

NIOBRARA COUNTY



ANNUAL FINANCIAL REPORT

JUNE 30, 2007



NIOBRARA COUNTY, WYOMING

ANNUAL FINANCIAL REPORT

June 30, 2007

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PORTER, MUIRHEAD, CORNIA & HOWARD

(A Corporation of Certified Public Accountants)

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INDEPENDENT AUDITOR'S REPORT

Honorable Board of County Commissioners
Niobrara County, Wyoming

We have audited the accompanying financial statements of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Niobrara County, Wyoming, as of and for the year ended June 30, 2007, which collectively comprise Niobrara County, Wyoming's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Niobrara County, Wyoming's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Niobrara County, Wyoming, as of June 30, 2007, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated February 27, 2008, on our consideration of Niobrara County, Wyoming's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's discussion and analysis and budgetary comparison information on pages 3 through 8 and 37 through 44 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

The accompanying basic financial statements, required supplementary information, other supplementary information, and our independent auditor's report are for the purpose of meeting local, state and federal requirements and are for the use of those entities and the management and the Board of County Commissioners and should not be used or relied upon by any other party for any purpose. Additional users of these basic financial statements, required supplementary information, other supplementary information, and our independent auditor's report are hereby advised that the liability of Porter, Muirhead, Cornia & Howard to third party users who use or rely on this information may be limited pursuant to 1995 Wyoming Session Laws, Chapter 155 creating Wyoming Statute §33-3-201.

Porter, Muirhead, Cornia & Howard

Porter, Muirhead, Cornia & Howard
Certified Public Accountants

February 27, 2008

NIORARA COUNTY, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2007

As management of the Niobrara County Government, we offer readers of the Niobrara County Government's financial statements this narrative overview and analysis of the financial activities of the Niobrara County Government for the fiscal year ended June 30, 2007.

Financial Highlights

The assets of the Niobrara County exceeded its liabilities at the close of the most recent fiscal year by \$13,350,871 (*net assets*). Of this amount, \$2,109,622 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.

As of the close of the current fiscal year, the Niobrara County Government's governmental funds reported combined ending fund balances of \$3,759,772. Of this total amount, \$2,357,795 is available for spending at the government's discretion (unreserved fund balance).

At the end of the current fiscal year, unreserved fund balance for the general fund was \$1,024,133.

The Niobrara County Government's major debt is still the Niobrara County, Wyoming General Obligation Bond, Series 2003 in the aggregate principal amount of \$605,000. The purpose of said bonds was for funding the planning, reengineering, improving, upgrading, remodeling, construction, or reconstruction, equipping, furnishing and repairs to the Niobrara County Hospital. The bonds of the County will mature within 12 years of their date.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Niobrara County Government's basic financial statements. The Niobrara County Government's basic financial Statements comprise 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 the Niobrara County Government's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the Niobrara County Government'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 the Niobrara County Government 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 functions of the Niobrara County Government 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 the Niobrara County Government include general government, public safety and transportation, public works, health, welfare and recreation, and conservation of natural resources.

The government-wide financial statements can be found on 10-13 of this report.

NIORRARA COUNTY, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2007

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

The Niobrara County Government maintained six individual governmental funds during the year and closed two of those six by year end. 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, the county road construction fund and the capital facilities-fair, library and courthouse fund, each of which are considered to be major funds. Other governmental funds include the capital construction fund, hospital renovation project fund and the debt service fund.

The Niobrara County Government adopts an annual appropriated budget for its general fund. 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 14-18 of this report.

Fiduciary funds - Fiduciary funds (agency 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 the funds are not available to support the Niobrara County Government's own programs. The accounting for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 19-20 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 21-36 of this report.

Other information - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Niobrara County Government's budgets for the general fund. This information and the notes to the required supplementary information can be found on pages 37-44 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 the Niobrara County Government's net assets, 74.9% reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding.

NIOBRARA COUNTY, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2007

The Niobrara County Government uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

Although the Niobrara County Government's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

NIOBRARA COUNTY GOVERNMENT'S NET ASSETS
Governmental Activities

	<u>2007</u>	<u>2006</u>
Assets:		
Current and other assets	\$ 4,292,768	\$ 4,260,863
Capital assets	10,105,349	10,100,490
Total assets	<u>14,398,117</u>	<u>14,361,353</u>
Liabilities:		
Long-term liabilities outstanding	709,690	748,373
Other liabilities	337,556	378,355
Total liabilities	<u>1,047,246</u>	<u>1,126,728</u>
Net assets:		
Invested in capital assets, net of related debt	10,000,659	10,012,177
Restricted for Road Construction	1,240,590	1,754,755
Unrestricted	2,109,622	1,467,753
Total net assets	<u>\$ 13,350,871</u>	<u>\$ 13,234,685</u>

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NIOBRARA COUNTY, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2007

At the end of the current fiscal year, the Niobrara County Government is able to report positive balances in the two categories of net assets, both for the government as a whole, as well as for its separate governmental activities.

The government's net assets increased by \$116,246 during the current fiscal year.

NIOBRARA COUNTY GOVERNMENT'S CHANGES IN NET ASSETS

	<u>2007</u>	<u>2006</u>
Revenues:		
Program Revenues		
Charges for Services	\$ 309,186	\$ 303,987
Operating grants and contributions	217,151	134,615
General revenues:		
Property taxes - current & delinquent	744,052	622,805
Other taxes	2,066,636	2,181,506
Miscellaneous	145,880	72,570
Unrestricted investment earnings	219,068	125,016
Total Revenues	<u>3,701,973</u>	<u>3,440,499</u>
Expenses:		
General Government	1,279,313	1,098,713
Public Safety	859,473	658,850
Public Works	1,307,875	1,068,411
Health, Welfare, Recreation	54,362	103,089
Conservation of Natural Resources	51,878	44,018
Interest on long-term debt	32,826	30,580
Total Expenses	<u>3,585,727</u>	<u>3,003,661</u>
Increase in net assets	116,246	436,838
Net Assets - beginning of year	13,234,625	12,797,787
Net Assets - end of year	<u>\$ 13,350,871</u>	<u>\$ 13,234,625</u>

For the most part, increases in expenses closely paralleled inflation and growth in the demand for services.

NIOBRARA COUNTY, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2007

Financial Analysis of the Government's Funds

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

Governmental funds - The focus on the Niobrara County Government's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Niobrara County Government'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, the Niobrara County Government's governmental funds reported ending fund balance of \$3,759,772, an increase of \$75,290 in comparison with the prior year.

The general fund is the chief operating fund of the Niobrara County Government. At the end of the current fiscal year, unreserved fund balance of the general fund was \$1,024,133, while total fund balance reached \$1,104,410. 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.

The fund balance of the Niobrara County Government's general fund increased by \$349,527 during the current fiscal year.

General Fund Budgetary Highlights

Niobrara County's valuation continues to increase gradually, allowing the County to slowly increase wages and purchase much needed equipment and conduct capital improvement projects.

Capital Asset and Debt Administration

Capital assets - The Niobrara County Government's investment in capital assets for its governmental type activities as of June 30, 2007, amounts to \$10,105,349. This investment in capital assets included land, buildings, machinery and equipment, infrastructures, and roads, highways and bridges. The total increase in Niobrara County's investment in capital assets for the current year was \$4,859.

NIOBRARA COUNTY GOVERNMENT'S CAPITAL ASSETS

Land	\$ 4,064	\$ 4,064
Buildings and system	3,576,260	3,588,402
Machinery and equipment	931,809	1,006,386
Infrastructure	5,593,216	5,501,638
Total	<u>\$ 10,105,349</u>	<u>\$ 10,100,490</u>

NIOBRARA COUNTY, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2007

Additional information on the Niobrara County Government's capital assets can be found in the Notes to Financial Statements on pages 30-32.

Requests for Information

The financial report is designed to provide a general overview of the Niobrara County Government'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 the Office of the County Clerk, 424 S. Elm, Lusk, WY 82225.

BASIC FINANCIAL STATEMENTS

NIOBRARA COUNTY, WYOMING

STATEMENT OF NET ASSETS

June 30, 2007

	Primary Government	
	Governmental Activities	Total
ASSETS		
Cash and cash equivalents	\$ 3,643,142	\$ 3,643,142
Investments, at fair value	456,079	456,079
Receivables (net of allowance for uncollectibles)	60,209	60,209
Intergovernmental receivables	37,295	37,295
Deferred charges	15,766	15,766
Inventory	80,277	80,277
Capital assets (net of accumulated depreciation)		
Land	4,064	4,064
Buildings	3,576,260	3,576,260
Machinery and equipment	931,809	931,809
Infrastructure	5,593,216	5,593,216
Total assets	14,398,117	14,398,117
LIABILITIES		
Accounts payable and other current liabilities	296,106	296,106
Funds held in trust	41,450	41,450
Long-term debt due within one year	142,945	142,945
Long-term debt due in more than one year	566,745	566,745
Total liabilities	1,047,246	1,047,246
NET ASSETS		
Invested in capital assets, net of related debt	10,000,659	10,000,659
Restricted for Road Construction	1,240,590	1,240,590
Unrestricted	2,109,622	2,109,622
Total net assets	\$ 13,350,871	\$ 13,350,871

See accompanying notes to the financial statements

Component Units

Weed and Pest Control	County Library	County Fair Board	Predatory Animal Control
\$ 85,511	\$ 40,127	\$ 38,615	\$ 4,056
235,073	60,032	-	404,537
6,974	797	440	-
-	1,361	18,022	-
-	-	-	-
67,560	-	-	-
16,906	550	11,635	-
323,851	254,708	510,645	-
68,053	189,036	10,824	-
-	-	-	-
803,928	546,611	590,181	408,593
16,641	-	-	28,171
-	-	-	-
-	-	-	-
-	-	-	-
16,641	-	-	28,171
84,959	444,294	533,104	-
-	-	-	-
702,328	102,317	57,077	380,422
\$ 787,287	\$ 546,611	\$ 590,181	\$ 380,422

NIOBRARA COUNTY, WYOMING

STATEMENT OF ACTIVITIES
Year Ended June 30, 2007

Function/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government				
Governmental activities				
General government	\$ 1,279,313	\$ 309,186	\$ 73,260	\$ -
Public safety and transportation	859,473	-	141,653	-
Public works	1,307,875	-	-	-
Health, welfare, and recreation	54,362	-	2,238	-
Conservation of natural resources	51,878	-	-	-
Interest on long-term debt	32,826	-	-	-
Total governmental activities	<u>3,585,727</u>	<u>309,186</u>	<u>217,151</u>	<u>-</u>
Total primary government	<u>3,585,727</u>	<u>309,186</u>	<u>217,151</u>	<u>-</u>
Component units				
Weed and Pest Control	260,522	138,037	-	-
County Library	154,604	-	-	-
County Fair Board	84,590	-	-	-
Predatory Animal Control	78,404	2,182	258,277	-
Total component units	<u>\$ 578,120</u>	<u>\$ 140,219</u>	<u>\$ 258,277</u>	<u>\$ -</u>

General revenues
 Property taxes
 Sales taxes
 Special purpose taxes
 Gas and coal tax
 Automobile taxes
 Grants and contributions not restricted to specific programs
 Miscellaneous revenues
 Unrestricted investment earnings
 Total general revenues

Change in net assets

Net assets - beginning of year

Net assets - ending of year

See accompanying notes to the financial statements

Net (Expense) Revenue and Changes in Net Assets

Primary Government		Component Units			
Governmental Activities	Total	Weed and Pest Control	County Library	County Fair Board	Predatory Animal Control
\$ (896,867)	\$ (896,867)	\$ -	\$ -	\$ -	\$ -
(717,820)	(717,820)	-	-	-	-
(1,307,875)	(1,307,875)	-	-	-	-
(52,124)	(52,124)	-	-	-	-
(51,878)	(51,878)	-	-	-	-
(32,826)	(32,826)	-	-	-	-
<u>(3,059,390)</u>	<u>(3,059,390)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(3,059,390)</u>	<u>(3,059,390)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	(122,485)	-	-	-
-	-	-	(154,604)	-	-
-	-	-	-	(84,590)	-
-	-	-	-	-	182,055
<u>-</u>	<u>-</u>	<u>(122,485)</u>	<u>(154,604)</u>	<u>(84,590)</u>	<u>182,055</u>
744,052	744,052	135,766	97,934	54,306	-
439,034	439,034	-	-	-	-
239,567	239,567	-	-	-	-
1,316,990	1,316,990	-	-	-	-
71,045	71,045	-	-	-	-
-	-	-	118,890	-	31,980
145,880	145,880	3,839	34,284	21,559	12,237
219,068	219,068	11,009	2,757	441	10,218
<u>3,175,636</u>	<u>3,175,636</u>	<u>150,614</u>	<u>253,865</u>	<u>76,306</u>	<u>54,435</u>
116,246	116,246	28,129	99,261	(8,284)	236,490
<u>13,234,625</u>	<u>13,234,625</u>	<u>759,158</u>	<u>447,350</u>	<u>598,465</u>	<u>143,932</u>
<u>\$ 13,350,871</u>	<u>\$ 13,350,871</u>	<u>\$ 787,287</u>	<u>\$ 546,611</u>	<u>\$ 590,181</u>	<u>\$ 380,422</u>

NIOBRARA COUNTY, WYOMING

**BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2007**

	<u>General</u>	<u>County Road Construction</u>	<u>Capital Facilities Fair, Library, Courthouse</u>
ASSETS			
Cash and cash equivalents	\$ 1,422,443	\$ 1,278,750	\$ 941,949
Investments	1,369	-	373,600
Delinquent property taxes receivable	5,357	-	-
Accounts receivable	33,539	-	21,313
Due from other governments	37,296	-	-
Due from other funds	35,414	-	-
Inventory	80,277	-	-
	<u>1,615,695</u>	<u>1,278,750</u>	<u>1,336,862</u>
Total assets	<u>\$ 1,615,695</u>	<u>\$ 1,278,750</u>	<u>\$ 1,336,862</u>
LIABILITIES			
Accounts payable	\$ 141,987	\$ -	\$ -
Outstanding warrants	148,174	5,946	-
Due to other funds	-	32,214	3,200
Funds held in trust	41,450	-	-
Deferred revenue	179,674	-	-
	<u>511,285</u>	<u>38,160</u>	<u>3,200</u>
Total liabilities	<u>511,285</u>	<u>38,160</u>	<u>3,200</u>
FUND BALANCES			
Reserved for inventory	80,277	-	-
Reserved for debt service	-	-	-
Reserved for Road Construction	-	1,240,590	-
Unreserved, reported in			
Capital projects funds	-	-	1,333,662
General fund	1,024,133	-	-
	<u>1,104,410</u>	<u>1,240,590</u>	<u>1,333,662</u>
Total fund balances	<u>1,104,410</u>	<u>1,240,590</u>	<u>1,333,662</u>
Total liabilities and fund balances	<u>\$ 1,615,695</u>	<u>\$ 1,278,750</u>	<u>\$ 1,336,862</u>

Amounts reported in governmental activities in the statement of net assets are different because Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.

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

Other assets are not available to apply to current-period expenditures and therefore, are deferred in the funds.

Net assets of governmental activities

Other Governmental Funds	Total Governmental Funds
\$ -	\$ 3,643,142
81,110	456,079
-	5,357
-	54,852
-	37,296
-	35,414
-	80,277
<u>\$ 81,110</u>	<u>\$ 4,312,417</u>
\$ -	\$ 141,987
-	154,120
-	35,414
-	41,450
-	179,674
<u>-</u>	<u>552,645</u>
-	80,277
81,110	81,110
-	1,240,590
-	1,333,662
-	1,024,133
<u>81,110</u>	<u>3,759,772</u>
<u>\$ 81,110</u>	
	10,105,349
	(693,924)
	179,674
	<u>\$ 13,350,871</u>

NIOBRARA COUNTY, WYOMING

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended June 30, 2007**

	General	County Road Construction	Capital Facilities Fair, Library, Courthouse
Revenues			
Taxes	\$ 1,254,746	\$ -	\$ 239,567
Licenses and permits	790	-	-
Intergovernmental revenues	1,144,136	456,808	-
Charges for services	83,149	-	-
Investment earnings	62,605	85,845	58,898
Miscellaneous revenues	278,102	-	-
Total revenues	<u>2,823,528</u>	<u>542,653</u>	<u>298,465</u>
Expenditures			
Current			
General government	1,301,753	-	1,059
Public safety and transportation	786,471	-	-
Public works	1,375,634	-	-
Health, welfare, and recreation	54,362	-	-
Conservation of natural resources	49,597	-	-
Capital outlay	22,053	-	-
Debt service			
Principal	5,736	-	-
Interest	3,489	-	-
Total expenditures	<u>3,599,095</u>	<u>-</u>	<u>1,059</u>
Excess (deficiency) of revenues over expenditures	<u>(775,567)</u>	<u>542,653</u>	<u>297,406</u>
Other financing sources (uses)			
Proceeds from lease/purchase obligations	22,053	-	-
Transfers in	1,065,388	-	94,511
Transfers out	-	(1,056,818)	(82,366)
Total other financing sources (uses)	<u>1,087,441</u>	<u>(1,056,818)</u>	<u>12,145</u>
Net change in fund balance	311,874	(514,165)	309,551
Fund balances - beginning of year	754,883	1,754,755	1,024,111
Increase in reserve for inventory	<u>37,653</u>	<u>-</u>	<u>-</u>
Fund balances - end of year	<u>\$ 1,104,410</u>	<u>\$ 1,240,590</u>	<u>\$ 1,333,662</u>

See accompanying notes to the financial statements

Other Governmental Funds	Total Governmental Funds
\$ -	\$ 1,494,313
-	790
-	1,600,944
-	83,149
7,626	214,974
21,746	299,848
<u>29,372</u>	<u>3,694,018</u>
-	1,302,812
-	786,471
-	1,375,634
-	54,362
-	49,597
4,484	26,537
55,000	60,736
27,366	30,855
<u>86,850</u>	<u>3,687,004</u>
<u>(57,478)</u>	<u>7,014</u>
-	22,053
82,366	1,242,265
(94,511)	(1,233,695)
<u>(12,145)</u>	<u>30,623</u>
(69,623)	37,637
150,733	3,684,482
-	37,653
<u>\$ 81,110</u>	<u>\$ 3,759,772</u>

NIOBRARA COUNTY, WYOMING

RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2007

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

Net change in fund balances - total governmental funds \$ 37,637

Governmental funds report capital outlays as expenditures. However in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeds depreciation. 4,859

The governmental funds report the purchase of inventory using the purchase method. However, in the statement of activities the change in inventory has been accounted for using the consumption method. This is the net effect of this difference in the treatment of inventory. 37,653

The issuance of long-term debt (e.g. bonds, leases) provide current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also governmental funds report the effect of issuance costs when debt is first issued, whereas, those amounts are deferred and amortized in the statement of net assets. This amount is the net effect of these differences in the treatment of long-term debt and related items. 36,712

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (615)

Change in net assets of governmental activities \$ 116,246

NIOBRARA COUNTY, WYOMING

**STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS**

June 30, 2007

	Private Purpose Trust Fund <u>Economic Development Fund</u>	Agency Fund <u>Fund</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ -	\$ 667,416	\$ 667,416
Investments, at fair value	-	221,221	221,221
Accounts receivable	-	27,661	27,661
Taxes receivable	-	32,903	32,903
	<u>-</u>	<u>949,201</u>	<u>949,201</u>
Total assets	-	949,201	949,201
LIABILITIES			
Due to other agencies	-	52,214	52,214
Due to other taxing units	-	896,987	896,987
	<u>-</u>	<u>949,201</u>	<u>949,201</u>
Total liabilities	-	949,201	949,201
NET ASSETS			
Reserved			
Reserved for economic development loans	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to the financial statements

NIOBRARA COUNTY, WYOMING

**STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
Year Ended June 30, 2007**

	<u>Private Purpose Trust Fund</u> <u>Economic Development Fund</u>
Additions	<u>\$ -</u>
Deductions	
Uncollectible loans	18,001
Transfer to general fund	<u>8,570</u>
Total deductions	<u>26,571</u>
Change in net assets	(26,571)
Net assets - beginning of year	<u>26,571</u>
Net assets - end of year	<u><u>\$ -</u></u>

See accompanying notes to the financial statements

NIOBRARA COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2007

Note 1. Summary of Significant Accounting Policies

The Reporting Entity

The County (primary government) is a municipal corporation governed by three elected commissioners. The County provides the following services as authorized by statute: public safety, road and bridge maintenance and operation, health and social services, culture-recreation, public improvements, planning and zoning, and general administrative services. As required by generally accepted accounting principles, these financial statements present the County and its component units, entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the County's operations and so data from those units are combined with data of the primary government. Each discretely presented component unit, on the other hand, is reported in a separate column in the basic financial statements to emphasize that it is legally separate from the County. Each discretely presented component unit has a June 30 year end. The County has no blended component units.

Discretely Presented Component Units

The component units columns in the basic financial statements include the financial data of the County's other component units. They are reported in a separate column to emphasize that they are legally separate from the County. The governing boards of all of these component units are appointed by the Board of County Commissioners.

The *Weed and Pest Control District* was established for the purpose of implementing and pursuing an effective program for the control of weeds and pests within the County. The District is fiscally dependent upon the County because the Board of Commissioners approves the District's budget and levies taxes (if necessary) on behalf of the District. The District is presented as a governmental fund type component unit. The District does not issue separate financial statements.

The *County Fair Board* maintains and manages the operations of the County Fair and conducts agricultural, industrial and other fairs and exhibitions within the County. The Fair Board is fiscally dependent upon the County because the Board of Commissioners approves the Fair's budget, levies taxes (if necessary), and must approve any debt issuances. The Fair's taxes are levied under the taxing authority of the County and are included as part of the County's total tax levy. The Fair is presented as a governmental fund type component unit. The Board does not issue separate financial statements.

The *County Library Board* maintains and manages the operations of the County Library and library system. The Library Board is fiscally dependent upon the County because the Board of Commissioners approves the Library's budget, levies taxes (if necessary), and must approve any debt issuances. The Library's taxes are levied under the taxing authority of the County and are included as part of the County's total tax levy. The Library is presented as a governmental fund type component unit. The Board does not issue separate financial statements.

The *Predatory Animal Control District* was established for the purpose of exercising general supervision over the eradication and extermination of predatory animals that prey upon and destroy livestock, pigs, poultry, other domestic animals and wild game. In prior years the County provided significant subsidies to the District; however, none have been necessary in recent years. The District is considered a component unit of the County due to its nature and significance of its relationship to the County, and in the opinion of the Commissioners its exclusion would render the financial statements of the County incomplete. The District is presented as a governmental fund type component unit. The District does not issue separate financial statements.

The accounting policies of Niobrara County conform to generally accepted accounting principles as applicable to governments. The following is a summary of the most significant policies:

NIOBRARA COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2007

Note 1. Summary of Significant Accounting Policies (Continued)

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government and its component units. *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. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the 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 revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Property taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

NIOBRARA COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2007

Note 1. Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

The government reports the following major governmental funds:

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

The County Road Construction fund is a *capital project fund* and is used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

The Capital Facilities – Fair, Library, Courthouse fund is a *capital project fund* and is used to account for acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Additionally, the government reports the following fund types:

The *capital project funds* account for the revenue and expenditures for the capital project funds. These funds were closed during the current fiscal year.

The *debt service fund* accounts for the revenue and expenditures related to the repayment of the general obligation bonds of the County.

The *private-purpose trust fund* accounts for the revenue and expenditures for the economic development within the County. This fund was closed during the current fiscal year.

The *agency funds* are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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

Assets, Liabilities, and Net Assets or Equity

Deposits and Investments

The 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. Additionally, investments in long-term designations and investments in WYOSTAR are considered to be cash equivalents due to the County's ability to withdraw the investments at any time. However, the Predatory Animal Control District considers its investment in WYOSTAR to be an investment.

NIOBRARA COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2007

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, and Net Assets or Equity (Continued)

Deposits and Investments (Continued)

State statutes authorize the County to invest in securities issued or guaranteed by the U.S. Treasury or agencies of the United States government, bank certificates of deposit, shares or savings certificates of savings and loan associations, Tennessee Valley Authority bonds and notes and export-import bank notes and guaranteed participations.

Investments for the County are reported at fair value. Fair value is determined using the latest bid price or by the closing exchange price at the statements of net assets date. A significant portion of the County's investment activity is conducted in a pooled investment account with the State of Wyoming, State Treasurer's office. The State Treasurer's Investment Pool (WYOSTAR) operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Property Taxes

Property taxes attach as an enforceable lien on property as of May 11. Taxes are levied on or about August 1 and payable in two installments on September 1 and March 1. The County bills and collects its own property taxes and also taxes for all municipalities and political subdivisions within the County. Collections and remittances of these taxes for other taxing districts are accounted for in the respective agency funds of the County.

County property tax revenues are recognized when levied to the extent that they result in current receivables, which means when collected within the period or expected to be collected within 60 days of the fiscal year end to be used to pay liabilities of the current period.

The County is permitted by Wyoming Statutes to levy taxes up to 12 mills of assessed valuation for all purposes, exclusive of state revenue, except for the payment of public debt and interest thereon. The combined tax rate to finance general governmental services other than the payment of principal and interest on long-term debt for the year ended June 30, 2007, was 12 mills, which means that the County has levied to the maximum amount available.

Inventories

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when purchased rather than when consumed (purchases method), within the fund level financial statements. On the other hand, the consumption method is used for reporting these inventories at the government-wide level.

NIOBRARA COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2007

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, and Net Assets or Equity (Continued)

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the County as all tangible assets, regardless of cost, with a useful life in excess of one year to provide more accurate inventory of County assets. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant, and equipment of the primary government, as well as the component units, are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Building	50
Building improvements	20
Public domain infrastructure	50
System infrastructure	30
Vehicles	5
Office equipment	5
Computer equipment	5

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. In the fund financial statements, governmental fund types recognize proceeds from bonds and lease purchase obligations and are reported as other financing sources. Repayments of long-term debt (bonds and lease purchase obligations) are reported as debt service expenditures.

Fund Equity

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

Accounting Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenditures/expenses during the reporting period. Actual amounts could differ from those estimates.

NIOBRARA COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2007

Note 2. Reconciliation of Government-Wide and Fund Financial Statements

Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets

The governmental fund balance sheet includes reconciliation between *fund balance – total governmental funds* and *net assets – governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains that long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. The details of this \$(693,924) difference are as follows:

Lease purchase obligations	\$ (104,690)
Bonds payable	(605,000)
Deferred charge for issuance costs (to be amortized over life of debt)	<u>15,766</u>
 Net adjustments to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net assets - governmental activities</i>	 <u>\$ (693,924)</u>

Another element of that reconciliation states that “other assets are not available to apply to current-period expenditures and, therefore, are deferred in the funds.” The details of this \$179,674 are as follows:

Deferred revenue	
Property taxes	<u>\$ 179,674</u>
 Net adjustments to increase <i>fund balance - total governmental funds</i> to arrive at <i>net assets - governmental activities</i>	 <u>\$ 179,674</u>

Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$4,859 difference are as follows:

Capital outlay	\$ 589,545
Depreciation expense	<u>(584,686)</u>
 Net adjustment to increase net change in <i>fund balance - total governmental funds</i> to arrive at changes in <i>net assets of governmental activities</i>	 <u>\$ 4,859</u>

NIOBRARA COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2007

Note 2. Reconciliation of Government-Wide and Fund Financial Statements (Continued)

Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities (Continued)

Another element of that reconciliation states that “governmental funds report the purchase of inventory using the purchase method. However, in the statement of activities the change in inventory has been accounted for using the consumption method.” The details of this \$37,653 difference are as follows:

Inventory as of June 30, 2007	\$ 80,277
Inventory as of June 30, 2006	(42,624)
	<u>37,653</u>
Net adjustment to increase net change in <i>fund balance - total governmental funds</i> to arrive at changes in <i>net assets of governmental activities</i>	\$ <u>37,653</u>

Another element of that reconciliation states that the change in long-term liabilities does not require the use of current financial resources and is not recognized in the governmental funds; however, it is recognized in the statement of activities. The details of this \$36,712 difference are as follows:

Principal paid on long-term debt obligations	\$ 60,736
Lease proceeds	(22,053)
Amortization of issuance costs	(1,971)
	<u>36,712</u>
Net adjustment to increase net change in <i>fund balance - total governmental funds</i> to arrive at changes in <i>net assets of governmental activities</i>	\$ <u>36,712</u>

Another element of that reconciliation states revenues reported in the statement of activities do not provide current financial resources and are reported as deferred revenue in the governmental funds. The details of this \$(615) difference are as follows:

Deferred revenue - June 30, 2007	\$ 179,674
Deferred revenue - June 30, 2006	(180,289)
	<u>(615)</u>
Net adjustment to decrease net change in <i>fund balance - total governmental funds</i> to arrive at changes in <i>net assets of governmental activities</i>	\$ <u>(615)</u>

NIOBRARA COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2007

Note 3. Stewardship, Compliance, and Accountability

Budgets and Budgetary Accounting

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

Prior to May 15, the County Clerk 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 and the means of financing them.

A public hearing is conducted on the third Monday in July to obtain public comments.

The budget is adopted on the third Thursday of July.

At the request of the County Clerk or upon its own motion after publication of notice, the Board of County Commissioners may by resolution transfer any unencumbered or unexpended appropriation balance or part thereof from one fund, department or account to another. Expenditures cannot exceed appropriations at the department level and any unexpended or unencumbered appropriations lapse at year end.

Formal legally adopted budgets are prepared as a management control device during the year for the General Fund, Special Revenue and Capital Project Funds.

Budgets for the General Fund are adopted on a cash basis (Budgetary). Capital Projects Fund expenditures are budgeted within the General Fund. Such basis is not consistent with generally accepted accounting principles (GAAP).

Note 4. Detailed Notes on All Funds

Deposits and Investments

As of June 30, 2007, the primary government of the County had the following investments:

Investment Type	Fair Value	Interest Rate	Investment Maturity (in Years)				Investment Rating
			Less Than 1	1-5	6-10	More Than 10	
GNMA Pool	\$ 1,369	6.50%	\$ -	\$ -	\$ -	\$ 1,369	Aaa/AAA
Wyoming Financial Securities Money Market	6,624	2.17%	6,624	-	-	-	N/A
Federal National Mortgage Assoc.	174,391	2.64-4.20%	174,391	-	-	-	Aaa/AAA
Federal Home Loan Mortgage Corp	223,205	3.75-4.00%	-	223,205	-	-	Aaa/AAA
Federal Home Loan Bank	271,711	3.07-3.53%	199,734	71,977	-	-	Aaa/AAA
WYOSTAR Investment Pool	3,913,313		3,913,313				N/A
	<u>\$ 4,590,613</u>		<u>\$ 4,294,062</u>	<u>\$ 295,182</u>	<u>\$ -</u>	<u>\$ 1,369</u>	

Investments of the primary government are reported under the following captions:

Cash and cash equivalents in the government-wide statement of net assets	\$ 3,475,847
Investments in the government-wide statement of net assets	456,079
Cash and cash equivalents in the statement of fiduciary net assets - fiduciary funds	437,466
Investments in the statement of fiduciary net assets - fiduciary funds	221,221
	<u>\$ 4,590,613</u>

NIOBRARA COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2007

Note 4. Detailed Notes on All Funds (Continued)

Deposits and Investments (Continued)

As of June 30, 2007, the component units of the County had the following investments:

Investment Type	Fair Value	Interest Rate	Investment Maturity (in Years)				Investment Rating
			Less Than 1	1-5	6-10	More Than 10	
Certificates of Deposit	\$295,105	4.05-4.75%	\$ 60,032	\$235,073	\$ -	\$ -	N/A
WYOSTAR Investment Pool	404,537		404,537	-	-	-	N/A
	<u>\$699,642</u>		<u>\$464,569</u>	<u>\$235,073</u>	<u>\$ -</u>	<u>\$ -</u>	

N/A - not available, investment is unrated

Interest rate risk Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The County's investments are held in an external pooled investment account, and as a means of limiting its exposure to fair value losses arising from rising interest rates, the County attempts to match its investment maturities to expected cash flow needs. With this investment focus, investments are expected to reach maturity with limited gains or losses.

Credit risk Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Under investment agreements with WYOSTAR, the County has invested monies at a fixed contract rate of interest. Because the security is essentially a written contract, there is no rating available for such an investment, however, under Wyoming statutes, underlying providers are required to have the highest rating from at least one of the nationally recognized rating organizations.

Concentration of credit risk The County does not have a formal policy that allows or limits an investment in any one issuer to a specified percentage of the County's total investments. The composition of the investment portfolio of the primary government of the County at June 30, 2007 is as follows:

Investment Type	Fair Value	Percent of Portfolio
GNMA Pool	\$ 1,369	0.03%
Wyoming Financial Securities Money Market	6,624	0.14%
Federal National Mortgage Assoc.	174,391	3.80%
Federal Loan Mortgage Corp	223,205	4.86%
Federal Home Loan Bank	271,711	5.92%
WYOSTAR Investment Pool	3,913,313	85.25%
	<u>\$ 4,590,613</u>	<u>100.00%</u>

Custodial credit risk - deposits In the case of deposits, this is the risk that in the even of a bank failure, the County's deposits may not be returned to it. State statutes require that the County's deposits in excess of the Federal depository insurance amount be collateralized. At June 30, 2007, the County's deposits were fully collateralized as required by statutes.

Custodial credit risk - investments For an investment, this is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

NIOBRARA COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2007

Note 4. Detailed Notes on All Funds (Continued)

Receivables

Receivables as of year end for the County's governmental funds, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	County Road Construction	Capital Facilities Fair, Library, Courthouse	Total
Receivables				
Delinquent property taxes receivable	\$ 5,357	\$ -	\$ -	\$ 5,357
Less allowance for uncollectible	-	-	-	-
Accounts receivable	33,539	-	21,313	54,852
	<u>\$ 38,896</u>	<u>\$ -</u>	<u>\$ 21,313</u>	<u>\$ 60,209</u>

Primary Government

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

	Beginning Balance	Additions	Adjustments and Deletions	Ending Balance
Governmental activities				
Capital assets, not being depreciated				
Land	\$ 4,064	\$ -	\$ -	\$ 4,064
Total capital assets, not being depreciated				
Capital assets, being depreciated				
Buildings	4,833,303	112,675	-	4,945,978
Vehicles, machinery and equipment	1,827,652	84,268	-	1,911,920
Infrastructure	12,785,458	392,602	-	13,178,060
Total capital assets, being depreciated	<u>19,446,413</u>	<u>589,545</u>	<u>-</u>	<u>20,035,958</u>
Less accumulated depreciation for				
Buildings	1,244,901	124,817	-	1,369,718
Vehicles, machinery and equipment	821,266	158,845	-	980,111
Infrastructure	7,283,820	301,024	-	7,584,844
Total accumulated depreciation	<u>9,349,987</u>	<u>584,686</u>	<u>-</u>	<u>9,934,673</u>
Total capital assets, being depreciated, net	<u>10,096,426</u>	<u>4,859</u>	<u>-</u>	<u>10,101,285</u>
Total capital assets, net	<u>\$ 10,100,490</u>	<u>\$ 4,859</u>	<u>\$ -</u>	<u>\$ 10,105,349</u>

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

Governmental activities	
General government	\$ 129,907
Public safety	90,002
Public works	362,496
Conservation of natural resources	2,281
Total depreciation expense - governmental activities	<u>\$ 584,686</u>

Leased Equipment

Machinery and equipment that was purchased by a lease purchase obligation is included in machinery and equipment of the governmental activities. The purchase price of that equipment was \$128,261 with accumulated depreciation of \$40,499 and current year depreciation expense of \$16,067, with \$6,211 being expensed in general government activities and \$9,856 expensed in public works.

NIOBRARA COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2007

Note 4. Detailed Notes on All Funds (Continued)

Capital Assets (Continued)

Discretely Presented Component Units

Activity for the Weed and Pest Control for the year ended June 30, 2007 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 16,906	\$ -	\$ -	\$ 16,906
Total capital assets, not being depreciated	16,906	-	-	16,906
Capital assets, being depreciated				
Buildings	343,592	102	-	343,694
Vehicles, machinery and equipment	147,257	7,764	-	155,021
Total capital assets, being depreciated	490,849	7,866	-	498,715
Less accumulated depreciation for				
Buildings	11,018	8,825	-	19,843
Vehicles, machinery and equipment	70,981	15,987	-	86,968
Total accumulated depreciation	81,999	24,812	-	106,811
Total capital assets, being depreciated, net	408,850	(16,946)	-	391,904
Total capital assets, net	\$ 425,756	\$ (16,946)	\$ -	\$ 408,810

Activity for the County Library for the year ended June 30, 2007 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 550	\$ -	\$ -	\$ 550
Total capital assets, not being depreciated	550	-	-	550
Capital assets, being depreciated				
Buildings	334,925	-	-	334,925
Machinery and equipment	748,158	83,497	21,738	809,917
Total capital assets, being depreciated	1,083,083	83,497	21,738	1,144,842
Less accumulated depreciation for				
Buildings	71,911	8,306	-	80,217
Machinery and equipment	611,787	30,100	21,006	620,881
Total accumulated depreciation	683,698	38,406	21,006	701,098
Total capital assets, being depreciated net	399,385	45,091	732	443,744
Total capital assets, net	\$ 399,935	\$ 45,091	\$ 732	\$ 444,294

NIOBRARA COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2007

Note 4. Detailed Notes on All Funds (Continued)

Capital Assets (Continued)

Discretely Presented Component Units (Continued)

Activity for the County Fair for the year ended June 30, 2007 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 11,635	\$ -	\$ -	\$ 11,635
Total capital assets, not being depreciated	11,635	-	-	11,635
Capital assets, being depreciated				
Buildings	739,546	-	-	739,546
Machinery and equipment	28,521	-	-	28,521
Total capital assets, being depreciated	768,067	-	-	768,067
Less accumulated depreciation for				
Buildings	209,533	19,368	-	228,901
Machinery and equipment	15,499	2,198	-	17,697
Total accumulated depreciation	225,032	21,566	-	246,598
Total capital assets, being depreciated net	543,035	(21,566)	-	521,469
Total capital assets, net	\$ 554,670	\$ (21,566)	\$ -	\$ 533,104

Activity for the Predatory Animal Control for the year ended June 30, 2007 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets, being depreciated				
Buildings	\$ 16,619	\$ -	\$ -	\$ 16,619
Total capital assets, being depreciated	16,619	-	-	16,619
Less accumulated depreciation for				
Buildings	16,619	-	-	16,619
Total accumulated depreciation	16,619	-	-	16,619
Total capital assets, net	\$ -	\$ -	\$ -	\$ -

Long-Term Debt

The following is a summary of debt transactions of the County for the year ended June 30, 2007:

	Balance July 1, 2006	Additions	Reductions	Balance June 30, 2007	Due Within One Year
Primary Government					
Lease purchase obligations	\$ 88,373	\$ 22,053	\$ 5,736	\$ 104,690	\$ 87,945
General obligation bonds	660,000	-	55,000	605,000	55,000
Total primary government	\$ 748,373	\$ 22,053	\$ 60,736	\$ 709,690	\$ 142,945

NIOBRARA COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2007

Note 4. Deposits and Investments (Continued)

Long-Term Debt (Continued)

A summary of the long-term debt as of June 30, 2007 is as follows:

Primary government

\$9,000 copier lease/purchase agreement, dated March 5, 2004 due in monthly installments of \$236 through March 2009; interest at 19.5%, serviced by the general fund	\$ 4,170
\$13,408 copier lease/purchase agreement, dated March 6, 2006, due in monthly installments of \$304 through March 6, 2011, with a purchase option on March 6, 2011; interest at 12.8%, serviced by the general fund	10,811
\$8,645 copier lease/purchase agreement, dated November 8, 2006, due in monthly installments of \$185 through November 8, 2011, with a purchase option on November 8, 2011; interest at 10.3%, serviced by the general fund	7,850
\$81,859 motor graders lease/purchase agreement, dated October 15, 2002, due in a single annual installment of \$85,800 on July 2007; interest at 5.2%, serviced by the general fund	81,859
\$750,000 general obligation bonds, dated October 1, 2003, due in variable annual installments of \$40,000 to \$80,000 through October 2015; variable interest rate of 1.5% to 5.05%, serviced by the debt service fund	605,000
	\$ 709,690

The annual requirements to amortize all debt outstanding as of June 30, 2007 are as follows:

Year Ending June 30	Lease Purchase Obligations		General Obligation Bonds	
	Principal	Interest	Principal	Interest
2008	\$ 87,945	\$ 6,554	\$ 55,000	\$ 25,771
2009	6,324	1,667	60,000	23,840
2010	4,911	956	60,000	21,605
2011	4,608	348	65,000	19,054
2012	902	23	65,000	16,194
2013-2015	-	-	300,000	30,540
	\$ 104,690	\$ 9,548	\$ 605,000	\$ 137,004

On October 1, 2003, the County issued \$750,000 Niobrara County, Wyoming, General Obligation Bonds, Series 2003, in order to provide funding for the planning, reengineering, improving, upgrading, remodeling, construction or reconstruction, equipping, furnishing, and repairs to the Niobrara County Hospital. The bonds were sold to Lusk State Bank, Lusk, Wyoming, and First Interstate Bank, Newcastle, Wyoming. Monies in the Interest Account of the Debt Service Fund are used for payment of interest on the Bonds. Monies in the Principal Account of the Debt Service Fund are used for the payment of principal and premium, if any, on the bonds.

NIOBRARA COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2007

Note 4. Detailed Notes on All Funds (Continued)

Other Information

Interfund Receivables and Payables

Interfund receivables and payables at June 30, 2007 consisted of the following:

	Receivables	Payables
General Fund	\$ 35,414	\$ -
Capital Projects Funds		
County Road Construction	-	32,214
Capital Facilities - Fair, Library, Courthouse	-	3,200
	\$ 35,414	\$ 35,414

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund Transfers

Interfund transfers at June 30, 2007 consisted of the following:

	Transfers In	Transfers Out
General Fund	\$ 1,065,388	\$ -
Capital Project Funds		
Capital Facilities - Fair, Library, Courthouse	94,511	82,366
Capital Construction	-	94,511
County Road Construction	-	1,056,818
Debt Service Fund	82,366	-
Economic Development Fund	-	8,570
	\$ 1,242,265	\$ 1,242,265

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 expend them, and to (2) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Net Assets Restricted by Legislation

The government-wide statement of net assets reports \$1,240,590 of restricted net assets which are restricted for road construction by state legislation.

NIOBRARA COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2007

Note 4. Detailed Notes on All Funds (Continued)

Other Information (Continued)

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. During the year ended June 30, 2007, the County contracted with various insurance companies for property insurance (including boiler and machinery), general liability insurance, professional insurance and vehicle insurance. The coverage under each type of insurance policy varies in amounts and deductibles. The County has not had significant settlements exceeding insurance coverage in any of the past three years. The County has had no significant reductions in insurance coverage from coverage in the prior years.

Niobrara County has contracted with two insurance providers for liability coverage and property coverage (including boiler and crime). These costs vary but Niobrara County has not experienced any significant settlements that exceeded coverage in the past three years.

For fiscal year ended June 30, 2007 Niobrara County paid the following premiums for liability and property insurance coverage for the primary government:

Liability insurance	\$ 9,834
Property/crime/boiler insurance	<u>8,203</u>
	<u>\$ 18,037</u>

Niobrara County's Workers' Compensation rate for the year ended June 30, 2007 was as follows:

Clerical Office	.0065%
County Government Regular	.0279%

The County pays into the State Worker's Compensation System a premium based on a rate per covered payroll. This rate is calculated based on accident history and administrative costs.

Niobrara County paid \$4,672 for Workers' Compensation to the State for the year ended June 30, 2007. This premium is based on a rate per covered payroll. The rate is calculated on accident history and administrative costs over a 3-year experience period.

Currently, Niobrara County is unable to offer health insurance to its employees.

Niobrara County paid no quarterly unemployment benefits in the year ended June 30, 2007. The County is classified as a reimbursable employer; therefore a monthly fee is not paid. Payment is made when a claim is filed.

NIOBRARA COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2007

Note 4. Detailed Notes on All Funds (Continued)

Overspent Budget

Primary Government

In violation of Wyoming State Statute §16-4-108, the following departments expended in excess of their budget expenditures by the following amounts:

General Fund	
Optional 1% Tax	\$ 47,836
County Sheriff	3,570
Guardian Ad Litem	1,476
911 Dispatch	2,084
Fast Cop	4,229
Road and Bridge	7,430
Capital Facilities - Fairgrounds, Library, and Courthouse	
General Government	<u>1,059</u>
Total	<u><u>\$ 67,684</u></u>

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REQUIRED SUPPLEMENTARY INFORMATION

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NIOBRARA COUNTY, WYOMING

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
Year Ended June 30, 2007**

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
PROPERTY TAXES AND OTHER TAXES				
Property taxes - current and delinquent	\$ 540,750	\$ 540,750	\$ 568,455	\$ 27,705
Vehicle fees	65,000	65,000	71,045	6,045
Payments in lieu of property taxes	180,000	180,000	179,674	(326)
Sales and use taxes	230,147	230,147	270,116	39,969
1% optional tax	115,000	115,000	162,836	47,836
	<u>1,130,897</u>	<u>1,130,897</u>	<u>1,252,126</u>	<u>121,229</u>
LICENSES AND PERMITS	<u>400</u>	<u>400</u>	<u>790</u>	<u>390</u>
INTERGOVERNMENTAL REVENUES				
State gasoline tax	67,205	67,205	57,565	(9,640)
Car company tax	12,000	12,000	24,304	12,304
Cigarette tax	130	130	184	54
Severance tax	588,499	588,499	698,837	110,338
Special fuel tax	102,020	102,020	107,835	5,815
Federal and state grants	289,380	289,380	260,108	(29,272)
	<u>1,059,234</u>	<u>1,059,234</u>	<u>1,148,833</u>	<u>89,599</u>
CHARGES FOR SERVICES				
Clerk of Court fees	6,000	6,000	5,640	(360)
Treasurer	4,000	4,000	3,897	(103)
Assessor	2,000	2,000	2,354	354
County Clerk fees	32,000	32,000	50,094	18,094
County Sheriff fees	6,000	6,000	19,812	13,812
Public health nurse	10,000	10,000	-	(10,000)
Commissions and fees	201,045	201,045	202,814	1,769
	<u>261,045</u>	<u>261,045</u>	<u>284,611</u>	<u>23,566</u>
MISCELLANEOUS REVENUES				
Interest earnings	25,000	25,000	61,357	36,357
Interest on delinquent taxes	700	700	2,033	1,333
Rent	2,700	2,700	2,700	-
Other income	20,750	20,750	37,071	16,321
	<u>49,150</u>	<u>49,150</u>	<u>103,161</u>	<u>54,011</u>
Total revenues	<u>2,500,726</u>	<u>2,500,726</u>	<u>2,789,521</u>	<u>288,795</u>

(Continued)

See accompanying note to required supplementary information

NIOBRARA COUNTY, WYOMING

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND (CONTINUED)
Year Ended June 30, 2007**

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
GENERAL GOVERNMENT				
County Commissioners				
Salaries	\$ 43,252	\$ 43,252	\$ 43,252	\$ -
Other expenditures	5,350	5,350	4,634	716
Capital outlay	200	200	51	149
	<u>48,802</u>	<u>48,802</u>	<u>47,937</u>	<u>865</u>
County Clerk				
Salaries	82,193	82,193	80,521	1,672
Other expenditures	14,800	14,800	11,732	3,068
Capital outlay	1,500	1,500	6,211	(4,711)
	<u>98,493</u>	<u>98,493</u>	<u>98,464</u>	<u>29</u>
County Treasurer				
Salaries	66,736	66,736	60,447	6,289
Other expenditures	11,600	11,600	16,121	(4,521)
Capital outlay	5,850	5,850	7,121	(1,271)
	<u>84,186</u>	<u>84,186</u>	<u>83,689</u>	<u>497</u>
County Assessor				
Salaries	85,132	85,132	71,046	14,086
Other expenditures	12,900	12,900	5,903	6,997
Capital outlay	1,000	1,000	3,638	(2,638)
	<u>99,032</u>	<u>99,032</u>	<u>80,587</u>	<u>18,445</u>
County Attorney				
Salaries	68,836	68,836	61,636	7,200
Other expenditures	10,000	10,000	10,721	(721)
	<u>78,836</u>	<u>78,836</u>	<u>72,357</u>	<u>6,479</u>
Clerk of District Court - Administration				
Salaries	47,373	47,373	45,171	2,202
Other expenditures	28,700	28,700	26,056	2,644
Capital outlay	10,000	10,000	14,762	(4,762)
	<u>86,073</u>	<u>86,073</u>	<u>85,989</u>	<u>84</u>

(Continued)

See accompanying note to required supplementary information

NIOBRARA COUNTY, WYOMING

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND (CONTINUED)
Year Ended June 30, 2007**

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
GENERAL GOVERNMENT (Continued)				
Justice Court				
Other expenditures	\$ 7,200	\$ 7,200	\$ 7,200	\$ -
	<u>7,200</u>	<u>7,200</u>	<u>7,200</u>	<u>-</u>
Elections				
Salaries	4,200	4,200	3,163	1,037
Other expenditures	25,750	25,750	21,922	3,828
	<u>29,950</u>	<u>29,950</u>	<u>25,085</u>	<u>4,865</u>
Courthouse				
Other expenditures	181,375	181,375	189,053	(7,678)
Capital outlay	296,402	296,402	95,872	200,530
	<u>477,777</u>	<u>477,777</u>	<u>284,925</u>	<u>192,852</u>
Other general accounts				
Community and economic development	6,950	6,950	950	6,000
Unemployment and FICA	99,000	99,000	87,770	11,230
Retirement match	156,000	156,000	118,625	37,375
Health Coalition/Mental Health	2,300	2,300	1,582	718
Financial administration	33,000	33,000	17,860	15,140
Printing and publishing	22,500	22,500	22,338	162
Insurance	25,000	25,000	11,426	13,574
Litigation	7,000	7,000	-	7,000
Other miscellaneous	27,950	27,950	32,685	(4,735)
Information technology	4,500	4,500	1,640	2,860
	<u>384,200</u>	<u>384,200</u>	<u>294,876</u>	<u>89,324</u>
Optional 1% Tax				
Intergovernmental expenditures	115,000	115,000	162,836	(47,836)
	<u>1,509,549</u>	<u>1,509,549</u>	<u>1,243,945</u>	<u>265,604</u>

(Continued)

See accompanying note to required supplementary information

NIOBRARA COUNTY, WYOMING

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND (CONTINUED)**

Year Ended June 30, 2007

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
PUBLIC SAFETY				
County Sheriff				
Salaries	\$ 121,505	\$ 121,505	\$ 119,541	\$ 1,964
Other expenditures	41,850	41,850	46,369	(4,519)
Capital outlay	2,500	2,500	3,515	(1,015)
	<u>165,855</u>	<u>165,855</u>	<u>169,425</u>	<u>(3,570)</u>
County Coroner				
Salaries	5,126	5,126	5,126	-
Other expenditures	10,800	10,800	5,581	5,219
	<u>15,926</u>	<u>15,926</u>	<u>10,707</u>	<u>5,219</u>
Detention				
Salaries	193,052	193,052	172,386	20,666
Other expenditures	72,400	72,400	60,738	11,662
Capital outlay	32,485	32,485	37,450	(4,965)
	<u>297,937</u>	<u>297,937</u>	<u>270,574</u>	<u>27,363</u>
Emergency Management				
Salaries	1,575	1,575	1,575	-
Other expenditures	1,200	1,200	1,352	(152)
Capital outlay	500	500	-	500
	<u>3,275</u>	<u>3,275</u>	<u>2,927</u>	<u>348</u>
Emergency Planning Grant				
Contractual services	1,875	15,513	-	15,513
	<u>1,875</u>	<u>15,513</u>	<u>-</u>	<u>15,513</u>
Guardian Ad Litem				
Contractual services	12,472	12,472	13,948	(1,476)
	<u>12,472</u>	<u>12,472</u>	<u>13,948</u>	<u>(1,476)</u>
911 Dispatch				
Salaries	119,462	119,462	122,241	(2,779)
Other expenditures	14,600	14,600	11,326	3,274
Capital outlay	1,700	1,700	4,279	(2,579)
	<u>135,762</u>	<u>135,762</u>	<u>137,846</u>	<u>(2,084)</u>

(Continued)

See accompanying note to required supplementary information

NIOBRARA COUNTY, WYOMING

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND (CONTINUED)
Year Ended June 30, 2007**

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
PUBLIC SAFETY (Continued)				
Fast Cop				
Salaries	\$ 9,714	\$ 9,714	\$ 13,943	\$ (4,229)
Citizen Corp	2,487	6,050	2,492	3,558
CAMA	-	40,456	8,592	31,864
Enhanced 911				
Contractual services	8,800	8,800	7,567	1,233
Homeland Security Grant				
Capital outlay	199,806	287,025	139,762	147,263
Total public safety	853,909	998,785	777,783	221,002
PUBLIC WORKS				
Road and Bridge				
Salaries	139,583	139,583	129,451	10,132
Other expenditures	163,700	163,700	181,294	(17,594)
Capital outlay	100,000	100,000	99,968	32
	403,283	403,283	410,713	(7,430)
Road Indexing Project				
Salaries	3,500	3,500	1,008	2,492
Other expenditures	1,200	1,200	446	754
Capital outlay	1,000	1,000	314	686
	5,700	5,700	1,768	3,932
Total public works	408,983	408,983	412,481	(3,498)
HEALTH, WELFARE AND RECREATION				
Health Officer				
Salaries	748	748	-	748
	748	748	-	748
Public Health Nurse				
Contractual services	30,374	30,374	25,084	5,290
	30,374	30,374	25,084	5,290
TANF/CPI Grant				
Contractual services	64,763	48,290	22,097	26,193
	64,763	48,290	22,097	26,193
1% Hospital Equipment				
Capital outlay	66,352	66,352	32,999	33,353
	66,352	66,352	32,999	33,353
Public Health				
Contractual services	7,500	7,500	4,221	3,279
	7,500	7,500	4,221	3,279
Total health, welfare and recreation	169,737	153,264	84,401	68,863

(Continued)

See accompanying note to required supplementary information

NIOBRARA COUNTY, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND (CONTINUED)
 Year Ended June 30, 2007

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
CONSERVATION OF NATURAL RESOURCES				
Agriculture department				
Salaries	\$ 27,166	\$ 27,166	\$ 26,047	\$ 1,119
Other expenditures	22,250	22,250	22,918	(668)
Capital outlay	500	500	632	(132)
	<u>49,916</u>	<u>49,916</u>	<u>49,597</u>	<u>319</u>
Total conservation of natural resources	<u>49,916</u>	<u>49,916</u>	<u>49,597</u>	<u>319</u>
CAPITAL PROJECTS				
Road Construction	<u>1,659,207</u>	<u>1,659,207</u>	<u>955,049</u>	<u>704,158</u>
Total capital projects	<u>1,659,207</u>	<u>1,659,207</u>	<u>955,049</u>	<u>704,158</u>
Total expenditures	<u>4,651,301</u>	<u>4,779,704</u>	<u>3,523,256</u>	<u>1,256,448</u>
Excess (deficiency) of revenues over expenditures	(2,150,575)	(2,278,978)	(733,735)	1,545,242
Other financing sources				
Transfers in	<u>1,659,207</u>	<u>1,659,207</u>	<u>955,049</u>	<u>(704,158)</u>
Total other financing sources	<u>1,659,207</u>	<u>1,659,207</u>	<u>955,049</u>	<u>(704,158)</u>
Net change in fund balances	(491,368)	(619,771)	221,314	841,085
Fund balance - beginning of year	<u>894,981</u>	<u>894,981</u>	<u>894,981</u>	<u>-</u>
Fund balance - end of year	<u>\$ 403,613</u>	<u>\$ 275,210</u>	<u>\$ 1,116,295</u>	<u>\$ 841,085</u>

See accompanying note to required supplementary information

NIOBRARA COUNTY, WYOMING

NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2007

Note 1. Explanation of Differences between Budgetary Basis and GAAP Basis

	General Fund
Revenues	
Actual amounts (budgetary basis) from the Budgetary Comparison Schedule	\$ 2,789,521
Differences - Budget Basis to GAAP	
Property taxes receivable	(4,077)
Accounts receivable	33,539
Deferred revenue	615
Miscellaneous reconciling items	3,930
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	\$ 2,823,528
Expenditures	
Actual amounts (budgetary basis) from the Budgetary Comparison Schedule	\$ 3,523,256
Differences - Budget Basis to GAAP	
Accounts payable	53,786
Lease purchase obligation	22,053
Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	\$ 3,599,095

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OTHER SUPPLEMENTARY INFORMATION

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NIOBRARA COUNTY, WYOMING

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (BUDGETARY BASIS)
COUNTY ROAD CONSTRUCTION
Year Ended June 30, 2007**

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental revenues	\$ -	\$ -	\$ 457,470	\$ 457,470
Investment earnings	-	-	80,810	80,810
Total revenues	-	-	538,280	538,280
Expenditures				
Current				
Public works	1,659,207	1,659,207	956,818	702,389
Total expenditures	1,659,207	1,659,207	956,818	702,389
Excess (deficiency) of revenues over expenditures	(1,659,207)	(1,659,207)	(418,538)	1,240,669
Other financing (uses)				
Operating transfer out	-	-	(100,000)	(100,000)
Total other financing (uses)	-	-	(100,000)	(100,000)
Net change in fund balance	(1,659,207)	(1,659,207)	(518,538)	1,140,669
Fund balance - beginning of year	1,626,956	1,626,956	1,626,956	-
Fund balance (deficit) - end of year	\$ (32,251)	\$ (32,251)	\$ 1,108,418	\$ 1,140,669

NIOBRARA COUNTY, WYOMING

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (BUDGETARY BASIS)**

**CAPITAL FACILITIES - FAIRGROUNDS, LIBRARY, AND COURTHOUSE
Year Ended June 30, 2007**

	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Taxes	\$ -	\$ 218,255	\$ 218,255
Miscellaneous	-	52,174	52,174
Total revenues	-	270,429	270,429
Expenditures:			
General government	-	1,059	(1,059)
Total expenditures	-	1,059	(1,059)
Excess of revenues over expenditures	-	269,370	269,370
Other financing sources			
Transfers in		94,511	(94,511)
Transfers out	-	(82,366)	82,366
Total other financing sources	-	12,145	(12,145)
Net change in fund balance	-	281,515	257,225
Fund balance - beginning of year	1,022,537	1,022,537	-
Fund balance - end of year	\$ 1,022,537	\$ 1,304,052	\$ 257,225

NONMAJOR GOVERNMENTAL FUNDS

Capital Construction

To account for the revenues and expenditures related to capital construction projects. This fund was closed during the current fiscal year.

Hospital Renovation Project

To account for the acquisition and construction at major capital facilities other than those financed by proprietary funds and trust funds. This fund was closed during the current fiscal year.

Debt Service Fund

To account for the revenues and expenditures related to the repayment of the general obligation bonds of the County.

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NIOBRARA COUNTY, WYOMING

**COMBINING BALANCE SHEETS
NONMAJOR GOVERNMENTAL FUNDS**

June 30, 2007

	<u>Capital Construction</u>	<u>Hospital Renovation Project</u>	<u>Debt Service Fund</u>	<u>Total Other Nonmajor Governmental Funds</u>
ASSETS				
Investments, at fair value	\$ -	\$ -	\$ 81,110	\$ 81,110
Total assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 81,110</u>	<u>\$ 81,110</u>
LIABILITIES				
Total liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCES				
Reserved for debt service	<u>-</u>	<u>-</u>	<u>81,110</u>	<u>81,110</u>
Total fund balances	<u>-</u>	<u>-</u>	<u>81,110</u>	<u>81,110</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 81,110</u>	<u>\$ 81,110</u>

NIOBRARA COUNTY, WYOMING

COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2007

	Capital Construction	Hospital Renovation Project	Debt Service Fund	Total Other Nonmajor Governmental Funds
Revenues				
Investment earnings	\$ 3,874	\$ -	\$ 3,752	\$ 7,626
Miscellaneous	-	21,746	-	21,746
Total revenues	<u>3,874</u>	<u>21,746</u>	<u>3,752</u>	<u>29,372</u>
Expenditures				
Capital Outlay	-	4,484	-	4,484
Debt service				
Principal	-	-	55,000	55,000
Interest	-	-	27,366	27,366
Total expenditures	<u>-</u>	<u>4,484</u>	<u>82,366</u>	<u>86,850</u>
Excess (deficiency) of revenues over expenditures	<u>3,874</u>	<u>17,262</u>	<u>(78,614)</u>	<u>(57,478)</u>
Other financing sources				
Transfers in	-	-	82,366	82,366
Transfers out	(94,511)	-	-	(94,511)
Total other financing sources	<u>(94,511)</u>	<u>-</u>	<u>82,366</u>	<u>(12,145)</u>
Net change in fund balances	<u>(90,637)</u>	<u>17,262</u>	<u>3,752</u>	<u>(69,623)</u>
Fund balances (deficit) - beginning of year	<u>90,637</u>	<u>(17,262)</u>	<u>77,358</u>	<u>150,733</u>
Fund balances - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 81,110</u>	<u>\$ 81,110</u>

COMPLIANCE SECTION

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