rate	1.1000	1.0500	1.0500	0.8500	0.8850	0.8850	0.8850	0.8850	0.8850	0.8850
State of Nevada rates	0.1500	0.1500	0.1500	0.1500	0.1500	0.1500	0.1700	0.1700	0.1700	0.1700
City of Winnemucca rates	0.9700	0.9700	0.9700	0.9700	0.9700	0.9700	0.9700	0.9700	0.9700	0.9700

Source: State of Nevada Department of Taxation and Humboldt County Comptroller's Office.

**Humboldt County
Assessed Value and Estimated Actual Value of Property,
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Total Assessed Value (1)	Total Direct Tax Rate	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
2007	\$ 569,230,689	\$ 0.7512	\$ 1,626,373,397	35%
2006	489,950,959	0.7512	1,399,859,883	35%
2005	524,677,674	0.7362	1,499,079,069	35%
2004	473,582,391	0.7362	1,353,092,546	35%
2003	531,507,117	0.6362	1,518,591,763	35%
2002	594,239,071	0.6362	1,697,825,917	35%
2001	608,541,545	0.6362	1,738,690,129	35%
2000	639,631,164	0.6362	1,827,517,611	35%
1999	615,512,600	0.6362	1,758,607,429	35%
1998	495,281,524	0.6375	1,415,090,069	35%

Note: Property in Humboldt County is reassessed once every five years on average. The County assesses property at 35 percent of actual value for all property. Estimated actual value is calculated by dividing assessed value by this percentage. Tax rates are per \$100 of assessed value.

(1) Includes tax-exempt property.

**Humboldt County
Property Tax Levies and Collections
Last Eight Fiscal Years**

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Delinquent Tax Collections	Tax Collections	Percent of Taxes Levied
		Amount	Percent of Levy			
2007	\$ 2,695,585	\$ 2,671,416	99.1%	\$ 22,889	\$ 2,694,305	100.0%
2006	2,595,003	2,572,988	99.2%	26,952	2,599,940	100.2%
2005	2,596,576	2,569,331	99.0%	25,772	2,595,103	99.9%
2004	2,450,405	2,421,274	98.8%	33,943	2,455,217	100.2%
2003	2,264,507	2,235,178	98.7%	33,452	2,268,630	100.2%
2002	2,724,083	2,687,197	98.6%	21,692	2,708,889	99.4%
2001	2,719,816	2,694,073	99.1%	# 71,255	2,765,328	101.7%
2000	2,934,486	2,908,108	99.1%	10,364	2,918,472	99.5%

Previous Elected Treasurer not available to explain increase and old files not available to new Treasurer.

County Treasurer has indicated data prior to fiscal 2000 would take an unreasonable amount of time to compile.

Humboldt County
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Governmental Activities			Business-Type Activities		
	General Obligation Bonds	Capital Leases	Contracts Payable	General Obligation Bonds	Capital Leases	Contracts Payable
2007	\$ 730,853	\$ 101,913	\$ -	\$ -	\$ -	\$ -
2006	892,571	115,153	677,887	-	-	-
2005	1,054,218	127,821	897,977	-	-	-
2004	1,120,000	33,630	1,301,756	-	-	-
2003	1,280,000	65,384	185,000	-	-	-
2002	1,765,000	160,028	357,263	-	-	-
2001	2,230,000	411,681	535,895	-	-	-
2000	915,000	559,051	714,527	-	-	-
1999	1,185,000	812,806	784,076	-	-	-
1998	1,440,000	762,433	122,200	-	-	-

Note: Details regarding the County's debt can be found in the notes to the financial statements.

1) See the Schedule of Demographic and Economic Statistics on page 127 for personal income and population data.

N/A-Data not available.

	<u>Total Primary Government</u>	<u>Percentage of Personal Income</u>	<u>Per Capita 1)</u>
\$	832,766	N/A	48
	1,685,611	N/A	101
	2,080,016	438.22%	126
	2,455,386	552.70%	151
	1,530,384	389.40%	95
	2,282,291	612.68%	141
	3,177,576	840.52%	186
	2,188,578	556.57%	125
	2,781,882	695.93%	163
	2,324,633	575.73%	144

Humboldt County
Ratio of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year Ended June 30	General Obligation		Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Value of Property (1)	Per Capita (2)
	Bonds					
2007	\$ 730,853		\$ 585,734	145,119	0.03%	\$ 8
2006	892,571		448,641	443,930	0.09%	27
2005	1,054,218		367,034	687,184	0.05%	42
2004	1,120,000		272,171	847,829	0.06%	52
2003	1,280,000		99,458	1,180,542	0.08%	73
2002	1,765,000		254,565	1,510,435	0.09%	93
2001	2,230,000		183,260	2,046,740	0.12%	120
2000	915,000		147,535	767,465	0.04%	44
1999	1,185,000		153,342	1,031,658	0.06%	61
1998	1,440,000		144,023	1,295,977	0.09%	80

Note: Details regarding the County's debt can be found in the notes to the financial statements.

- 1) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on page 116 for property value data.
- 2) See the Schedule of Demographic and Economic Statistics on page 127 for personal income and population data.

**Humboldt County
Legal Debt Margin Information
Last Ten Fiscal Years**

	Fiscal Year			
	1998	1999	2000	2001
Debt limit	\$ 49,528,152	\$ 61,551,260	\$ 63,963,116	\$ 60,854,155
Total net debt applicable to limit	<u>1,440,000</u>	<u>1,185,000</u>	<u>915,000</u>	<u>2,230,000</u>
Legal Debt Margin	<u>\$ 48,088,152</u>	<u>\$ 60,366,260</u>	<u>\$ 63,048,116</u>	<u>\$ 58,624,155</u>
Total net debt applicable to the limit as a percentage of debt limit	2.91%	1.93%	1.43%	3.66%

Legal Debt Margin Calculation for Fiscal 2007

Total assessed value	\$ 569,230,689
Debt limit (10 % of total assessed value)	\$ 56,923,069
Debt applicable to limit:	
General obligation bonds	<u>730,853</u>
Legal debt margin	<u>\$ 56,192,216</u>

Note: The statutory debt limit for Humboldt County is 10 percent of the assessed value of all taxable property within Humboldt County.

<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
\$ 59,423,907	\$ 53,150,712	\$ 47,358,239	\$ 52,467,767	\$ 48,995,096	\$ 56,923,069
<u>1,765,000</u>	<u>1,280,000</u>	<u>1,120,000</u>	<u>1,054,218</u>	<u>892,571</u>	<u>730,853</u>
<u>\$ 57,658,907</u>	<u>\$ 51,870,712</u>	<u>\$ 46,238,239</u>	<u>\$ 51,413,549</u>	<u>\$ 48,102,525</u>	<u>\$ 56,192,216</u>
2.97%	2.41%	2.36%	2.01%	1.82%	1.28%

HUMBOLDT COUNTY
Direct and Overlapping Governmental Activities Debt
As of June 30, 2007
(amounts expressed in whole dollars)

<u>JURISDICTION</u>	<u>OUTSTANDING GENERAL OBLIGATION DEBT</u>	<u>PERCENT APPLICABLE TO HUMBOLDT COUNTY</u>	<u>AMOUNT APPLICABLE TO HUMBOLDT COUNTY</u>
HUMBOLDT COUNTY	\$ 730,853	100.0%	\$ 730,853
CITY OF WINNEMUCCA	-	-	-
HUMBOLDT COUNTY SCHOOL DISTRICT	\$ 2,450,000	100.0%	\$ 2,450,000
HUMBOLDT COUNTY GENERAL HOSPITAL	\$ 2,699,000	100.0%	\$ 2,699,000

Source: Nevada Department of Taxation and Humboldt County Comptroller.

**HUMBOLDT COUNTY
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

EMPLOYER	FY 2007			FY 1998		
	EMPLOYEES	RANK	PERCENTAGE OF TOTAL COUNTY EMPLOYMENT	EMPLOYEES	RANK	PERCENTAGE OF TOTAL COUNTY EMPLOYMENT
Newmont Mining	1100-1298	1	15.5%	0	0	0.0%
Humboldt County School District	400-499	2	5.9%	400-499	3	6.2%
Getchell Gold	300-399	3	4.8%	0	0	0.0%
Winners Hotel & Casino	200-299	4	3.6%	300-399	4	5.0%
Wal Mart	100-199	5	2.4%	100-199	5	2.5%
Marigold Mining	100-199	6	2.4%	0	0	0.0%
Humboldt County Government	100-199	7	2.4%	100-199	6	2.5%
Humboldt General Hospital	100-199	8	2.4%	100-199	8	2.5%
Parker's Model T, Inc.	100-199	9	2.4%	100-199	7	0.0%
Transystems	100-199	10	2.4%	0	0	2.5%
Winnemucca Farms	100-199	11	2.4%	0	0	0.0%
Red Lion Inn & Casino	100-199	12	2.4%	0	0	0.0%
Winnemucca Farms	0	0	2.4%	100-199	10	2.5%
Santa Fe Pacific Gold Corp.	0	0	0.0%	900-1098	1	13.6%
FirstMiss Gold	0	0	0.0%	500-599	2	7.4%
Schmueser & Associates, Inc.	0	0	0.0%	100-199	12	2.5%
Sierra Pacific Power Company	0	0	0.0%	100-199	11	2.5%
Winnemucca RL Casino, Inc.	0	0	0.0%	100-199	9	2.5%
Total County Covered Employment	8,390		51.1%	8,060		52.0%

The swings in the mining companies is the result of mergers and sales of companies.

SOURCE: Nevada Department of Employment, Training and Rehabilitation.

NOTE: Nevada Revised Statutes Chapter 612 stipulates that actual employment for individual employers may not be published.

**Humboldt County
Full-time Equivalent County Government Employees by Function
Last Ten Fiscal Years**

Function	Full-time Equivalent Employees as of June 30,			
	1998	1999	2000	2001
General government	48.50	50.50	47.00	41.25
Public safety	90.60	91.60	95.75	91.25
Judicial	25.00	25.00	25.00	29.00
Public works	26.00	26.00	24.00	24.00
Health	2.00	2.00	2.00	2.00
Welfare	1.00	1.00	1.00	1.00
Culture and Recreation	18.90	18.90	17.00	17.00
Community Support	2.00	2.00	2.00	2.00
Total	214.00	217.00	213.75	207.50

For Fiscal Year 2003, Library employees were included in General Government instead of Culture & Recreation.

For Fiscal Years 1999 through 2002, Public Safety employees increased in the Sheriff's Office and the new Juvenile Detention Center.

For Fiscal Years 2003 through 2006, Public Safety employees decreased as a result of the reduction in staff at the Juvenile Detention Center and positions not being filled in the Sheriff's Office.

For Fiscal Year 2007, increases were the result of filling vacant positions and adding new positions. For the Health function, State of Nevada took over operation, and County positions were eliminated.

Source: Adopted State Budget Schedule S-2.

<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
41.25	58.75	46.25	46.25	45.50	48.50
91.25	70.25	66.75	62.25	62.25	71.00
29.00	20.75	22.00	23.00	27.50	29.50
24.00	22.00	20.00	21.00	21.00	19.00
2.00	2.00	2.00	2.00	2.00	0.00
1.00	1.00	1.00	1.00	1.00	1.00
17.00	9.00	19.75	19.75	18.50	20.50
<u>2.00</u>	<u>2.00</u>	<u>2.00</u>	<u>2.00</u>	<u>2.00</u>	<u>2.00</u>
<u><u>207.50</u></u>	<u><u>185.75</u></u>	<u><u>179.75</u></u>	<u><u>177.25</u></u>	<u><u>179.75</u></u>	<u><u>191.50</u></u>

**Humboldt County
Demographic and Economic Statistics
Last Ten Fiscal Years**

<u>Fiscal Year Ended June 30</u>	<u>Population</u>	<u>Personal Income</u>	<u>Per Capita Personal Income</u>	<u>School Enrollment</u>	<u>Unemployment Rate</u>
2007	17,293	N/A	N/A	3,397	3.8
2006	16,692	N/A	N/A	3,459	4.3
2005	16,457	\$ 474,650	\$ 27,668	3,461	3.9
2004	16,308	\$ 444,256	\$ 26,286	3,523	4.1
2003	16,164	\$ 393,007	\$ 23,729	3,500	5.1
2002	16,197	\$ 372,512	\$ 23,056	3,616	5.6
2001	17,103	\$ 378,050	\$ 23,662	3,805	5.6
2000	17,456	\$ 393,227	\$ 24,700	4,032	4.9
1999	17,032	\$ 399,848	\$ 23,911	4,286	6.3
1998	16,161	\$ 399,737	\$ 23,411	4,260	6.7
	(1)	(2)	(5)	(3)	(4)

(1) Source: State Demographer

(2) Source: Bureau of Economic Analysis

(3) Source: Humboldt County School District

(4) Source: Nevada Workforce Informer, Data Analysis

(5) Source: Bureau of Economic Analysis

N/A-Data is not available.

**Humboldt County
Operating Indicators by Function
Last Ten Fiscal Years**

Function	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General government										
Business licenses	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	553	613
Public safety										
Bookings	1,543	1,412	1,108	1,001	1,098	1,213	1,277	1,277	1,373	1,363
Building permits issued	654	425	338	240	220	246	293	296	381	330
Judicial										
Justice Court										See note *
Cases filed:										
Criminal	1,720	1,284	943	1,829	1,824	2,332	2,906	2,285	2,205	1,512
Civil	1,039	988	1,009	924	830	882	851	856	1,055	774
Traffic and parking violations	5,115	5,134	6,134	5,100	3,373	5,264	5,506	4,200	6,882	**11376
Non-traffic	N/A	N/A	N/A	2,753	2,654	3,214	3,757	3,717	N/A	N/A
Cases disposed:										
Criminal	859	1,085	951	346	2,011	2,323	2,492	2,237	1,735	882
Civil	N/A	N/A	N/A	683	671	731	692	555	945	1,035
Traffic and parking violations	9,201	7,935	9,080	5,408	2,327	3,772	4,572	3,886	6,756	**10355
Non-traffic	N/A	N/A	N/A	1,029	2,682	3,054	3,184	2,792	N/A	N/A
District Court										
Cases filed:										
Criminal	N/A	N/A	N/A	112	124	111	141	211	199	182
Civil	N/A	N/A	N/A	95	94	115	123	120	108	119
Family	N/A	N/A	N/A	293	388	290	230	302	338	256
Juvenile	N/A	N/A	N/A	127	131	174	178	106	136	236
Cases disposed:										
Criminal	N/A	N/A	N/A	128	109	146	127	91	188	164
Civil	N/A	N/A	N/A	105	62	61	70	85	70	86
Family	N/A	N/A	N/A	280	246	213	196	210	238	198
Juvenile	N/A	N/A	N/A	72	68	59	86	46	52	56
Public works										
Miles of roads graded	N/A	N/A	N/A	N/A	N/A	5,887	5,981	4,134	7,077	4,702
Health										
Cubic yards deposited at landfill	N/A	114,694	105,456	97,663	96,394	107,768	122,401	124,686	141,627	144,519
Welfare (number of individuals helped)										
Bus fares	N/A	13	98	57	66	50	47	64	83	86
Gasoline	220	159	153	173	218	249	206	189	169	151
Lodgings	20	77	50	50	115	46	56	65	91	56
Prescriptions purchased	123	97	158	159	248	177	147	185	165	115
Culture and recreation										
Library										
Visitors	92,549	91,784	92,983	94,751	96,926	95,410	93,820	93,862	97,754	97,453
Circulation totals	181,423	175,100	176,846	180,203	184,783	184,759	175,371	166,967	175,662	172,545
Volumes in collection	59,456	61,682	63,385	65,201	67,134	68,694	70,104	71,504	72,891	73,343

Sources: Humboldt County Sheriff's Office, Building Department, Road Department, Library, County Administrator's Office, County Clerk, Justice and District Courts
Business license information is not available for years prior to 2006 because file is updated as records are added or deleted.
There are no indicators for the function of Community Support. These are both recurring expenditures and nonrecurring expenditures.

N/A: Information is not available according to departments that provide information.

* Justice Court figures not finalized.

** Non-traffic numbers included.



**Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with Government Auditing Standards**

To the Honorable Board of Commissioners
of Humboldt County, Nevada

We have audited the financial statements of the governmental activities and business-type activities, each major fund and the aggregate remaining fund information of Humboldt County, Nevada, as of and for the year ended June 30, 2007, which collectively comprise the County's basic financial statements as listed in the Table of Contents. We also have audited the financial statements of each of the County's nonmajor governmental and fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2007 as listed in the Table of Contents. And we have issued our report thereon dated November 26, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results

of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the Honorable Board of Commissioners of Humboldt County, management, federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Kafany, Armstrong + Co.

Winnemucca, Nevada
November 26, 2007

Independent Auditor's Report on Compliance with Requirements
Applicable to each Major Program and on Internal Control Over
Compliance in Accordance with OMB Circular A-133

To the Honorable Board of County Commissioners
of Humboldt County, Nevada

Compliance

We have audited the compliance of Humboldt County, Nevada with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2007. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2007.

Internal Control Over Compliance

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

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

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

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

This report is intended solely for the information and use of the Honorable Board of Commissioners of Humboldt County, management, federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Kafoury, Armstrong + Co.

Winnemucca, Nevada
November 26, 2007

HUMBOLDT COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2007
(Page 1 of 2)

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH GRANTOR'S NUMBER</u>	<u>EXPENDITURES</u>
<u>US Department of Agriculture:</u>			
Passed through State of Nevada Department of Administration:			
Emergency Food Assistance Program, Food Commodities (1)	10.569	N/A	\$ 24,146
Emergency Food Assistance Program, Administrative Costs	10.568	N/A	1,445
Passed through State of Nevada:			
Schools and Roads - Grants to States	10.665	N/A	12,654
Direct Programs:			
Community Facilities Loans and Grants	10.766	N/A	<u>90,853</u>
Total US Department of Agriculture			<u>129,098</u>
<u>US Department of Housing and Urban Development:</u>			
Passed through State of Nevada Department of Health and Human Services - Welfare Division:			
Emergency Shelter Grant	14.231	N/A	<u>460</u>
<u>US Department of Justice:</u>			
Direct Programs:			
State Criminal Alien Assistance Program	16.606	N/A	13,572
Passed through State of Nevada Department of Health and Human Services:			
Juvenile Justice and Delinquency Prevention:			
Basic	16.540	N/A	10,000
Mini Grant	16.540	N/A	3,000
Juvenile Accountability Incentive Block Grant	16.523	2003-JB-XV-0004	448
Passed through State of Nevada Department of Public Safety, Office of Criminal Justice Assistance:			
Byrne Formula Grant Program:			
TRIDENT Narcotics Task Force	16.579	06JAG-07	85,031
Passed through State of Nevada Office of the Attorney General:			
Violence Against Women Grant	16.588	2005-STOP-11	17,596
Violence Against Women Grant	16.588	2005-STOP-40	<u>9,117</u>
Total US Department of Justice			<u>138,764</u>
<u>US Department of Transportation</u>			
Passed through State of Nevada Department of Transportation:			
FTA for Elderly and Disabled Persons	20.513	NV-16-0029	102,994
Passed through State of Nevada State Emergency Response Commission:			
HMEP Planning Grant	20.703	06-HMEP-08-02	<u>13,460</u>
Total US Department of Transportation			<u>116,454</u>

HUMBOLDT COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2007
(Page 2 of 2)

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH GRANTOR'S NUMBER</u>	<u>EXPENDITURES</u>
<u>National Foundation on the Arts and the Humanities:</u>			
Passed through Nevada State Library and Archives:			
Institute of Museum and Library Services -			
General Operating Support - Bookmobile Grant	45.301	LSTA 2006-29	<u>5,100</u>
<u>US Department of Education:</u>			
Passed through State of Nevada Department			
of Health and Human Services:			
Bureau of Alcohol and Drug Abuse			
Safe and Drug Free Schools	84.186	05063PX	<u>3,055</u>
<u>US Department of Health and Human Services:</u>			
Passed through State of Nevada Department of			
Health and Human Services - Welfare Division:			
Child Support Enforcement	93.563	N/A	203,925
Passed through Frontier Community Coalition			
Parenting Wisely	93.243	07014-IM-02	<u>17,480</u>
Total US Department of Health and			
Human Services			<u>221,405</u>
Total Federal Grant Awards			<u>\$ 614,336</u>

(1) Humboldt County receives no money from this program. Food commodities are received and disbursed.

NOTE: The accompanying schedule of expenditures of federal awards is prepared on the accrual basis of accounting.

**HUMBOLDT COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2007**

Summary of Audit Results:

- Kafoury, Armstrong & Co. issued an unqualified opinion on the financial statements of Humboldt County for the year ended June 30, 2007.
- No reportable conditions relating to the audit of the financial statements are reported in the Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*.
- The audit disclosed no instances of noncompliance, which were material to the financial statements of Humboldt County.
- No reportable conditions relating to the audit of the major federal award programs are reported in the Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133.
- Kafoury, Armstrong & Co. issued an unqualified opinion on compliance for major programs of Humboldt County.
- Humboldt County had two major programs for the year ended June 30, 2007, as follows:
 - Byrne Formula Grant Program - CFDA #16.579
TRIDENT Narcotics Task Force
 - FTA for Elderly and Disabled Persons – CFDA #20.513
- The dollar threshold used for distinguishing between Type A and Type B programs for the year ended June 30, 2007, was \$300,000.
- Humboldt County qualified as a low risk auditee for the year ended June 30, 2007.

Findings Relating to the Financial Statements Reported in Accordance with Generally Accepted Government Auditing Standards (GAGAS):

There were no such findings in relation to the financial statement audit of Humboldt County for the year ended June 30, 2007.

Findings and Questioned Costs for Federal Awards:

There were no findings or questioned costs.

**HUMBOLDT COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2007**

There were no material weaknesses in internal control, instances of noncompliance or findings found during our 2005-2006 audit procedures.

HUMBOLDT COUNTY
SCHEDULE OF FEES IMPOSED SUBJECT TO THE PROVISIONS OF NRS 354.5989
LIMITATION OF FEES FOR BUSINESS LICENSES
FOR THE YEAR ENDED JUNE 30, 2007

Flat Fixed Fees:

Business license revenue for the year ended June 30, 1991 (base year) adjusted through June 30, 2006	\$ 58,367
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Adjustment to Base:

Base year adjusted		
Percentage increase in population of the local government	3.60%	

Percentage increase in the Consumer Price Index for the year ending on December 31 next preceding the year for which the limit is being calculated	<u>2.44%</u>	<u>6.04%</u>
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<u>3,525</u>

Adjusted base at June 30, 2007	61,892
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Actual revenue	<u>45,660</u>
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Amount under allowable amount	<u><u>\$ 16,232</u></u>
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AUDITOR'S COMMENTS

STATUTE COMPLIANCE

The required disclosure on compliance with Nevada Revised Statutes and the Nevada Administrative Code is contained in Note 2 to the financial statements.

PROGRESS ON PRIOR YEAR STATUTE COMPLIANCE

Humboldt County conformed to all significant statutory constraints on its financial administration for the year ended June 30, 2006.

PRIOR YEAR RECOMMENDATIONS

There were no recommendations made in the audit report for the year ended June 30, 2006.

CURRENT YEAR RECOMMENDATIONS

We did not find any financial weaknesses of a magnitude to justify inclusion within our report.

NEVADA REVISED STATUTES 354.6113 AND 354.6115

There were no funds created by Humboldt County, Nevada under the authority of NRS 354.6113 for the year ended June 30, 2007.

A fund was created in accordance with Nevada Revised Statute 354.6115, "Fund to stabilize operations of local government and mitigate effects of natural disaster." The Statement of Revenues, Expenditures and Changes in Fund Balance for the stabilization Fund for the year ended June 30, 2007 is presented in these financial statements. There were no expenditures for the year ended June 30, 2007.



Independent Accountant's Report

To the Honorable Board of Commissioners
of Humboldt County, Nevada

We have reviewed the assertion provided by management in accordance with Nevada Revised Statute 354.624 (5) (a):

- The identified funds are being used expressly for the purposes for which they were created,
- The funds are administered in accordance with accounting principles generally accepted in the United States of America,
- The reserved fund balances/net assets in the funds were reasonable and necessary to carry out the purposes of the funds at June 30, 2007 (based on the interpretation of reasonable and necessary provided by the Legislative Counsel Bureau),
- The sources of revenues, including transfers, available for the funds are as noted in the financial statements,
- The funds conform to significant statutory and regulatory constraints on its financial administration during the year ended June 30, 2007,
- The balance and net assets of the funds are as noted in the financial statements.

This assertion is the responsibility of the management of Humboldt County.

Our review was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on the assertion. Accordingly, we do not express such an opinion.

Based on our review, nothing came to our attention that caused us to believe that the assertion provided by management referred to above is not fairly stated in all material respects.

Kafoury, Armstrong + Co.

Winnemucca, Nevada
November 26, 2007