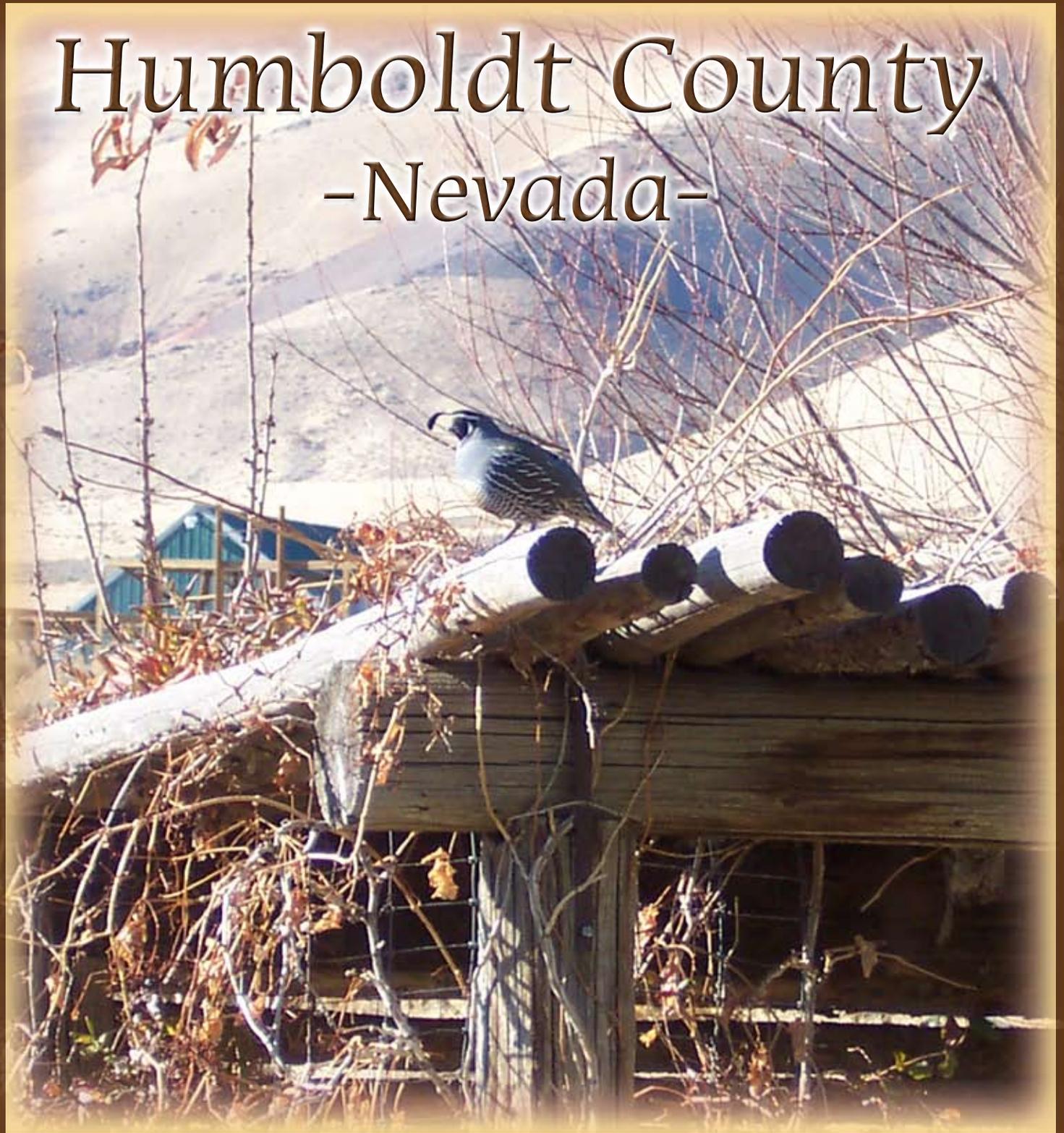


Humboldt County -Nevada-



Comprehensive Annual Financial Report
for the fiscal year ended
June 30, 2008

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

For the Fiscal Year Ended June 30, 2008

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

Cover Photo

Provided by BettyAnn Keener

BettyAnn Keener and her husband Ray established a local printing company in Humboldt County in 1972. Along this journey she picked up the hobby of taking photos. This photo was taken at the base of the Humboldt River. As the morning sun warms the foliage, this little quail peeps out to make his call. As he takes to the air, you can see his belly begin to puff up and his vibrant colorings. Humboldt County has vast unpopulated stretches of land which creates an ideal environment for the quail. This quail has feasted upon the bounty of fall seeds and is prepared for the winter season ahead.

HUMBOLDT COUNTY
Comprehensive Annual Financial Report
For the Year Ended June 30, 2008

TABLE OF CONTENTS

	<u>Page</u>
INTRODUCTORY SECTION	
Letter of Transmittal.....	i
List of Elected and Appointed Officials.....	viii
Organizational Chart.....	ix
Certificate of Achievement for Excellence in Financial Reporting.....	x
FINANCIAL SECTION	
Independent Auditor's Report.....	1-2
Management's Discussion and Analysis (required supplementary information).....	3-13
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets.....	14
Statement of Activities.....	15-16
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet.....	17-18
Reconciliation of the Balance Sheet of Governmental Funds To the Statement of Net Assets.....	19
Statement of Revenues, Expenditures, and Changes in Fund Balances.....	20-21
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	22
Statement of Revenues, Expenditures, and Changes in Fund Balances Budget and Actual:	
General Fund.....	23-25
Major Special Revenue Funds:	
Road Fund.....	26-27
Regional Transportation Fund.....	28
6 th Judicial District Fund.....	29-31
Indigent Medical Fund.....	32
Winnemucca Events Complex Fund.....	33
Proprietary Funds:	
Statement of Net Assets.....	34
Statement of Revenues, Expenses, and Changes in Net Assets.....	35
Statement of Cash Flows.....	36-37
Fiduciary Funds:	
Statement of Fiduciary Net Assets.....	38
Statement of Changes in Fiduciary Net Assets.....	39
Notes to the Financial Statements.....	40-57
Supplementary Information:	
Combining and Individual Fund Statements and Schedules:	
Nonmajor Governmental Funds:	
Combining Balance Sheet.....	58
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances.....	59

Governmental Funds:

Schedules of Revenues, Expenditures and Changes in Fund Balances –

Budget and Actual:

General Fund: 60-68

Special Revenue Funds:

Nonmajor Special Revenue Funds:

Combining Balance Sheet 69-70

Combining Statement of Revenues, Expenditures, and

Changes in Fund Balances 71-72

Schedules of Revenues, Expenditures, and Changes in

Fund Balances – Budget and Actual:

Indigent Fund 73

Cooperative Extension Fund 74

Library Fund 75

Unemployment Insurance Fund 76

6th Judicial District Drug Court Fund 77

In-Lieu-of Tax Fund 78

Administrative Assessment Fund 79

Stabilization Fund 80

Check Restitution Fund 81

Compensated Absence Fund 82

Genetic Marker Testing Fund 83

Assessor's Technology Fund 84

Debt Service Fund:

Nonmajor Debt Service Fund:

Balance Sheet 85

Schedule of Revenues, Expenditures, and Changes in
Fund Balance – Budget and Actual

Debt Service Fund 86

Capital Project Funds:

Major Capital Project Fund:

Schedule of Revenues, Expenditures, and Changes in
Fund Balance – Budget and Actual:

Building Reserve Fund 87

Nonmajor Capital Project Fund:

Balance Sheet 88

Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual:

Capital Projects Fund 89

Enterprise Funds:

Major Enterprise Funds:

Humboldt Television Fund:

Schedule of Revenues, Expenses, and Changes in

Net Assets – Budget and Actual 90

Schedule of Cash Flows – Budget and Actual 91-92

Solid Waste Management Fund:

Schedule of Revenues, Expenses, and Changes in

Net Assets – Budget and Actual 93

Schedule of Cash Flows – Budget and Actual 94-95

Fiduciary Funds:

Combining Statement of Changes in Assets and Liabilities –

Agency Funds 96-100

STATISTICAL SECTION – Unaudited	101
Net Assets by Component	102
Changes in Net Assets.....	103-106
Fund Balances of Governmental Funds	107-108
Changes in Fund Balances of Governmental Funds	109-112
Principal Property Taxpayers.....	113
Direct and Overlapping Property Tax Rates	114
Assessed Value and Estimated Actual Value of Property	115
Property Tax Levies and Collections	116
Ratios of Outstanding Debt by Type	117
Ratios of General Bonded Debt Outstanding	118
Legal Debt Margin Information.....	119-120
Direct and Overlapping Governmental Activities Debt.....	121
Principal Employers	122
Full-time Equivalent County Government Employees by Function	123-124
Demographic and Economic Statistics	125
Operating Indicators by Functions	126
Capital Asset Statistics by Functions.....	127

COMPLIANCE SECTION

Independent Auditor’s Report on Compliance and 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	128-129
Independent Auditor’s Report on Compliance with Requirements Applicable to each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133.....	130-131
Schedule of Expenditures of Federal Awards	132-133
Schedule of Findings and Questioned Costs	134-135
Summary Schedule of Prior Audit Findings.....	136
Schedule of Fees Imposed Subject to the Provisions of NRS 354.5989	137
 Auditor’s Comments:	
Statute Compliance.....	138
Progress on Prior Year Statute Compliance	138
Prior Year Recommendations	138
Current Year Recommendations	138
Nevada Revised Statutes 354.6113 and 354.6115	138
Independent Accountant’s report on Nevada Revised Statute 354.6241	139

HUMBOLDT COUNTY COMPTROLLER

BRUCE BROOKS
COMPTROLLER

50 W. FIFTH STREET, ROOM 203
WINNEMUCCA, NEVADA 89445
775-623-6467
FAX 775-623-6449
E-MAIL comptroller@hcnv.us

November 26, 2008

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, 2008.

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, 2008. 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.

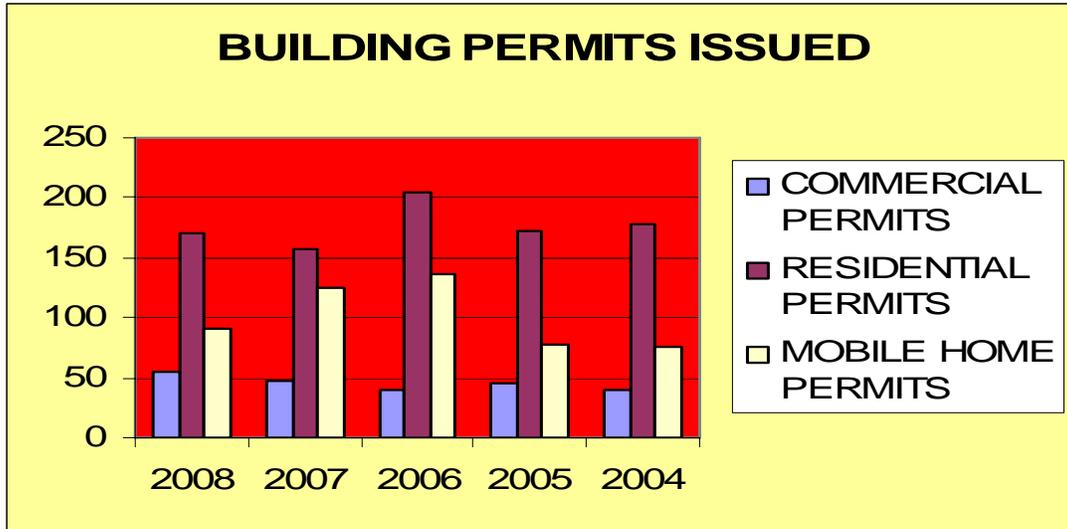
This report includes all funds of the County that are under the control or supervision of the Board of County Commissioners. Humboldt County does not have any discretely presented component units nor blended component units.

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.

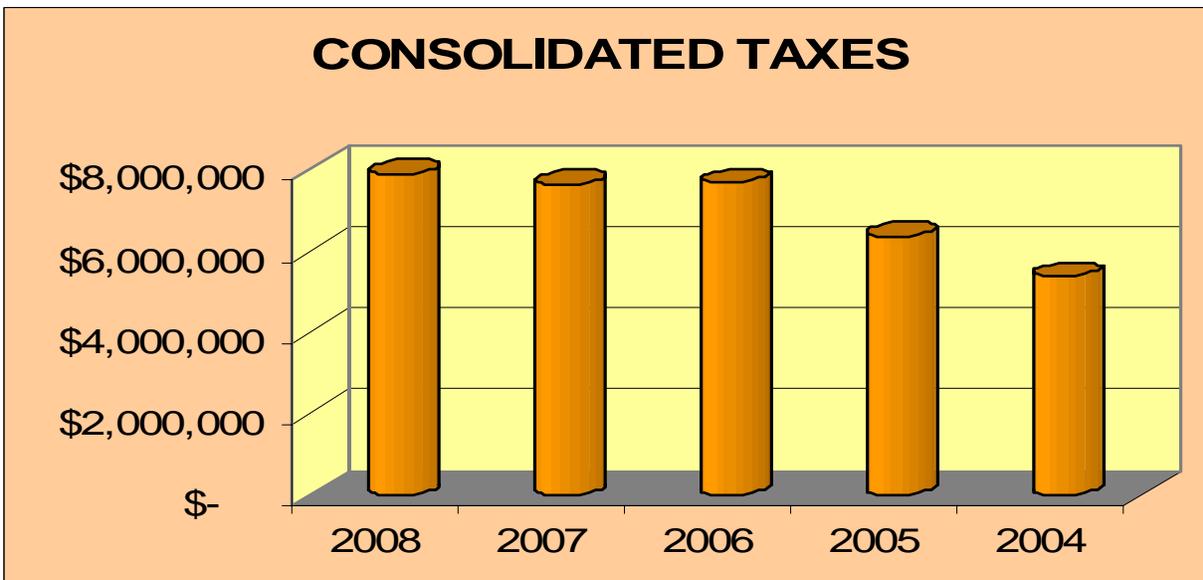
ECONOMIC CONDITION AND OUTLOOK

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 2007 by 2.6% (17,751 vs. 17,293). Assessed value increased 7.9% over the previous fiscal year (2007) 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 2008 was 4.8%, while the State unemployment rate for the same period was 6.4%. 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.

The number of County building permits issued, including both commercial and residential permits, actually decreased approximately 4.8% over the previous fiscal year (314 permits issued in 07/08 and 330 permits issued in 06/07). The value of these permits decreased 9.3% over last year. Commercial permit valuations experienced the largest decrease in valuations even though the number of commercial permits issued actually increased.

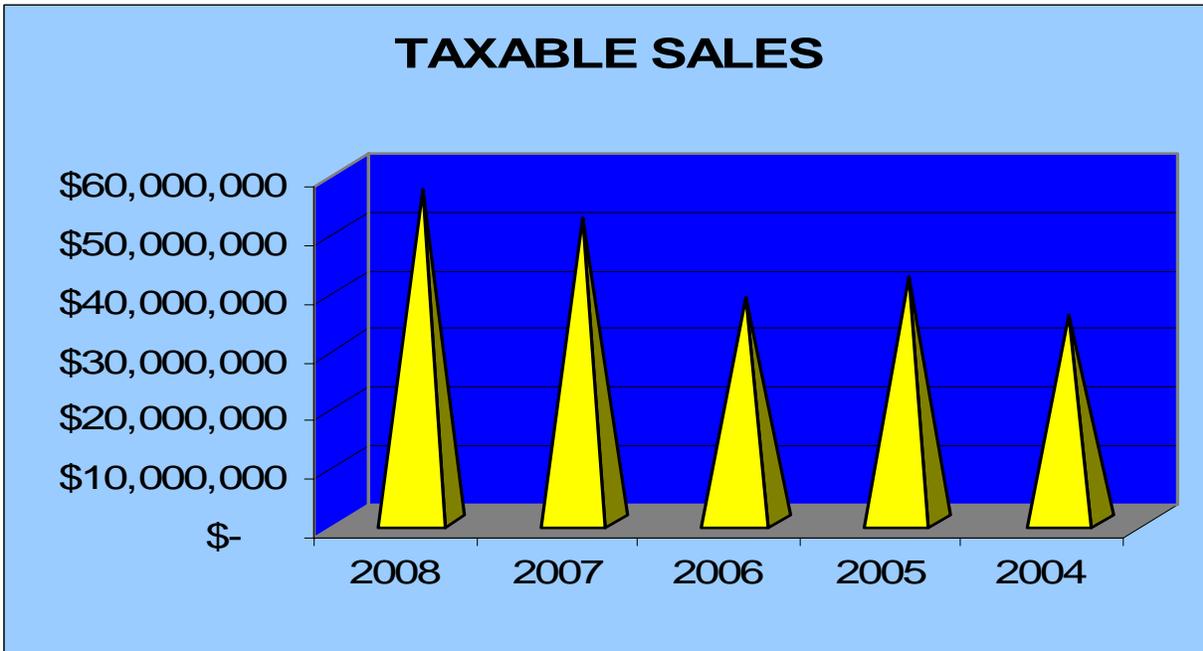


Sales taxes, along with cigarette taxes, liquor taxes, real property transfer taxes, and government services taxes, comprise the **largest single source** of revenues for Humboldt County. These taxes, redistributed monthly back to the County from the State in a single lump sum, are called “Consolidated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

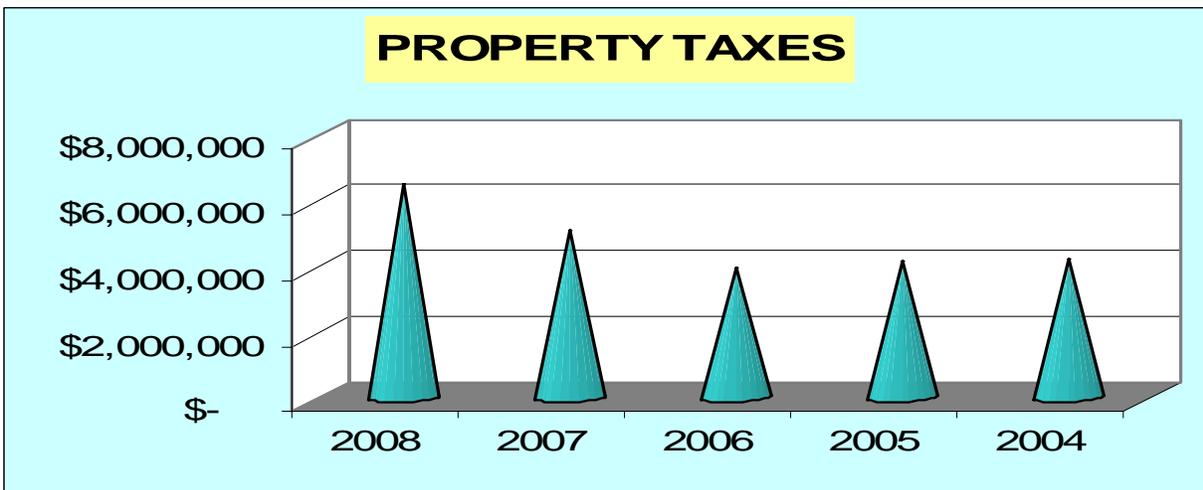


Humboldt County continued to enjoy yet another year of significant taxable sales during fiscal 2008. Only 5 counties (including Humboldt County), out of 17 total state-wide, had an increase in taxable sales during the 2007-2008 fiscal year. Humboldt County’s taxable sales for fiscal year 2008 increased 7.1% over the previous fiscal year. State-wide taxable sales were down 2.5% from the previous fiscal year.

The business category with the largest increase was mining, up 3269.9% (up over \$10,000,000) 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 it's only incorporated city.

ASSESSED VALUATIONS

Fiscal Year Ended June 30	Actual 2008	Actual 2007	Actual 2006	Actual 2005	Actual 2004
Unincorporated County	\$473,699,003	\$436,739,383	\$372,603,229	\$408,980,024	\$360,383,399
City of Winnemucca	\$140,522,651	\$132,491,306	\$117,347,730	\$115,697,650	\$113,198,692
Total	\$614,221,654	\$569,230,689	\$489,950,959	\$524,677,674	\$473,582,091
Percent Increase/Decrease	7.9%	16.2%	-6.6%	10.8%	-10.9%

One of the main economic engines of Humboldt County is the mining industry, especially gold production. For fiscal year 2008, average monthly spot gold prices were \$822.97 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.

Several new mines are beginning operations within Humboldt County. The new jobs being created by these mines as well as the purchases of goods and services by both the new employees and the mines will have a positive impact on Humboldt County's economy. In addition, the County's first geo-thermal energy plant is currently under construction and is anticipated to be operating and selling power by fiscal year 2010-2011.

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 concentrated efforts to bring more events into the County.

Operating revenues exceeded operating expenditures for the fourth year in a row, which is an indication that Humboldt County's economy has remained strong, despite the fiscal stresses being realized nationally and throughout the State of Nevada.

LONG-TERM FINANCIAL PLANNING

Unreserved, undesignated fund balance in the general fund (84.6 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. These bonds mature on 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 60% of the total compensated absence liability as of June 30, 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 County continued to implement enhancements to its webpage information to better inform its citizens. During fiscal 2007-2008, the County implemented the revenue side of its budget information for all funds. The budget information now listed on the webpage shows both the revenue projections and expenditure/expense appropriations for the latest budget.

In order to begin preparations for implementing new requirements mandated by the Governmental Accounting Standards Board (GASB), Humboldt County contracted with a firm that provides actuarial valuations of the Other Post-Employment Benefits (OPEB) in order to determine and assess the County's liabilities regarding these benefits. This actuarial study was finalized and presented to the County in February 2008. Staff is

continuing to evaluate this report, as well as State law and potential changes to State law, in order to make funding recommendations to the Board of County Commissioners.

New audit standards have been implemented that required local governments to implement additional procedures and to provide more detailed information to the external auditors performing the audits of the local government. These changes affected every County department and took significant time and effort to complete.

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, 2007. This is the fifth 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, Lisa Cassinelli, Janel Chavez and Amber Jones 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, 2008

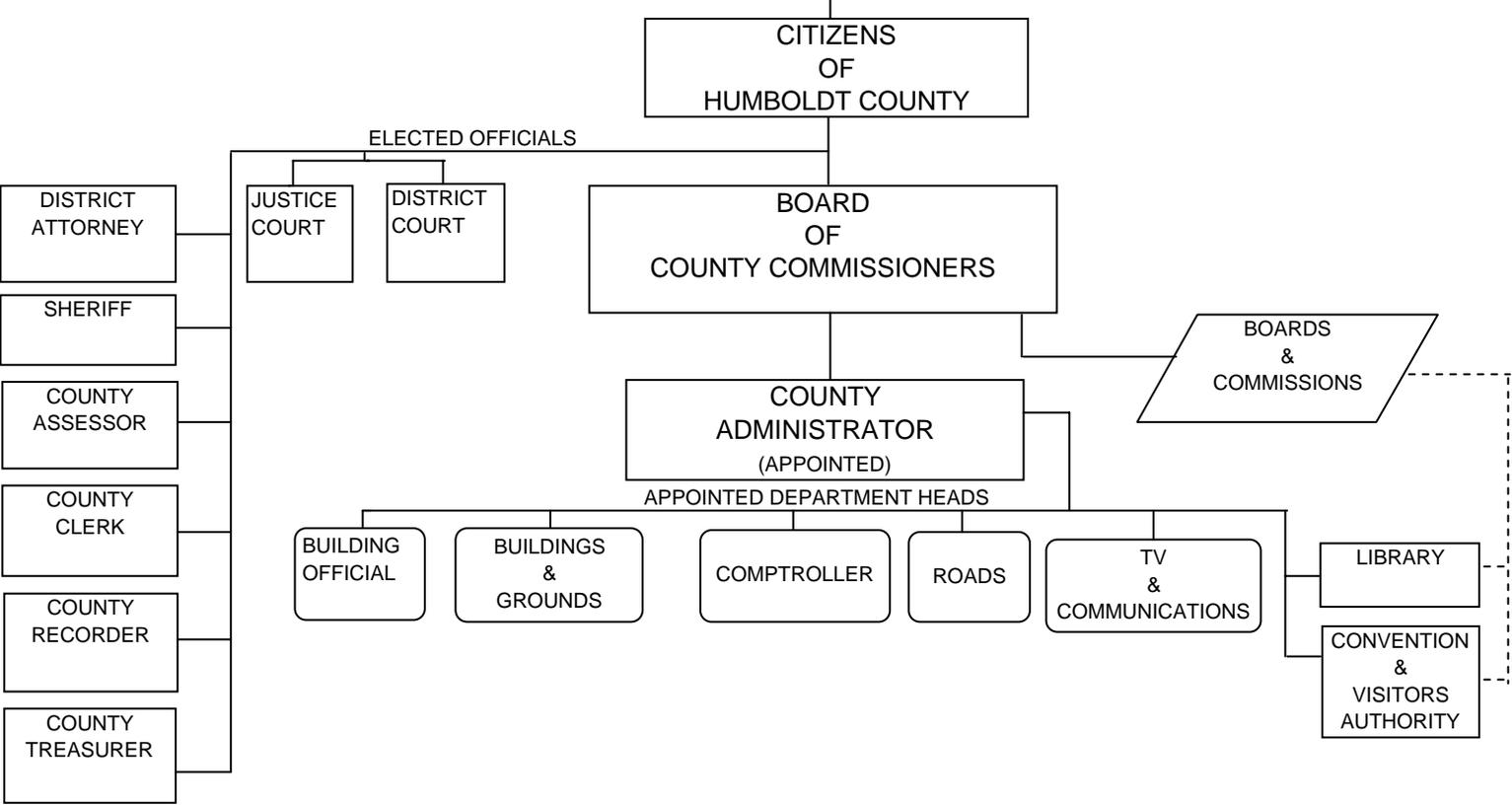
ELECTED OFFICIALS

		<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, 2007

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.



Oliver S. Cox

President

Jeffrey R. Emer

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, 2008, 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, 2008 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, 2008, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons 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, 2008, 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, 2008 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.

Kafoury, Armstrong + Co.

Winnemucca, Nevada
November 26, 2008

KAFOURY, ARMSTRONG & CO.
A PROFESSIONAL CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

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, 2008. 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-vii 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 \$89,410,649 (*net assets*). Of this amount, \$28,037,083 (*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 \$2,148,765. This increase is primarily the result of the net change in fund balance of \$3,769,580 for all governmental funds, which also increased cash and cash equivalents of Humboldt County.
- ◆ As of the close of the current fiscal year, Humboldt County's governmental funds reported the combined ending fund balances of \$26,904,192, an increase of \$3,769,580 in comparison with the prior year. Approximately 94 percent of this total amount, \$25,243,251 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 \$10,893,724, or 85 percent of total general fund expenditures. This is a \$1,546,275 increase over the prior year.
- ◆ Humboldt County's total debt decreased by \$121,985 during the current fiscal year. Humboldt County did not add any new debt. Principal payments of \$175,602 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, 2008
(CONTINUED)**

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, 2008
(CONTINUED)**

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 40-57 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 58-100 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 101-127 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 \$89,410,649 at the close of the most recent fiscal year.

A large portion of Humboldt County's net assets (67 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	
	2008	2007	2008	2007	2008	2007
Current and other assets	\$28,682,948	\$24,534,446	\$1,816,807	\$1,688,824	\$30,499,755	\$26,223,270
Capital assets	61,703,697	63,589,238	327,060	322,147	62,030,757	63,911,385
Total assets	<u>90,386,645</u>	<u>88,123,684</u>	<u>2,143,867</u>	<u>2,010,971</u>	<u>92,530,512</u>	<u>90,134,655</u>
Long-term liabilities outstanding	1,289,061	1,411,018	11,616	11,702	1,300,677	1,422,720
Other liabilities	1,735,057	1,370,013	84,129	80,038	1,819,186	1,450,051
Total liabilities	<u>3,024,118</u>	<u>2,781,031</u>	<u>95,745</u>	<u>91,740</u>	<u>3,119,863</u>	<u>2,872,771</u>
Net Assets:						
Invested in capital assets, net of related debt	61,046,506	62,756,472	327,060	322,147	61,373,566	63,078,619
Unrestricted	<u>26,316,021</u>	<u>22,586,181</u>	<u>1,721,062</u>	<u>1,597,084</u>	<u>28,037,083</u>	<u>24,183,265</u>
Total Net Assets	<u>\$87,362,527</u>	<u>\$85,342,653</u>	<u>\$2,048,122</u>	<u>\$1,919,231</u>	<u>\$89,410,649</u>	<u>\$87,261,884</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, 2008
(CONTINUED)**

The remaining balance of *unrestricted net assets* (\$28,037,083) 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 \$2,148,765 during the current fiscal year. This increase is the result of the current year operations.

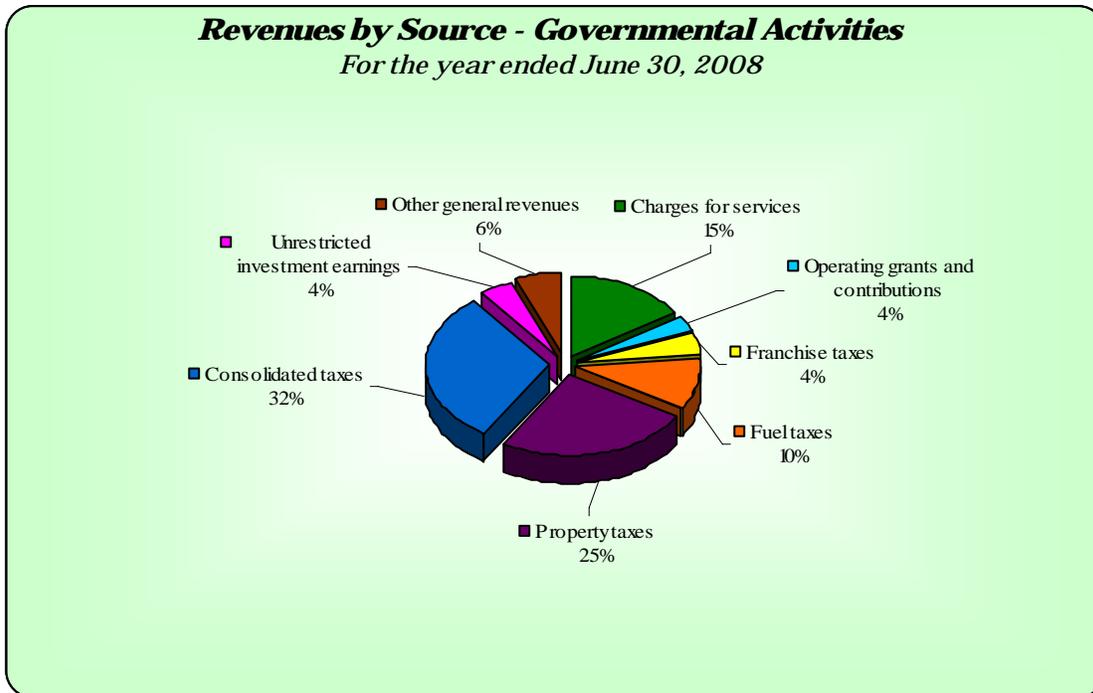
Governmental activities. Governmental activities increased Humboldt County's net assets by \$2,019,874 thereby accounting for 94 percent of the total growth in the net assets of Humboldt County. Key elements of this increase are as follows:

HUMBOLDT COUNTY'S CHANGES IN NET ASSETS

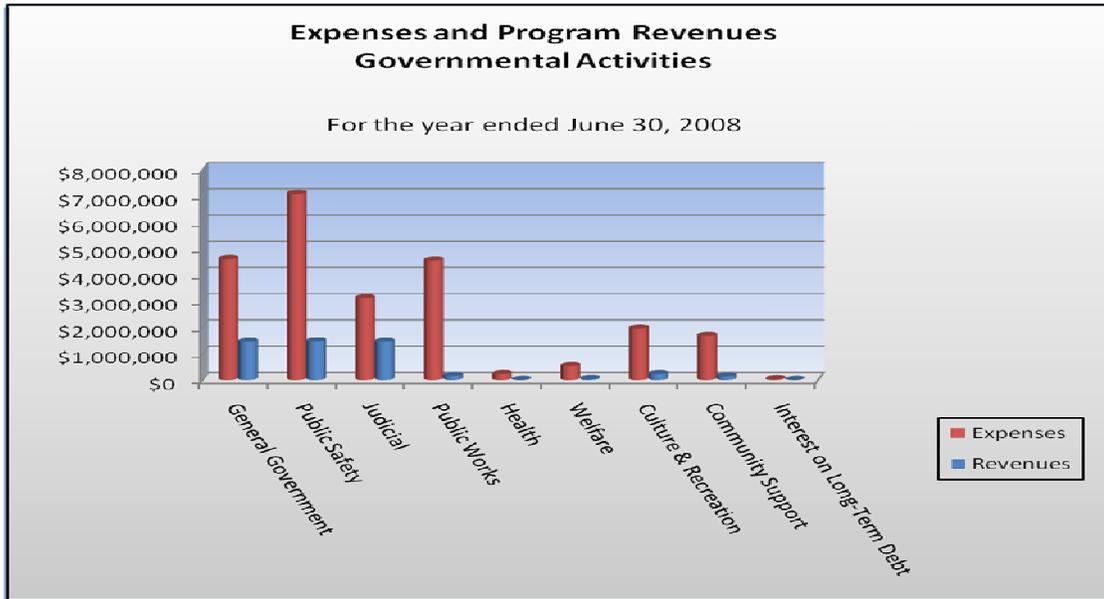
	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Revenues:						
Program revenues:						
Charges for services	\$3,973,405	\$3,974,447	\$1,112,740	\$1,072,308	\$5,086,145	\$5,046,755
Operating grants and contributions	910,207	760,450	8,700	2,700	918,907	763,150
General revenues:						
Property Taxes	6,514,508	5,052,103	-	-	6,514,508	5,052,103
Consolidated Taxes	7,909,794	7,659,830	-	-	7,909,794	7,659,830
Franchise taxes	1,096,256	1,185,403	-	-	1,096,256	1,185,403
Motor vehicle fuel taxes	2,658,209	2,761,584	-	-	2,658,209	2,761,584
Room taxes	296,032	290,681	-	-	296,032	290,681
Miscellaneous	313,911	145,793	23,584	26,290	337,495	172,083
Unrestricted investment earnings	1,139,503	886,803	34,205	35,946	1,173,708	922,749
Payments in-lieu of taxes	944,688	957,321	-	-	944,688	957,321
Total revenues	25,756,513	23,674,415	1,179,229	1,137,244	26,935,742	24,811,659
Expenses:						
General government	4,598,168	4,502,273	-	-	4,598,168	4,502,273
Public safety	7,088,205	6,415,146	-	-	7,088,205	6,415,146
Judicial	3,110,965	2,770,025	-	-	3,110,965	2,770,025
Public works	4,548,668	4,488,386	-	-	4,548,668	4,488,386
Health	215,027	176,799	-	-	215,027	176,799
Welfare	518,504	785,373	-	-	518,504	785,373
Culture and recreation	1,957,826	1,802,557	-	-	1,957,826	1,802,557
Community support	1,677,192	1,732,468	-	-	1,677,192	1,732,468
Interest on long-term debt	22,084	26,696	-	-	22,084	26,696
Television	-	-	225,871	213,909	225,871	213,909
Solid waste management	-	-	824,467	779,357	824,467	779,357
Total expenses	23,736,639	22,699,723	1,050,338	993,266	24,786,977	23,692,989
Increase (decrease) in net assets	2,019,874	974,692	128,891	143,978	2,148,765	1,118,670
Net assets - July 1,	85,342,653	84,367,961	1,919,231	1,775,253	87,261,884	86,143,214
Net assets - June 30,	\$87,362,527	\$85,342,653	\$2,048,122	\$1,919,231	\$89,410,649	\$87,261,884

**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008
(CONTINUED)**

- Consolidated taxes increased \$249,964 over the previous fiscal year. This increase can be attributed to the increase in taxable sales within Humboldt County during the year.
- Unrestricted investment earnings increased \$252,700 (28 percent) over the previous year.
- Motor vehicle fuel taxes decreased \$103,375 as a result of fewer gallons of gasoline being purchased.
- Franchise fees decreased \$89,147 over the previous year.
- Property tax revenues increased from the previous year by \$1,462,405 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, 2008
(CONTINUED)**



Governmental activities expenses increased 4.6 percent (\$1,036,916) over the previous fiscal year. The primary reasons for this increase were: 1) Public safety expenses increased primarily as the result of increased staffing levels. For years, the Sheriff's Office had a number of vacant positions. These positions are now filled. 2) Judicial expenses increased because of added staff and programs. The County terminated its contract with the State for Public Defender services and hired its own staff. 3) Community support and welfare function expenses declined over the prior year as the result of fewer projects undertaken and a decline in long-term care patients. Interest expense declined as a result of the reduction in principal.

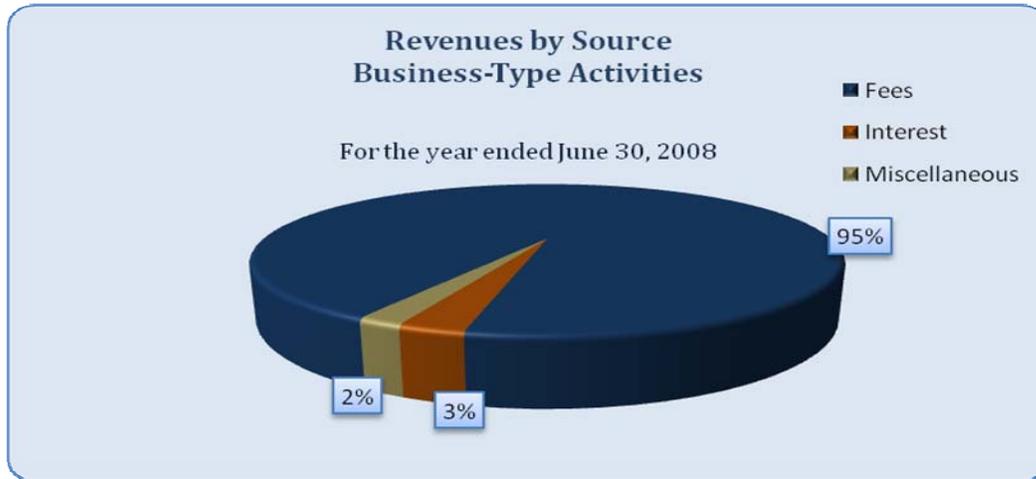
Business-type activities. Business-type activities increased Humboldt County's net assets by \$128,891 accounting for 6 percent of the total growth in the government's net assets.



**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008
(CONTINUED)**

The key elements of this increase were:

- Television fund expenses for the current year were more than the previous fiscal year by \$11,962 (6 percent). This increase is the result of the increased cost of operations.
- Solid Waste Management fund expenses increased \$45,110 (6 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 \$36,270 (4 percent) over the prior year. This increase was the result of a rate increase. The Television fund charges increased \$4,162 or 2 percent.
- Interest earnings in the Solid Waste Management fund decreased over 4 percent (\$1,741) 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 \$26,904,192, an increase of \$3,769,580 in comparison with the prior year. Approximately 94 percent (\$25,243,251) 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 (\$385,069), 2) to set aside amounts for the stabilization of the government as provided by Nevada law (\$1,050,813), and 3) for a variety of other restricted purposes (\$225,059).

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 \$10,893,724 while the total fund balance reached \$11,067,267. 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 85 percent of total general fund expenditures, while total fund balance represents 86 percent of that same amount.

**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008
(CONTINUED)**

The fund balance of Humboldt County's general fund increased by \$1,553,519 during the current year. The key factors in this increase are:

- Total general fund revenues increased 8.7 percent over the prior year, while total general fund expenditures increased 8.9 percent over the same period.
- Total general fund revenues of \$14,395,635 exceeded total general fund expenditures of \$12,847,116 and that there were no transfers out of the general fund.

Humboldt County's road fund has an ending fund balance of \$676,630 which is a decrease of \$432,263 from the prior year. This decrease is the result of higher operating costs (fuel, wages and utilities) and flat revenues. While revenues increased 3 percent (\$64,729) over the prior year, expenditures increased 16.7 percent (\$365,427). 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 2008 was \$300,000.

The regional transportation fund's ending fund balance increased \$718,574 from the prior year. This increase was the result of fewer projects undertaken during the fiscal year.

The 6th judicial district's fund balance increased \$282,350 over the prior year. This increase was primarily the result of the transfer-in from the in-lieu-of tax fund of \$200,000.

The indigent medical fund's ending fund balance increased \$476,699 or 81.7 percent over the prior year. Revenues increased \$138,056 (24 percent) from the previous year (net proceeds of mines property tax) and expenditures decreased \$182,271 (43 percent) over fiscal 2007. The reduction in expenditures is the result of fewer long-term care patients. Total revenues received in 2008 exceeded total expenditures incurred.

The Winnemucca events complex fund has an ending fund balance of \$520,435, which is an increase of \$120,276 over the prior year. This increase was primarily the result of \$61,386 more in property tax revenues received over the prior year from the increase in net proceeds of mines tax and the continuation of a transfer-in from the in-lieu-of tax fund.

The building reserve fund's ending fund balance increased over the prior year by \$92,261. This increase was the result of having no expenditures during the fiscal 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 \$665,586, and those for the solid waste management fund amounted to \$1,055,476. The portion of net assets invested in capital assets was \$301,200 for the TV fund and \$25,860 for the solid waste management fund. The total growth in net assets for both funds was \$12,882 and \$116,009 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 \$268,504 increase in appropriations between the original and final amended budget. Following are the main components of the increase:

- General government function – \$83,700 decrease. This decrease was the result of the following: the Administrator's budget was increased \$4,300 for a salary increase not budgeted but approved later by the County Commission; the Clerk's and Treasurer's budgets were increased \$1,500 and \$3,700 respectively, for increases mandated by the State Legislature; the Comptroller's budget was increased \$7,580 to provide funding

**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008
(CONTINUED)**

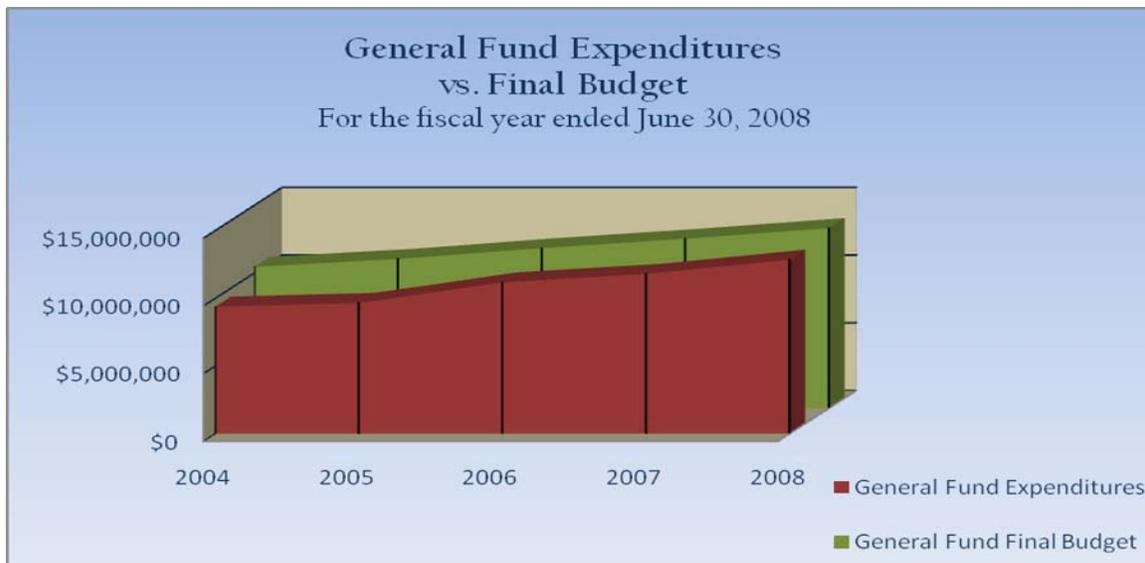
for audit work associated with the new accounting standards; the Planning Department's budget was increased \$2,200 for overtime incurred but not budgeted; the Buildings and Grounds Department budget was increased \$34,000 for additional equipment authorized by the County Commission but not budgeted; and budgets were reduced in the Computer Department (\$61,900), Communications Department (\$7,580) and Miscellaneous (\$67,500) to transfer appropriations to other departments and or functions.

- Judicial function - \$27,959 decrease. Transfers to other departments/functions.
- Public safety function - \$253,295 increase. This increase was primarily the result of not budgeting for special law enforcement association pays that should have been budgeted (\$150,936); additional capital equipment authorized by the County Commission (\$25,485); increases in the costs of operations (\$23,558); and grants received (\$53,316).
- Community support function - \$126,768 increase. This increase was primarily the result of the receipt of the Senior Transportation grant in the amount of \$121,192.

Actual general fund expenditures were less than the final amended budget by \$451,533 or 3.4 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 \$179,957 less than the final budget, judicial expenditures were \$157,320 less and public safety expenditures were \$132,079 less and community support expenditures were \$72,250 over the final budget. These four functions accounted for 88 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, 2008
(CONTINUED)**

Actual revenues in the general fund exceeded budgeted amounts by 39 percent or \$4,034,264. 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 62 percent of the budget to actual variances. Interest earnings and fines and forfeits also exceeded budgeted amounts by \$600,911 and \$156,520, respectively, accounting for 19 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, 2008, amounts to \$62,030,758 (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 2.9 percent in governmental activities. Business-type activities capital assets increased 1.5 percent.

HUMBOLDT COUNTY'S CAPITAL ASSETS (Net of Depreciation)

	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Land	\$ 1,311,564	\$ 1,311,564	\$ -	\$ -	\$ 1,311,564	\$ 1,311,564
Land improvements	354,361	348,168	-	-	354,361	348,168
Buildings/ improvements	9,156,477	9,694,853	-	-	9,156,477	9,694,853
Infrastructure	48,567,624	50,004,450	-	-	48,567,624	50,004,450
Equipment	2,313,671	2,230,203	327,061	322,147	2,640,732	2,552,350
Total	<u>\$61,703,697</u>	<u>\$63,589,238</u>	<u>\$ 327,061</u>	<u>\$ 322,147</u>	<u>\$62,030,758</u>	<u>\$63,911,385</u>

Additional information on Humboldt County's capital assets can be found in Notes 1 F(v) and 3B 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 \$569,060. This entire amount comprises debt backed by the full faith and credit of the government.

HUMBOLDT COUNTY'S OUTSTANDING DEBT

	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
G.O. (Limited tax) Bonds	\$ 569,060	\$ 730,853	\$ -	\$ -	\$ 569,060	\$ 730,853
Capital Lease	88,131	101,913	-	-	88,131	101,913
Compensated Absences Payable	631,870	578,252	11,616	11,702	643,486	589,954
Total	<u>\$1,289,061</u>	<u>\$1,411,018</u>	<u>\$ 11,616</u>	<u>\$ 11,702</u>	<u>\$1,300,677</u>	<u>\$1,422,720</u>

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

**HUMBOLDT COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008
(CONTINUED)**

Economic Factors and Next Year's Budget and Rates

- ◆ The unemployment rate for Humboldt County as of June 30, 2008 was 4.8 percent. For the same time, the State of Nevada's rate was 6.4 percent.
- ◆ Gold prices remain very strong. During the fiscal year, the New York market for spot gold averaged over \$882.00 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 2008-2009 were not increased and remain the same as those in fiscal 2007-2008.

The general fund budget (including transfers) for 2008-2009 increased approximately 10 percent over the actual expenditures (including transfers) for fiscal 2008. This increase is the result of the higher cost of operations. 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, 2008

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 25,605,100	\$ 1,730,909	\$ 27,336,009
Taxes receivable	43,695	-	43,695
Accounts receivable	260,303	62,452	322,755
Interest receivable	26,912	1,376	28,288
Notes receivable	63,384	-	63,384
Intergovernmental receivable	2,682,234	-	2,682,234
Inventories	-	23,390	23,390
Internal balances	1,320	(1,320)	-
Capital assets:			
Land	1,311,564	-	1,311,564
Other capital assets net of depreciation	60,392,133	327,060	60,719,193
	<u>90,386,645</u>	<u>2,143,867</u>	<u>92,530,512</u>
LIABILITIES			
Accounts payable	1,081,473	79,170	1,160,643
Accrued salaries and benefits	380,793	4,850	385,643
Intergovernmental payable	223,805	109	223,914
Unearned revenue	48,986	-	48,986
Noncurrent liabilities:			
Due within one year:			
Compensated absences	616,768	11,339	628,107
Long-term debt	175,242	-	175,242
Due in more than one year:			
Compensated absences	15,102	277	15,379
Long-term debt	481,949	-	481,949
	<u>3,024,118</u>	<u>95,745</u>	<u>3,119,863</u>
NET ASSETS			
Invested in capital assets, net of related debt	61,046,506	327,060	61,373,566
Unrestricted	26,316,021	1,721,062	28,037,083
	<u>87,362,527</u>	<u>2,048,122</u>	<u>89,410,649</u>

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

**HUMBOLDT COUNTY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2008**

	Program Revenues			
Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government:				
Governmental activities:				
General government	\$ 4,598,168	\$ 1,326,024	\$ 119,802	\$ -
Public safety	7,088,205	1,212,413	254,946	-
Judicial	3,110,965	1,123,845	324,077	-
Public works	4,548,668	129,803	16,161	-
Health	215,027	-	-	-
Welfare	518,504	-	28,914	-
Culture and recreation	1,957,826	166,122	45,115	-
Community support	1,677,192	15,198	121,192	-
Interest on long-term debt	22,084	-	-	-
Total governmental activities	23,736,639	3,973,405	910,207	-
Business-type activities:				
Television	225,871	206,469	8,700	-
Solid waste management	824,467	906,271	-	-
Total business-type activities	1,050,338	1,112,740	8,700	-
Total primary government	\$ 24,786,977	\$ 5,086,145	\$ 918,907	\$ -

General revenues:

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

Change in Net Assets

Net assets - beginning
Net assets - ending

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

Governmental Activities	Business- type Activities	Total
\$ (3,152,342)	\$ -	\$ (3,152,342)
(5,620,846)	-	(5,620,846)
(1,663,043)	-	(1,663,043)
(4,402,704)	-	(4,402,704)
(215,027)	-	(215,027)
(489,590)	-	(489,590)
(1,746,589)	-	(1,746,589)
(1,540,802)	-	(1,540,802)
(22,084)	-	(22,084)
<u>(18,853,027)</u>	<u>-</u>	<u>(18,853,027)</u>
-	(10,702)	(10,702)
-	81,804	81,804
-	71,102	71,102
<u>\$ (18,853,027)</u>	<u>\$ 71,102</u>	<u>\$ (18,781,925)</u>
\$ 6,514,508	\$ -	\$ 6,514,508
7,909,794	-	7,909,794
1,096,256	-	1,096,256
2,658,209	-	2,658,209
296,032	-	296,032
313,911	23,584	337,495
1,139,503	34,205	1,173,708
944,688	-	944,688
<u>20,872,901</u>	<u>57,789</u>	<u>20,930,690</u>
2,019,874	128,891	2,148,765
85,342,653	1,919,231	87,261,884
<u>\$ 87,362,527</u>	<u>\$ 2,048,122</u>	<u>\$ 89,410,649</u>

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

HUMBOLDT COUNTY
Balance Sheet
Governmental Funds
June 30, 2008

	<u>General Fund</u>	<u>Road Fund</u>	<u>Regional Transportation Fund</u>	<u>6th Judicial District Fund</u>
Assets				
Cash and cash equivalents	\$ 9,839,394	\$ 529,352	\$ 2,286,470	\$ 898,597
Taxes receivable	12,040	-	-	11,342
Accounts receivable	243,924	80	-	841
Interest receivable	21,034	-	2,898	-
Notes receivable	18,384	-	-	-
Due from other governments	1,693,708	278,275	218,597	193,611
Due from other funds	15,735	59,438	-	-
Total assets	<u>\$ 11,844,219</u>	<u>\$ 867,145</u>	<u>\$ 2,507,965</u>	<u>\$ 1,104,391</u>
Liabilities				
Accounts payable	\$ 369,583	\$ 150,857	\$ 377,300	\$ 81,437
Accrued salaries/benefits	243,368	33,251	-	72,282
Due to other governments	65,585	6,374	-	33,803
Due to other funds	51,115	33	-	9,065
Deferred revenue	47,301	-	-	25,072
Total liabilities	<u>776,952</u>	<u>190,515</u>	<u>377,300</u>	<u>221,659</u>
Fund Balances				
Reserved for government stabilization	-	-	-	-
Reserved for commitments	-	-	385,069	-
Reserved for notes receivable	18,384	-	-	-
Reserved for technology enhancements	106,048	-	-	528
Reserved for pari-mutual betting	-	-	-	-
Reserved for child support	49,111	-	-	-
Reserved for debt service	-	-	-	-
Unreserved reported in:				
General Fund	10,893,724	-	-	-
Special Revenue Funds	-	676,630	1,745,596	882,204
Debt Service Fund	-	-	-	-
Capital Projects Funds	-	-	-	-
Total fund balances	<u>11,067,267</u>	<u>676,630</u>	<u>2,130,665</u>	<u>882,732</u>
Total Liabilities and Fund Balances	<u>\$ 11,844,219</u>	<u>\$ 867,145</u>	<u>\$ 2,507,965</u>	<u>\$ 1,104,391</u>

Indigent Medical Fund	Winnemucca Events Complex Fund	Building Reserve Fund	Other Governmental Funds	Total Governmental Funds
\$ 1,074,415	\$ 521,745	\$ 4,658,199	\$ 5,796,929	\$ 25,605,101
5,235	2,327	582	12,169	43,695
-	10,850	-	4,607	260,302
1,421	-	-	1,559	26,912
-	-	45,000	-	63,384
31,150	43,551	3,461	219,881	2,682,234
-	-	3,000	-	78,173
<u>\$ 1,112,221</u>	<u>\$ 578,473</u>	<u>\$ 4,710,242</u>	<u>\$ 6,035,145</u>	<u>\$ 28,759,801</u>
\$ 1,280	\$ 41,769	\$ -	\$ 59,246	\$ 1,081,472
-	8,192	-	23,700	380,793
45,374	2,276	-	70,393	223,805
-	3,474	10,000	3,166	76,853
5,235	2,327	582	12,169	92,686
<u>51,889</u>	<u>58,038</u>	<u>10,582</u>	<u>168,674</u>	<u>1,855,609</u>
-	-	-	1,050,813	1,050,813
-	-	-	-	385,069
-	-	45,000	-	63,384
-	-	-	-	106,576
-	5,142	-	-	5,142
-	-	-	-	49,111
-	-	-	846	846
-	-	-	-	10,893,724
1,060,332	515,293	-	3,599,550	8,479,605
-	-	-	723,384	723,384
-	-	4,654,660	491,878	5,146,538
<u>1,060,332</u>	<u>520,435</u>	<u>4,699,660</u>	<u>5,866,471</u>	<u>26,904,192</u>
<u>\$ 1,112,221</u>	<u>\$ 578,473</u>	<u>\$ 4,710,242</u>	<u>\$ 6,035,145</u>	<u>\$ 28,759,801</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, 2008

Total Governmental Fund Balances		\$ 26,904,192
<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	\$ 97,658,456	
Less Accumulated Depreciation	<u>(35,954,759)</u>	61,703,697
<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	569,060	
Capital lease obligation	88,131	
Compensated absences	<u>631,870</u>	(1,289,061)
<p>Deferred revenue represents amounts that were not available to fund current expenditures and therefore are not reported in the governmental funds.</p>		
		<u>43,699</u>
Net Assets of Governmental Activities		<u><u>\$ 87,362,527</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
For the Year Ended June 30, 2008

	<u>General Fund</u>	<u>Road Fund</u>	<u>Regional Transportation Fund</u>	<u>6th Judicial District Fund</u>
REVENUES				
Taxes	\$ 2,162,141	\$ -	\$ -	\$ 1,501,951
Licenses and permits	1,431,143	-	-	-
Intergovernmental revenue	8,143,457	1,453,694	1,220,676	1,675,131
Charges for services	565,658	312,504	-	972
Fines and forfeits	846,520	-	-	46,709
Miscellaneous revenues	1,246,716	54,010	55,198	1,342
	<u>14,395,635</u>	<u>1,820,208</u>	<u>1,275,874</u>	<u>3,226,105</u>
Total Revenues				
EXPENDITURES				
Current:				
General government	4,466,100	-	-	-
Judicial	1,947,591	-	-	976,160
Public safety	5,136,663	-	-	2,109,188
Public works	19,063	2,527,993	557,300	-
Health	216,921	-	-	-
Welfare	-	-	-	-
Culture and recreation	2,500	-	-	-
Community support	527,567	-	-	-
Intergovernmental expenditure	530,711	6,314	-	53,407
Debt service				
Principal	-	13,810	-	-
Interest	-	4,354	-	-
	<u>12,847,116</u>	<u>2,552,471</u>	<u>557,300</u>	<u>3,138,755</u>
Total Expenditures				
Excess (deficiency) of revenues over (under) expenditures	<u>1,548,519</u>	<u>(732,263)</u>	<u>718,574</u>	<u>87,350</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	5,000	300,000	-	200,000
Transfers out	-	-	-	(5,000)
	<u>5,000</u>	<u>300,000</u>	<u>-</u>	<u>195,000</u>
Total Other Financing Sources (Uses)				
Net Change in Fund Balances	1,553,519	(432,263)	718,574	282,350
Fund Balances - beginning	<u>9,513,748</u>	<u>1,108,893</u>	<u>1,412,091</u>	<u>600,382</u>
Fund Balances - ending	<u>\$11,067,267</u>	<u>\$ 676,630</u>	<u>\$ 2,130,665</u>	<u>\$ 882,732</u>

Indigent Medical Fund	Winnemucca Events Complex Fund	Building Reserve Fund	Other Governmental Funds	Total Governmental Funds
\$ 693,196	\$ 308,075	\$ 77,063	\$ 1,758,231	\$ 6,500,657
-	-	-	-	1,431,143
-	130,512	-	1,825,032	14,448,502
-	162,744	15,198	76,101	1,133,177
-	-	-	57,028	950,257
26,599	31,217	-	46,545	1,461,627
<u>719,795</u>	<u>632,548</u>	<u>92,261</u>	<u>3,762,937</u>	<u>25,925,363</u>
-	-	-	179,947	4,646,047
-	-	-	184,719	3,108,470
-	-	-	-	7,245,851
-	-	-	-	3,104,356
-	-	-	-	216,921
169,537	-	-	347,636	517,173
-	712,272	-	838,868	1,553,640
-	-	-	245,503	773,070
73,559	-	-	128,578	792,569
-	-	-	161,792	175,602
-	-	-	17,730	22,084
<u>243,096</u>	<u>712,272</u>	<u>-</u>	<u>2,104,773</u>	<u>22,155,783</u>
<u>476,699</u>	<u>(79,724)</u>	<u>92,261</u>	<u>1,658,164</u>	<u>3,769,580</u>
-	200,000	-	200,000	905,000
-	-	-	(900,000)	(905,000)
-	200,000	-	(700,000)	-
476,699	120,276	92,261	958,164	3,769,580
<u>583,633</u>	<u>400,159</u>	<u>4,607,399</u>	<u>4,908,307</u>	<u>23,134,612</u>
<u>\$ 1,060,332</u>	<u>\$ 520,435</u>	<u>\$ 4,699,660</u>	<u>\$ 5,866,471</u>	<u>\$ 26,904,192</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, 2008

Net Change in Fund Balances - Governmental Funds \$ 3,769,580

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:	\$ 675,614	
Less current year depreciation	<u>(2,561,155)</u>	(1,885,541)

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		13,851
----------------------------	--	--------

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:	161,792	
Capital lease-principal payments	<u>13,810</u>	175,602

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>(53,618)</u>
--	--	-----------------

Change in Net Assets of Governmental Activities		<u><u>\$ 2,019,874</u></u>
--	--	-----------------------------------

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, 2008

	<u>2008 Budgeted Amounts</u>		<u>2008</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>
REVENUES				
Taxes	\$ 1,106,385	\$ 1,106,385	\$ 2,162,141	\$ 1,055,756
Licenses and permits	1,356,000	1,356,000	1,431,143	75,143
Intergovernmental revenues	6,142,745	6,393,186	8,143,457	1,750,271
Charges for services	367,500	367,500	565,658	198,158
Fines and forfeits	690,000	690,000	846,520	156,520
Miscellaneous	432,500	448,300	1,246,716	798,416
	<u>10,095,130</u>	<u>10,361,371</u>	<u>14,395,635</u>	<u>4,034,264</u>
EXPENDITURES BY FUNCTION AND DEPARTMENT				
Current:				
General government:				
Commissioners	243,145	243,145	232,164	10,981
County administrator	249,725	254,025	251,736	2,289
Elections	25,000	25,000	17,390	7,610
Comptroller	257,567	265,147	253,181	11,966
Assessor	547,147	547,147	530,270	16,877
Treasurer	226,615	230,315	228,998	1,317
Clerk	329,798	331,298	330,364	934
Recorder	283,200	283,200	264,635	18,565
Computer systems	256,526	194,626	171,140	23,486
Planning	142,380	144,580	142,429	2,151
Buildings and grounds	987,704	1,021,704	1,020,390	1,314
Communications	273,550	265,970	238,283	27,687
Personnel	28,500	28,500	24,896	3,604
Public administrator	16,500	16,500	14,655	1,845
Miscellaneous	862,400	794,900	745,569	49,331
	<u>4,729,757</u>	<u>4,646,057</u>	<u>4,466,100</u>	<u>179,957</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, 2008

	<u>2008 Budgeted Amounts</u>		<u>2008</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>
Judicial:				
Justice court	\$ 640,025	\$ 640,025	\$ 641,749	\$ (1,724)
District attorney	818,908	791,049	717,405	73,644
Child support	373,980	373,980	332,105	41,875
Public defender	-	279,986	256,332	23,654
Other legal expenses	299,957	19,871	-	19,871
Total Judicial function	<u>2,132,870</u>	<u>2,104,911</u>	<u>1,947,591</u>	<u>157,320</u>
Public safety:				
Sheriff	2,516,062	2,639,953	2,618,795	21,158
Detention	1,406,027	1,455,270	1,409,893	45,377
Dispatch	681,793	711,952	675,936	36,016
Building official	279,255	279,255	259,441	19,814
Task force	126,300	126,300	119,282	7,018
Emergency management	6,010	6,010	-	6,010
LEPC	-	53,316	53,316	-
Total Public safety function	<u>5,015,447</u>	<u>5,272,056</u>	<u>5,136,663</u>	<u>135,393</u>
Public works	<u>32,000</u>	<u>32,000</u>	<u>19,063</u>	<u>12,937</u>
Health:				
Health	113,524	113,624	113,690	(66)
Mosquito control	138,998	138,998	103,231	35,767
Total Health function	<u>252,522</u>	<u>252,622</u>	<u>216,921</u>	<u>35,701</u>
Culture and recreation	<u>2,500</u>	<u>2,500</u>	<u>2,500</u>	<u>-</u>
Community support	<u>328,549</u>	<u>449,740</u>	<u>527,567</u>	<u>(77,827)</u>
Intergovernmental expenditure	<u>536,500</u>	<u>536,500</u>	<u>530,711</u>	<u>5,789</u>
Total Expenditures	<u>13,030,145</u>	<u>13,296,386</u>	<u>12,847,116</u>	<u>449,270</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, 2008

	2008 Budgeted Amounts		2008	
	Original Budget	Final Budget	Actual	Variance to Final Budget
Excess (deficiency) of revenues over (under) expenditures	\$ (2,935,015)	\$ (2,935,015)	\$ 1,548,519	\$ 4,483,534
OTHER FINANCING SOURCES (USES)				
Transfers in	5,000	5,000	5,000	-
Contingency	305,000	305,000	-	305,000
Total Other Financing Sources and Uses	<u>(300,000)</u>	<u>(300,000)</u>	<u>5,000</u>	<u>305,000</u>
Net change in fund balance	(3,235,015)	(3,235,015)	1,553,519	4,788,534
Fund balance - beginning	<u>4,545,757</u>	<u>4,545,757</u>	<u>9,513,748</u>	<u>4,967,991</u>
Fund balance - ending	<u><u>\$ 1,310,742</u></u>	<u><u>\$ 1,310,742</u></u>	<u><u>\$ 11,067,267</u></u>	<u><u>\$ 9,756,525</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, 2008

	<u>2008 Budgeted Amounts</u>		<u>2008</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance To Final Budget</u>
REVENUES				
Intergovernmental revenues:				
Federal grants	\$ 16,600	\$ 16,600	\$ 16,161	\$ (439)
Motor vehicle fuel taxes 1.25 cents	490,236	490,236	490,239	3
Motor vehicle fuel taxes 1.75 cents	190,977	190,977	170,279	(20,698)
Motor vehicle fuel taxes 2.35 cents	777,015	777,015	777,015	-
Total Intergovernmental revenues	<u>1,474,828</u>	<u>1,474,828</u>	<u>1,453,694</u>	<u>(21,134)</u>
Charges for services:				
Fuel sales reimbursements	225,000	225,000	256,591	31,591
Repair reimbursements	80,000	80,000	55,913	(24,087)
Total Charges for services	<u>305,000</u>	<u>305,000</u>	<u>312,504</u>	<u>7,504</u>
Miscellaneous	<u>5,000</u>	<u>5,000</u>	<u>54,010</u>	<u>49,010</u>
Total Revenues	<u>1,784,828</u>	<u>1,784,828</u>	<u>1,820,208</u>	<u>35,380</u>
EXPENDITURES				
Public works function:				
Highways and street:				
Salaries and wages	830,810	830,810	789,425	41,385
Employee benefits	309,110	309,110	296,673	12,437
Services and supplies	1,169,800	1,269,800	1,239,381	30,419
Capital outlay	211,000	211,000	202,514	8,486
Total Public works function	<u>2,520,720</u>	<u>2,620,720</u>	<u>2,527,993</u>	<u>92,727</u>
Intergovernmental expenditure function:				
Services and supplies	<u>6,000</u>	<u>6,000</u>	<u>6,314</u>	<u>(314)</u>
Debt service function:				
Principal	13,781	13,810	13,810	-
Interest	4,384	4,355	4,354	1
Total Debt service function	<u>18,165</u>	<u>18,165</u>	<u>18,164</u>	<u>1</u>
Total Expenditures	<u>2,544,885</u>	<u>2,644,885</u>	<u>2,552,471</u>	<u>92,414</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(760,057)</u>	<u>(860,057)</u>	<u>(732,263)</u>	<u>127,794</u> (continued)

HUMBOLDT COUNTY
Road Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008

	<u>2008 Budgeted Amounts</u>		<u>2008</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance To 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	(460,057)	(560,057)	(432,263)	127,794
Fund balance - beginning	<u>956,323</u>	<u>1,056,323</u>	<u>1,108,893</u>	<u>52,570</u>
Fund balance - ending	<u>\$ 496,266</u>	<u>\$ 496,266</u>	<u>\$ 676,630</u>	<u>\$ 180,364</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, 2008

	<u>2008 Budgeted Amounts</u>		<u>2008</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance To Final Budget</u>
REVENUES				
Intergovernmental revenue:				
Gasoline taxes	<u>\$ 1,392,039</u>	<u>\$ 1,392,039</u>	<u>\$ 1,220,676</u>	<u>\$ (171,363)</u>
Miscellaneous	<u>30,000</u>	<u>30,000</u>	<u>55,198</u>	<u>25,198</u>
Total Revenues	<u>1,422,039</u>	<u>1,422,039</u>	<u>1,275,874</u>	<u>(146,165)</u>
EXPENDITURES				
Public works function:				
Highways and street:				
Services and supplies	<u>1,422,039</u>	<u>1,422,039</u>	<u>557,300</u>	<u>864,739</u>
Total Expenditures	<u>1,422,039</u>	<u>1,422,039</u>	<u>557,300</u>	<u>864,739</u>
Net change in fund balance	-	-	718,574	718,574
Fund balance - beginning	<u>510,313</u>	<u>510,313</u>	<u>1,412,091</u>	<u>901,778</u>
Fund balance - ending	<u><u>\$ 510,313</u></u>	<u><u>\$ 510,313</u></u>	<u><u>\$ 2,130,665</u></u>	<u><u>\$ 1,620,352</u></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, 2008

	<u>2008 Budgeted Amounts</u>		<u>2008</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance To Final Budget</u>
REVENUES				
Taxes	\$ 1,011,150	\$ 1,111,150	\$ 1,501,951	\$ 390,801
Intergovernmental revenue:				
Federal grants:				
OJJDP formula grant	-	5,000	5,000	-
Lovelock indian tribe grant	-	4,007	4,007	-
Summer school grant	-	7,134	7,134	-
State grants:				
OJJDP youth outreach	-	11,937	11,937	-
OJJDP community partnership grant	-	15,655	15,655	-
Parole fees	7,920	7,920	7,642	(278)
Combined tax	436,111	436,111	553,686	117,575
Lander county contribution	552,700	552,700	535,035	(17,665)
Pershing county contribution	552,700	552,700	535,035	(17,665)
Total Intergovernmental revenues	<u>1,549,431</u>	<u>1,593,164</u>	<u>1,675,131</u>	<u>81,967</u>
Charges for services	<u>-</u>	<u>-</u>	<u>972</u>	<u>972</u>
Fines and forfeits	<u>20,000</u>	<u>20,000</u>	<u>46,709</u>	<u>26,709</u>
Miscellaneous	<u>80,000</u>	<u>80,000</u>	<u>1,342</u>	<u>(78,658)</u>
Total Revenues	<u>2,660,581</u>	<u>2,804,314</u>	<u>3,226,105</u>	<u>421,791</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, 2008

	<u>2008 Budgeted Amounts</u>		<u>2008</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	\$ 1,308,240	\$ 1,308,240	\$ 1,240,815	\$ 67,425
Employee benefits	529,250	529,250	527,032	2,218
Services and supplies	293,920	337,653	323,341	14,312
Capital outlay	18,000	18,000	18,000	-
Total Public safety function	<u>2,149,410</u>	<u>2,193,143</u>	<u>2,109,188</u>	<u>83,955</u>
Judicial function:				
District court:				
Salaries and wages	305,260	329,260	323,841	5,419
Employee benefits	98,958	106,658	106,046	612
Services and supplies	256,500	324,800	324,760	40
	<u>660,718</u>	<u>760,718</u>	<u>754,647</u>	<u>6,071</u>
Court reporters:				
Salaries and wages	142,440	142,440	137,059	5,381
Employee benefits	45,850	45,850	44,490	1,360
Services and supplies	48,000	48,000	39,964	8,036
	<u>236,290</u>	<u>236,290</u>	<u>221,513</u>	<u>14,777</u>
Total Judicial function	<u>897,008</u>	<u>997,008</u>	<u>976,160</u>	<u>20,848</u>
Intergovernmental expenditure function:				
Services and supplies	<u>54,979</u>	<u>54,979</u>	<u>53,407</u>	<u>1,572</u>
Total Expenditures	<u>3,101,397</u>	<u>3,245,130</u>	<u>3,138,755</u>	<u>106,375</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, 2008

	<u>2008 Budgeted Amounts</u>		<u>2008</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance To Final Budget</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (440,816)</u>	<u>\$ (440,816)</u>	<u>\$ 87,350</u>	<u>\$ 528,166</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	200,000	200,000	200,000	-
Transfers out	<u>(5,000)</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>195,000</u>	<u>195,000</u>	<u>195,000</u>	<u>-</u>
Net change in fund balance	(245,816)	(245,816)	282,350	528,166
Fund balance - beginning	<u>250,944</u>	<u>250,944</u>	<u>600,382</u>	<u>349,438</u>
Fund balance - ending	<u><u>\$ 5,128</u></u>	<u><u>\$ 5,128</u></u>	<u><u>\$ 882,732</u></u>	<u><u>\$ 877,604</u></u>

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, 2008

	<u>2008 Budgeted Amounts</u>		<u>2008</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance To Final Budget</u>
REVENUES				
Taxes	\$ 468,416	\$ 468,416	\$ 693,196	\$ 224,780
Miscellaneous	10,000	10,000	26,599	16,599
Total Revenues	<u>478,416</u>	<u>478,416</u>	<u>719,795</u>	<u>241,379</u>
EXPENDITURES				
Welfare function:				
Services and supplies	<u>445,000</u>	<u>445,000</u>	<u>169,537</u>	<u>275,463</u>
Intergovernmental expenditure function:				
Services and supplies	<u>52,045</u>	<u>52,045</u>	<u>73,559</u>	<u>(21,514)</u>
Total Expenditures	<u>497,045</u>	<u>497,045</u>	<u>243,096</u>	<u>253,949</u>
Net change in fund balance	(18,629)	(18,629)	476,699	495,328
Fund balance - beginning	<u>383,183</u>	<u>383,183</u>	<u>583,633</u>	<u>200,450</u>
Fund balance - ending	<u>\$ 364,554</u>	<u>\$ 364,554</u>	<u>\$ 1,060,332</u>	<u>\$ 695,778</u>

The notes to the financial statements are an intergral 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, 2008

	<u>2008 Budgeted Amounts</u>		<u>2008</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance To Final Budget</u>
REVENUES				
Taxes	\$ 208,185	\$ 208,185	\$ 308,075	\$ 99,890
Intergovernmental:				
Combined tax	102,798	102,798	130,512	27,714
Charges for services	147,200	147,200	162,744	15,544
Miscellaneous	25,000	25,000	31,217	6,217
 Total Revenues	 <u>483,183</u>	 <u>483,183</u>	 <u>632,548</u>	 <u>149,365</u>
EXPENDITURES				
Culture and Recreation Function:				
Salaries and wages	204,000	204,000	236,865	(32,865)
Employee benefits	72,860	72,860	67,646	5,214
Services and supplies	417,700	417,700	372,049	45,651
Capital outlay	70,998	70,998	35,712	35,286
 Total Expenditures	 <u>765,558</u>	 <u>765,558</u>	 <u>712,272</u>	 <u>53,286</u>
 Excess (deficiency) of revenues over (under) expenditures	 <u>(282,375)</u>	 <u>(282,375)</u>	 <u>(79,724)</u>	 <u>202,651</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	200,000	200,000	200,000	-
 Net change in fund balance	 (82,375)	 (82,375)	 120,276	 202,651
 Fund balance - beginning	 <u>203,974</u>	 <u>203,974</u>	 <u>400,159</u>	 <u>196,185</u>
 Fund balance - ending	 <u>\$ 121,599</u>	 <u>\$ 121,599</u>	 <u>\$ 520,435</u>	 <u>\$ 398,836</u>

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

HUMBOLDT COUNTY
Statement of Net Assets
Proprietary Funds
June 30, 2008

	Business-Type Activities - Enterprise Funds		
	Humboldt Television Fund	Solid Waste Management Fund	Totals Current Year
ASSETS			
Current:			
Cash and Cash Equivalents	\$ 690,213	\$ 1,040,696	\$ 1,730,909
Accounts receivable	13,128	49,324	62,452
Interest receivable	-	1,376	1,376
Due from other funds	-	63	63
Inventories	23,390	-	23,390
Total Current Assets	726,731	1,091,459	1,818,190
Noncurrent Assets:			
Capital assets:			
Buildings	24,195	-	24,195
Machinery and equipment	1,011,856	92,286	1,104,142
Less accumulated depreciation	(734,851)	(66,426)	(801,277)
Total capital assets (net of accumulated depreciation)	301,200	25,860	327,060
Total Noncurrent Assets	301,200	25,860	327,060
Total Assets	1,027,931	1,117,319	2,145,250
LIABILITIES			
Current Liabilities:			
Accounts payable	45,004	34,167	79,171
Accrued liabilities	14,542	1,647	16,189
Intergovernmental payable	109	-	109
Due to other funds	1,213	169	1,382
Total Current Liabilities	60,868	35,983	96,851
Noncurrent Liabilities:			
Compensated absences	277	-	277
Total Liabilities	61,145	35,983	97,128
NET ASSETS			
Invested in capital assets	301,200	25,860	327,060
Unrestricted	665,586	1,055,476	1,721,062
Total Net Assets	\$ 966,786	\$ 1,081,336	\$ 2,048,122

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, 2008

	Business-Type Activities - Enterprise Funds		
	Humboldt Television Fund	Solid Waste Management Fund	Totals Current Year
OPERATING REVENUES			
Charges for services:			
User fees	\$ 206,469	\$ 906,234	\$ 1,112,703
Grants	8,700	-	8,700
Miscellaneous	23,584	37	23,621
Total Operating Revenues	238,753	906,271	1,145,024
OPERATING EXPENSES			
Salaries and wages	76,104	37,691	113,795
Employee benefits	22,188	12,279	34,467
Services and supplies	72,696	767,468	840,164
Depreciation	54,883	7,029	61,912
Total Operating Expenses	225,871	824,467	1,050,338
Operating Income (Loss)	12,882	81,804	94,686
NONOPERATING REVENUES (EXPENSES)			
Interest earnings	-	34,205	34,205
Change in Net Assets	12,882	116,009	128,891
NET ASSETS, JULY 1	953,904	965,327	1,919,231
NET ASSETS, JUNE 30	\$ 966,786	\$ 1,081,336	\$ 2,048,122

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, 2008

	Business-type Activities - Enterprise Funds		
	Humboldt Television Fund	Solid Waste Management Fund	Totals Current Year
CASH FLOWS FROM			
OPERATING ACTIVITIES:			
Cash received from customers	\$ 236,203	\$ 915,039	\$ 1,151,242
Cash payments for personnel costs	(97,970)	(49,712)	(147,682)
Cash payments for services and supplies	(74,965)	(760,190)	(835,155)
Net Cash Provided by Operating Activities	<u>63,268</u>	<u>105,137</u>	<u>168,405</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Purchases of capital assets	<u>(66,826)</u>	<u>-</u>	<u>(66,826)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest received	<u>-</u>	<u>35,121</u>	<u>35,121</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(3,558)	140,258	136,700
CASH AND CASH EQUIVALENTS, JULY 1	<u>693,771</u>	<u>900,438</u>	<u>1,594,209</u>
CASH AND CASH EQUIVALENTS, JUNE 30	<u><u>\$ 690,213</u></u>	<u><u>\$ 1,040,696</u></u>	<u><u>\$ 1,730,909</u></u>

HUMBOLDT COUNTY
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2008

	Business-type Activities - Enterprise Funds		
	Humboldt Television Fund	Solid Waste Management Fund	Totals Current Year
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ 12,882	\$ 81,804	\$ 94,686
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operations:			
Depreciation	54,883	7,029	61,912
Change in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	(2,551)	8,768	6,217
Inventory	1,275	-	1,275
Increase (decrease) in:			
Accounts payable	(3,543)	7,281	3,738
Accrued salaries and benefits	322	255	577
Total adjustments	50,386	23,333	73,719
Net Cash Provided by Operating Activities	\$ 63,268	\$ 105,137	\$ 168,405

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

HUMBOLDT COUNTY
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2008

	AGENCY FUNDS	INVESTMENT TRUST FUND
ASSETS		
Cash and cash equivalents	\$ 3,594,720	\$ 1,566,117
Interest receivable	-	2,071
Total Assets	\$ 3,594,720	\$ 1,568,188
LIABILITIES		
Due to other governments	\$ 3,391,300	\$ -
Funds held in trust for others	203,420	-
Total Liabilities	3,594,720	-
NET ASSETS		
Held in trust	\$ -	\$ 1,568,188

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, 2008

	INVESTMENT TRUST FUND
ADDITIONS	
Investment earnings:	
Interest	\$ 52,089
Net increase (decrease) in share transactions	(53,091)
Change in net assets	(1,002)
Net assets - beginning	1,569,190
Net assets - ending	\$ 1,568,188

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

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008

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, 2008
(CONTINUED)

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.

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.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008
(CONTINUED)

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 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.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008
(CONTINUED)

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

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008
(CONTINUED)

F. Fund Financial Statements

i. 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.

ii. 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.

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.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008
(CONTINUED)

iii. 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 2007-2008 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 2007-2008 fiscal year was due and payable on the third Monday in August 2007. 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 2006-2007 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.

iv. 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.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008
(CONTINUED)

v. 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

vi. 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.

vii. 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.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008
(CONTINUED)

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.

viii. 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.

ix. 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.

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.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008
(CONTINUED)

	<u>Carrying Amount</u>	<u>Bank Balance</u>
Insured, (FDIC)	\$ 579,629	\$ 581,139
Uninsured and collateralized, collateral held by the office of the State Treasurer/Nevada Collateral Pool	12,820,133	12,893,704
Petty Cash	<u>11,860</u>	<u>11,860</u>
Total Cash Deposits	<u>\$13,411,622</u>	<u>\$13,486,703</u>

Investments are carried at fair value. The following is a listing of those investments as of June 30, 2008:

<u>Investment Type</u>	<u>Investment Maturities (in years)</u>				
	<u>Fair Value</u>	<u>Less than 1</u>	<u>1 to 3</u>	<u>4 to 5</u>	<u>6 to 10</u>
U.S. Treasury Notes	\$ 625,201	\$ 83,692	\$ 268,833	\$ 272,676	\$ -
Government Agencies	3,658,347	789,480	1,055,483	1,813,384	-
Asset Backed Fixed Income Securities	759,889	-	203,337	556,552	-
Corporate Bonds	1,062,353	100,747	961,606	-	-
Mortgage Backed Securities	574,024	-	229,612	344,412	351,254
Money Market Mutual Funds	72,304	72,304	-	-	-
State of Nevada Local Government Investment Pool	<u>11,981,852</u>	<u>11,981,852</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Investments	19,085,224	13,028,075	2,718,871	2,987,024	351,254
Total Cash (Carrying Amount)	<u>13,411,622</u>	<u>13,411,622</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Cash and Investments	<u>\$ 32,496,846</u>	<u>\$ 26,439,697</u>	<u>\$ 2,718,871</u>	<u>\$ 2,987,024</u>	<u>\$ 351,254</u>

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008
(CONTINUED)

<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 Notes	\$ 625,201	\$ 625,201	\$ -	\$ -	\$ -
Government Agencies	3,658,347	3,658,347	-	-	-
Asset Backed Fixed Income Securities	759,889	759,889	-	-	-
Corporate Bonds	1,062,353	62,508	275,357	724,488	-
Mortgage Backed Securities	925,278	925,278	-	-	-
Money Market Mutual Funds	72,304	72,304	-	-	-
State of Nevada Local Government Investment Pool	11,981,852	-	-	-	11,981,852
Total Investments	19,085,224	6,103,527	275,357	724,488	11,981,852
Total Cash (Carrying Amount)	13,411,622	13,411,622	-	-	-
Total Cash and Investments	<u>\$ 32,496,846</u>	<u>\$ 19,515,149</u>	<u>\$ 275,357</u>	<u>\$ 724,488</u>	<u>\$ 11,981,852</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.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008
(CONTINUED)

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.

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	\$11,981,852	\$11,981,852	Variable	July 1, 2008

EXTERNAL INVESTMENT POOL CONDENSED FINANCIAL STATEMENTS
STATEMENT OF NET ASSETS
JUNE 30, 2008

ASSETS:

Local Government Pooled Investment Fund	\$ 11,981,852
Interest receivable	21,452
Total Assets	<u>\$ 12,003,304</u>

NET ASSETS HELD IN TRUST FOR POOL PARTICIPANTS:

Net assets consist of:	
Internal participant shares	\$ 10,435,116
External participant shares	1,568,188
Total Participant Shares Outstanding (\$1.00 par)	<u>\$ 12,003,304</u>

**STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2008**

Net increase (decrease) in net assets resulting from operations:	
Investment income	\$ 837,282
Net assets, July 1	<u>11,166,022</u>
Net assets, June 30	<u>\$ 12,003,304</u>

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008
(CONTINUED)

B. Capital assets

Capital asset activity for the year ended June 30, 2008 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending 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	19,798,989	26,614	-	19,825,603
Improvements other than buildings	568,410	42,191	-	610,601
Infrastructure	66,291,062	9,908	-	66,300,970
Machinery and equipment	<u>9,012,817</u>	<u>596,901</u>	<u>-</u>	<u>9,609,718</u>
Total assets, being depreciated	<u>95,671,278</u>	<u>675,614</u>	<u>-</u>	<u>96,346,892</u>
Less accumulated depreciation for:				
Buildings	(10,104,136)	(564,990)	-	(10,669,126)
Improvements other than buildings	(220,242)	(35,998)	-	(256,240)
Infrastructure	(16,286,612)	(1,446,734)	-	(17,733,346)
Machinery and equipment	<u>(6,782,614)</u>	<u>(513,433)</u>	<u>-</u>	<u>(7,296,047)</u>
Total accumulated depreciation	<u>(33,393,604)</u>	<u>(2,561,155)</u>	<u>-</u>	<u>(35,954,759)</u>
Total capital assets, being depreciated, net	<u>62,277,674</u>	<u>(1,885,541)</u>	<u>-</u>	<u>60,392,133</u>
Governmental activities capital assets, net	<u>\$ 63,589,238</u>	<u>\$ (1,885,541)</u>	<u>\$ -</u>	<u>\$ 61,703,697</u>
	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets, being depreciated				
Buildings	\$ 24,195	\$ -	\$ -	\$ 24,195
Machinery and equipment	<u>1,037,317</u>	<u>66,826</u>	<u>-</u>	<u>1,104,143</u>
Total assets, being depreciated	<u>1,061,512</u>	<u>66,826</u>	<u>-</u>	<u>1,128,338</u>
Less accumulated depreciation for:				
Buildings	(24,195)	-	-	(24,195)
Machinery and equipment	<u>(715,170)</u>	<u>(61,912)</u>	<u>-</u>	<u>(777,082)</u>
Total accumulated depreciation	<u>(739,365)</u>	<u>(61,912)</u>	<u>-</u>	<u>(801,277)</u>
Total capital assets, being depreciated, net	<u>322,147</u>	<u>4,914</u>	<u>-</u>	<u>327,061</u>
Business-type activities capital assets, net	<u>\$ 322,147</u>	<u>\$ 4,914</u>	<u>\$ -</u>	<u>\$ 327,061</u>

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

Governmental activities:	
General government	\$ 83,951
Public safety	122,928
Judicial	13,678
Public works	1,642,178
Health	1,491
Culture and recreation	32,800

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008
(CONTINUED)

Community support	\$ 664,129
Total depreciation expense – governmental activities	<u>\$ 2,561,155</u>

Business-type activities:

Humboldt Television fund	\$ 54,883
Solid waste management fund	<u>7,029</u>
Total depreciation expense – business-type activities	<u>\$ 61,912</u>

C. Interfund receivables, payables, and transfers

The composition of interfund balances as of June 30, 2008 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	\$ 5,195
	Road Fund	33
	Winnemucca Events Complex Fund	290
	Building Reserve Fund	10,000
	Nonmajor Governmental Funds	48
	Solid Waste Fund	<u>169</u>
		<u>15,735</u>
Road Fund	General Fund	48,115
	6 th Judicial District Fund	3,871
	Winnemucca Events Complex Fund	3,121
	Nonmajor Governmental Funds	3,118
	Humboldt Television Fund	<u>1,213</u>
		<u>59,438</u>
Building Reserve Fund	General Fund	<u>3,000</u>
Solid Waste Management	Winnemucca Events Complex Fund	<u>63</u>
Total		<u>\$ 78,236</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.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008
(CONTINUED)

Interfund transfers for the year ended June 30, 2008

<u>Transfers from:</u>	<u>Amount</u>	<u>Transfers to:</u>	<u>Amount</u>
6 th Judicial District	\$ 5,000	General Fund	\$ 5,000
Nonmajor Governmental Funds	<u>900,000</u>	Road Fund	300,000
		6 th Judicial District Fund	200,000
		Wmca Events Complex Fund	200,000
		Nonmajor Governmental Funds	<u>200,000</u>
Total Transfers Out	<u>\$905,000</u>	Total Transfers In	<u>\$905,000</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 of 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.

The asset acquired through capital leases are as follows:

	<u>Governmental Activities</u>
Asset:	
Machinery and equipment	\$ 145,985
Less: Accumulated depreciation	<u>(34,062)</u>
Total	<u>\$ 111,923</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2008, were as follows:

<u>Year Ending June 30</u>	<u>Governmental Activities</u>
2009	\$ 18,164
2010	<u>76,960</u>
Total minimum lease payments	95,124
Less: amount representing interest	<u>(6,993)</u>
Present value of minimum lease payments	<u>\$ 88,131</u>

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008
(CONTINUED)

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%	\$ 480,000
Kings River community center	4.25%	<u>89,060</u>
Total bonds outstanding		<u>\$ 569,060</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>
2009	161,869	13,685
2010	161,949	9,637
2011	162,033	5,585
2012	2,120	3,514
2013	2,211	3,423
2014-2018	12,566	15,604
2019-2023	15,507	11,538
2024-2028	19,136	9,034
2029-2033	23,614	4,556
2034-2038	<u>8,055</u>	<u>343</u>
Total	<u>\$ 569,060</u>	<u>\$ 76,919</u>

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

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008
(CONTINUED)

Compensated absences

The liability for compensated absences is included in the noncurrent liabilities on the government-wide Statement of Net Assets. About 56 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, 2008 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<u>Governmental activities:</u>					
Bonds payable	\$ 730,853	\$ -	\$ 161,793	\$ 569,060	\$ 161,869
Compensated absences	578,252	820,833	767,215	631,870	616,768
Capital lease	<u>101,941</u>	<u>-</u>	<u>13,810</u>	<u>88,131</u>	<u>14,373</u>
Governmental activities long-term liabilities	<u>\$ 1,411,046</u>	<u>\$ 820,833</u>	<u>\$ 942,818</u>	<u>\$ 1,289,061</u>	<u>\$ 793,010</u>
<u>Business-type activities:</u>					
Compensated absences	<u>\$ 11,703</u>	<u>\$ 7,672</u>	<u>\$ 7,759</u>	<u>\$ 11,616</u>	<u>\$ 11,339</u>
Business-type activities Long-term liabilities	<u>\$ 11,703</u>	<u>\$ 7,672</u>	<u>\$ 7,759</u>	<u>\$ 11,616</u>	<u>\$ 11,339</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 liability coverage for its members up to \$10,000,000 per event and a \$13,000,000 general aggregate per member. Property, crime and equipment breakdown coverage is provided to its members up to \$300,000,000 per loss with various sublimits established for earthquake, flood, equipment breakdown, and money and securities.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008
(CONTINUED)

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.

B. Pension Program

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. 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 PERS 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 the employer pay contribution plan method. Under this method, 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 and amounts contributed (which are equal to/or 100% of the required contribution) 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>
2007-2008	20.50%	33.5%	\$2,159,446
2006-2007	19.75%	32.0%	\$1,870,923
2005-2006	19.75%	32.0%	\$1,755,009

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, 2008 financial assurance relative to costs of closure and post-closure of the landfill was fulfilled through insurance coverage.

HUMBOLDT COUNTY
Notes to the Financial Statements
June 30, 2008
(CONTINUED)

D. Contingencies

There are legal actions and claims pending against Humboldt County. The financial impact of these actions is not determinable at June 30, 2008, 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.

E. New Fund Additions

No new funds were created during the 2007-2008 fiscal year.

F. Subsequent Events

On October 6, 2008 the County Commission authorized the Comptroller to pay off all outstanding General Obligation Bonds of the County on or before October 30, 2008. The bonds to be paid off are the Events Center Bonds with a principal outstanding as of June 30, 2008 of \$480,000 and the Kings River Community Center Bonds of \$89,060. Payment of these bonds will eliminate all bonded debt of the County.

Also on October 6, 2008, the County Commission authorized the purchase of two parcels of land valued at \$957,000 for the future expansion of the Events Center Complex.

On October 20, 2008, the County Commission authorized the Comptroller to transfer \$600,000 from the General Fund to the Compensated Absence Fund to provide 100% funding for the current compensated absence liability as of June 30, 2008 as well as funding for future growth in this liability. **This liability is now fully funded.**

HUMBOLDT COUNTY
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2008

	<u>Special Revenue Funds</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>
Assets				
Cash and cash equivalents	\$ 4,646,382	\$ 662,726	\$ 487,821	\$ 5,796,929
Taxes receivable	11,587	-	582	12,169
Accounts receivable	4,607	-	-	4,607
Interest receivable	-	914	645	1,559
Due from other governments	155,830	60,590	3,461	219,881
Total assets	<u>\$ 4,818,406</u>	<u>\$ 724,230</u>	<u>\$ 492,509</u>	<u>\$ 6,035,145</u>
Liabilities				
Accounts payable	\$ 59,246	\$ -	\$ -	\$ 59,246
Accrued salaries/benefits	23,700	-	-	23,700
Due to other governments	70,344	-	49	70,393
Due to other funds	3,166	-	-	3,166
Deferred revenue	11,587	-	582	12,169
Total liabilities	<u>168,043</u>	<u>-</u>	<u>631</u>	<u>168,674</u>
Fund Balances				
Reserved for government stabilization	1,050,813	-	-	1,050,813
Reserved for debt service	-	846	-	846
Unreserved and undesignated	3,599,550	723,384	491,878	4,814,812
Total fund balances	<u>4,650,363</u>	<u>724,230</u>	<u>491,878</u>	<u>5,866,471</u>
Total Liabilities and Fund Balances	<u>\$ 4,818,406</u>	<u>\$ 724,230</u>	<u>\$ 492,509</u>	<u>\$ 6,035,145</u>

HUMBOLDT COUNTY
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2008

	<u>Special Revenue Funds</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>
REVENUES				
Taxes	\$ 1,681,206	\$ -	\$ 77,025	\$ 1,758,231
Intergovernmental revenues	1,529,000	296,032	-	1,825,032
Charges for services	76,101	-	-	76,101
Fines and forfeits	57,028	-	-	57,028
Miscellaneous	8,552	21,986	16,007	46,545
	<u>3,351,887</u>	<u>318,018</u>	<u>93,032</u>	<u>3,762,937</u>
Total Revenues				
EXPENDITURES				
Current:				
General government	179,947	-	-	179,947
Judicial	184,719	-	-	184,719
Welfare	347,636	-	-	347,636
Culture and recreation	838,868	-	-	838,868
Community support	167,988	-	77,515	245,503
Intergovernmental expenditures	110,349	-	18,229	128,578
Debt service				
Principal	-	161,792	-	161,792
Interest	-	17,730	-	17,730
	<u>1,829,507</u>	<u>179,522</u>	<u>95,744</u>	<u>2,104,773</u>
Total Expenditures				
Excess (deficiency) of revenues over (under) expenditures	<u>1,522,380</u>	<u>138,496</u>	<u>(2,712)</u>	<u>1,658,164</u>
OTHER FINANCING SOURCES (USES)				
Transfers in:	200,000	-	-	200,000
Transfers out:	<u>(900,000)</u>	<u>-</u>	<u>-</u>	<u>(900,000)</u>
Total Other Financing Sources (Uses)	<u>(700,000)</u>	<u>-</u>	<u>-</u>	<u>(700,000)</u>
Net Change in Fund Balances	822,380	138,496	(2,712)	958,164
Fund balances - beginning	<u>3,827,983</u>	<u>585,734</u>	<u>494,590</u>	<u>4,908,307</u>
Fund balances - ending	<u>\$ 4,650,363</u>	<u>\$ 724,230</u>	<u>\$ 491,878</u>	<u>\$ 5,866,471</u>

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual for the fiscal year ended June 30, 2007)

	<u>2008</u>			<u>2007</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	\$ 1,036,385	\$ 1,036,385	\$ 2,049,553	\$ 1,013,168	\$ 1,505,717
Tax penalties	70,000	70,000	112,588	42,588	88,581
Total Taxes	<u>1,106,385</u>	<u>1,106,385</u>	<u>2,162,141</u>	<u>1,055,756</u>	<u>1,594,298</u>
Licenses and Permits:					
Business:					
Business licenses	40,000	40,000	53,075	13,075	45,660
Liquor licenses	6,000	6,000	6,520	520	7,800
Local gaming licenses	60,000	60,000	59,552	(448)	63,868
Franchise fees	1,100,000	1,100,000	1,096,256	(3,744)	1,185,403
Nonbusiness:					
Building permits	140,000	140,000	198,397	58,397	183,412
Dog licenses	10,000	10,000	12,378	2,378	13,035
CCW permits	-	-	2,130	2,130	1,865
Marriage licenses	-	-	2,720	2,720	2,760
Other permits	-	-	115	115	123
Total Licenses and Permits	<u>1,356,000</u>	<u>1,356,000</u>	<u>1,431,143</u>	<u>75,143</u>	<u>1,503,926</u>
Intergovernmental Revenues:					
Federal grants:					
CDBG	-	20,000	20,000	-	-
Child support enforcement	150,000	150,000	224,270	74,270	208,674
Consolidated task force	40,000	40,000	99,322	59,322	85,031
Ots/joining forces	-	8,324	8,324	-	-
Taylor grazing fees	40,000	40,000	39,673	(327)	39,479
Senior transportation grant	-	121,192	121,192	-	102,994
SCAAP grant	-	23,558	23,558	-	13,572
Violence against women grant	-	-	43,810	43,810	29,636
USDI BLM	-	5,000	5,000	-	-
Federal vest grant	-	7,066	7,067	1	-
State grants:					
SERC grant	-	53,316	53,316	-	62,180
Miscellaneous State grants	-	11,985	11,985	-	-
Other Intergovernmental revenues:					
City-county sharing agreement	300,000	300,000	346,356	46,356	318,198
Humboldt contribution	20,000	20,000	(68)	(20,068)	4,495

(continued)

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual for the fiscal year ended June 30, 2007)

	<u>2008</u>			<u>2007</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>	<u>Actual</u>
Humboldt river basin authority	\$ 55,000	\$ 55,000	\$ 44,735	\$ (10,265)	\$ 125,823
Combined tax	5,379,745	5,379,745	6,830,107	1,450,362	6,614,263
State gaming license fees	158,000	158,000	153,686	(4,314)	158,392
Fire rehabilitation reimbursements	-	-	55,127	55,127	-
Public defender reimbursements	-	-	55,997	55,997	-
Total Intergovernmental Revenues	<u>6,142,745</u>	<u>6,393,186</u>	<u>8,143,457</u>	<u>1,750,271</u>	<u>7,762,737</u>
Charges for Services:					
General government:					
Clerk fees	20,000	20,000	27,310	7,310	26,963
Recorder fees	150,000	150,000	206,672	56,672	198,575
Recorder technology fees	-	-	32,769	32,769	31,680
Planning fees	25,000	25,000	24,820	(180)	26,170
Map fees	45,000	45,000	105,563	60,563	91,529
Subtotal General government	<u>240,000</u>	<u>240,000</u>	<u>397,134</u>	<u>157,134</u>	<u>374,917</u>
Judicial:					
Legal assistance fees	6,000	6,000	5,629	(371)	5,812
Law library fees	4,000	4,000	4,315	315	4,305
Bail bond fees	7,000	7,000	6,140	(860)	6,740
Civil action fees	31,000	31,000	37,093	6,093	38,479
District court filing fees	-	-	15,306	15,306	15,706
Public defender fees	-	-	3,125	3,125	-
Subtotal Judicial	<u>48,000</u>	<u>48,000</u>	<u>71,608</u>	<u>23,608</u>	<u>71,042</u>
Public safety:					
Sheriff fees	28,000	28,000	27,939	(61)	26,927
Detention fees	20,000	20,000	23,261	3,261	16,111
Detention meal preparation	25,000	25,000	36,222	11,222	38,049
Subtotal Public safety	<u>73,000</u>	<u>73,000</u>	<u>87,422</u>	<u>14,422</u>	<u>81,087</u>
Other charges for services	6,500	6,500	9,494	2,994	9,110
Total Charges for Services	<u>367,500</u>	<u>367,500</u>	<u>565,658</u>	<u>198,158</u>	<u>536,156</u>
Fines and forfeits	<u>690,000</u>	<u>690,000</u>	<u>846,520</u>	<u>156,519</u>	<u>977,405</u>
Miscellaneous Revenues:					
Interest earnings	425,000	425,000	1,025,911	600,911	792,469
Miscellaneous	-	15,800	212,592	196,792	64,282
Forensic services	7,500	7,500	8,213	713	8,908
Total Miscellaneous Revenues	<u>432,500</u>	<u>448,300</u>	<u>1,246,716</u>	<u>798,416</u>	<u>865,659</u>
Total Revenues	<u>10,095,130</u>	<u>10,361,371</u>	<u>14,395,635</u>	<u>4,034,264</u>	<u>13,240,181</u>

(continued)

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual for the fiscal year ended June 30, 2007)

	2008			2007	
	Original Budget	Final Budget	Actual	Variance to Final Budget	Actual
EXPENDITURES BY FUNCTION AND ACTIVITY					
General government function:					
Legislative:					
Commissioners:					
Salaries and wages	\$ 129,960	\$ 135,760	\$ 135,660	\$ 100	\$ 129,031
Employee benefits	62,385	63,485	62,884	601	57,358
Services and supplies	50,800	43,900	33,620	10,280	28,155
Subtotal Legislative	243,145	243,145	232,164	10,981	214,544
Executive:					
County Administrator:					
Salaries and wages	185,714	188,714	188,593	121	175,995
Employee benefits	61,911	63,611	62,709	902	57,213
Services and supplies	2,100	1,700	434	1,266	245
Subtotal Executive	249,725	254,025	251,736	2,289	233,453
Elections:					
Services and supplies	25,000	25,000	17,390	7,610	98,892
Finance:					
Comptroller:					
Salaries and wages	136,790	136,790	133,610	3,180	129,612
Employee benefits	47,802	47,802	46,956	846	44,258
Services and supplies	72,975	80,555	72,615	7,940	62,244
	257,567	265,147	253,181	11,966	236,114
Assessor:					
Salaries and wages	371,040	371,040	361,759	9,281	336,707
Employee benefits	128,096	128,096	125,911	2,185	116,646
Services and supplies	48,011	48,011	42,600	5,411	42,819
Capital outlay	-	-	-	-	24,925
	547,147	547,147	530,270	16,877	521,097

(continued)

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual for the fiscal year ended June 30, 2007)

	<u>2008</u>			<u>2007</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	\$ 146,460	\$ 149,660	\$ 148,638	\$ 1,022	\$ 144,976
Employee benefits	54,230	54,230	54,069	161	47,999
Services and supplies	25,925	26,425	26,291	134	26,294
	<u>226,615</u>	<u>230,315</u>	<u>228,998</u>	<u>1,317</u>	<u>219,269</u>
Subtotal Finance	<u>1,031,329</u>	<u>1,042,609</u>	<u>1,012,449</u>	<u>30,160</u>	<u>976,480</u>
Other:					
Clerk:					
Salaries and wages	226,580	228,080	228,014	66	209,539
Employee benefits	85,818	85,818	85,227	591	77,086
Services and supplies	17,400	17,400	17,123	277	15,241
	<u>329,798</u>	<u>331,298</u>	<u>330,364</u>	<u>934</u>	<u>301,866</u>
Recorder:					
Salaries and wages	148,453	152,653	152,642	11	140,585
Employee benefits	54,072	54,072	53,908	164	48,271
Services and supplies	80,675	76,475	58,085	18,390	73,652
	<u>283,200</u>	<u>283,200</u>	<u>264,635</u>	<u>18,565</u>	<u>262,508</u>
Computer systems:					
Salaries and wages	100,742	62,042	54,720	7,322	52,639
Employee benefits	35,188	20,988	19,164	1,824	17,783
Services and supplies	120,596	111,596	97,256	14,340	130,690
Capital outlay	-	-	-	-	8,438
	<u>256,526</u>	<u>194,626</u>	<u>171,140</u>	<u>23,486</u>	<u>209,550</u>
Planning:					
Salaries and wages	94,190	98,040	98,019	21	91,745
Employee benefits	34,540	34,890	34,833	57	32,126
Services and supplies	13,650	11,650	9,577	2,073	6,686
	<u>142,380</u>	<u>144,580</u>	<u>142,429</u>	<u>2,151</u>	<u>130,557</u>
Buildings and grounds:					
Salaries and wages	377,218	377,218	363,384	13,834	325,751
Employee benefits	147,462	147,462	142,403	5,059	123,541
Services and supplies	425,524	425,524	448,474	(22,950)	452,937
Capital outlay	37,500	71,500	66,129	5,371	43,968
	<u>987,704</u>	<u>1,021,704</u>	<u>1,020,390</u>	<u>1,314</u>	<u>946,197</u>

(continued)

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual for the fiscal year ended June 30, 2007)

	<u>2008</u>			<u>2007</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	\$ 108,530	\$ 110,530	\$ 108,212	\$ 2,318	\$ 103,896
Employee benefits	37,550	37,550	35,793	1,757	33,424
Services and supplies	114,900	111,320	94,278	17,042	50,539
Capital outlay	12,570	6,570	-	6,570	22,790
	<u>273,550</u>	<u>265,970</u>	<u>238,283</u>	<u>27,687</u>	<u>210,649</u>
Personnel:					
Services and supplies	28,500	28,500	24,896	3,604	24,529
Public administrator:					
Services and supplies	16,500	16,500	14,655	1,845	10,032
Miscellaneous:					
Services and supplies:					
Insurance	360,400	360,400	367,046	(6,646)	352,320
Insurance reserve	25,000	25,000	15,754	9,246	6,547
Humboldt river basin authority	100,000	95,000	47,235	47,765	129,879
Miscellaneous	377,000	314,500	315,534	(1,034)	165,097
Capital outlay	-	-	-	-	16,781
	<u>862,400</u>	<u>794,900</u>	<u>745,569</u>	<u>49,331</u>	<u>670,624</u>
Subtotal Other	<u>3,180,558</u>	<u>3,081,278</u>	<u>2,952,361</u>	<u>128,917</u>	<u>2,766,512</u>
Total General government function	<u>4,729,757</u>	<u>4,646,057</u>	<u>4,466,100</u>	<u>179,957</u>	<u>4,289,881</u>
Judicial function:					
Justice court:					
Salaries and wages	403,380	403,380	415,039	(11,659)	396,475
Employee benefits	146,520	146,520	143,989	2,531	139,992
Services and supplies	90,215	90,215	82,721	7,494	70,880
	<u>640,025</u>	<u>640,025</u>	<u>641,749</u>	<u>(1,634)</u>	<u>607,347</u>
District attorney:					
Salaries and wages	539,385	499,541	476,199	23,342	491,209
Employee benefits	185,575	185,575	166,580	18,995	165,875
Services and supplies	93,948	105,933	74,626	31,307	56,962
	<u>818,908</u>	<u>791,049</u>	<u>717,405</u>	<u>73,644</u>	<u>714,046</u>

(continued)

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual for the fiscal year ended June 30, 2007)

	<u>2008</u>			<u>2007</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	\$ 221,175	\$ 221,175	\$ 217,632	\$ 3,543	\$ 194,294
Employee benefits	88,095	88,095	84,986	3,109	73,558
Services and supplies	64,710	64,710	29,487	35,223	27,640
	<u>373,980</u>	<u>373,980</u>	<u>332,105</u>	<u>41,875</u>	<u>295,492</u>
Public defender:					
Salaries and wages	-	190,402	183,056	7,346	-
Employee benefits	-	63,084	57,427	5,657	-
Services and supplies	-	26,500	15,849	10,651	-
	<u>-</u>	<u>279,986</u>	<u>256,332</u>	<u>23,654</u>	<u>-</u>
Other legal expenses:					
Services and supplies	299,957	19,871	-	19,871	189,611
	<u>299,957</u>	<u>19,871</u>	<u>-</u>	<u>19,871</u>	<u>189,611</u>
Total Judicial function	<u>2,132,870</u>	<u>2,104,911</u>	<u>1,947,591</u>	<u>157,320</u>	<u>1,806,496</u>
Public safety function:					
Sheriff:					
Salaries and wages	1,365,887	1,447,278	1,468,959	(21,681)	1,351,131
Employee benefits	689,186	715,886	660,581	55,305	539,321
Services and supplies	350,989	350,989	363,738	(12,749)	285,471
Capital outlay	110,000	125,800	125,517	283	135,351
	<u>2,516,062</u>	<u>2,639,953</u>	<u>2,618,795</u>	<u>21,158</u>	<u>2,311,274</u>
Detention:					
Salaries and wages	795,346	811,346	816,906	(5,560)	775,479
Employee benefits	414,888	414,888	392,941	21,947	325,289
Services and supplies	195,793	219,351	190,362	28,989	147,013
Capital outlay	-	9,685	9,684	1	-
	<u>1,406,027</u>	<u>1,455,270</u>	<u>1,409,893</u>	<u>45,377</u>	<u>1,247,781</u>
Dispatch:					
Salaries and wages	423,454	453,613	451,866	1,747	408,802
Employee benefits	144,421	144,421	137,588	6,833	118,797
Services and supplies	69,700	69,700	47,720	21,980	51,400
Capital outlay	44,218	44,218	38,762	5,456	-
	<u>681,793</u>	<u>711,952</u>	<u>675,936</u>	<u>36,016</u>	<u>578,999</u>

(continued)

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual for the fiscal year ended June 30, 2007)

	<u>2008</u>			<u>2007</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>	<u>Actual</u>
Building official:					
Salaries and wages	\$ 158,750	\$ 158,750	\$ 157,577	\$ 1,173	\$ 145,445
Employee benefits	55,580	55,580	54,948	632	46,326
Services and supplies	35,425	35,425	24,498	10,927	23,830
Capital outlay	29,500	29,500	22,418	7,082	-
	<u>279,255</u>	<u>279,255</u>	<u>259,441</u>	<u>19,814</u>	<u>215,601</u>
Task force:					
Salaries and wages	64,560	68,760	66,934	1,826	63,707
Employee benefits	30,840	30,840	29,646	1,194	27,894
Services and supplies	24,400	24,400	22,702	1,698	15,767
Capital outlay	6,500	2,300	-	2,300	-
	<u>126,300</u>	<u>126,300</u>	<u>119,282</u>	<u>7,018</u>	<u>107,368</u>
Emergency management:					
Salaries and wages	5,250	5,250	-	5,250	400
Employee benefits	760	760	-	760	41
	<u>6,010</u>	<u>6,010</u>	<u>-</u>	<u>6,010</u>	<u>441</u>
LEPC:					
Services and supplies	-	53,316	53,316	-	62,180
	<u>5,015,447</u>	<u>5,272,056</u>	<u>5,136,663</u>	<u>135,393</u>	<u>4,523,644</u>
Public works function:					
Services and supplies	<u>32,000</u>	<u>32,000</u>	<u>19,063</u>	<u>12,937</u>	<u>19,491</u>
Health function:					
Health:					
Services and supplies	<u>113,524</u>	<u>113,624</u>	<u>113,690</u>	<u>(66)</u>	<u>103,841</u>
Miscellaneous:					
Mosquito control:					
Services and supplies	<u>138,998</u>	<u>138,998</u>	<u>103,231</u>	<u>35,767</u>	<u>74,963</u>
	<u>252,522</u>	<u>252,622</u>	<u>216,921</u>	<u>35,701</u>	<u>178,804</u>

(continued)

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual for the fiscal year ended June 30, 2007)

	<u>2008</u>			<u>2007</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	161,166	161,166	221,757	(60,591)	184,842
Museum	80,583	80,583	110,945	(30,362)	92,490
Cat spay/neuter	2,800	2,800	-	2,800	-
Senior transportation grant	-	121,192	121,192	-	102,994
Humboldt development authority	20,000	20,000	20,000	-	20,000
County recreation	-	-	-	-	31,555
Chamber of commerce	6,500	6,500	6,500	-	6,500
Economic development	-	-	-	-	467
Range improvement districts	50,000	50,000	39,673	10,327	39,479
Vitality center	7,500	7,500	7,500	-	7,500
Total Community support function	<u>328,549</u>	<u>449,741</u>	<u>527,567</u>	<u>(77,826)</u>	<u>485,827</u>
Intergovernmental expenditure function:					
Services and supplies:					
City of Winnemucca gaming licenses	100,000	100,000	100,000	-	100,000
Airport	115,000	97,260	94,804	2,456	66,802
Cemetery	25,000	25,000	22,513	2,487	22,300
Parks and recreation	290,000	307,740	307,740	-	299,480
Legal assistance	6,500	6,500	5,654	846	5,812
Total Intergovernmental expenditure function	<u>536,500</u>	<u>536,500</u>	<u>530,711</u>	<u>5,789</u>	<u>494,394</u>
Total Expenditures	<u>13,030,145</u>	<u>13,296,386</u>	<u>12,847,116</u>	<u>449,271</u>	<u>11,801,037</u>
Excess (deficiency) of revenues over expenditures	<u>(2,935,015)</u>	<u>(2,935,015)</u>	<u>1,548,519</u>	<u>4,483,535</u>	<u>1,439,144</u>

(continued)

HUMBOLDT COUNTY
General Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual for the fiscal year ended June 30, 2007)

	2008			2007	
	Original Budget	Final Budget	Actual	Variance to Final Budget	Actual
OTHER FINANCING SOURCES (USES)					
Transfers in	\$ 5,000	\$ 5,000	\$ 5,000	\$ -	\$ 5,000
Transfers out	-	-	-	-	(3,000,000)
Contingency	(305,000)	(305,000)	-	(305,000)	-
Total other financing sources and uses	(300,000)	(300,000)	5,000	(305,000)	(2,995,000)
Net change in fund balances	(3,235,015)	(3,235,015)	1,553,519	4,788,535	(1,555,856)
Fund balance - beginning	4,545,757	4,545,757	9,513,748	4,967,991	11,069,604
Fund balance - ending	\$ 1,310,742	\$ 1,310,742	\$ 11,067,267	\$ 9,756,525	\$ 9,513,748

HUMBOLDT COUNTY
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2008

	<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>
Assets					
Cash and cash equivalents	\$ 635,615	\$ 134,586	\$ 793,633	\$ 128,229	\$ 102,059
Taxes receivable	5,101	960	5,526	-	-
Accounts receivable	1,050	400	-	-	3,157
Due from other governments	30,354	18,232	103,832	-	-
Total assets	<u>\$ 672,120</u>	<u>\$ 154,178</u>	<u>\$ 902,991</u>	<u>\$ 128,229</u>	<u>\$ 105,216</u>
Liabilities					
Accounts payable	\$ 6,910	\$ 7,817	\$ 35,640	\$ -	\$ 3,243
Accrued salaries/benefits	1,821	3,547	18,332	-	-
Due to other governments	52,929	1,153	-	3,159	-
Due to other funds	48	807	2,237	-	74
Deferred revenue	5,101	960	5,526	-	-
Total liabilities	<u>66,809</u>	<u>14,284</u>	<u>61,735</u>	<u>3,159</u>	<u>3,317</u>
Fund Balances					
Reserved for government stabilization	-	-	-	-	-
Unreserved and undesignated	<u>605,311</u>	<u>139,894</u>	<u>841,256</u>	<u>125,070</u>	<u>101,899</u>
Total fund balances	<u>605,311</u>	<u>139,894</u>	<u>841,256</u>	<u>125,070</u>	<u>101,899</u>
Total Liabilities and Fund Balances	<u>\$ 672,120</u>	<u>\$ 154,178</u>	<u>\$ 902,991</u>	<u>\$ 128,229</u>	<u>\$ 105,216</u>

<u>In-Lieu-of Tax Fund</u>	<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>
\$ 1,048,615	\$ 125,460	\$ 1,047,401	\$ 13,898	\$ 392,464	\$ 11,015	\$ 213,407	\$ 4,646,382
-	-	-	-	-	-	-	11,587
-	-	-	-	-	-	-	4,607
-	-	3,412	-	-	-	-	155,830
<u>\$ 1,048,615</u>	<u>\$ 125,460</u>	<u>\$ 1,050,813</u>	<u>\$ 13,898</u>	<u>\$ 392,464</u>	<u>\$ 11,015</u>	<u>\$ 213,407</u>	<u>\$ 4,818,406</u>
\$ -	\$ -	\$ -	\$ 886	\$ -	\$ -	\$ 4,750	\$ 59,246
-	-	-	-	-	-	-	23,700
-	-	-	-	13,103	-	-	70,344
-	-	-	-	-	-	-	3,166
-	-	-	-	-	-	-	11,587
-	-	-	886	13,103	-	4,750	168,043
-	-	1,050,813	-	-	-	-	1,050,813
<u>1,048,615</u>	<u>125,460</u>	<u>-</u>	<u>13,012</u>	<u>379,361</u>	<u>11,015</u>	<u>208,657</u>	<u>3,599,550</u>
<u>1,048,615</u>	<u>125,460</u>	<u>1,050,813</u>	<u>13,012</u>	<u>379,361</u>	<u>11,015</u>	<u>208,657</u>	<u>4,650,363</u>
<u>\$ 1,048,615</u>	<u>\$ 125,460</u>	<u>\$ 1,050,813</u>	<u>\$ 13,898</u>	<u>\$ 392,464</u>	<u>\$ 11,015</u>	<u>\$ 213,407</u>	<u>\$ 4,818,406</u>

HUMBOLDT COUNTY
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2008

	<u>Indigent Fund</u>	<u>Cooperative Extension Fund</u>	<u>Library Fund</u>	<u>Unemployment Insurance Fund</u>	<u>6th Judicial Drug Court Fund</u>	<u>In-Lieu-of Tax Fund</u>
REVENUES						
Property taxes	\$ 675,496	\$ 127,096	\$ 731,754	\$ -	\$ -	\$ -
Intergovernmental revenue	28,914	59,323	381,281	-	114,794	944,688
Charges for services	-	-	-	39,800	-	-
Fines and forfeits	-	-	3,378	-	-	-
Miscellaneous revenues	<u>7,477</u>	<u>950</u>	<u>125</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>711,887</u>	<u>187,369</u>	<u>1,116,538</u>	<u>39,800</u>	<u>114,794</u>	<u>944,688</u>
EXPENDITURES						
General government	-	-	-	4,217	-	-
Judicial	-	-	-	-	82,923	-
Welfare	347,636	-	-	-	-	-
Culture and recreation	-	-	838,868	-	-	-
Community support	-	167,988	-	-	-	-
Intergovernmental	<u>110,349</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>457,985</u>	<u>167,988</u>	<u>838,868</u>	<u>4,217</u>	<u>82,923</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>253,902</u>	<u>19,381</u>	<u>277,670</u>	<u>35,583</u>	<u>31,871</u>	<u>944,688</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	75,000	25,000	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(900,000)</u>
Total Other Financing Sources (Uses)	<u>75,000</u>	<u>25,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(900,000)</u>
Net Change in Fund Balances	328,902	44,381	277,670	35,583	31,871	44,688
Fund Balances - beginning	<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>
Fund Balances - ending	<u>\$ 605,311</u>	<u>\$ 139,894</u>	<u>\$ 841,256</u>	<u>\$ 125,070</u>	<u>\$101,899</u>	<u>\$1,048,615</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
\$ -	\$ 3,459	\$ -	\$ -	\$ -	\$ 143,401	\$1,681,206
-	-	-	-	-	-	1,529,000
-	-	32,637	-	3,664	-	76,101
53,650	-	-	-	-	-	57,028
-	-	-	-	-	-	8,552
<u>53,650</u>	<u>3,459</u>	<u>32,637</u>	<u>-</u>	<u>3,664</u>	<u>143,401</u>	<u>3,351,887</u>
-	-	-	144,150	-	31,580	179,947
52,393	-	49,403	-	-	-	184,719
-	-	-	-	-	-	347,636
-	-	-	-	-	-	838,868
-	-	-	-	-	-	167,988
-	-	-	-	-	-	110,349
<u>52,393</u>	<u>-</u>	<u>49,403</u>	<u>144,150</u>	<u>-</u>	<u>31,580</u>	<u>1,829,507</u>
<u>1,257</u>	<u>3,459</u>	<u>(16,766)</u>	<u>(144,150)</u>	<u>3,664</u>	<u>111,821</u>	<u>1,522,380</u>
-	-	-	100,000	-	-	200,000
-	-	-	-	-	-	(900,000)
-	-	-	100,000	-	-	(700,000)
1,257	3,459	(16,766)	(44,150)	3,664	111,821	822,380
<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>\$ 125,460</u>	<u>\$ 1,050,813</u>	<u>\$ 13,012</u>	<u>\$ 379,361</u>	<u>\$ 11,015</u>	<u>\$ 208,657</u>	<u>\$4,650,363</u>

HUMBOLDT COUNTY
Indigent Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	<u>2008</u>			<u>Variance to</u>	<u>2007</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget</u>	<u>Actual</u>
REVENUES					
Taxes:					
Property taxes	\$ 456,444	\$ 456,444	\$ 675,496	\$ 219,052	\$ 540,864
Intergovernmental revenue:					
Federal grants	-	10,656	28,914	18,258	26,050
Miscellaneous	1,000	1,000	7,477	6,477	1,934
Total Revenues	<u>457,444</u>	<u>468,100</u>	<u>711,887</u>	<u>243,787</u>	<u>568,848</u>
EXPENDITURES					
Welfare function:					
Institutional care	337,865	337,865	222,700	115,165	291,084
Vendor welfare payment	1,500	1,500	-	1,500	-
Old age assistance	13,890	13,890	13,886	4	13,886
General assistance:					
Salaries and wages	44,070	44,070	43,361	709	42,028
Employee benefits	16,970	16,970	16,786	184	15,540
Services and supplies	41,400	52,056	50,903	1,153	59,191
Total Welfare function	<u>455,695</u>	<u>466,351</u>	<u>347,636</u>	<u>118,715</u>	<u>421,729</u>
Intergovernmental expenditure function:					
Services and supplies	78,071	78,071	110,349	(32,278)	92,496
Total Expenditures	<u>533,766</u>	<u>544,422</u>	<u>457,985</u>	<u>86,437</u>	<u>514,225</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(76,322)</u>	<u>(76,322)</u>	<u>253,902</u>	<u>330,224</u>	<u>54,623</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	75,000	75,000	75,000	-	40,000
Net change in fund balances	(1,322)	(1,322)	328,902	330,224	94,623
Fund balance - beginning	<u>118,184</u>	<u>118,184</u>	<u>276,409</u>	<u>158,225</u>	<u>181,786</u>
Fund balance - ending	<u>\$ 116,862</u>	<u>\$ 116,862</u>	<u>\$ 605,311</u>	<u>\$ 488,449</u>	<u>\$ 276,409</u>

HUMBOLDT COUNTY
Cooperative Extension Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	<u>2008</u>			<u>Variance to</u>	<u>2007</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	\$ 85,876	\$ 85,876	\$ 127,096	\$ 41,220	\$ 101,760
Intergovernmental revenue:					
Combined tax	46,726	46,726	59,323	12,597	57,449
Miscellaneous	-	291	950	659	-
Total Revenues	<u>132,602</u>	<u>132,893</u>	<u>187,369</u>	<u>54,476</u>	<u>159,209</u>
EXPENDITURES					
Community Support Function:					
Salaries and wages	86,230	86,230	83,807	2,423	80,322
Employee benefits	33,310	33,310	32,961	349	30,553
Services and supplies	49,757	50,048	51,220	(1,172)	65,341
Total Expenditures	<u>169,297</u>	<u>169,588</u>	<u>167,988</u>	<u>1,600</u>	<u>176,216</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(36,695)</u>	<u>(36,695)</u>	<u>19,381</u>	<u>56,076</u>	<u>(17,007)</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	(11,695)	(11,695)	44,381	56,076	7,993
Fund balance - beginning	<u>49,215</u>	<u>49,215</u>	<u>95,513</u>	<u>46,298</u>	<u>87,520</u>
Fund balance - ending	<u>\$ 37,520</u>	<u>\$ 37,520</u>	<u>\$ 139,894</u>	<u>\$ 102,374</u>	<u>\$ 95,513</u>

HUMBOLDT COUNTY
Library Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	<u>2008</u>			<u>Variance to</u>	<u>2007</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	\$ 494,439	\$ 494,439	\$ 731,754	\$ 237,315	\$ 585,909
Intergovernmental revenue:					
Federal grants	-	-	6,100	6,100	-
State grants	35,964	35,964	39,015	3,051	35,620
Combined tax	264,782	264,782	336,166	71,384	325,543
Fines and forfeits:					
Library fines	3,000	3,000	3,378	378	3,522
Miscellaneous	-	-	125	125	-
	<u>798,185</u>	<u>798,185</u>	<u>1,116,538</u>	<u>318,353</u>	<u>950,594</u>
Total Revenues					
EXPENDITURES					
Culture and Recreation Function:					
Salaries and wages	516,055	516,055	462,122	53,933	470,434
Employee benefits	183,140	183,140	165,880	17,260	165,914
Services and supplies	240,164	240,164	210,866	29,298	203,283
	<u>939,359</u>	<u>939,359</u>	<u>838,868</u>	<u>100,491</u>	<u>839,631</u>
Total Expenditures					
Net change in fund balance	(141,174)	(141,174)	277,670	418,844	110,963
Fund balance - beginning	<u>299,097</u>	<u>299,097</u>	<u>563,586</u>	<u>264,489</u>	<u>452,623</u>
Fund balance - ending	<u>\$ 157,923</u>	<u>\$ 157,923</u>	<u>\$ 841,256</u>	<u>\$ 683,333</u>	<u>\$ 563,586</u>

HUMBOLDT COUNTY
Unemployment Insurance Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	2008			Variance to Final Budget	2007
	Original Budget	Final Budget	Actual		Actual
REVENUES					
Charges for services:					
Fund assessments	\$ 40,000	\$ 40,000	\$ 39,800	\$ (200)	\$ 38,100
EXPENDITURES					
General government function:					
Services and supplies	30,000	30,000	4,217	25,783	16,134
Net change in fund balance	10,000	10,000	35,583	25,583	21,966
Fund balance - beginning	77,522	77,522	89,487	11,965	67,521
Fund balance - ending	<u>\$ 87,522</u>	<u>\$ 87,522</u>	<u>\$ 125,070</u>	<u>\$ 37,548</u>	<u>\$ 89,487</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, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	2008			Variance to Final Budget	2007
	Original Budget	Final Budget	Actual		Actual
REVENUES					
Intergovernmental revenue:					
A/A Specialty Court Fund	\$ 80,000	\$ 110,792	\$ 114,794	\$ 4,002	\$ 109,536
EXPENDITURES					
Judicial function:					
Drug Court:					
Services and supplies	80,000	110,792	82,923	27,869	77,571
Net change in fund balance	-	-	31,871	31,871	31,965
Fund balance - beginning	36,063	36,063	70,028	33,965	38,063
Fund balance - ending	<u>\$ 36,063</u>	<u>\$ 36,063</u>	<u>\$ 101,899</u>	<u>\$ 65,836</u>	<u>\$ 70,028</u>

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, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	2008			Variance to Final Budget	2007
	Original Budget	Final Budget	Actual		Actual
REVENUES					
Intergovernmental revenue:					
In-lieu-of tax payments	\$ 975,000	\$ 975,000	\$ 944,688	\$ (30,312)	\$ 957,321
OTHER FINANCING SOURCES (USES)					
Transfers out	(900,000)	(900,000)	(900,000)	-	(765,000)
Net change in fund balance	75,000	75,000	44,688	(30,312)	192,321
Fund balance - beginning	821,606	821,606	1,003,927	182,321	811,606
Fund balance - ending	<u>\$ 896,606</u>	<u>\$ 896,606</u>	<u>\$ 1,048,615</u>	<u>\$ 152,009</u>	<u>\$ 1,003,927</u>

HUMBOLDT COUNTY
Administrative Assessment Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	2008			Variance to Final Budget	2007
	Original Budget	Final Budget	Actual		Actual
REVENUES					
Fines and forfeits:					
Court administrative assessments	\$ 40,000	\$ 40,000	\$ 53,650	\$ 13,650	\$ 68,384
EXPENDITURES					
Judicial function:					
Justice Court:					
Services and supplies	65,000	65,000	52,393	12,607	34,186
Net change in fund balance	(25,000)	(25,000)	1,257	26,257	34,198
Fund balance - beginning	65,005	65,005	124,203	59,198	90,005
Fund balance - ending	<u>\$ 40,005</u>	<u>\$ 40,005</u>	<u>\$ 125,460</u>	<u>\$ 85,455</u>	<u>\$ 124,203</u>

HUMBOLDT COUNTY
Stabilization Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	2008			Variance to Final Budget	2007
	Original Budget	Final Budget	Actual		Actual
REVENUES					
Taxes:					
Property taxes	\$ -	\$ -	\$ 3,459	\$ 3,459	\$ 71
EXPENDITURES					
General government function:					
Services and supplies	-	-	-	-	-
Net change in fund balance	-	-	3,459	3,459	71
Fund balance - beginning	<u>1,047,283</u>	<u>1,047,283</u>	<u>1,047,354</u>	<u>71</u>	<u>1,047,283</u>
Fund balance - ending	<u><u>\$ 1,047,283</u></u>	<u><u>\$ 1,047,283</u></u>	<u><u>\$ 1,050,813</u></u>	<u><u>\$ 3,530</u></u>	<u><u>\$ 1,047,354</u></u>

HUMBOLDT COUNTY
Check Restitution Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	2008			Variance to Final Budget	2007
	Original Budget	Final Budget	Actual		Actual
REVENUES					
Charges for services:					
Bad check restitution	\$ 50,100	\$ 50,100	\$ 32,637	\$ (17,463)	\$ 51,846
EXPENDITURES					
Judicial function:					
Services and supplies	74,900	74,900	49,403	25,497	63,427
Net change in fund balance	(24,800)	(24,800)	(16,766)	8,034	(11,581)
Fund balance - beginning	24,859	24,859	29,778	4,919	41,359
Fund balance - ending	<u>\$ 59</u>	<u>\$ 59</u>	<u>\$ 13,012</u>	<u>\$ 12,953</u>	<u>\$ 29,778</u>

HUMBOLDT COUNTY
Compensated Absence Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	<u>2008</u>			<u>Variance to</u>	<u>2007</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					
Miscellaneous:					
Fund assessments	\$ -	\$ -	\$ -	\$ -	\$ -
EXPENDITURES					
General government function:					
Services and supplies	200,000	200,000	144,150	55,850	245,954
Excess (deficiency) of revenues over (under) expenditures	(200,000)	(200,000)	(144,150)	55,850	(245,954)
OTHER FINANCING SOURCES (USES)					
Transfers in	100,000	100,000	100,000	-	400,000
Net change in fund balance	(100,000)	(100,000)	(44,150)	55,850	154,046
Fund balance - beginning	419,466	419,466	423,511	4,045	269,465
Fund balance - ending	<u>\$ 319,466</u>	<u>\$ 319,466</u>	<u>\$ 379,361</u>	<u>\$ 59,895</u>	<u>\$ 423,511</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, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	<u>2008</u>			<u>Variance to</u>	<u>2007</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					
Charges for services:					
Fees	\$ -	\$ -	\$ 3,664	\$ 3,664	\$ 2,126
EXPENDITURES					
Judicial function:					
Services and supplies	-	-	-	-	-
Net change in fund balance	-	-	3,664	3,664	2,126
Fund balance - beginning	5,225	5,225	7,351	2,126	5,225
Fund balance - ending	<u>\$ 5,225</u>	<u>\$ 5,225</u>	<u>\$ 11,015</u>	<u>\$ 5,790</u>	<u>\$ 7,351</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, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	2008			Variance to Final Budget	2007
	Original Budget	Final Budget	Actual		Actual
REVENUES					
Taxes:					
Property taxes	\$ 40,000	\$ 40,000	\$ 143,401	\$ 103,401	\$ 97,958
EXPENDITURES					
General government function:					
Services and supplies	35,000	35,000	31,580	3,420	16,909
Net change in fund balance	5,000	5,000	111,821	106,821	81,049
Fund balance - beginning	15,787	15,787	96,836	81,049	15,787
Fund balance - ending	<u>\$ 20,787</u>	<u>\$ 20,787</u>	<u>\$ 208,657</u>	<u>\$ 187,870</u>	<u>\$ 96,836</u>

HUMBOLDT COUNTY
Nonmajor Debt Service Fund
Balance Sheet
June 30, 2008

ASSETS

Cash and cash equivalents	\$ 662,726
Interest receivable	914
Due from other governments	<u>60,590</u>
 Total Assets	 <u><u>\$ 724,230</u></u>

LIABILITIES AND FUND BALANCES

Liabilities	<u>\$ -</u>
 Fund Balances:	
Reserved	846
Unreserved	<u>723,384</u>
 Total Fund Balances	 <u>724,230</u>
 Total Liabilities and Fund Balances	 <u><u>\$ 724,230</u></u>

HUMBOLDT COUNTY
Debt Service Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	2008			Variance to Final Budget	2007
	Original Budget	Final Budget	Actual		Actual
REVENUES					
Intergovernmental revenue:					
Room taxes	\$ 220,000	\$ 220,000	\$ 296,032	\$ 76,032	\$ 290,681
Miscellaneous revenue	18,198	18,198	21,986	3,788	29,902
	238,198	238,198	318,018	79,820	320,583
EXPENDITURES					
Events Center principal	160,000	160,000	160,000	-	160,000
Kings River principal	1,792	1,792	1,792	-	1,718
Events Center interest	13,888	13,888	13,888	-	17,856
Kings River interest	3,842	3,842	3,842	-	3,916
	179,522	179,522	179,522	-	183,490
Net change in fund balance	58,676	58,676	138,496	79,820	137,093
Fund balance - beginning	498,348	498,348	585,734	87,386	448,641
Fund balance - ending	\$ 557,024	\$ 557,024	\$ 724,230	\$ 167,206	\$ 585,734

HUMBOLDT COUNTY
Building Reserve Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	<u>2008</u>			<u>Variance to</u>	<u>2007</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	\$ 52,045	\$ 52,045	\$ 77,063	\$ 25,018	\$ 61,697
Charges for services:					
Rents	10,000	10,000	15,198	5,198	15,775
Miscellaneous	-	-	-	-	25,045
Total Revenues	<u>62,045</u>	<u>62,045</u>	<u>92,261</u>	<u>30,216</u>	<u>102,517</u>
EXPENDITURES					
Community support function:					
Capital outlay	680,000	680,000	-	680,000	429,045
Total Expenditures	<u>680,000</u>	<u>680,000</u>	<u>-</u>	<u>680,000</u>	<u>429,045</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(617,955)</u>	<u>(617,955)</u>	<u>92,261</u>	<u>710,216</u>	<u>(326,528)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	2,200,000
Net change in fund balance	(617,955)	(617,955)	92,261	710,216	1,873,472
Fund balance - beginning	<u>4,009,855</u>	<u>4,009,855</u>	<u>4,607,399</u>	<u>597,544</u>	<u>2,733,927</u>
Fund balance - ending	<u>\$ 3,391,900</u>	<u>\$ 3,391,900</u>	<u>\$ 4,699,660</u>	<u>\$ 1,307,760</u>	<u>\$ 4,607,399</u>

HUMBOLDT COUNTY
Nonmajor Capital Projects Fund
June 30, 2008

ASSETS

Cash and Cash Equivalents	\$ 487,821
Taxes receivable	582
Interest receivable	645
Due from other governments	<u>3,461</u>

Total Assets \$ 492,509

LIABILITIES AND FUND BALANCES

Liabilities:

Due to other governments	\$ 49
Deferred revenues	<u>582</u>

Total Liabilities 631

Fund Balances:

Unreserved:

Undesignated	<u>491,878</u>
--------------	----------------

Total Fund Balances 491,878

Total Liabilities and Fund Balances \$ 492,509

HUMBOLDT COUNTY
Capital Projects Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	<u>2008</u>			<u>Variance to</u>	<u>2007</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget</u>	<u>Actual</u>
REVENUES					
Taxes:					
Property taxes	\$ 52,045	\$ 52,045	\$ 77,025	\$ 24,980	\$ 61,677
Miscellaneous	2,400	2,400	16,007	13,607	10,783
Total Revenues	<u>54,445</u>	<u>54,445</u>	<u>93,032</u>	<u>38,587</u>	<u>72,460</u>
EXPENDITURES					
Community support function:					
Services and supplies	-	-	13,000	(13,000)	46,406
Capital outlay	200,000	194,000	64,515	129,485	126,784
Total Community Support	<u>200,000</u>	<u>194,000</u>	<u>77,515</u>	<u>116,485</u>	<u>173,190</u>
Intergovernmental expenditure function:					
Services and supplies	15,000	21,000	18,229	2,771	15,524
Total Expenditures	<u>215,000</u>	<u>215,000</u>	<u>95,744</u>	<u>119,256</u>	<u>188,714</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(160,555)</u>	<u>(160,555)</u>	<u>(2,712)</u>	<u>157,843</u>	<u>(116,254)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	500,000
Net change in fund balance	(160,555)	(160,555)	(2,712)	157,843	383,746
Fund balance - beginning	<u>369,272</u>	<u>369,272</u>	<u>494,590</u>	<u>125,318</u>	<u>110,844</u>
Fund balance - ending	<u>\$ 208,717</u>	<u>\$ 208,717</u>	<u>\$ 491,878</u>	<u>\$ 283,161</u>	<u>\$ 494,590</u>

HUMBOLDT COUNTY
Humboldt Television Fund
Schedule of Revenues, Expenses, and
Changes in Net Assets - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	2008			Variance to Final Budget	2007
	Original Budget	Final Budget	Actual		Actual
OPERATING REVENUES					
Charges for services:					
User fees	\$ 195,000	\$ 195,000	\$ 206,469	\$ 11,469	\$ 202,307
PBS grant	-	2,700	2,700	-	2,700
Private grant	-	6,000	6,000	-	-
Miscellaneous revenue	<u>25,000</u>	<u>25,000</u>	<u>23,584</u>	<u>(1,416)</u>	<u>26,290</u>
Total Operating Revenues	<u>220,000</u>	<u>228,700</u>	<u>238,753</u>	<u>10,053</u>	<u>231,297</u>
OPERATING EXPENSES					
Salaries and wages	75,950	75,950	76,104	(154)	74,209
Employee benefits	22,820	22,820	22,188	632	20,924
Services and supplies	81,040	89,740	72,696	17,044	67,760
Depreciation	<u>70,000</u>	<u>70,000</u>	<u>54,883</u>	<u>15,117</u>	<u>50,540</u>
Total Operating Expenses	<u>249,810</u>	<u>258,510</u>	<u>225,871</u>	<u>32,639</u>	<u>213,433</u>
Operating Income (Loss)	<u>(29,810)</u>	<u>(29,810)</u>	<u>12,882</u>	<u>42,692</u>	<u>17,864</u>
NONOPERATING REVENUES (EXPENSES)					
Loss on disposition of assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(476)</u>
Change in Net Assets	<u>\$ (29,810)</u>	<u>\$ (29,810)</u>	12,882	<u>\$ 42,692</u>	17,388
NET ASSETS, JULY 1			<u>953,904</u>		<u>936,516</u>
NET ASSETS, JUNE 30			<u>\$ 966,786</u>		<u>\$ 953,904</u>

HUMBOLDT COUNTY
Humboldt Television Fund
Schedule of Cash Flows - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	<u>2008</u>				<u>2007</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>	<u>Actual</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS					
Cash Flows From Operating Activities:					
Cash received from customers	\$ 220,000	\$ 228,700	\$ 236,203	\$ 7,503	\$ 231,301
Cash payments for personnel costs	(98,770)	(98,770)	(97,970)	800	(93,425)
Cash payments for services and supplies	(81,040)	(89,740)	(74,965)	14,775	(18,936)
Net Cash Provided (Used) by Operating Activities	<u>40,190</u>	<u>40,190</u>	<u>63,268</u>	<u>23,078</u>	<u>118,940</u>
Cash Flows From Capital and Related Financing Activities					
Purchases of capital assets	<u>(78,300)</u>	<u>(78,300)</u>	<u>(66,826)</u>	<u>11,474</u>	<u>(95,168)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(38,110)	(38,110)	(3,558)	34,552	23,772
CASH AND CASH EQUIVALENTS, JULY 1	<u>626,599</u>	<u>626,599</u>	<u>693,771</u>	<u>67,172</u>	<u>669,999</u>
CASH AND CASH EQUIVALENTS, JUNE 30	<u>\$ 588,489</u>	<u>\$ 588,489</u>	<u>\$ 690,213</u>	<u>\$ 101,724</u>	<u>\$ 693,771</u>

HUMBOLDT COUNTY
Humboldt Television Fund
Schedule of Cash Flows - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	<u>2008</u>				<u>2007</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>	<u>Actual</u>
RECONCILIATION OF OPERATING INCOME (LOSS)					
TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	\$ (29,810)	\$ (29,810)	\$ 12,882	\$ 42,692	\$ 17,864
Adjustments to Reconcile Operating Income (Loss)					
to Net Cash Provided (Used) by Operating Activities:					
Depreciation	70,000	70,000	54,883	(15,117)	50,540
Change in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	-	-	(2,551)	(2,551)	4
Inventory	-	-	1,275	1,275	1,681
Increase (decrease) in:					
Accounts payable	-	-	(3,543)	(3,543)	47,144
Accrued salaries and benefits	-	-	322	322	1,707
Total Adjustments	<u>70,000</u>	<u>70,000</u>	<u>50,386</u>	<u>(19,614)</u>	<u>101,076</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 40,190</u>	<u>\$ 40,190</u>	<u>\$ 63,268</u>	<u>\$ 23,078</u>	<u>\$ 118,940</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, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	2008			2007	
	Original Budget	Final Budget	Actual	Variance to Final Budget	Actual
OPERATING REVENUES					
Charges for Services:					
User fees	\$ 804,000	\$ 804,000	\$ 906,234	\$ 102,234	\$ 870,001
Miscellaneous revenue	-	-	37	37	-
Total Operating Revenues	<u>804,000</u>	<u>804,000</u>	<u>906,271</u>	<u>102,271</u>	<u>870,001</u>
OPERATING EXPENSES					
Salaries and wages	39,761	39,761	37,691	2,070	36,548
Employee benefits	13,097	13,097	12,279	818	11,349
Services and supplies	767,700	767,700	767,468	232	723,984
Depreciation	8,000	8,000	7,029	971	7,476
Total Operating Expenses	<u>828,558</u>	<u>828,558</u>	<u>824,467</u>	<u>4,091</u>	<u>779,357</u>
Operating Income (Loss)	<u>(24,558)</u>	<u>(24,558)</u>	<u>81,804</u>	<u>106,362</u>	<u>90,644</u>
NONOPERATING REVENUES (EXPENSES)					
Interest earnings	<u>20,000</u>	<u>20,000</u>	<u>34,205</u>	<u>14,205</u>	<u>35,946</u>
Change in Net Assets	<u>\$ (4,558)</u>	<u>\$ (4,558)</u>	116,009	<u>\$ 120,567</u>	\$ 126,590
NET ASSETS, JULY 1			<u>965,327</u>		<u>838,737</u>
NET ASSETS, JUNE 30			<u>\$ 1,081,336</u>		<u>\$ 965,327</u>

HUMBOLDT COUNTY
Solid Waste Management Fund
Schedule of Cash Flows - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	2008			Variance to Final Budget	2007
	Original Budget	Final Budget	Actual		Actual
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS					
Cash Flows From Operating Activities:					
Cash received from customers	\$ 804,000	\$ 804,000	\$ 915,039	\$ 111,039	\$ 865,647
Cash payments for personnel costs	(52,858)	(52,858)	(49,712)	3,146	(47,825)
Cash payments for services and supplies	(767,700)	(767,700)	(760,190)	7,510	(708,204)
Net Cash Provided (Used) by Operating Activities	<u>(16,558)</u>	<u>(16,558)</u>	<u>105,137</u>	<u>121,695</u>	<u>109,618</u>
Cash Flows From Investing Activities:					
Interest received	<u>20,000</u>	<u>20,000</u>	<u>35,121</u>	<u>15,121</u>	<u>35,764</u>
Net Increase (Decrease) in Cash and Cash Equivalents	3,442	3,442	140,258	136,816	145,382
CASH AND CASH EQUIVALENTS, JULY 1	<u>743,051</u>	<u>743,051</u>	<u>900,438</u>	<u>157,387</u>	<u>755,056</u>
CASH AND CASH EQUIVALENTS, JUNE 30	<u><u>\$ 746,493</u></u>	<u><u>\$ 746,493</u></u>	<u><u>\$ 1,040,696</u></u>	<u><u>\$ 294,203</u></u>	<u><u>\$ 900,438</u></u>

HUMBOLDT COUNTY
Solid Waste Management Fund
Schedule of Cash Flows - Budget and Actual
For the Year Ended June 30, 2008
(With comparative actual amounts for the fiscal year ended June 30, 2007)

	<u>2008</u>				<u>2007</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance to Final Budget</u>	<u>Actual</u>
RECONCILIATION OF OPERATING INCOME (LOSS)					
TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	\$ (24,558)	\$ (24,558)	\$ 81,804	\$ 106,362	\$ 90,644
Adjustments to Reconcile Operating Income (Loss)					
to Net Cash Provided (Used) by Operations:					
Depreciation	8,000	8,000	7,029	(971)	7,476
Change in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	-	-	8,768	8,768	(4,354)
Increase (decrease) in:					
Accounts payable	-	-	7,281	7,281	15,780
Accrued salaries and benefits	-	-	255	255	72
Total Adjustments	<u>8,000</u>	<u>8,000</u>	<u>23,333</u>	<u>15,333</u>	<u>18,974</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (16,558)</u>	<u>\$ (16,558)</u>	<u>\$ 105,137</u>	<u>\$ 121,695</u>	<u>\$ 109,618</u>

HUMBOLDT COUNTY
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2008

	<u>Balance July 1, 2007</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2008</u>
City of Winnemucca:				
Assets:				
Cash and cash equivalents	\$ 39,081	\$ 1,459,779	\$ 1,457,360	\$ 41,500
Liabilities:				
Due to other governments	\$ 39,081	\$ 1,459,779	\$ 1,457,360	\$ 41,500
Court Ordered Restitution:				
Assets:				
Cash and cash equivalents	\$ 5,297	\$ 65,014	\$ 50,851	\$ 19,460
Liabilities:				
Funds held in trust for others	\$ 5,297	\$ 65,014	\$ 50,851	\$ 19,460
Denio Television District:				
Assets:				
Cash and cash equivalents	\$ 17,692	\$ 1,650	\$ 410	\$ 18,932
Liabilities:				
Due to other governments	\$ 17,692	\$ 1,650	\$ 410	\$ 18,932
District Court Bail:				
Assets:				
Cash and cash equivalents	\$ 73,107	\$ 31,357	\$ 517	\$ 103,947
Liabilities:				
Funds held in trust for others	\$ 73,107	\$ 31,357	\$ 517	\$ 103,947
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	\$ 103,418	\$ 1,116,476	\$ 1,078,037	\$ 141,857
Liabilities:				
Due to other governments	\$ 103,418	\$ 1,116,476	\$ 1,078,037	\$ 141,857
Humboldt County Fire Protection District:				
Assets:				
Cash and cash equivalents	\$ 211,468	\$ 41,686	\$ -	\$ 253,154
Liabilities:				
Due to other governments	\$ 211,468	\$ 41,686	\$ -	\$ 253,154

HUMBOLDT COUNTY
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2008

	<u>Balance July 1, 2007</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2008</u>
Humboldt County General Hospital:				
Assets:				
Cash and cash equivalents	\$ 873,396	\$ 3,745,808	\$ 3,637,299	\$ 981,905
Liabilities:				
Due to other governments	\$ 873,396	\$ 3,745,808	\$ 3,637,299	\$ 981,905
Humboldt County School District:				
Assets:				
Cash and cash equivalents	\$ 251,577	\$ 5,555,060	\$ 5,791,858	\$ 14,779
Liabilities:				
Due to other governments	\$ 251,577	\$ 5,555,060	\$ 5,791,858	\$ 14,779
Humboldt Development Authority:				
Assets:				
Cash and cash equivalents	\$ 243,449	\$ 142,627	\$ 178,262	\$ 207,814
Liabilities:				
Due to other governments	\$ 243,449	\$ 142,627	\$ 178,262	\$ 207,814
Justice Court Bail:				
Assets:				
Cash and cash equivalents	\$ 59,064	\$ -	\$ 36,134	\$ 22,930
Liabilities:				
Funds held in trust for others	\$ 59,064	\$ -	\$ 36,134	\$ 22,930
Kings River GID:				
Assets:				
Cash and cash equivalents	\$ 7,860	\$ 11,026	\$ 9,495	\$ 9,391
Liabilities:				
Due to other governments	\$ 7,860	\$ 11,026	\$ 9,495	\$ 9,391
Library Memorial:				
Assets:				
Cash and cash equivalents	\$ 12,998	\$ 72,717	\$ 11,935	\$ 73,780
Liabilities:				
Due to other governments	\$ 12,998	\$ 72,717	\$ 11,935	\$ 73,780

HUMBOLDT COUNTY
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2008

	<u>Balance July 1, 2007</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2008</u>
McDermitt Fire Protection District:				
Assets:				
Cash and cash equivalents	\$ 8,591	\$ 27,008	\$ 32,322	\$ 3,277
Liabilities:				
Due to other governments	\$ 8,591	\$ 27,008	\$ 32,322	\$ 3,277
McDermitt Sewer District:				
Assets:				
Cash and cash equivalents	\$ 111,248	\$ 78,167	\$ 52,491	\$ 136,924
Liabilities:				
Due to other governments	\$ 111,248	\$ 78,167	\$ 52,491	\$ 136,924
Orovada Community Services District:				
Assets:				
Cash and cash equivalents	\$ 58,354	\$ 51,718	\$ 23,615	\$ 86,457
Liabilities:				
Due to other governments	\$ 58,354	\$ 51,718	\$ 23,615	\$ 86,457
Orovada Fire Protection District:				
Assets:				
Cash and cash equivalents	\$ 394,981	\$ 63,548	\$ 19,238	\$ 439,291
Liabilities:				
Due to other governments	\$ 394,981	\$ 63,548	\$ 19,238	\$ 439,291
Orovada General Improvement District:				
Assets:				
Cash and cash equivalents	\$ 46,462	\$ 42,985	\$ 47,770	\$ 41,677
Liabilities:				
Due to other governments	\$ 46,462	\$ 42,985	\$ 47,770	\$ 41,677
Orovada Rodent Control District:				
Assets:				
Cash and cash equivalents	\$ 5,016	\$ 18,278	\$ 8,375	\$ 14,919
Liabilities:				
Due to other governments	\$ 5,016	\$ 18,278	\$ 8,375	\$ 14,919
Paradise Sewer District:				
Assets:				
Cash and cash equivalents	\$ 43,693	\$ 61,500	\$ 98,635	\$ 6,558
Liabilities:				
Due to other governments	\$ 43,693	\$ 61,500	\$ 98,635	\$ 6,558

HUMBOLDT COUNTY
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2008

	<u>Balance July 1, 2007</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2008</u>
Paradise Weed Control District:				
Assets:				
Cash and cash equivalents	\$ 67,561	\$ 141,628	\$ 155,660	\$ 53,529
Liabilities:				
Due to other governments	\$ 67,561	\$ 141,628	\$ 155,660	\$ 53,529
Pueblo Fire Protection District:				
Assets:				
Cash and cash equivalents	\$ 34,403	\$ 21,025	\$ 7,851	\$ 47,577
Liabilities:				
Due to other governments	\$ 34,403	\$ 21,025	\$ 7,851	\$ 47,577
Quinn River Television District:				
Assets:				
Cash and cash equivalents	\$ 97,201	\$ 14,912	\$ 3,602	\$ 108,511
Liabilities:				
Due to other governments	\$ 97,201	\$ 14,912	\$ 3,602	\$ 108,511
Range Improvement:				
Assets:				
Cash and cash equivalents	\$ 28,674	\$ 63,273	\$ 85,735	\$ 6,212
Liabilities:				
Due to other governments	\$ 28,674	\$ 63,273	\$ 85,735	\$ 6,212
State Department of Wildlife:				
Assets:				
Cash and cash equivalents	\$ 699	\$ 3,044	\$ 2,806	\$ 937
Liabilities:				
Due to other governments	\$ 699	\$ 3,044	\$ 2,806	\$ 937
State of Nevada Trust:				
Cash and cash equivalents	\$ 194,220	\$ 1,801,252	\$ 1,838,870	\$ 156,602
Liabilities:				
Due to other governments	\$ 194,220	\$ 1,801,252	\$ 1,838,870	\$ 156,602

HUMBOLDT COUNTY
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2008

	<u>Balance July 1, 2007</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2008</u>
Sheriff's Commissary:				
Assets:				
Cash and cash equivalents	\$ 55,702	\$ 1,381	\$ -	\$ 57,083
Liabilities:				
Funds held in trust for others	\$ 55,702	\$ 1,381	\$ -	\$ 57,083
Winnemucca Convention and Visitors Authority:				
Assets:				
Cash and cash equivalents	\$ 36,942	\$ 342,797	\$ 343,409	\$ 36,330
Liabilities:				
Due to other governments	\$ 36,942	\$ 342,797	\$ 343,409	\$ 36,330
Winnemucca Rural Fire Protection District:				
Assets:				
Cash and cash equivalents	\$ 319,086	\$ 220,820	\$ 171,390	\$ 368,516
Liabilities:				
Due to other governments	\$ 319,086	\$ 220,820	\$ 171,390	\$ 368,516
Other collections:				
Assets:				
Cash and cash equivalents	\$ 204,830	\$ 125,037	\$ 204,830	\$ 125,037
Liabilities:				
Due to other governments	\$ 204,830	\$ 125,037	\$ 204,830	\$ 125,037
Totals, All Agency Funds:				
Assets:				
Cash and cash equivalents	\$ 3,621,904	\$ 15,321,573	\$ 15,348,757	\$ 3,594,720
Liabilities:				
Due to other governments	3,428,734	15,223,821	15,261,256	3,391,300
Funds held in trust for others	193,170	97,751	87,501	203,420
Total Liabilities	\$ 3,621,904	\$ 15,321,573	\$ 15,348,757	\$ 3,594,720

STATISTICAL SECTION

(UNAUDITED)

Page Number(s)

FINANCIAL TRENDS

TO ASSIST IN UNDERSTANDING HOW THE COUNTY'S FINANCIAL PERFORMANCE AND WELL-BEING HAVE CHANGED OVER TIME..... 102-112

REVENUE CAPACITY

TO ASSIST IN ASSESSING THE COUNTY'S MOST SIGNIFICANT LOCAL REVENUE SOURCES..... 113-116

DEBT CAPACITY

TO ASSIST IN ASSESSING THE AFFORDABILITY OF CURRENT LEVELS OF OUTSTANDING DEBT AND THE COUNTY'S ABILITY TO ISSUE ADDITIONAL DEBT IN THE FUTURE..... 117-121

DEMOGRAPHIC AND ECONOMIC INFORMATION

INDICATORS TO ASSIST IN UNDERSTANDING THE ENVIRONMENT WITHIN WHICH THE COUNTY'S FINANCIAL ACTIVITIES TAKE PLACE122-125

OPERATING INFORMATION

SERVICE AND INFRASTRUCTURE DATA TO ASSIST IN UNDERSTANDING HOW THE INFORMATION IN THE COUNTY'S FINANCIAL REPORT RELATES TO THE SERVICES PROVIDED AND THE ACTIVITIES PERFORMED.....126-127

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 2002-2003; schedules presenting government-wide information include information beginning in that year.

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

	Fiscal Year Ended June 30,					
	2003	2004	2005	2006	2007	2008
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	\$ 61,046,506
Unrestricted	17,367,538	17,371,218	18,365,259	20,174,864	22,586,181	26,316,021
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>	<u>\$ 87,362,527</u>
Business-type activities						
Invested in capital assets, net of related debt	\$ 354,817	\$ 319,194	\$ 316,676	\$ 285,471	\$ 322,147	\$ 327,060
Unrestricted	1,335,243	1,376,855	1,413,588	1,489,782	1,597,084	1,721,062
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>	<u>\$ 2,048,122</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	\$ 61,373,566
Unrestricted	18,702,781	18,748,073	19,778,847	21,664,646	24,183,265	28,037,083
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>	<u>\$ 89,410,649</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 Six Fiscal Years**

	Fiscal Year Ended June 30,		
	2003	2004	2005
Expenses			
Governmental activities:			
General government	\$ 3,264,241	\$ 3,503,667	\$ 3,603,852
Public safety	5,668,546	5,669,973	5,638,630
Judicial	1,780,621	1,943,925	2,200,344
Public works	2,848,334	3,933,431	3,653,354
Health	215,181	222,260	230,049
Welfare	782,596	605,525	636,674
Culture and recreation	1,265,616	1,501,982	1,583,626
Community support	1,459,370	1,262,295	1,382,564
Interest on long-term debt	363,646	52,870	29,811
Total governmental activities expenses	<u>17,648,151</u>	<u>18,695,928</u>	<u>18,958,904</u>
Business-type activities:			
Television	209,924	208,298	198,771
Solid waste management	875,788	734,564	711,305
Total business-type activities expenses	<u>1,085,712</u>	<u>942,862</u>	<u>910,076</u>
Total primary government expenses	<u>\$ 18,733,863</u>	<u>\$ 19,638,790</u>	<u>\$ 19,868,980</u>
Program Revenues			
Governmental activities:			
Charges for services:			
General government	\$ 723,439	\$ 711,227	\$ 877,124
Public safety	923,796	957,810	1,028,316
Judicial	771,048	854,191	918,696
Public works	81,203	85,043	92,499
Culture and recreation	80,158	93,655	107,400
Community support	204,530	10,717	15,421
Operating grants and contributions	766,819	817,037	699,481
Capital grants and contributions	155,429	158,544	226,189
Total governmental activities program revenues	<u>3,706,422</u>	<u>3,688,224</u>	<u>3,965,126</u>
Business-type activities:			
Charges for services:			
Television	188,369	191,390	195,837
Solid waste management	664,435	690,173	702,358
Operating grants and contributions	-	5,500	-
Total business-type activities program revenues	<u>852,804</u>	<u>887,063</u>	<u>898,195</u>
Total primary government program revenues	<u>\$ 4,559,226</u>	<u>\$ 4,575,287</u>	<u>\$ 4,863,321</u>
Net (Expenses)/Revenues			
Governmental activities	\$ (13,941,729)	\$ (15,007,704)	\$ (14,993,778)
Business-type activities	<u>(232,908)</u>	<u>152,499</u>	<u>186,890</u>
Total primary government net expenses	<u>\$ (14,174,637)</u>	<u>\$ (14,855,205)</u>	<u>\$ (14,806,888)</u>

<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 4,055,658	\$ 4,502,273	\$ 4,598,168
6,145,864	6,415,146	7,088,205
2,550,980	2,770,025	3,110,965
4,741,313	4,488,386	4,548,668
232,906	176,799	215,027
752,208	785,373	518,504
1,687,906	1,802,557	1,957,826
1,568,161	1,732,468	1,677,192
31,274	26,696	22,084
<u>21,766,270</u>	<u>22,699,723</u>	<u>23,736,639</u>

194,281	213,909	225,871
738,937	779,357	824,467
<u>933,218</u>	<u>993,266</u>	<u>1,050,338</u>
<u>\$ 22,699,488</u>	<u>\$ 23,692,989</u>	<u>\$ 24,786,977</u>

\$ 942,180	\$ 1,189,166	\$ 1,326,024
1,052,683	1,139,071	1,212,413
1,041,769	1,202,041	1,123,845
132,182	122,192	129,803
141,975	147,811	166,122
15,192	15,775	15,198
627,108	760,450	910,207
-	-	-
<u>3,953,089</u>	<u>4,576,506</u>	<u>4,883,612</u>

199,304	202,307	206,469
728,900	870,001	906,271
-	2,700	8,700
<u>928,204</u>	<u>1,075,008</u>	<u>1,121,440</u>
<u>\$ 4,881,293</u>	<u>\$ 5,651,514</u>	<u>\$ 6,005,052</u>

\$ (17,813,181)	\$ (18,123,217)	\$ (18,853,027)
<u>189,267</u>	<u>295,651</u>	<u>296,973</u>
<u>\$ (17,623,914)</u>	<u>\$ (17,827,566)</u>	<u>\$ (18,556,054)</u>

(continued)

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

	Fiscal Year Ended June 30,		
	2003	2004	2005
General Revenues and Other Changes in Net Assets			
Governmental activities:			
Taxes			
Property taxes	\$ 3,625,615	\$ 4,172,180	\$ 4,125,240
Consolidated taxes	4,983,127	5,393,737	6,366,894
Franchise taxes	935,115	951,224	936,900
Motor vehicle fuel taxes	2,602,658	2,646,453	2,714,893
Room taxes	-	199,028	218,887
Miscellaneous revenues	77,333	115,599	103,130
Unrestricted investment earnings	238,927	154,298	284,851
Payments in-lieu of taxes	818,663	841,654	859,218
State gaming license fees	157,847	161,137	158,345
Total governmental activities	\$ 13,439,285	14,635,310	15,768,358
Business-type activities:			
Investment earnings	14,276	9,115	16,021
Miscellaneous	25,272	52,673	30,075
Total business-type activities	39,548	61,788	46,096
Total primary government	\$ 13,478,833	\$ 14,697,098	\$ 15,814,454
Change in Net Assets			
Governmental activities	\$ (502,444)	\$ (372,394)	\$ 774,580
Business-type activities	(193,360)	214,287	232,986
Total primary government	\$ (695,804)	\$ (158,107)	\$ 1,007,566

Room taxes included in charges for services in 2003. Moved to general revenues in 2004.

<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 3,963,433	\$ 5,052,103	\$ 6,514,508
7,713,455	7,659,830	7,909,794
1,157,296	1,185,403	1,096,256
2,770,112	2,761,584	2,658,209
248,447	290,681	296,032
121,572	145,793	313,911
504,236	886,803	1,139,503
961,407	957,321	944,688
159,535	158,391	-
<u>17,599,493</u>	<u>19,097,909</u>	<u>20,872,901</u>
24,500	35,946	34,205
25,503	26,290	23,584
<u>50,003</u>	<u>62,236</u>	<u>57,789</u>
<u>\$ 17,649,496</u>	<u>\$ 19,160,145</u>	<u>\$ 20,930,690</u>
\$ (213,688)	\$ 974,692	\$ 2,019,874
<u>239,270</u>	<u>357,887</u>	<u>354,762</u>
<u>\$ 25,582</u>	<u>\$ 1,332,579</u>	<u>\$ 2,374,636</u>

State gaming licenses moved to charges for service in 2008.

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,			
	1999	2000	2001	2002
General Fund				
Reserved	\$ 222,520	\$ 170,000	\$ 206,500	\$ 145,162
Unreserved	<u>10,325,861</u>	<u>9,584,038</u>	<u>9,368,379</u>	<u>8,980,057</u>
Total general fund	<u>\$ 10,548,381</u>	<u>\$ 9,754,038</u>	<u>\$ 9,574,879</u>	<u>\$ 9,125,219</u>
All Other Governmental Funds				
Reserved	\$ 342,640	\$ 1,384,203	\$ 2,523,564	\$ 1,717,208
Unreserved, reported in:				
Special revenue funds	3,980,708	3,613,356	3,980,769	4,591,016
Debt service funds	153,342	147,535	183,260	254,565
Capital projects funds	<u>5,752,757</u>	<u>5,271,566</u>	<u>3,098,611</u>	<u>2,883,143</u>
Total all other governmental funds	<u>\$ 10,229,447</u>	<u>\$ 10,416,660</u>	<u>\$ 9,786,204</u>	<u>\$ 9,445,932</u>

2003	2004	2005	2006	2007	2008
\$ 149,634	\$ 108,239	\$ 103,670	\$ 154,810	\$ 166,299	\$ 173,543
<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>10,893,724</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>	<u>\$ 11,067,267</u>
\$ 1,313,603	\$ 2,026,959	\$ 1,183,432	\$ 1,181,111	\$ 1,112,988	\$ 1,487,398
4,678,666	4,791,190	5,260,296	5,920,849	6,880,230	8,479,605
99,458	296,815	367,034	448,076	585,170	723,384
<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>5,146,538</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>	<u>\$ 15,836,925</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,			
	1999	2000	2001	2002
Revenues				
Taxes	\$ 4,418,753	\$ 4,019,738	\$ 4,112,511	\$ 3,873,994
Licenses and permits	990,697	857,008	868,693	1,118,510
Intergovernmental	10,276,833	11,326,249	10,820,077	11,624,854
Charges for services	413,853	524,330	460,013	542,738
Fines and forfeits	616,396	563,858	596,042	548,222
Miscellaneous	1,219,952	1,182,614	1,412,644	792,357
Total revenues	17,936,484	18,473,797	18,269,980	18,500,675
Expenditures				
General government	3,591,309	3,424,271	3,323,927	3,185,406
Public safety	5,137,002	5,313,870	5,431,037	5,467,653
Judicial	1,670,299	1,876,706	1,755,599	1,915,781
Public works	3,180,513	2,801,084	3,569,144	2,490,889
Health	169,891	184,904	176,138	170,094
Welfare	438,899	646,812	663,442	671,577
Culture and recreation	1,239,732	1,110,514	1,068,591	1,134,754
Community support	451,059	2,463,547	3,369,291	2,652,423
Intergovernmental	592,204	557,588	604,930	574,335
Debt service				
Principal	634,004	667,832	770,296	895,285
Interest	119,835	108,327	106,495	132,410
Total expenditures	17,224,747	19,155,455	20,838,890	19,290,607
Excess of revenues over (under) expenditures	711,737	(681,658)	(2,568,910)	(789,932)

	2003	2004	2005	2006	2007	2008
\$	3,625,614	\$ 4,176,705	\$ 4,126,192	\$ 3,972,206	\$ 5,048,617	\$ 6,500,657
	1,123,411	1,152,732	1,156,370	1,439,772	1,503,926	1,431,143
	10,822,813	11,309,825	12,537,391	13,819,298	14,055,830	14,448,502
	651,184	736,150	948,035	1,018,388	1,073,495	1,133,177
	677,306	721,336	678,961	847,320	1,108,284	950,257
	357,339	357,832	421,738	635,557	1,043,788	1,461,627
	<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>	<u>25,925,363</u>
	3,214,657	3,449,626	3,584,587	4,117,518	4,568,878	4,646,047
	5,563,431	5,676,700	5,755,057	6,286,505	6,513,706	3,108,470
	1,797,186	2,014,127	2,170,794	2,496,097	2,789,045	7,245,851
	2,955,309	3,700,997	3,596,366	3,100,821	2,920,121	3,104,356
	215,654	224,359	233,609	254,012	178,804	216,921
	644,954	605,234	637,242	752,209	785,424	517,173
	1,239,010	1,226,903	1,317,207	1,402,855	1,493,998	1,553,640
	660,736	835,049	975,185	590,194	1,264,278	773,070
	592,134	513,924	593,978	668,424	721,447	792,569
	758,276	411,845	616,353	394,405	852,845	175,602
	90,370	52,870	29,811	31,274	26,696	22,084
	<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>	<u>22,155,783</u>
	(474,050)	(257,054)	358,498	1,638,227	1,718,698	3,769,580
						(continued)

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

	Fiscal Year Ended June 30,			
	1999	2000	2001	2002
Other Financing Sources (Uses)				
Transfers in	\$ 480,433	\$ 496,801	\$ 537,205	\$ 854,960
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	-	-	-	-
Transfers out	<u>(480,433)</u>	<u>(496,801)</u>	<u>(537,205)</u>	<u>(854,960)</u>
 Total other financing sources (uses)	 <u>1,090,746</u>	 <u>74,528</u>	 <u>1,759,295</u>	 <u>-</u>
 Net change in fund balances	 <u>\$ 1,802,483</u>	 <u>\$ (607,130)</u>	 <u>\$ (809,615)</u>	 <u>\$ (789,932)</u>
 Debt service as a percentage of noncapital expenditures	 <u>4.7%</u>	 <u>4.8%</u>	 <u>5.1%</u>	 <u>7.5%</u>

2003	2004	2005	2006	2007	2008
\$ 1,256,520	\$ 1,010,000	\$ 1,366,063	\$ 713,000	\$ 3,770,000	\$ 905,000
-	-	145,985	-	-	-
-	1,338,157	95,000	-	-	-
-	1,280,000	-	-	-	-
-	(1,280,000)	-	-	-	-
-	-	-	-	-	-
<u>(1,256,520)</u>	<u>(1,010,000)</u>	<u>(1,366,063)</u>	<u>(713,000)</u>	<u>(3,770,000)</u>	<u>(905,000)</u>
-	1,338,157	240,985	-	-	-
<u>\$ (474,050)</u>	<u>\$ 1,081,103</u>	<u>\$ 599,483</u>	<u>\$ 1,638,227</u>	<u>\$ 1,718,698</u>	<u>\$ 3,769,580</u>
<u>4.9%</u>	<u>2.6%</u>	<u>3.5%</u>	<u>2.2%</u>	<u>4.2%</u>	<u>0.9%</u>

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

**Humboldt County
Principal Property Taxpayers
Fiscal 2008 and 1998**

<u>Taxpayer</u>	FY 2008			FY 1998		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Taxable Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Taxable Assessed Value</u>
Newmont Gold Corp.	\$ 113,888,548	1	20.0%	\$ -	-	-
Sierra Pacific Power	33,777,228	2	5.9%	30,680,055	4	4.8%
Idaho Power	28,473,894	3	5.0%	23,489,643	5	3.7%
Turquoise Ridge Joint Venture	26,608,787	4	4.7%	-	-	-
Marigold Mine (gold mining)	15,398,255	5	6.1%	6,418,120	8	1.0%
Union Pacific Railroad	15,263,596	6	2.7%	9,143,147	7	1.4%
Southwest Gas	7,496,586	7	1.3%	6,327,161	9	1.0%
Winnemucca Farms	5,117,966	8	0.9%	-	-	-
Wal-Mart	3,431,786	9	0.6%	-	-	-
Humboldt Telephone	2,579,294	10	0.5%	-	-	-
SBC Nevada	-	-	-	-	-	-
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	<u>\$ 252,035,940</u>		<u>47.7%</u>	<u>\$ 354,998,176</u>		<u>55.5%</u>
Humboldt County's Total Assessed Value	<u>\$ 569,230,689</u>		<u>100%</u>	<u>\$ 639,631,164</u>		<u>100%</u>

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>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>	<u>2008</u>
COUNTY DIRECT TAX RATES										
General Fund										
General	0.0520	0.1167	0.1962	0.2405	0.1743	0.1743	0.1520	0.1620	0.1620	0.1620
Museum	0.0000	0.0150	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>0.0300</u>	<u>0.0300</u>	<u>0.0300</u>
Total General Fund	0.0670	0.1467	0.2262	0.2705	0.2043	0.2043	0.1820	0.2070	0.2070	0.2070
Indigent Fund	0.0600	0.0595	0.0610	0.0692	0.0692	0.0592	0.0877	0.0877	0.0877	0.0877
Cooperative Extension Fund	0.0182	0.0175	0.0165	0.0165	0.0165	0.0165	0.0165	0.0165	0.0165	0.0165
Building Reserve Fund	0.0525	0.0525	0.0525	0.0300	0.0300	0.0300	0.0100	0.0100	0.0100	0.0100
6th Judicial District Fund	0.1500	0.1250	0.1150	0.1250	0.1250	0.1950	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	0.0450	0.0400	0.0200	0.0200	0.0200	0.0200	0.0100	0.0000	0.0000	0.0000
Debt Service Fund	0.0525	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Library Fund	0.1000	0.0850	0.0850	0.0950	0.0950	0.0950	0.0950	0.0950	0.0950	0.0950
Indigent Medical Fund	0.0810	0.1000	0.0500	0.0000	0.0662	0.0662	0.0900	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>0.0400</u>	<u>0.0400</u>	<u>0.0400</u>	<u>0.0400</u>	<u>0.0400</u>
Total Direct rates	0.6362	0.6362	0.6362	0.6362	0.6362	0.7362	0.7362	0.7512	0.7512	0.7512
OVERLAPPING TAX RATES										
County Hospital rates										
Operating rate	0.2458	0.1656	0.1604	0.1404	0.1004	0.1004	0.3004	0.3004	0.3004	0.3004
Debt rate	<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>	<u>0.0950</u>
Total Hospital rates	0.3388	0.2540	0.2540	0.2378	0.2114	0.2087	0.4055	0.4073	0.4073	0.3954
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>0.3000</u>	<u>0.3000</u>	<u>0.1000</u>	<u>0.1350</u>						
Total School District rate	1.0500	1.0500	0.8500	0.8850	0.8850	0.8850	0.8850	0.8850	0.8850	0.8850
State of Nevada rates										
State of Nevada rates	0.1500	0.1500	0.1500	0.1500	0.1500	0.1700	0.1700	0.1700	0.1700	0.1700
City of Winnemucca rates										
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
2008	\$ 614,221,654	0.7512	\$ 1,754,919,011	35%
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%

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 Nine 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			
2008	\$ 2,845,637	\$ 2,797,023	98.3%	\$ 27,486	\$ 2,824,509	99.3%
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			Total Primary Government	Percentage of Personal income	Per Capita 1)
	General Obligation Bonds	Capital Leases	Contracts Payable	General Obligation Bonds	Capital Leases	Contracts Payable			
2008	\$ 569,060	\$ 88,131	\$ -	-	-	-	\$ 657,191	N/A	37
2007	730,853	101,913	-	-	-	-	832,766	N/A	48
2006	892,571	115,153	677,887	-	-	-	1,685,611	355.13	101
2005	1,054,218	127,821	897,977	-	-	-	2,080,016	468.20%	126
2004	1,120,000	33,630	1,301,756	-	-	-	2,455,386	624.77%	151
2003	1,280,000	65,384	185,000	-	-	-	1,530,384	410.83%	95
2002	1,765,000	160,028	357,263	-	-	-	2,282,291	603.70%	141
2001	2,230,000	411,681	535,895	-	-	-	3,177,576	840.52%	186
2000	915,000	559,051	714,527	-	-	-	2,188,578	556.57%	125
1999	1,185,000	812,806	784,076	-	-	-	2,781,882	695.73%	163

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 125 for personal income and population data.

N/A-Data not available.

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

Fiscal Year Ended June 30	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Value of Property (1)	Per Capita (2)
2008	\$ 569,060	\$ 724,230	\$ (155,170)	-0.03%	\$ (9)
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

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 115 for property value data.
- 2) See the Schedule of Demographic and Economic Statistics on page 125 for personal income and population data.

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

	Fiscal Year			
	1999	2000	2001	2002
Debt limit	\$ 61,551,260	\$ 63,963,116	\$ 60,854,155	\$ 59,423,907
Total net debt applicable to limit	<u>1,185,000</u>	<u>915,000</u>	<u>2,230,000</u>	<u>1,765,000</u>
Legal Debt Margin	<u>\$ 60,366,260</u>	<u>\$ 63,048,116</u>	<u>\$ 58,624,155</u>	<u>\$ 57,658,907</u>
Total net debt applicable to the limit as a percentage of debt limit	1.93%	1.43%	3.66%	2.97%

Legal Debt Margin Calculation for Fiscal 2008

Total assessed value	\$ 614,221,654
Debt limit (10 % of total assessed value)	\$ 61,422,165
Debt applicable to limit:	
General obligation bonds	<u>569,060</u>
Legal debt margin	<u>\$ 60,853,105</u>

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

<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 53,150,712	\$ 47,358,239	\$ 52,467,767	\$ 48,995,096	\$ 56,923,069	\$ 61,422,165
<u>1,280,000</u>	<u>1,120,000</u>	<u>1,054,218</u>	<u>892,571</u>	<u>730,853</u>	<u>569,060</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>	<u>\$ 60,853,105</u>
2.41%	2.36%	2.01%	1.82%	1.28%	0.93%

HUMBOLDT COUNTY
Direct and Overlapping Governmental Activities Debt
As of June 30, 2008
(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	\$ 569,060	100.0%	\$ 569,060
CITY OF WINNEMUCCA	-	-	-
HUMBOLDT COUNTY SCHOOL DISTRICT	\$ 1,660,000	100.0%	\$ 1,660,000
HUMBOLDT COUNTY GENERAL HOSPITAL	\$ 2,288,000	100.0%	\$ 2,288,000

Source: Nevada Department of Taxation and Humboldt County Comptroller.

**HUMBOLDT COUNTY
PRINCIPAL EMPLOYERS
FISCAL YEAR 2008 AND 1999**

EMPLOYER	FY 2008			FY 1999		
	EMPLOYEES	RANK	PERCENTAGE OF TOTAL COUNTY EMPLOYMENT	EMPLOYEES	RANK	PERCENTAGE OF TOTAL COUNTY EMPLOYMENT
Newmont Mining	600-699	1	8.2%	0	0	0.0%
Humboldt County School District	400-499	2	5.8%	400-499	3	5.6%
Turquoise Ridge Joint Venture	300-399	3	4.7%	0	0	0.0%
Getchell Gold	300-399	0	0.0%	400-499	2	5.6%
Winners Hotel & Casino	200-299	5	3.5%	300-399	4	4.5%
Wal Mart	200-299	4	3.5%	100-199	7	2.2%
Marigold Mining	200-299	7	3.5%	0	0	0.0%
Humboldt County Government	200-299	6	3.5%	100-199	5	2.2%
Humboldt General Hospital	100-199	8	2.3%	100-199	8	2.2%
Parker's Model T, Inc.	100-199	10	2.3%	100-199	6	2.2%
Transystems	100-199	0	2.3%	100-199	10	2.2%
Winnemucca Farms	100-199	0	2.3%	100-199	9	2.2%
Red Lion Inn & Casino	100-199	11	2.3%	0	0	0.0%
Santa Fe Pacific Gold Corp.	0	0	0.0%	900-1099	1	12.4%
Sierra Pacific Power Company	0	0	0.0%	100-199	11	2.2%
Manpower	100-199	9	2.3%	100-199	12	2.2%
Diamond Plastics Corp	100-199	12	2.3%	0	0	0.0%
Winnemucca RL Casino, Inc.	0	0	0.0%	100-199	9	2.2%
Total County Covered Employment	8,540		49.0%	8,890		48.2%

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,			
	1999	2000	2001	2002
General government	50.50	47.00	41.25	41.25
Public safety	91.60	95.75	91.25	91.25
Judicial	25.00	25.00	29.00	29.00
Public works	26.00	24.00	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	17.00	17.00	17.00
Community Support	2.00	2.00	2.00	2.00
Total	217.00	213.75	207.50	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>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
58.75	46.25	46.25	45.50	48.50	51.50
70.25	66.75	62.25	62.25	71.00	75.00
20.75	22.00	23.00	27.50	29.50	32.00
22.00	20.00	21.00	21.00	19.00	20.00
2.00	2.00	2.00	2.00	0.00	0.00
1.00	1.00	1.00	1.00	1.00	1.00
9.00	19.75	19.75	18.50	20.50	16.50
<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>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>	<u><u>198.00</u></u>

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

Fiscal Year Ended June 30	Population	Personal Income (in thousands)	Per Capita Personal Income	School Enrollment	Unemployment Rate
2008	17,751	N/A	N/A	3,310	4.8
2007	17,293	N/A	N/A	3,397	3.8
2006	16,692	\$ 532,197	\$ 308	3,459	4.3
2005	16,457	\$ 480,775	\$ 28,328	3,461	3.9
2004	16,308	\$ 444,382	\$ 26,379	3,523	4.1
2003	16,164	\$ 393,007	\$ 23,729	3,500	5.1
2002	16,197	\$ 372,512	\$ 23,106	3,616	5.6
2001	17,103	\$ 378,050	\$ 23,650	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
	(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									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General government										
Business licenses	N/A	N/A	N/A	N/A	N/A	N/A	N/A	553	613	639
Public safety										
Bookings	1,412	1,108	1,001	1,098	1,213	1,277	1,277	1,373	1,363	1,164
Building permits issued	425	338	240	220	246	293	296	381	330	314
Judicial										
Justice Court										
Cases filed:										
Criminal	1,284	943	1,829	1,824	2,332	2,906	2,285	2,205	1,512	1,087
Civil	988	1,009	924	830	882	851	856	1,055	774	772
Traffic and parking violations	5,134	6,134	5,100	3,373	5,264	5,506	4,200	6,882	**11376	7,039
Non-traffic	N/A	N/A	2,753	2,654	3,214	3,757	3,717	N/A	N/A	N/A
Cases disposed:										
Criminal	1,085	951	346	2,011	2,323	2,492	2,237	1,735	882	901
Civil	N/A	N/A	683	671	731	692	555	945	1,035	415
Traffic and parking violations	7,935	9,080	5,406	2,327	3,772	4,572	3,886	6,756	**10355	6,822
Non-traffic	N/A	N/A	1,029	2,682	3,054	3,184	2,792	N/A	N/A	N/A
District Court										
Cases filed:										
Criminal	N/A	N/A	112	124	111	141	211	199	182	171
Civil	N/A	N/A	95	94	115	123	120	108	119	114
Family	N/A	N/A	293	388	290	230	302	338	256	291
Juvenile	N/A	N/A	127	131	174	178	106	136	236	171
Cases disposed:										
Criminal	N/A	N/A	128	109	146	127	91	188	164	200
Civil	N/A	N/A	105	62	61	70	85	70	86	77
Family	N/A	N/A	280	246	213	196	210	238	198	142
Juvenile	N/A	N/A	72	68	59	86	46	52	56	71
Public works										
Miles of roads graded	N/A	N/A	N/A	N/A	5,887	5,981	4,134	7,077	4,702	5,474
Health										
Cubic yards deposited at landfill	114,694	105,456	97,663	96,394	107,768	122,401	124,686	141,627	144,519	126,253
Welfare (number of individuals helped)										
Bus fares	13	98	57	66	50	47	64	83	86	72
Gasoline	159	153	173	218	249	206	189	169	151	193
Lodgings	77	50	50	115	46	56	65	91	56	36
Prescriptions purchased	97	158	159	248	177	147	185	165	115	115
Culture and recreation										
Library										
Visitors	91,784	92,983	94,751	96,926	95,410	93,820	93,862	97,754	97,453	97,138
Circulation totals	175,100	176,846	180,203	184,783	184,759	175,371	166,967	175,662	172,545	173,959
Volumes in collection	61,682	63,385	65,201	67,134	68,694	70,104	71,504	72,891	73,343	73,845

Sources: Humboldt County Sheriff's Office, Building Department, Road Department, Library, County Administrator's Office, County Clerk, Justice and District C
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.

** Non-traffic numbers included.

Humboldt County
Capital Assets Statistics By Function/Program
Last Ten Fiscal Years

	Fiscal Year Ended June 30,									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Function/Program										
<u>General Government:</u>										
Vehicles	10	10	10	10	10	10	10	12	12	12
<u>Judicial:</u>										
District Court	1	1	1	1	1	1	1	1	1	1
Justice Court	1	1	1	1	1	1	1	1	1	1
Digital Recording System	0	0	0	0	0	1	1	1	1	1
<u>Public Safety:</u>										
Juvenile Service Facilities	1	1	1	1	1	1	1	1	1	1
Detention Center/Substation	2	2	2	2	2	2	2	2	2	2
911 Dispatch System	1	1	1	1	1	1	1	1	1	1
Vehicles	23	27	31	35	37	41	46	50	54	59
<u>Public Works:</u>										
Buildings	1	1	1	1	1	1	1	1	1	1
Paved Roads (miles)	NR	NR	NR	NR	NR	NR	NR	NR	99	99
Unpaved Roads (miles)	NR	NR	NR	NR	NR	NR	NR	NR	856	856
Vehicles	25	28	29	30	32	32	33	34	36	37
<u>Health:</u>										
Vehicles	3	3	3	3	3	3	3	3	3	3
<u>Culture & Recreation:</u>										
Buildings	8	8	8	8	8	8	8	8	8	8
Library	3	3	3	3	3	3	3	3	3	3
Vehicles	7	8	8	8	9	10	10	10	10	10
<u>Community Support:</u>										
Buildings	29	31	33	35	36	37	39	40	40	40
<u>Business Type Activities:</u>										
Buildings	3	3	3	3	3	3	3	3	3	3
Landfill	1	1	1	1	1	1	1	1	1	1
Vehicles	4	4	4	4	4	4	4	4	4	4



**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, (the County) as of and for the year ended June 30, 2008, 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, 2008 as listed in the table of contents. And we have issued our report thereon dated November 26, 2008. 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.

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the County's internal control. We consider the deficiencies described in the accompanying schedule of findings and questioned costs, listed as 2008-1 and 2008-2, to be significant deficiencies in internal control over financial reporting.

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

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. However, we believe that none of the significant deficiencies described above is a material weakness.

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 or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of Humboldt County, Nevada in a separate letter dated November 26, 2008.

Humboldt County, Nevada's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Humboldt County, Nevada's response and, accordingly, we express no opinion on it.

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, 2008



**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 (the County) 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, 2008. 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, 2008.

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.

Humboldt County, Nevada's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Humboldt County, Nevada's response and, accordingly, we express no opinion on it.

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, 2008

HUMBOLDT COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2008
(Page 1 of 2)

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	EXPENDITURES
<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	\$ 16,768
Emergency Food Assistance Program, Administrative Costs	10.568	N/A	1,490
Passed through State of Nevada:			
Schools and Roads - Grants to States	10.665	N/A	12,628
Direct Programs:			
Community Facilities Loans and Grants	10.766	N/A	89,060
Total US Department of Agriculture			119,946
<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	5,000
Passed through State of Nevada Commission on Economic Development:			
Community Development Block Grant	14.228	CDBG/06/PCB/002	20,000
Total US Department of Housing and Urban Development			25,000
<u>US Department of Justice:</u>			
Direct Programs:			
State Criminal Alien Assistance Program	16.606	2007-AP-BX-0357	1,566
State Criminal Alien Assistance Program	16.606	2008-AP-BX-0384	21,992
Direct Programs:			
Bulletproof Vest Partnership Program	16.607	N/A	7,067
Passed through State of Nevada Department of Health and Human Services:			
Juvenile Justice and Delinquency Prevention:			
Basic	16.540	N/A	5,000
Title V - Youth Outreach	16.548	N/A	11,937
Passed through State of Nevada Office of the Attorney General:			
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	16.590	2004-GTEAP-HCDA	11,985
Passed through State of Nevada Department of Public Safety, Office of Criminal Justice Assistance:			
Edward Byrne Memorial Justice Assistance Grant Program:			
Tri-County Drug Enforcement Team	16.738	07-JAG-12	99,322
Passed through State of Nevada Office of the Attorney General:			
Violence Against Women Grant	16.588	2006-STOP-11	25,390
Violence Against Women Grant	16.588	2008-STOP-08	18,420
Total US Department of Justice			202,679

HUMBOLDT COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2008
(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>US Department of Transportation</u>			
Passed through State of Nevada Department of Transportation:			
FTA for Elderly and Disabled Persons	20.513	NV-16-0029	121,192
Passed through State of Nevada Department of Public Safety:			
Joining Forces	20.600	28-JF-1.09	8,324
Passed through State of Nevada State Emergency Response Commission:			
HMEP Planning Grant	20.703	07-HMEP-08-02	<u>4,320</u>
Total US Department of Transportation			<u>133,836</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	45.310	LSTA 2007-29	5,100
Statewide Reading Programs - Summer Reading Program	45.310	LSTA 2007-26-07	1,000
Statewide Reading Programs - Summer Reading Program	45.310	LSTA 2007-20-07	<u>1,000</u>
Total National Foundation on the Arts and the Humanities			<u>7,100</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>7,134</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	222,851
Passed through State of Nevada Department of Health and Human Services - Health Division:			
Criminal History Background Check Pilot Program	93.785	1164	<u>15,800</u>
Total US Department of Health and Human Services			<u>238,651</u>
Total Federal Grant Awards			<u>\$ 734,346</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, 2008**

Summary of Audit Results:

- Kafoury, Armstrong & Co. issued an unqualified opinion on the financial statements of Humboldt County for the year ended June 30, 2008.
- Significant deficiencies 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 significant deficiencies 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, 2008, as follows:
 - Byrne Formula Grant Program - CFDA #16.738
Tri-County Drug Enforcement Team
 - 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, 2008, was \$300,000.
- Humboldt County qualified as a low risk auditee for the year ended June 30, 2008.

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

Item 2008-1:

Conditions and Criteria: A construction contract at year end was not complete as of June 30, 2008. However, the accounts payable was recorded because it was believed to have been completed.

Effect: The effect was an overstatement of expenditures and overstatement of accounts payable in the amount of \$385,069 for a contract that was complete on July 7, 2008.

Auditor's Recommendation: We recommend Humboldt County review construction contracts at year end and verify the status with the contractor to ensure accurately accounting for the expenditure and accounts payable, if necessary.

Response: The Comptroller's Office has established a process that requires all construction contracts undertaken during any fiscal year to be reviewed after June 30, but no later than August 1, to ensure accurate accounting for expenditures and accounts payable has been accomplished.

**HUMBOLDT COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2008**

Item 2008-2:

Conditions and Criteria: On June 30, 2008 interest and some intergovernmental revenues were posted to cash by the corresponding financial institution. However, the entry to the general ledger was not posted until July 2, 2008 due to timing of the information.

Effect: The effect was an understatement of cash and an overstatement of receivable in the amount of \$258,933.

Auditor's Recommendation: We recommend Humboldt County review for transactions near year end to ensure accurate accounting for the timing of cash and receivable transactions.

Response: The Treasurer's Office has established a process to check the general bank account on-line at the end of the last working day of the fiscal year and receipt any pending direct deposits to miscellaneous revenue to ensure cash is accurately stated. Once back-up documents are received a journal entry will be processed to record the revenue to the correct fund and/ or account.

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, 2008**

There were no material weaknesses in internal control, instances of noncompliance or findings found during our 2006-2007 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, 2008

Flat Fixed Fees:

Business license revenue for the year ended June 30, 1991 (base year) adjusted through June 30, 2007	\$ 61,892
---	-----------

Adjustment to Base:

Base year adjusted		
Percentage increase in population of the local government	2.65%	

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>4.35%</u>	<u>7.00%</u>
--	--------------	--------------

<u>4,332</u>

Adjusted base at June 30, 2008	66,224
--------------------------------	--------

Actual revenue	<u>53,075</u>
----------------	---------------

Amount under allowable amount	<u><u>\$ 13,149</u></u>
-------------------------------	-------------------------

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, 2007.

PRIOR YEAR RECOMMENDATIONS

There were no recommendations made in the audit report for the year ended June 30, 2007.

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, 2008.

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, 2008 is presented in these financial statements. There were no expenditures for the year ended June 30, 2008.



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, 2008 (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, 2008,
- 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, 2008