

COMPREHENSIVE  
ANNUAL  
FINANCIAL  
REPORT



County of Dane  
Wisconsin

FOR THE YEAR ENDED DECEMBER 31, 2006

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
OF THE  
COUNTY OF DANE  
WISCONSIN**

Year Ended  
December 31, 2006

**CONTROLLER'S OFFICE**

Charles Hicklin, Controller  
Margaret L. Krohn, CPA, Assistant Controller

# COUNTY OF DANE

## COMPREHENSIVE ANNUAL FINANCIAL REPORT December 31, 2006

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# **INTRODUCTORY SECTION**



**COUNTY OF DANE**  
**DEPARTMENT OF ADMINISTRATION**  
**CONTROLLER DIVISION**  
210 Martin Luther King, Jr. Boulevard, Room 426  
Madison, Wisconsin 53703  
608/266-4131 TDD 608/266-9253

**CHARLES HICKLIN**  
Controller

**BONNIE HAMMERSLEY**  
Director of Administration

June 20, 2007

County Executive Kathleen M. Falk and  
County Board of Supervisors  
County of Dane  
Madison, Wisconsin 53703

The Comprehensive Annual Financial Report for the County of Dane for the year ended December 31, 2006 is submitted herewith. This report was prepared by the Controller's Office.

**MANAGEMENT REPRESENTATIONS**

Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the County.

We believe the financial information, as presented:

- is accurate in all material aspects;
- is presented in a manner designed to fairly set forth the financial position and results of operations of the County as measured by the financial activity of its various funds;
- and includes all disclosures necessary to enable the reader to gain the maximum understanding of the County's financial affairs.

**THE REPORTING ENTITY**

The County provides a range of governmental services authorized by state statute, under the direction of an elected Executive and a thirty-seven member Board of Supervisors. The services provided are categorized into six functions. The general government function includes the executive, clerk, administration, treasurer, register of deeds and corporation counsel; a public safety & criminal justice function, including a 17-branch court system; the district attorney, the sheriff, jail and work release facility and public safety communications; a health and human services function, including care for children, mental health services, developmentally disabled, the aged and disabled; a conservation & economic development function, including solid waste program, land regulation & records and land conservation; a culture, education & recreation function including an exposition center, zoo, park system and library services; a public works function, including a regional airport, highway system, and transportation system assistance.

Pursuant to accounting and reporting standards, the Dane County Housing Authority and the Henry Vilas Park Zoological Society are included within the County's financial report because of various factors including financial dependencies and powers of appointment or removal of officers.

**ECONOMIC CONDITION AND OUTLOOK**

Dane County was created by the first Wisconsin territorial legislature in 1836 and was organized as a separate governmental unit in 1839. With a population of 464,424, the County is second only to Milwaukee County in terms of size in Wisconsin. Within the County's 1,238 square miles, there are 34 towns, 19 villages, and eight cities. The City of Madison is the largest with 48.1% of the County's population and 45.3% of the equalized value. The City of Madison is the Capitol of Wisconsin and the site of the 41,480 student University of Wisconsin-Madison.

Dane County is a leading Wisconsin County for agriculture, ranking second in the state in the number of farms with 2,887 and the amount of land used in farms with 515,475 acres. The average farm consists of 178 acres. Dane County agriculture has the following rankings within the state: first in corn for grain and tobacco; second in number of farms, land in farms and soybeans; third in pounds of milk produced and cattle, calves; fourth in the number of milk cows, hogs and pigs. Dane County's agriculture functions with almost no irrigation.

Dane County has a rapidly growing high-tech business community that currently includes more than 475 firms employing 26,500 in 2006. Biotechnology, medical/biomedical research, micro-electronics, pharmaceuticals, contract research and development, software and other computer-related firms dominate the list of high-tech firms. This reflects the University of Wisconsin-Madison's worldwide leadership in research and academic teaching in these areas. In fiscal year 2006, the University of Wisconsin-Madison received more than \$892.6 million in extramural support for research from federal, state and private sources. According to latest figures available from the National Science Foundation, the University of Wisconsin-Madison is the fourth largest funded research university in the country.

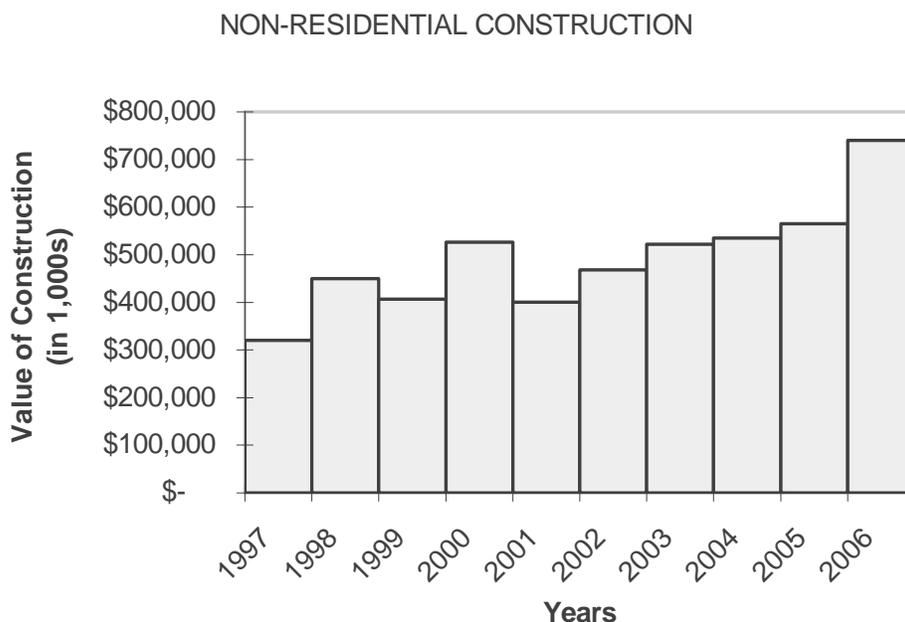
Dane County is the home office of the Oscar Mayer Foods Corporation, a leading national meat processing company; Cuna Mutual & Subsidiaries, providing insurance and services to credit unions throughout the world; American Family Insurance; and many other businesses and industries.

Various national magazines have recognized Madison and the Dane County metropolitan area as one of the best places to live in the Midwestern United States.

The 2006 annual average unemployment rate in Dane County, at 3.2% is consistently below state and national averages. The low unemployment rate can be attributed to the stability of the workforce and type of business located in the County.

## Dane County Unemployment

(Source: State of Wisconsin Department of Workforce Development)



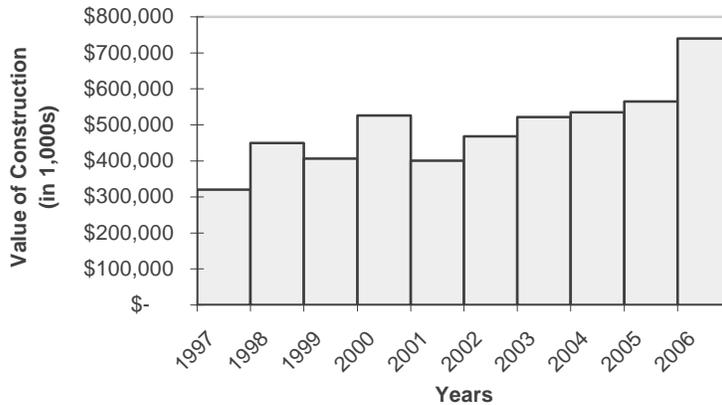
## Dane County Employment by Industry

(Source: Wisconsin Department of Workforce Development)

Industry Type	2005		2006	
	Number	% Total	Number	% Total
Construction	16,669	5.62%	16,808	5.64%
Education & Health	66,491	22.40%	66,206	22.20%
Financial Activities	27,881	9.39%	26,628	8.93%
Information	8,776	2.96%	8,830	2.96%
Leisure & Hospitality	28,311	9.54%	28,766	9.65%
Manufacturing	27,260	9.19%	27,236	9.13%
Natural Resources	1,952	0.66%	1,879	0.63%
Other Services	11,069	3.73%	11,213	3.76%
Professional & Business Services	33,150	11.17%	35,328	11.85%
Public Administration	23,131	7.79%	23,242	7.79%
Trade, Transportation, Utilities	<u>52,098</u>	<u>17.55%</u>	<u>52,096</u>	<u>17.47%</u>
Totals	<u>296,788</u>	<u>100.00%</u>	<u>298,232</u>	<u>100.00%</u>

Non-Residential Development in 2006 totaled \$740 million on more than 560 projects. The major non-residential projects receiving building permits during 2006, as reported in the Construction Activity Report published by MGE, included: the Epic Systems Training Facility & Auditorium (\$30 million), the second phase of the University of Wisconsin – Madison Interdisciplinary Research Complex (\$50 millions), and the first phase of the University Square project (\$34.8 million).

NON-RESIDENTIAL CONSTRUCTION



Source: Madison Gas and Electric – Construction Activity Report

### MAJOR INITIATIVES

During 2006, the county began construction of its Juvenile Detention Center. The Juvenile Detention Center is housed in the City-County Building in downtown Madison. The 2006 capital budget included over \$6.6 million for this project.

## **FINANCIAL INFORMATION**

### Accounting System and Internal Control Structure

The County's accounting system is organized on a "fund" basis. Each fund is a distinct self-balancing accounting entity. The County's day-to-day accounting and budgetary records are maintained on a basis other than Generally Accepted Accounting Principles (GAAP). For financial reporting purposes, the accounting records are converted to the modified and full accrual basis for all applicable funds. On the modified accrual basis, revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. On the full accrual basis, revenues are recognized when measurable and earned; expenses are recognized when incurred. The basis of accounting and presentation of the various funds utilized by Dane County are fully described in Note I-C of the basic financial statements. Additional budgetary information can be found in Note III-A.

In developing the County's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the costs of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

We believe that the County's internal accounting controls, along with the audit performed by independent auditors, provide the County with reasonable assurance that financial transactions are properly recorded and assets adequately safeguarded.

### Budgetary Controls

Budgetary control is maintained at the agency level. Encumbrances are made against appropriations prior to the issuance of purchase orders or consummation of contracts. Purchase orders outstanding at the end of the year where the goods and/or services have not been received are recognized in the accompanying financial statements as reservations of fund balance as they do not constitute expenditures or liabilities. The Board of Supervisors has designated certain accounts as non-lapsing, and those unexpended appropriations have been carried forward for use in 2007.

## **GENERAL GOVERNMENT FUNCTIONS**

The general government function includes the General Fund, Special Revenue Funds, Debt Service, and Capital Projects Fund. The definition of these funds can be found in the "Notes to Financial Statements" located in the Financial Section of this report.

## **PROPRIETARY TYPE OPERATIONS**

Enterprise funds account for operations where the intent of the County is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where periodic measurement of net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. The enterprise operations of the County consist of these entities: the Dane County Regional Airport, Badger Prairie Health Care Center, Highway & Transportation, Printing and Services, Methane Gas and the Sanitary Landfill.

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the County, or to other governments on a cost reimbursement basis. The internal service funds of the County include Worker's Compensation Self-Insurance Program, Consolidated Food Services, Liability Self-Insurance Program, and Employee Benefits.

## **FIDUCIARY FUNDS**

Fiduciary Funds are established to account for assets that are being held by the County in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. Major agency funds include State Tax Levy & Special Charges, Clerk of Courts litigants' deposits, and Delinquent Special Assessments

## **DEBT ADMINISTRATION**

All debt outstanding is a general obligation of the County for which an irrevocable, irrevocable tax has been levied at the time of the borrowing to be included in future tax levies, sufficient to repay the principal and interest payments as they become due. Under Wisconsin State Statutes, Chapter 67, Dane County's aggregate indebtedness may not exceed 5% of the equalized value of taxable property located in the County.

## **CASH MANAGEMENT**

Cash temporarily idle at various times during the year is invested in daily repurchase agreements, certificates of deposit, and in the State of Wisconsin Local Government Investment pool depending upon yield and cash flow needs.

## **RISK MANAGEMENT**

In 1954, the Dane County Board authorized the County to self-insure for worker's compensation through a combination of self-insurance and excess coverage through a private company. In 1986, due to certain liability insurances not being available in the marketplace, the County Board approved the establishment of a liability self-insurance program to provide for the County's needs through a combination of purchased and self-insurance. In 1992, the County purchased an equity interest in Wisconsin Municipal Mutual Insurance Company (WMMIC), a public entity risk pool, with other Wisconsin municipalities to provide certain liability insurance coverages.

Both the worker's compensation and liability programs are accounted for as internal service funds with premiums being charged to all departments. In order to equitably distribute program costs and encourage management support of risk management programs, charges to departments are based on actual experience.

Insurance costs were divided into groups and assigned to departments using the following allocation categories:

- A. Recapture of prior year losses.
- B. Current year reserve requirements.
- C. Future year loss (claims paid).
- D. Future year fund addition.
- E. Administrative overhead.

The allocation system is based on the following financial policies:

1. The County intends to continue maintaining separate insurance funds and fund balance.
2. The County intends to attempt to maintain insurance fund balances close to budgeted estimates. This results in additional charges or credits to departments for prior year losses.
3. The County expects that short run future experience will be similar to historical activity.
4. The County intends to annually provide a level of funding which will increase the insurance fund balances to provide an additional cushion against catastrophic loss.

The actual experience method of allocating costs provides a direct incentive to County managers to effectively reduce costs through loss control measures. Detailed information regarding the self-insurance funds can be found in the Financial Section of this report.

## **INDEPENDENT AUDIT**

The County has retained the services of Virchow, Krause & Company, LLP to perform an independent audit of the County's financial records. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County of Dane for the fiscal year ended December 31, 2006, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by the county; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the County of Dane's financial statements for the fiscal year ended December 31, 2006, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of

the financial section of this report. As part of their examination, the independent auditor is also issuing an internal control letter covering the review of the county's system of internal control over financial reporting and tests of compliance with certain provision of laws, regulations, contracts, and grants. The management and compliance letter will not modify or affect, in any way, this report.

The county is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Information related to this single audit—including the schedule of expenditures of federal awards, findings and recommendations, and auditor's reports on internal control over financial reporting and tests of compliance with certain provisions of laws, regulations, contracts, and grants—will be included in the County of Dane's separately issued Single Audit Report.

#### **CERTIFICATE OF ACHIEVEMENT**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Dane County, Wisconsin for its comprehensive annual financial report for the fiscal year ended December 31, 2005. This was the twenty-fourth consecutive year that Dane County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government 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.

#### **ACKNOWLEDGMENTS**

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Controller's Office, especially Assistant Controller Margaret Krohn, other County Departments and the capable assistance of our independent auditors. I would like to express my appreciation to everyone that assisted and contributed in its preparation.

Respectfully submitted,



Charles Hicklin  
Controller

**COUNTY OF DANE**  
**LIST OF PRINCIPAL OFFICIALS**  
**AS OF DECEMBER 31, 2006**

**COUNTY OF DANE**

**LIST OF PRINCIPAL OFFICIALS**

**AS OF DECEMBER 31, 2006**

**ELECTED OFFICIALS**

<b><u>Office</u></b>	<b><u>Name</u></b>
County Executive	Kathleen M. Falk
Clerk of Courts	Judith A. Coleman
Coroner	John Stanley
County Clerk	Robert Ohlsen
District Attorney	Brian Blanchard
Register of Deeds	Jane C. Licht
Sheriff	Gary H. Hamblin
Treasurer	David Gawenda

**COUNTY BOARD SUPERVISORS**

<b><u>Supervisory District</u></b>	<b><u>Name</u></b>
1	Scott A. McDonell, Chair
2	Barbara Vedder
3	Elaine DeSmidt
4	Brett D. Hulsey
5	Ashok Kumar
6	John E. Hendrick
7	Matt Veldran
8	Carousel Andrea Bayrd
9	Ruth Ann Schoer
10	David Worzala
11	Alfred Matano
12	Paul Rusk
13	Chuck Erickson
14	Michael Hanson
15	Richard Brown
16	Dave DeFelice
17	Tom Stoebig
18	Dorothy Wheeler
19	Jeff Kostelic
20	Duane Gau
21	David E. Wiganowsky
22	Dennis J. O'Loughlin
23	Shelia Stubbs

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**COUNTY OF DANE**

**LIST OF PRINCIPAL OFFICIALS**

**AS OF DECEMBER 31, 2006**

(Continued)

**COUNTY BOARD SUPERVISORS**

<b><u>Supervisory District</u></b>	<b><u>Name</u></b>
24	Dale Suslick
25	Eileen Bruskewitz
26	Mark M. Opitz
27	Kyle Richmond
28	Vernon W. Wendt
29	David J. Ripp
30	Patrick Downing
31	Gerald Jensen
32	Mike Willett
33	Jack Martz
34	Patrick Miles
35	Donna Vogel
36	Rich Pertzborn
37	Robert D. Salov

**NONELECTED OFFICIALS**

<b><u>Activity</u></b>	<b><u>Name</u></b>
Administration	Bonnie Hammersley
Adult Community Services	Louis F. Genter
Airport	Bradley Livingston
Badger Prairie Health Care Center	Jack D. Nelson
Children, Youth & Family Services	Bob Lee
Controller	Charles Hicklin
Corporation Counsel	Marcia Mackenzie
Economic Assistance & Work Services	Liz Green
Emergency Management	Kathy M. Krusiec
Exposition Center	William J. DiCarlo
Extension	Lee Cunningham

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**COUNTY OF DANE**  
**LIST OF PRINCIPAL OFFICIALS**  
**AS OF DECEMBER 31, 2006**

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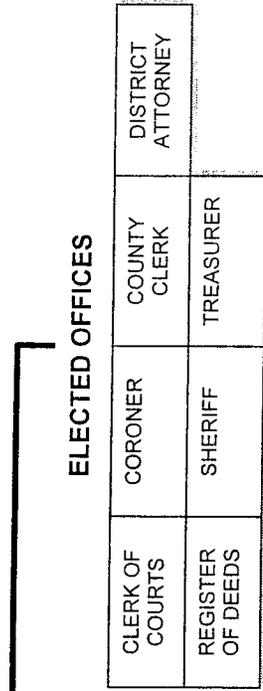
**NONELECTED OFFICIALS**

<b><u>Activity</u></b>	<b><u>Name</u></b>
Family Court Commissioner	Ralph J. Guerin
Family Court Counseling	Kathleen M. Jeffords
Public Works, Highway & Transportation	Gerald Mandli
Human Services	Lynn Green
Juvenile Court Program	James P. Moeser
Land & Water Resources	Kevin F. Connors
Library	Julie A. Chase
Planning & Development	Todd Violante
Public Health Service	Thomas Schlenker
Public Safety Communications	Rich McVicar (Acting)
Veterans Service	Michael R. Jackson
Zoo	James Hubing

(Continued from previous page)

# ORGANIZATION OF DANE COUNTY GOVERNMENT

## CITIZENS



## STANDING COMMITTEES

Executive	Personnel & Finance	Health & Human Needs	Public Protection & Judiciary
Environment, Ag & Natural Resources	Public Works & Transportation	Zoning & Land Regulation	

## COMMITTEES OF THE COUNTY BOARD

City-County Liaison	Information Resources Management	Land Conservation	University Extension	Strategic Growth Management
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## DEPARTMENTS

Administration	Airport	Alliant Energy Center	Corporation Counsel	Emergency Management
Extension Office	Family Court Counselors	Human Services	Joint Board of Health	Juvenile Court Program
Land & Water Resources	Land Information	Library Service	Planning & Development	Public Safety Communications
Public Works, Hw & Transp.	Veterans Service	Henry Vilas Zoo		

## BOARDS & COMMISSIONS

B.U.I.D. Committee	Children Come First Commission	Civil Service Commission	Commission on Aging	Commission on Sensitive Crimes	Community Development Block Grant Commission	Agricultural Advisory Council	Airport Commission	Alliant Energy Center Commission	Board of Adjustment	Board of Health
Employee Mgmt. Insurance Advisory Committee	Environmental Council	Equal Opportunities Commission	Ethics Board	Henry Vilas Zoo Commission	Historic Preservation Committee	Coordinating Council	Cultural Affairs Commission	Economic Summit Council	Election Commission	Emergency Medical Services Commission
Justice Center Planning Oversight Committee	Lakes & Watershed Commission	Land Information Office Committee	Library Board	Living Wage Review Council	Local Emergency Planning Committee	Housing Authority	Human Services Board	Joint City-County Section 8 Rental Housing Provider Advisory Comm.	Joint Oversight Advisory Committee	Joint Public Health Advisory Committee
Public Safety Comm. Oper Practices Advisory Committee	Reclassification Appeals Board	Safety & Working Conditions Study Committee	Solid Waste & Recycling Commission	South Central Library System Board	South Central Wisconsin Rail Transit Commission	Southwest Dane Transportation Advisory Committee	Monona Terrace Convention & Community Center Board	North Mendota Parkway Advisory Committee	Park Commission	Public Safety Communications Center Board
Veterans Service Commission	W-2 Community Steering Committee	Wisconsin River Rail Transit Commission					Specialized Transportation Commission	Task Force on Chronic Wasting Disease	Traffic Safety Commission	Tree Board
							Transportation Advisory Committee	Women's Issues Committee	Youth Commission	

# DANE COUNTY, WISCONSIN

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Dane  
Wisconsin

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2005

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



President

Executive Director

# FINANCIAL SECTION



## INDEPENDENT AUDITORS' REPORT

To the Honorable Members of the  
Board of Supervisors  
County of Dane  
Madison, Wisconsin

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Dane, Wisconsin, as of and for the year ended December 31, 2006, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County of Dane's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Dane County Housing Authority or the Henry Vilas Park Zoological Society, Inc., the discretely presented component units of the County of Dane. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Dane County Housing Authority and the Henry Vilas Park Zoological Society, Inc., is based on the reports of the other auditors.

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. The financial statements of the Henry Vilas Park Zoological Society, Inc. were not audited in accordance with *Government Auditing Standards*. 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 and the reports of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Dane, Wisconsin at December 31, 2006, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

To the Honorable Members of the  
Board of Supervisors  
County of Dane, Wisconsin

In accordance with *Government Auditing Standards*, we will issue a report on our consideration of the County of Dane'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 result of our audit.

The management's discussion and analysis and budgetary comparison information on pages 3 through 15 and 88 through 90 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We and the other auditors 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 an opinion on the financial statements that collectively comprise the County of Dane's basic financial statements. The combining and individual fund financial statements and schedules as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The "Letter of Transmittal" and "Statistical Section" listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of the County of Dane. The information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on such information.

Madison, Wisconsin  
June 20, 2007

*Virchow, Krause + Company, LLP*

# COUNTY OF DANE, WISCONSIN

## MANAGEMENT'S DISCUSSION AND ANALYSIS For Year Ended December 31, 2006

As management of the County of Dane, Wisconsin we offer readers of the county's financial statement this narrative overview and analysis of the financial activities of the county for the fiscal year ended December 31, 2006. We encourage readers to consider the information presented here in conjunction with the county's financial statements and the additional information that we have furnished in our letter of transmittal, which can be found on pages i to vi of this report.

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### FINANCIAL HIGHLIGHTS

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- The assets of the County of Dane exceeded its liabilities at the close of the most recent fiscal year by \$404,381,829 (*net assets*). Of this amount, \$27,163,792 (*unrestricted net assets*) may be used to meet the government's obligations to citizens and creditors. The total net assets include all major infrastructure networks.
- The county's total net assets increased by \$26,585,789.
- As of the close of the current fiscal year, the County of Dane's governmental funds reported combined ending fund balances of \$50,392,194, a decrease of \$2,011,132 in comparison with the prior year. Approximately 76% of this amount, \$38,149,295 is unreserved and available for use within the county's designations and policies.
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$21,272,586 or approximately 17% of total general fund expenditures.

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### OVERVIEW OF THE FINANCIAL STATEMENTS

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This discussion and analysis is intended to serve as an introduction to the county's basic financial statements. The 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 Statements

The government-wide financial statements are designed to provide readers with a broad overview of the county's finances, in a manner similar to a private – sector business.

# COUNTY OF DANE, WISCONSIN

## MANAGEMENT'S DISCUSSION AND ANALYSIS (cont.) For Year Ended December 31, 2006

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### **OVERVIEW OF THE FINANCIAL STATEMENTS (cont.)**

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The *Statement of Net Assets* presents information on all of the 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 the county is improving or deteriorating. To assess the overall health of the county one must consider additional non-financial factors such as changes in the county's property tax base and the condition of the county's infrastructure.

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

Both of the government-wide financial statements distinguish functions of the county that are principally supported by taxes and intergovernmental revenues (governmental activities) from 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 county include general government; health and human services; public safety and criminal justice; public works; culture, education and recreation; and conservation and economic development. The business-type activities of the County of Dane include the airport, highway, sanitary landfill, Badger Prairie health care, printing and services, and methane gas.

The government-wide financial statements include not only the County of Dane itself (known as the primary government), but also the Henry Vilas Zoological Society, Inc. and the Dane County Housing Authority which are separate legal entities for which the County of Dane is financially accountable. Financial information for these component units are reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 16 to 18 of this report.

### **Fund Financial Statements**

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

*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.

# COUNTY OF DANE, WISCONSIN

## MANAGEMENT'S DISCUSSION AND ANALYSIS (cont.) For Year Ended December 31, 2006

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### **OVERVIEW OF THE FINANCIAL STATEMENTS (cont.)**

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

The county maintains 12 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, Human Services Special Revenue Fund, Debt Service Fund and the Capital Projects Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 19 to 21 of this report.

*Proprietary Funds* – The county maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The county uses enterprise funds to account for its Airport, Highway, Sanitary Landfill, Badger Prairie Health Care Center, Printing and Services, and Methane Gas activities. Internal service funds are an accounting device used to accumulate and allocate costs internally among the county's various functions. The county uses its internal service funds to account for its Workers' Compensation, Liability Insurance, Employee Benefits, and Consolidated Food Service programs. The services provided by these funds predominately benefit the governmental rather than the business-type functions. They have been included within governmental activities in the government-wide financial statements.

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 Airport, Highway, Sanitary Landfill, and Badger Prairie Health Care, since they are considered to be major funds of the county. Data from other proprietary enterprise funds are combined into a single, aggregated presentation. All internal service funds are combined into a single aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal services funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 22 to 31 of this report.

*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 statements because the resources of those funds are not available to support the county's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 32 to 33 of this report.

# COUNTY OF DANE, WISCONSIN

## MANAGEMENT'S DISCUSSION AND ANALYSIS (cont.) For Year Ended December 31, 2006

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### **OVERVIEW OF THE FINANCIAL STATEMENTS (cont.)**

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*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 36 to 87 of this report.

*Other Information* – In addition to the basic financial statements and accompanying notes, *required supplementary information* presents a budgetary comparison schedule for the General Fund and the Human Services Special Revenue Fund to demonstrate compliance with the budget. These schedules can be found on pages 88 to 90 of this report. The combining statements referred to earlier in connection with nonmajor governmental funds, proprietary funds, internal service funds and other information related to the individual funds are presented immediately following the required supplementary information. Combining and individual statements and schedules can be found on pages 91 to 122 of this report.

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### **FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE**

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An analysis of the county's financial position begins with a review of the Statement of Net Assets and the Statement of Revenues, Expenses and Changes in Net Assets. These two statements report the county's net assets and changes therein. It should be noted that the financial position can also be affected by non-financial factors, including economic conditions, population growth and new regulations.

As noted earlier, net assets may serve over time as a useful indicator of government's financial position. In the case of the County of Dane, assets exceeded liabilities by \$404,381,829 as of December 31, 2006.

The largest portion of the county's net assets (approximately 90%) reflects its investments in capital assets (e.g., land, building, equipment, improvements, construction in progress and infrastructure), less any debt used to acquire those assets that is still outstanding. The county uses these capital assets to provide service to citizens; consequently these assets are not available for future spending. Although the county's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the county's net assets (approximately 3%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets \$21,163,792 may be used to meet the government's ongoing obligation to citizens and creditors.

## COUNTY OF DANE, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS (cont.)  
For Year Ended December 31, 2006

### FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE (cont.)

#### COUNTY OF DANE'S NET ASSETS

(in millions)

	Government Activities		Business-type Activities		Total		<b>Total % Change</b>
	<b>2005</b>	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>	<b>2006</b>	
Current and Other Assets	\$ 192.1	\$ 195.7	\$ 68.5	\$ 76.2	\$ 260.6	\$ 271.9	4.3%
Capital Assets	<u>273.2</u>	<u>290.8</u>	<u>220.7</u>	<u>228.0</u>	<u>493.9</u>	<u>518.8</u>	5.0%
Total Assets	<u>465.3</u>	<u>486.5</u>	<u>289.2</u>	<u>304.2</u>	<u>754.5</u>	<u>790.7</u>	4.8%
Long-term Liabilities	165.9	174.5	69.4	67.9	235.3	242.4	3.0%
Other Liabilities	<u>131.6</u>	<u>134.6</u>	<u>9.7</u>	<u>9.4</u>	<u>141.3</u>	<u>144.0</u>	1.9%
Total Liabilities	<u>297.5</u>	<u>309.1</u>	<u>79.1</u>	<u>77.3</u>	<u>376.6</u>	<u>386.4</u>	2.6%
Net Assets:							
Invested in Capital Assets, Net of Related Debt	174.7	190.6	164.1	174.6	338.8	365.2	7.8%
Restricted	6.3	6.5	6.5	5.4	12.8	11.9	-7.0%
Unrestricted (deficit)	<u>(13.2)</u>	<u>(19.7)</u>	<u>39.5</u>	<u>46.9</u>	<u>26.3</u>	<u>27.2</u>	3.4%
Total Net Assets	<u>\$ 167.7</u>	<u>\$ 177.4</u>	<u>\$ 210.1</u>	<u>\$ 226.9</u>	<u>\$ 377.9</u>	<u>\$ 404.3</u>	7.0%

While overall net assets for Governmental Activities increased by \$9.7 million, net assets invested in capital assets net of related debt increased by \$15.9 million, resulting in a decrease in unrestricted net assets of \$6.5 million.

**Analysis of the county's Operations** – The following table provides a summary of the county's operations for the year ended December 31, 2006. Governmental activities increased the County of Dane's net assets by \$9,730,185 accounting for approximately 38% of the total growth in net assets. Business-type activities increased the county's net assets by \$15,855,604 accounting for 62% of the total growth in net assets. Nearly all of the business-type increase was due to capital contributions for airport capital assets.

# COUNTY OF DANE, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS (cont.)  
For Year Ended December 31, 2006

## FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE (cont.)

### COUNTY OF DANE CONDENSED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS (in millions)

	Government Activities		Business-type Activities		Total Primary Government	
	2005	2006	2005	2006	2005	2006
<b>Revenues:</b>						
<u>Program Revenues</u>						
Charges for services	\$ 29.4	\$ 30.4	\$ 40.6	\$ 40.8	\$ 70.0	\$ 71.2
Operating grants	165.9	162.5	4.8	4.5	170.7	167.0
Capital grants	9.8	13.9	25.8	14.5	35.6	28.4
<u>General Revenues:</u>						
Property taxes	96.3	100.8	4.5	4.2	100.8	105.0
Sales taxes	40.6	42.5	-	-	40.6	42.5
Other taxes	4.7	4.9	-	-	4.7	4.9
Intergovernmental	5.8	6.1	-	-	5.8	6.1
Public gifts & grants	0.4	0.4	-	-	0.4	0.4
Investment income	3.7	6.5	1.5	2.5	5.2	9.0
Gain on the sale of assets	0.0	0.3	-	-	0.0	0.3
Miscellaneous	<u>0.6</u>	<u>0.6</u>	<u>0.3</u>	<u>0.3</u>	<u>0.9</u>	<u>0.9</u>
<b>Total Revenues</b>	<u>357.2</u>	<u>368.9</u>	<u>77.5</u>	<u>66.8</u>	<u>434.7</u>	<u>435.7</u>
<b>Expenses:</b>						
General Government	22.9	25.2	-	-	22.9	25.2
Health and human services	200.7	203.6	-	-	200.7	203.6
Public safety & criminal justice	80.8	86.6	-	-	80.8	86.6
Public works	6.1	4.5	-	-	6.1	4.5
Culture, education & recreation	19.7	19.7	-	-	19.6	19.7
Conservation & econ. devel.	9.1	7.2	-	-	9.1	7.2
Interest & fiscal charges	5.1	6.1	-	-	5.1	6.1
Highway	-	-	17.4	18.0	17.4	18.0
Airport	-	-	18.9	17.9	18.9	17.9
Badger Prairie Health Care Cnt	-	-	13.8	14.0	13.8	14.0
Sanitary Landfill	-	-	8.3	5.6	8.3	5.6
Other non-major proprietary funds	<u>-</u>	<u>-</u>	<u>1.5</u>	<u>1.8</u>	<u>1.4</u>	<u>1.8</u>
<b>Total Expenses</b>	<u>344.4</u>	<u>352.9</u>	<u>59.8</u>	<u>57.3</u>	<u>404.1</u>	<u>410.2</u>
Increase in net assets before transfers	12.8	16.0	17.8	9.6	30.6	25.6
Transfers	<u>(3.7)</u>	<u>(6.3)</u>	<u>3.7</u>	<u>6.3</u>	<u>-</u>	<u>-</u>
<b>Change in net assets</b>	9.1	9.7	21.5	15.9	30.6	25.6
<b>Net Assets - January 1 (as restated)</b>	<u>158.6</u>	<u>167.7</u>	<u>188.7</u>	<u>211.0</u>	<u>347.3</u>	<u>378.7</u>
<b>Net Assets - December 31</b>	<u>\$ 167.7</u>	<u>\$ 177.4</u>	<u>\$ 210.2</u>	<u>\$ 226.9</u>	<u>\$ 377.9</u>	<u>\$ 404.3</u>

# COUNTY OF DANE, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS (cont.)  
For Year Ended December 31, 2006

## FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE (cont.)

### Governmental Activities

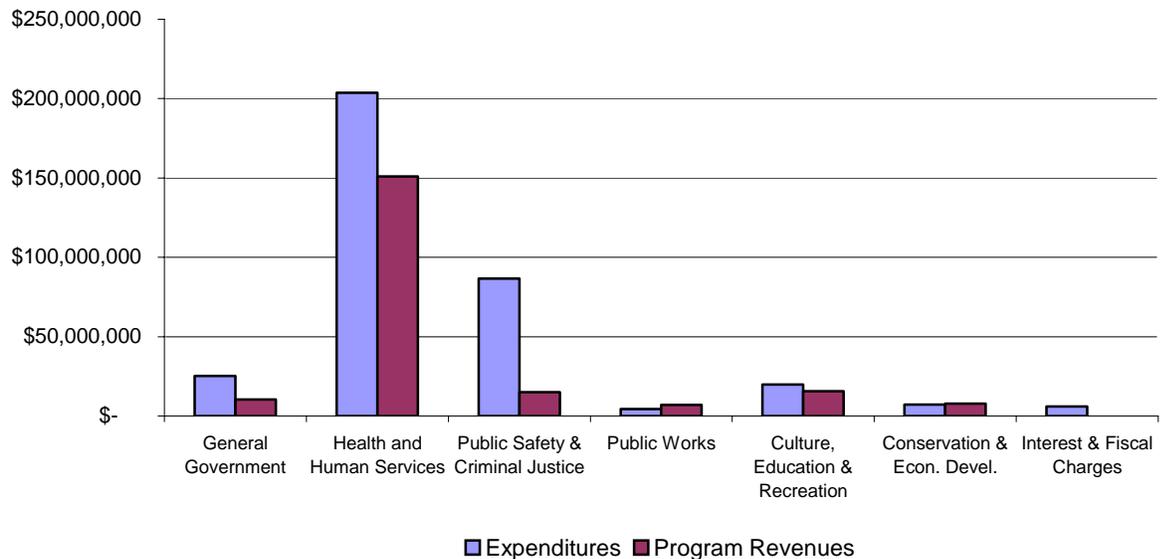
While total revenues increased by 3.28%, total expenses increased by 2.47% in the Governmental Activities of the County of Dane. After transfers, total Governmental Activity net assets increased by \$9.7 million.

Operating grants for Health and Human Services decreased by \$2.5 million, while expenditures in this category increased by \$2.8 million. Net expenses and revenues for Human Services programs increased by \$5.2 million as a result. Capital grants and contributions in the Culture, education and recreation program areas increased by nearly \$4.0 million in 2006. This increase reflects contributions made to the Henry Vilas Zoo by the Zoological Society in the form of enhancements to zoo exhibits. Property tax revenue increased by \$4.5 million, and sales taxes increased by \$1.9 million. Increased expenses of \$5.8 million in Public Safety and Criminal Justice was also accompanied by a \$3.3 million reduction in charges for services and operating grants in this category of Governmental Activities.

### Business-type Activities

Total revenues for Business-type Activities decreased by 13.8% while expenses decreased by 4.2%. A reduction of \$11.2 million in capital grants from the State of Wisconsin to the Dane County Regional Airport was the primary cause of the revenue decrease. Non-capital program revenues for Business Activities decreased by only \$63,000.

**Expenses & Program Revenues-Governmental Activities**



# COUNTY OF DANE, WISCONSIN

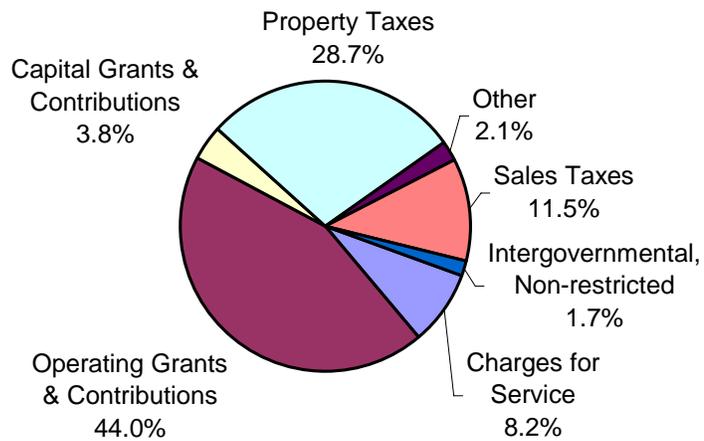
MANAGEMENT'S DISCUSSION AND ANALYSIS (cont.)  
For Year Ended December 31, 2006

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## FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE (cont.)

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### Revenue by Source-Gov. Activities

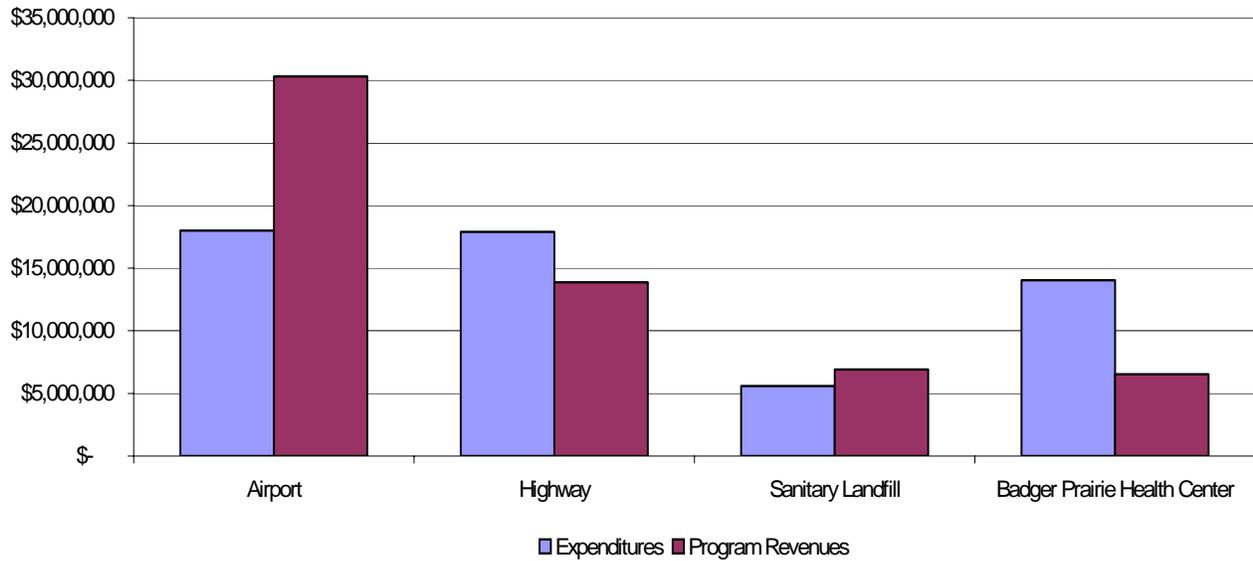


# COUNTY OF DANE, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS (cont.)  
For Year Ended December 31, 2006

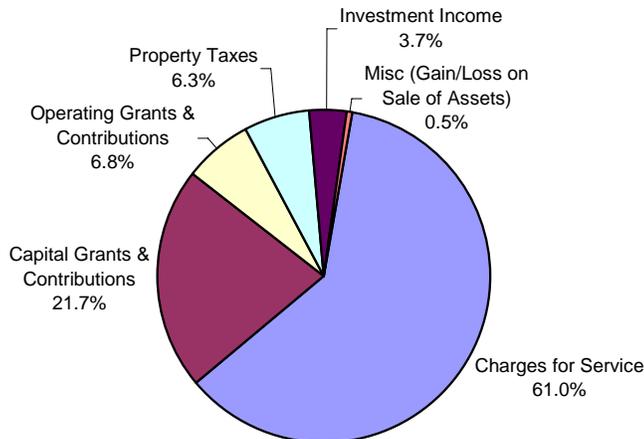
## FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE (cont.)

Expenses & Program Revenues-Business-type Activities



# COUNTY OF DANE, WISCONSIN

Revenues by Source-Business-type Activities



# COUNTY OF DANE, WISCONSIN

## MANAGEMENT'S DISCUSSION AND ANALYSIS (cont.) For Year Ended December 31, 2006

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### FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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#### Governmental Funds

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

At the end of the current fiscal year, the County of Dane's governmental funds reported combined ending fund balances of \$50,392,194. Approximately 75% of this total amount, \$38,149,295 constitutes unreserved fund balance. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) to pay for encumbrances (\$5,235,698), 2) for prepaid items (\$9,819), 3) delinquent property taxes (\$4,775,810), 4) long-term receivables/advances (\$614,803), 5) debt retirement (\$1,151,317) and 6) for trust purposes (\$455,452).

Of the \$38,149,295 unreserved fund balance, the use of \$6,396,327 or approximately 17% is designated at year-end for specific types of activities as follows:

- Funds designated to reduce the tax levy for next fiscal year amounted to \$1,446,744.
- Of the remainder, \$2,435,337 is designated for the Alliant Energy Center operations and \$2,397,885 is designated for carryforwards to 2007.

#### *General Fund*

The County's General Fund is used to account for the preponderance of the County's operations with the exception of the Human Services Department and the business type activities recorded in other major funds. Operations included in the General Fund include the departments of Administration, Parks, Land Conservation, Family Court Counseling, Family Court Commissioner, Emergency Management, Public Safety Communications, Corporation Counsel, Planning and Development and Public Works. This fund also accounts for the activity of the elected officers of the County Executive, the Sheriff's Office, the Clerk of Courts, the County Treasurer, the Register of Deeds, and the County Clerk. The General fund balance decreased \$1,992,651 from 2005.

#### *Human Services*

The Human Services Fund is used to account for the revenues and expenditures associated with the Human Services Department. Human Services is the largest department within County government and receives a wide variety of intergovernmental revenues. General purpose revenue is transferred annually from the General Fund to the Human Services Fund to supplement these intergovernmental revenues in support of Human Service Department services. The Human Services Fund balance decreased \$20,371 from 2005.

# COUNTY OF DANE, WISCONSIN

## MANAGEMENT'S DISCUSSION AND ANALYSIS (cont.) For Year Ended December 31, 2006

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### **FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS (cont.)**

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#### **Governmental Funds (cont.)**

##### *Debt Service*

The Debt Service Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs. The Debt Service fund balance increased \$563,086 from 2005. This increase is due to increased investment income.

##### *Capital Projects*

The capital projects fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). Included in this report is the Justice Center capital projects fund, Dane County Conservation capital projects fund and general capital projects fund. The Capital Projects Fund fund balance increased only \$38,459 from 2005.

#### **Proprietary Funds**

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

##### *Airport*

The Airport Fund is used to account for the enterprises of the Dane County Regional Airport. Airport operations are not supported with general purpose revenue. The Airport Net Assets increased \$14,866,063 from 2005. Of this amount, \$11.3 million is due to capital contributions from the State of Wisconsin for Airport Improvement projects.

##### *Highway*

The Highway Fund is used to account for the operations of the Dane County Highway Department. The Highway Department maintains County highways using state highway aids and general purpose revenue. However, the Highway Department also maintains state and town roadways on a contract basis with the State of Wisconsin and other local governments. The Highway Department is reimbursed for these services from the State and local governments. The Highway Fund Net Assets decreased \$826,187 from 2005. The County planned this reduction by applying surplus net assets to off-set property taxes.

##### *Sanitary Landfill*

The Solid Waste Fund is used to account for the operations of the County landfill and recycling operations. These operations are not supported with general purpose revenue from the County. The Sanitary Landfill Net Assets increased \$1,507,162 from 2005.

Revenues and expenses for the recycling program declined by over \$2.0 million due to the expiration of the recycling contract with the City of Madison. Revenues to the landfill operations increased by over \$2.0 million. A severe hail storm occurred in April 2006 in the City of Madison that caused damage to thousands of roofs. The increase in landfill revenues resulted from contractors depositing of damaged roofing materials at the Rodefild landfill site.

##### *Badger Prairie Health Care Center*

The BPHCC fund is used to account for the operations of the County nursing home. This operation receives approximately 1/3 of its operating revenue from a transfer of general purpose revenue from the General Fund. Badger Prairie Health Care Center Net Assets increased \$371,452 from 2005 due to the combined effect of lower revenues and increased expenditures.

## COUNTY OF DANE, WISCONSIN

MANAGEMENT'S DISCUSSION AND ANALYSIS (cont.)  
For Year Ended December 31, 2006

### **GENERAL FUND BUDGETARY HIGHLIGHTS**

The final amended General Fund budget had total appropriations of \$9,027,168 more than the original budget. The total original appropriations, including those for transfers out, were \$184,878,911, while the final appropriations were \$193,906,079. Of the difference, \$7,848,675 was related to the appropriation carry forwards for projects not completed by year-end. The remaining increase of approximately \$1,178,493 was for various items legislated by County Board of Supervisors throughout the year. The increase in appropriations was budgeted from available fund balance or additional funding sources such as grant funds.

### **CAPITAL ASSETS**

At the end of 2006, the county had invested a total of \$518,886,333 in capital assets (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings, zoo animals, machinery and equipment, infrastructure and construction work in progress.

Major capital asset events during the current fiscal year included the following:

Land improvements increased by a net amount of \$23.25 million. This increase is due to the \$24.0 million cost of runway improvements at the Dane County Regional Airport.

Of the \$8.6 million increase in land value, \$6.0 million was for the capitalization of land purchases made for the Dane County Conservation Fund and \$2.6 million was for capitalization of development rights purchased in the U.S. Highway 12 corridor funded by state and federal grants.

#### **CAPITAL ASSETS AT YEAR-END NET OF ACCUMULATED DEPRECIATION (in millions)**

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>
Land	\$ 63.54	\$ 72.16	\$ 29.04	\$ 29.04	\$ 92.58	\$ 101.20
Land Improvements	33.62	36.30	62.35	82.97	95.97	119.27
Buildings	107.12	106.22	94.99	95.82	202.11	202.04
Zoo Animals	0.24	.15	-	-	0.24	0.15
Machinery & Equipment	9.38	11.93	17.45	17.80	26.83	29.73
Infrastructure	57.81	57.78	-	-	57.81	57.78
Construction in Progress	<u>1.45</u>	<u>6.32</u>	<u>16.89</u>	<u>2.40</u>	<u>18.34</u>	<u>8.72</u>
Total	<u>\$ 273.16</u>	<u>\$ 290.86</u>	<u>\$ 220.72</u>	<u>\$ 228.03</u>	<u>\$ 493.88</u>	<u>\$ 518.89</u>

Additional information on the County of Dane's capital assets can be found in note IV.D. of this report.

## COUNTY OF DANE, WISCONSIN

### MANAGEMENT'S DISCUSSION AND ANALYSIS (cont.) For Year Ended December 31, 2006

#### **LONG-TERM DEBT**

During 2006, the county issued \$26,988,182 in bonds and notes and retired debt of \$21,648,215 resulting in \$193,487,016 in outstanding bonds payable at the end of 2006. This results in a per capita general obligation debt of \$416.62/person. Of the bonded debt, \$139,293,829 is to be repaid with general property taxes.

Of the \$26,988,182 in debt issued in 2006, \$8,233,940 was used to refund existing debt. The remainder was issued to fund various projects included in the 2006 capital budget.

Under Wisconsin State Statutes, Chapter 67, Dane County's aggregate indebtedness may not exceed 5% of the equalized value of taxable property located in the County. The net amount of debt that is applicable to the statutory limit is \$193,487,016, which is considerably below the maximum of \$2,354,321,425. The general obligation notes and bonds issued in 2006 received an Aaa rating from Moody's Investors Service and an AAA from Fitch Ratings.

#### **COUNTY OF DANE'S OUTSTANDING DEBT GENERAL OBLIGATION BONDS** (in millions)

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>		<b>Percent Change</b>
	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>	
General Obligation Debt Outstanding	<u>\$ 133.0</u>	<u>\$ 139.29</u>	<u>\$ 55.2</u>	<u>\$ 54.19</u>	<u>\$ 188.20</u>	<u>\$ 193.48</u>	2.81%

Additional information on the County of Dane's long-term debt can be found in footnote IV.F. of this report.

#### **REQUESTS FOR INFORMATION**

The financial report is designed to provide our citizens, customers, investors and creditors with general overview of the county's finances. If you have questions about this report or need any additional information, contact the Controller's Office, Attn: Charles Hicklin, at Department of Administration, Controller Division, 210 Martin Luther King Jr. Boulevard, Room 426, Madison, Wisconsin, 53703, call 608.266.4109, or e-mail Hicklin@co.dane.wi.us.

**General information relating to the County of Dane, Wisconsin, can be found at the county's website, [www.co.dane.wi.us](http://www.co.dane.wi.us).**

**COUNTY OF DANE**

STATEMENT OF NET ASSETS  
December 31, 2006

	Primary Government			Component Units
	Governmental Activities	Business- type Activities	Totals	
<b>ASSETS</b>				
Cash and investments	\$ 51,199,199	\$ 51,762,555	\$ 102,961,754	\$ 6,220,272
Receivables (net of allowance for uncollectibles)				
Taxes	106,209,661	3,993,514	110,203,175	-
Delinquent taxes	8,251,155	-	8,251,155	-
Accounts	4,403,803	3,880,553	8,284,356	3,259,072
Loans	4,270,025	-	4,270,025	179,545
Other	82,609	-	82,609	21,816
Due from other governmental units	19,251,636	973,997	20,225,633	90,619
Internal balances	(95,031)	95,031	-	-
Inventories	-	2,248,500	2,248,500	150,281
Prepaid items	10,172	393,494	403,666	4,804
Deposits	50,000	-	50,000	-
Restricted Assets				
Temporarily Restricted				
Cash and investments	-	12,479,548	12,479,548	94,863
Deposit with Wisconsin Municipal Mutual Insurance Co.	1,809,171	-	1,809,171	-
Other assets	265,828	332,218	598,046	-
Capital Assets				
Land	72,162,490	29,043,177	101,205,667	1,182,561
Construction in progress	6,324,695	2,397,019	8,721,714	57,905
Land Improvements (non-depreciable)	29,598,599	-	29,598,599	-
Land Improvements (depreciable)	11,473,822	131,597,718	143,071,540	-
Buildings	144,642,137	114,339,521	258,981,658	5,741,004
Zoo animals	277,555	-	277,555	-
Machinery and equipment	23,934,885	38,848,234	62,783,119	273,792
Infrastructure	100,776,545	-	100,776,545	-
Less: Accumulated depreciation	(98,334,339)	(88,195,725)	(186,530,064)	(5,168,842)
Total Assets	<u>486,564,617</u>	<u>304,189,354</u>	<u>790,753,971</u>	<u>12,107,692</u>
<b>LIABILITIES</b>				
Accounts payable	8,218,821	2,075,139	10,293,960	144,727
Accrued payroll and payroll taxes	4,904,319	926,518	5,830,837	-
Other accrued liabilities and deposits	6,547,172	337,177	6,884,349	535,880
Due to other governmental units	6,493,959	2,055,380	8,549,339	-
Unearned revenue	108,466,928	3,998,127	112,465,055	361,073
Noncurrent Liabilities				
Due within one year	19,223,990	5,400,560	24,624,550	46,931
Due in more than one year	155,263,649	62,460,403	217,724,052	312,165
Total Liabilities	<u>309,118,838</u>	<u>77,253,304</u>	<u>386,372,142</u>	<u>1,400,776</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	190,613,158	174,664,345	365,277,503	2,032,765
Restricted for:				
Debt service	233,522	-	233,522	-
Health services	618,390	-	618,390	-
Library operations	21,192	-	21,192	-
Improvement of land information	1,055,245	-	1,055,245	-
Construction or repairs to bridges and culverts	130,048	-	130,048	-
CDBG	1,645,380	-	1,645,380	-
HOME	1,781,868	-	1,781,868	-
Grant funding proceeds	599,835	-	599,835	-
Trust activities - expendable	455,452	-	455,452	-
Capital projects	-	5,331,744	5,331,744	-
Landfill long-term care costs	-	67,858	67,858	-
Zoo exhibits	-	-	-	4,149,914
Housing programs	-	-	-	282,102
Unrestricted (deficit)	<u>(19,708,311)</u>	<u>46,872,103</u>	<u>27,163,792</u>	<u>4,242,135</u>
<b>TOTAL NET ASSETS</b>	<u>\$ 177,445,779</u>	<u>\$ 226,936,050</u>	<u>\$ 404,381,829</u>	<u>\$ 10,706,916</u>

See accompanying notes to financial statements.

**COUNTY OF DANE**

STATEMENT OF ACTIVITIES  
For the Year Ended December 31, 2006

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary Government</b>				
<b>Governmental Activities</b>				
General government	\$ 25,173,119	\$ 5,164,216	\$ 5,264,851	\$ -
Health and human services	203,616,789	5,373,754	145,527,213	-
Public safety and criminal justice	86,611,106	7,524,425	7,537,006	17,821
Public works	4,503,760	830,299	111,928	6,020,770
Culture, education and recreation	19,758,983	9,886,717	269,780	5,525,887
Conservation and economic development	7,172,630	1,653,557	3,740,150	2,362,216
Interest and fiscal charges	6,074,273	-	-	-
<b>Total Governmental Activities</b>	<b>352,910,660</b>	<b>30,432,968</b>	<b>162,450,928</b>	<b>13,926,694</b>
<b>Business-type Activities</b>				
Airport	17,992,497	15,759,888	13,275	14,537,406
Highway	17,899,293	10,084,301	3,777,647	-
Sanitary landfill	5,587,294	6,906,843	-	-
Badger Prairie Health Care Center	14,033,420	5,838,118	696,798	-
Printing and services - non-major fund	1,028,624	912,293	53,445	-
Methane gas - non-major fund	781,698	1,323,463	-	-
<b>Total Business-type Activities</b>	<b>57,322,826</b>	<b>40,824,906</b>	<b>4,541,165</b>	<b>14,537,406</b>
<b>Total Primary Government</b>	<b>\$ 410,233,486</b>	<b>\$ 71,257,874</b>	<b>\$ 166,992,093</b>	<b>\$ 28,464,100</b>
<b>Component Units</b>				
Henry Vilas Park Zoological Society, Inc.	2,058,082	787,639	4,725,894	-
Dane County Housing Authority	8,771,471	445,903	7,876,376	-
<b>Total Component Units</b>	<b>\$ 10,829,553</b>	<b>\$ 1,233,542</b>	<b>\$ 12,602,270</b>	<b>\$ -</b>

**General Revenues**

Taxes

Property taxes, levied for general purposes

Property taxes, levied for debt service

Property taxes, levied for highway purposes

Sales taxes

Other taxes

Intergovernmental revenues not restricted to specific programs

Public gifts and/or grants

Investment income

Gain on the sale of assets

Miscellaneous

Transfers

Total General Revenues and Transfers

**Change in Net Assets**

NET ASSETS - Beginning (as restated)

**NET ASSETS - ENDING**

Net (Expense) Revenue and Changes in Net Assets			
Primary Government			
Governmental Activities	Business-type Activities	Totals	Component Units
\$ (14,744,052)	\$ -	\$ (14,744,052)	\$ -
(52,715,822)	-	(52,715,822)	-
(71,531,854)	-	(71,531,854)	-
2,459,237	-	2,459,237	-
(4,076,599)	-	(4,076,599)	-
583,293	-	583,293	-
(6,074,273)	-	(6,074,273)	-
<u>(146,100,070)</u>	<u>-</u>	<u>(146,100,070)</u>	<u>-</u>
-	12,318,072	12,318,072	-
-	(4,037,345)	(4,037,345)	-
-	1,319,549	1,319,549	-
-	(7,498,504)	(7,498,504)	-
-	(62,886)	(62,886)	-
-	541,765	541,765	-
<u>-</u>	<u>2,580,651</u>	<u>2,580,651</u>	<u>-</u>
(146,100,070)	2,580,651	(143,519,419)	-
-	-	-	3,455,451
-	-	-	(449,192)
89,830,153	-	89,830,153	-
10,964,040	-	10,964,040	-
-	4,180,823	4,180,823	-
42,507,147	-	42,507,147	-
4,930,865	-	4,930,865	-
6,125,223	-	6,125,223	-
430,579	-	430,579	-
6,508,809	2,500,732	9,009,541	158,516
259,305	-	259,305	-
562,686	304,846	867,532	646,433
(6,288,552)	6,288,552	-	-
<u>155,830,255</u>	<u>13,274,953</u>	<u>169,105,208</u>	<u>804,949</u>
9,730,185	15,855,604	25,585,789	3,811,208
<u>167,715,594</u>	<u>211,080,446</u>	<u>378,796,040</u>	<u>6,895,708</u>
<u>\$ 177,445,779</u>	<u>\$ 226,936,050</u>	<u>\$ 404,381,829</u>	<u>\$ 10,706,916</u>

See accompanying notes to financial statements.

**COUNTY OF DANE**

BALANCE SHEET - GOVERNMENTAL FUNDS  
December 31, 2006

	General	Human Services	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>						
Cash and investments	\$ 19,449,708	\$ 614,825	\$ 1,401,014	\$ 21,026,953	\$ 2,081,158	\$ 44,573,658
Receivables						
Taxes	87,707,777	-	10,645,456	-	7,856,428	106,209,661
Delinquent taxes	8,251,155	-	-	-	-	8,251,155
Accounts	2,083,236	1,107,695	-	423,596	62,555	3,677,082
Loans	-	-	-	-	4,270,025	4,270,025
Other	82,609	-	-	-	-	82,609
Due from other governments	9,371,420	6,249,311	-	2,517,107	1,113,799	19,251,637
Due from other funds	-	-	-	-	788,851	788,851
Prepaid items	9,349	325	-	-	145	9,819
Total Assets	<u>\$ 126,955,254</u>	<u>\$ 7,972,156</u>	<u>\$ 12,046,470</u>	<u>\$ 23,967,656</u>	<u>\$ 16,172,961</u>	<u>\$ 187,114,497</u>
<b>LIABILITIES AND FUND BALANCES</b>						
Liabilities						
Accounts payable	\$ 1,918,407	\$ 4,143,371	\$ -	\$ 1,552,705	\$ 392,022	\$ 8,006,505
Accrued payroll and payroll taxes	3,731,429	905,715	-	-	200,038	4,837,182
Other accrued liabilities and deposits	1,447,454	-	249,697	-	-	1,697,151
Due to other governments	3,027,162	2,766,722	-	72,826	627,249	6,493,959
Due to other funds	75,314	3,627	-	14,692	789,813	883,446
Deferred revenue	89,744,841	-	10,645,456	2,737,309	11,676,454	114,804,060
Total Liabilities	<u>99,944,607</u>	<u>7,819,435</u>	<u>10,895,153</u>	<u>4,377,532</u>	<u>13,685,576</u>	<u>136,722,303</u>
Fund Balances						
Reserved for:						
Encumbrances	338,099	17,053	-	3,866,982	1,013,564	5,235,698
Prepaid items	9,349	325	-	-	145	9,819
Non-county levy portion of delinquent taxes receivable	4,775,810	-	-	-	-	4,775,810
Long-term receivables	614,803	-	-	-	-	614,803
Debt service	-	-	1,151,317	-	-	1,151,317
Trust activities	-	-	-	-	455,452	455,452
Unreserved and designated, reported in:						
General fund	6,396,327	-	-	-	-	6,396,327
Unreserved and undesignated, reported in:						
General fund	14,876,259	-	-	-	-	14,876,259
Special revenue funds	-	135,343	-	-	1,018,224	1,153,567
Capital projects fund	-	-	-	15,723,142	-	15,723,142
Total Fund Balances	<u>27,010,647</u>	<u>152,721</u>	<u>1,151,317</u>	<u>19,590,124</u>	<u>2,487,385</u>	<u>50,392,194</u>
Total Liabilities and Fund Balances	<u>\$ 126,955,254</u>	<u>\$ 7,972,156</u>	<u>\$ 12,046,470</u>	<u>\$ 23,967,656</u>	<u>\$ 16,172,961</u>	

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

Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds. See Note II.A.	289,224,862
Some receivables that are not currently available are reported as deferred revenue in the fund financial statements but are recognized as revenue when earned in the government-wide statements.	6,337,132
Internal service funds are reported in the statement of net assets as governmental funds	6,407,766
Some liabilities, including long-term debt, are not due and payable in the current period and, therefore, are not reported in the funds. See Note II.A.	<u>(174,916,175)</u>
<b>NET ASSETS OF GOVERNMENTAL ACTIVITIES</b>	<u>\$ 177,445,779</u>

**COUNTY OF DANE**

STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
For the Year Ended December 31, 2006

	General	Human Services	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>						
Taxes	\$ 130,407,992	\$ -	\$ 10,964,040	\$ -	\$ 6,795,065	\$ 148,167,097
Intergovernmental	23,480,458	143,492,805	-	996,547	3,897,687	171,867,497
Public charges for services	15,782,117	239,705	-	1,858,520	867,198	18,747,540
Fines, forfeitures and penalties	2,287,593	-	-	-	-	2,287,593
Licenses and permits	853,613	-	-	-	887,329	1,740,942
Investment income	4,566,437	-	1,388,227	-	-	5,954,664
Miscellaneous	4,491,168	3,965,292	1,624,904	7,680	346,848	10,435,892
Total Revenues	<u>181,869,378</u>	<u>147,697,802</u>	<u>13,977,171</u>	<u>2,862,747</u>	<u>12,794,127</u>	<u>359,201,225</u>
<b>EXPENDITURES</b>						
Current						
General government	24,151,665	-	310,593	-	-	24,462,258
Health and human services	456,317	195,539,202	-	-	5,849,632	201,845,151
Public safety and criminal justice	82,772,377	-	-	-	-	82,772,377
Public works	911,171	-	-	-	165,477	1,076,648
Culture, education and recreation	14,362,685	-	-	-	3,795,301	18,157,986
Conservation and economic development	4,110,029	-	-	-	3,465,711	7,575,740
Capital Outlay	539,242	133,276	-	17,872,230	76,396	18,621,144
Debt Service						
Principal retirement	-	-	10,517,656	-	-	10,517,656
Interest and fees	-	-	6,407,125	-	-	6,407,125
Total Expenditures	<u>127,303,486</u>	<u>195,672,478</u>	<u>17,235,374</u>	<u>17,872,230</u>	<u>13,352,517</u>	<u>371,436,085</u>
Excess (deficiency) of revenues over (under) expenditures	<u>54,565,892</u>	<u>(47,974,676)</u>	<u>(3,258,203)</u>	<u>(15,009,483)</u>	<u>(558,390)</u>	<u>(12,234,860)</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
General obligation debt issued	1,517,000	-	8,221,251	15,047,942	-	24,786,193
Debt premium	-	-	274,965	-	-	274,965
Capital leases	153,186	46,919	-	-	-	200,105
Payment to refunding bond escrow agent	-	-	(8,136,898)	-	-	(8,136,898)
Sale of County property	600,000	-	-	-	-	600,000
Transfers in	541,765	47,907,386	3,461,971	-	-	51,911,122
Transfers out	(59,370,494)	-	-	-	(41,265)	(59,411,759)
Total Other Financing Sources (Uses)	<u>(56,558,543)</u>	<u>47,954,305</u>	<u>3,821,289</u>	<u>15,047,942</u>	<u>(41,265)</u>	<u>10,223,728</u>
<b>Net Change in Fund Balance</b>	(1,992,651)	(20,371)	563,086	38,459	(599,655)	(2,011,132)
FUND BALANCES - Beginning	<u>29,003,298</u>	<u>173,092</u>	<u>588,231</u>	<u>19,551,665</u>	<u>3,087,040</u>	<u>52,403,326</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 27,010,647</u>	<u>\$ 152,721</u>	<u>\$ 1,151,317</u>	<u>\$ 19,590,124</u>	<u>\$ 2,487,385</u>	<u>\$ 50,392,194</u>

See accompanying notes to financial statements.

# COUNTY OF DANE

## RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended December 31, 2006

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Net change in fund balances - total governmental funds \$ (2,011,132)

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

Governmental funds report capital outlays as expenditures. However, in the statement of net assets the cost of these assets is capitalized and they are depreciated over their estimated useful lives with depreciation expense reported in the statement of activities.

Capital outlay is reported as an expenditure in the fund financial statements but is capitalized in the government-wide financial statements	18,621,144
Less: Some items are reported as capital outlay but are not capitalized	(1,515,490)
Depreciation is reported in the government-wide statements - less internal service funds	(8,561,948)
Capital contributions reported in the government-wide statements	8,542,774
Infrastructure financed by the highway fund	1,212,085

Net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins) is to decrease net assets. (531,945)

Receivables not currently available are reported as deferred revenue in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements. 2,476,975

Debt and lease proceeds provide current financial resources to governmental funds, but issuing these obligations increases long-term liabilities in the statement of net assets. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. Refer to note II.B. (6,438,916)

Governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. 102,725

Some expenses 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.

Compensated absences	(2,297,132)
Disability benefits	10,615
Accrued interest on debt	147,060

Internal service funds are used by management to charge the costs of printing, workers compensation, liability insurance, employee benefits and food service costs to individual funds. The decrease in net assets of the internal service funds is reported with governmental activities. (26,630)

**CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES** \$ 9,730,185

**COUNTY OF DANE**

STATEMENT OF NET ASSETS - PROPRIETARY FUNDS  
December 31, 2006

	Business-type Activities - Enterprise Funds		
	Airport	Highway	Sanitary Landfill
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and investments	\$ 43,277,785	\$ 1,439,075	\$ 6,337,742
Taxes receivable	-	3,993,514	-
Accounts receivable, net	2,035,000	3,334	926,587
Due from other governments	-	672,175	146,311
Due from other funds	-	127,164	-
Inventories	-	2,095,150	-
Prepaid items	3,839	389,655	-
Deposits	-	-	-
Restricted cash and investments	-	-	46,640
<b>Total Current Assets</b>	<b>45,316,624</b>	<b>8,720,067</b>	<b>7,457,280</b>
<b>Noncurrent Assets</b>			
Restricted Assets			
Cash and investments	5,331,744	-	5,071,298
Deposit with Wisconsin Municipal Mutual Insurance Co.			
Advances to other funds	-	-	-
Other assets	332,218	-	-
Capital Assets			
Land	27,430,587	139,166	1,427,436
Construction in progress	2,352,908	-	-
Land improvements	115,143,235	525,487	15,574,549
Buildings	104,340,985	5,307,113	648,694
Machinery and equipment	8,806,993	15,392,963	6,257,401
Less: Accumulated depreciation	(57,973,535)	(10,993,840)	(12,778,122)
<b>Total Capital Assets (Net of Accumulated Depreciation)</b>	<b>200,101,173</b>	<b>10,370,889</b>	<b>11,129,958</b>
<b>Total Noncurrent Assets</b>	<b>205,765,135</b>	<b>10,370,889</b>	<b>16,201,256</b>
<b>Total Assets</b>	<b>251,081,759</b>	<b>19,090,956</b>	<b>23,658,536</b>

<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental</u>
<u>Badger Prairie Health Care Center</u>	<u>Non-major Proprietary Funds</u>	<u>Totals Current Year</u>	<u>Activities - Internal Service Funds</u>
\$ 341,085	\$ 366,868	\$ 51,762,555	\$ 6,625,541
-	-	3,993,514	-
682,033	233,599	3,880,553	726,722
-	155,511	973,997	-
-	-	127,164	-
30,642	122,708	2,248,500	-
-	-	393,494	353
-	-	-	50,000
<u>678,647</u>	<u>-</u>	<u>725,287</u>	<u>-</u>
<u>1,732,407</u>	<u>878,686</u>	<u>64,105,064</u>	<u>7,402,616</u>
1,351,219	-	11,754,261	-
-	-	-	1,809,171
-	-	332,218	612,922
45,988	-	29,043,177	-
44,111	-	2,397,019	-
354,447	-	131,597,718	-
4,042,729	-	114,339,521	1,968,705
2,598,549	5,792,328	38,848,234	974,337
<u>(4,520,043)</u>	<u>(1,930,185)</u>	<u>(88,195,725)</u>	<u>(1,311,515)</u>
<u>2,565,781</u>	<u>3,862,143</u>	<u>228,029,944</u>	<u>1,631,527</u>
<u>3,917,000</u>	<u>3,862,143</u>	<u>240,116,423</u>	<u>4,053,620</u>
<u>5,649,407</u>	<u>4,740,829</u>	<u>304,221,487</u>	<u>11,456,236</u>

See accompanying notes to financial statements.

**COUNTY OF DANE**

STATEMENT OF NET ASSETS - PROPRIETARY FUNDS  
December 31, 2006

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Airport</u>	<u>Highway</u>	<u>Sanitary Landfill</u>
<b>LIABILITIES</b>			
Current Liabilities			
Accounts payable	\$ 844,326	\$ 637,880	\$ 172,464
Accrued payroll and payroll taxes	182,513	287,373	43,837
Accrued compensated absences	408,772	651,412	130,308
Other accrued liabilities and deposits	237,746	1,220	-
Due to other governments	681,855	1,115,658	230,959
Due to other funds	23	-	30,767
Current portion of postclosure care costs	-	-	46,640
Current portion of general obligation debt	2,700,000	38,222	-
Current portion of leases payable	-	-	-
Unearned revenue	4,613	3,993,514	-
Total Current Liabilities	<u>5,059,848</u>	<u>6,725,279</u>	<u>654,975</u>
Noncurrent Liabilities			
Advances from other funds	-	-	-
Leases payable	-	-	-
Accrued compensated absences	1,231,712	2,289,758	422,062
Long-term care and postclosure care costs payable	-	-	5,003,440
General obligation debt	46,790,000	69,546	-
Unamortized premium on debt	1,527,293	-	-
Total Noncurrent Liabilities	<u>49,549,005</u>	<u>2,359,304</u>	<u>5,425,502</u>
Total Liabilities	<u>54,608,853</u>	<u>9,084,583</u>	<u>6,080,477</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	149,416,098	10,263,121	11,129,958
Restricted for:			
Capital projects	5,331,744	-	-
Landfill long-term care costs	-	-	67,858
Unrestricted (deficit)	<u>41,725,064</u>	<u>(256,748)</u>	<u>6,380,243</u>
<b>TOTAL NET ASSETS</b>	<u>\$ 196,472,906</u>	<u>\$ 10,006,373</u>	<u>\$ 17,578,059</u>

<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental</u>
<u>Badger Prairie</u>	<u>Non-major</u>	<u>Totals</u>	<u>Activities -</u>
<u>Health Care</u>	<u>Proprietary</u>	<u>Current Year</u>	<u>Internal</u>
<u>Center</u>	<u>Funds</u>		<u>Service Funds</u>
\$ 245,801	\$ 174,668	\$ 2,075,139	\$ 212,313
389,264	23,531	926,518	67,137
460,021	47,615	1,698,128	43,017
94,137	4,074	337,177	3,932,227
26,908	-	2,055,380	-
125	1,218	32,133	436
-	-	46,640	-
678,647	235,000	3,651,869	-
3,923	-	3,923	6,564
-	-	3,998,127	-
<u>1,898,826</u>	<u>486,106</u>	<u>14,825,034</u>	<u>4,261,694</u>
-	-	-	612,922
4,183	-	4,183	6,951
1,282,440	158,197	5,384,169	166,903
-	-	5,003,440	-
2,159,772	1,522,000	50,541,318	-
-	-	1,527,293	-
<u>3,446,395</u>	<u>1,680,197</u>	<u>62,460,403</u>	<u>786,776</u>
<u>5,345,221</u>	<u>2,166,303</u>	<u>77,285,437</u>	<u>5,048,470</u>
1,693,467	2,161,701	174,664,345	1,618,012
-	-	5,331,744	-
-	-	67,858	-
<u>(1,389,281)</u>	<u>412,825</u>	<u>46,872,103</u>	<u>4,789,754</u>
<u>\$ 304,186</u>	<u>\$ 2,574,526</u>	<u>\$ 226,936,050</u>	<u>\$ 6,407,766</u>

See accompanying notes to financial statements.

## COUNTY OF DANE

### STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - PROPRIETARY FUNDS For the Year Ended December 31, 2006

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Airport</u>	<u>Highway</u>	<u>Sanitary Landfill</u>
<b>OPERATING REVENUES</b>			
Charges for services	\$ 9,442,802	\$ 9,874,310	\$ 6,866,854
Intergovernmental charges for services	-	3,777,647	-
Parking fees and concession sales	6,025,559	-	-
Other	304,802	49,682	39,989
Total Operating Revenues	<u>15,773,163</u>	<u>13,701,639</u>	<u>6,906,843</u>
<b>OPERATING EXPENSES</b>			
Personal services	4,900,990	9,053,520	1,552,527
Contractual services	2,216,537	870,504	681,596
Highway operations	-	8,169,514	-
Insurance services	-	-	-
Other	2,060,808	-	2,348,278
Depreciation	6,419,705	1,013,504	1,004,893
Total Operating Expenses	<u>15,598,040</u>	<u>19,107,042</u>	<u>5,587,294</u>
Operating Income (Loss)	<u>175,123</u>	<u>(5,405,403)</u>	<u>1,319,549</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Taxes	-	4,180,823	-
Intergovernmental grants	-	160,309	-
Investment income	2,243,145	-	187,613
Interest expense	(2,394,457)	(4,336)	-
Amortization of bond premium	304,846	-	-
Gain on sale or disposal of capital assets	11,546	-	-
Passenger facility charges	3,239,056	-	-
Total Nonoperating Revenues (Expenses)	<u>3,404,136</u>	<u>4,336,796</u>	<u>187,613</u>
Income (Loss) Before Contributions and Transfers	3,579,259	(1,068,607)	1,507,162
Capital contributions	11,286,804	-	-
Transfers in	-	1,517,000	-
Transfers out	-	(1,274,580)	-
Change in Net Assets	14,866,063	(826,187)	1,507,162
TOTAL NET ASSETS - Beginning (Deficit) (as restated)	<u>181,606,843</u>	<u>10,832,560</u>	<u>16,070,897</u>
<b>TOTAL NET ASSETS - ENDING</b>	<u>\$ 196,472,906</u>	<u>\$ 10,006,373</u>	<u>\$ 17,578,059</u>

Business-type Activities - Enterprise Funds			Governmental
Badger Prairie Health Care Center	Non-major Proprietary Funds	Totals Current Year	Activities- Internal Service Funds
\$ 5,827,255	\$ 2,289,201	\$ 34,300,422	\$ 6,172,524
-	-	3,777,647	-
-	-	6,025,559	-
10,863	-	405,336	7,170
<u>5,838,118</u>	<u>2,289,201</u>	<u>44,508,964</u>	<u>6,179,694</u>
10,380,612	637,954	26,525,603	2,013,483
2,353,917	90,890	6,213,444	49,700
-	-	8,169,514	-
-	-	-	2,720,150
988,705	786,383	6,184,174	1,541,816
199,057	243,975	8,881,134	73,080
<u>13,922,291</u>	<u>1,759,202</u>	<u>55,973,869</u>	<u>6,398,229</u>
<u>(8,084,173)</u>	<u>529,999</u>	<u>(11,464,905)</u>	<u>(218,535)</u>
-	-	4,180,823	-
696,798	-	857,107	-
-	-	2,430,758	191,905
(41,155)	(51,120)	(2,491,068)	-
-	-	304,846	-
-	-	11,546	-
-	-	3,239,056	-
<u>655,643</u>	<u>(51,120)</u>	<u>8,533,068</u>	<u>191,905</u>
<u>(7,428,530)</u>	<u>478,879</u>	<u>(2,931,837)</u>	<u>(26,630)</u>
-	-	11,286,804	-
7,799,982	-	9,316,982	-
-	(541,765)	(1,816,345)	-
371,452	(62,886)	15,855,604	(26,630)
<u>(67,266)</u>	<u>2,637,412</u>	<u>211,080,446</u>	<u>6,434,396</u>
<u>\$ 304,186</u>	<u>\$ 2,574,526</u>	<u>\$ 226,936,050</u>	<u>\$ 6,407,766</u>

See accompanying notes to financial statements.

**COUNTY OF DANE**

STATEMENT OF CASH FLOWS -  
 PROPRIETARY FUND TYPES  
 For the Year Ended December 31, 2006

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Airport</u>	<u>Highway</u>	<u>Sanitary Landfill</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Received from customers	\$ 15,573,418	\$ 15,975,329	\$ 6,677,328
Received from other funds	-	-	-
Paid to suppliers for goods and services	(3,593,712)	(10,570,866)	(2,782,537)
Paid to employees for services	(4,900,990)	(9,052,948)	(1,552,528)
Net Cash Flows From Operating Activities	<u>7,078,716</u>	<u>(3,648,485)</u>	<u>2,342,263</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Transfers in	-	1,517,000	-
Transfers out	-	(1,274,580)	-
General property taxes	-	4,180,823	-
Intergovernmental grants	-	160,309	-
Advances to other funds	-	-	-
Advances from other funds	-	-	573,536
Net Cash Flows From Noncapital Financing Activities	<u>-</u>	<u>4,583,552</u>	<u>573,536</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Debt issued	-	-	-
Principal payments on long-term debt	(2,635,000)	(38,609)	-
Interest paid on capital debt	(2,356,575)	(4,336)	-
Acquisition and construction of capital assets	(14,297,470)	(845,797)	(791,645)
Passenger facility charges	3,150,135	-	-
Capital contributions	11,286,804	-	-
Net Cash Flows From Capital and Related Financing Activities	<u>(4,852,106)</u>	<u>(888,742)</u>	<u>(791,645)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Investment income	2,243,145	-	187,613
Marketable securities purchased	-	-	(176,954)
Net Cash Flows From Investing Activities	<u>2,243,145</u>	<u>-</u>	<u>10,659</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	4,469,755	46,325	2,134,813
CASH AND CASH EQUIVALENTS - Beginning of Year	<u>44,139,774</u>	<u>1,392,750</u>	<u>4,249,569</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ 48,609,529</u>	<u>\$ 1,439,075</u>	<u>\$ 6,384,382</u>

<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental</u>
<u>Badger Prairie</u>	<u>Non-major</u>	<u>Totals</u>	<u>Activities -</u>
<u>Health Care</u>	<u>Proprietary</u>	<u>Current Year</u>	<u>Internal</u>
<u>Center</u>	<u>Funds</u>		<u>Service Funds</u>
\$ 5,844,726	\$ 1,608,985	\$ 45,679,786	\$ 149,310
-	656,600	656,600	6,177,395
(3,391,854)	(825,898)	(21,164,867)	(4,000,853)
<u>(10,380,612)</u>	<u>(637,954)</u>	<u>(26,525,032)</u>	<u>(2,013,483)</u>
<u>(7,927,740)</u>	<u>801,733</u>	<u>(1,353,513)</u>	<u>312,369</u>
7,799,983	-	9,316,983	-
-	(541,765)	(1,816,345)	-
-	-	4,180,823	-
696,798	-	857,107	-
-	-	-	(612,922)
-	-	573,536	39,386
<u>8,496,781</u>	<u>(541,765)</u>	<u>13,112,104</u>	<u>(573,536)</u>
2,201,989	-	2,201,989	-
(301,667)	(248,796)	(3,224,072)	(6,198)
(111,129)	(51,509)	(2,523,549)	-
(47,604)	-	(15,982,516)	-
-	-	3,150,135	-
-	-	11,286,804	-
<u>1,741,589</u>	<u>(300,305)</u>	<u>(5,091,209)</u>	<u>(6,198)</u>
-	-	2,430,758	191,905
-	-	(176,954)	-
-	-	2,253,804	191,905
2,310,630	(40,337)	8,921,186	(75,460)
<u>60,321</u>	<u>407,205</u>	<u>50,249,619</u>	<u>6,701,001</u>
<u>\$ 2,370,951</u>	<u>\$ 366,868</u>	<u>\$ 59,170,805</u>	<u>\$ 6,625,541</u>

See accompanying notes to financial statements.

**COUNTY OF DANE**

STATEMENT OF CASH FLOWS -  
 PROPRIETARY FUND TYPES  
 For the Year Ended December 31, 2006

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Airport</u>	<u>Highway</u>	<u>Sanitary Landfill</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES</b>			
Operating income (loss)	\$ 175,123	\$ (5,405,403)	\$ 1,319,549
Adjustments to reconcile operating income (loss) to net cash flows from operating activities			
Non-cash items included in operating income:			
Depreciation	6,419,705	1,013,504	1,004,893
Changes in assets and liabilities			
Accounts receivable	(181,022)	399,606	(156,067)
Due from other funds	1,664	13,906	(73,448)
Due from other governments	-	2,124,051	-
Inventories	-	(638,809)	-
Prepaid items	(1,682)	(311,614)	65
Accounts payable	585,310	(1,496,710)	(15,677)
Accrued payroll and payroll taxes	24,496	(70,423)	(1,564)
Accrued compensated absences	75,509	317,691	69,060
Other accrued liabilities and deposits	-	-	-
Due to other governments	-	669,588	-
Due to other funds	-	-	17,823
Unearned revenue	(20,387)	(263,872)	-
Long-term care and postclosure care costs payable	-	-	177,629
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	<u>\$ 7,078,716</u>	<u>\$ (3,648,485)</u>	<u>\$ 2,342,263</u>
<b>RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET ASSETS - PROPRIETARY FUNDS</b>			
Cash and investments - statement of net assets - proprietary fund	\$ 43,277,785	\$ 1,439,075	\$ 6,337,742
Restricted cash and investments - statement of net assets - proprietary fund			
Current	-	-	46,640
Noncurrent	5,331,744	-	5,071,298
Less: Non-cash equivalents	-	-	(5,071,298)
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ 48,609,529</u>	<u>\$ 1,439,075</u>	<u>\$ 6,384,382</u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES</b>			
Capital lease	\$ -	\$ -	\$ -
Interest charged to construction	-	-	-

<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental</u>
<u>Badger Prairie</u>	<u>Non-major</u>	<u>Totals</u>	<u>Activities -</u>
<u>Health Care</u>	<u>Proprietary</u>	<u>Current Year</u>	<u>Internal</u>
<u>Center</u>	<u>Funds</u>		<u>Service Funds</u>
\$ (8,084,173)	\$ 529,999	\$ (11,464,905)	\$ (218,535)
199,057	243,975	8,881,134	73,080
6,610	(90,971)	(21,844)	142,328
-	-	(57,878)	-
-	(9,047)	2,115,004	4,683
(884)	(59,222)	(698,915)	-
66	(480)	(313,645)	(26)
12,382	148,177	(766,518)	128,206
13,255	3,700	(30,536)	-
-	37,458	499,718	11,917
-	-	-	171,207
(960)	-	668,628	(135)
(73,093)	(1,856)	(57,126)	(356)
-	-	(284,259)	-
-	-	177,629	-
<u>\$ (7,927,740)</u>	<u>\$ 801,733</u>	<u>\$ (1,353,513)</u>	<u>\$ 312,369</u>
\$ 341,085	\$ 366,868	\$ 51,762,555	\$ 6,625,541
678,647	-	725,287	-
1,351,219	-	11,754,261	-
-	-	(5,071,298)	-
<u>\$ 2,370,951</u>	<u>\$ 366,868</u>	<u>\$ 59,170,805</u>	<u>\$ 6,625,541</u>
\$ 12,568	\$ -	\$ 12,568	\$ -
69,974	-	69,974	-

See accompanying notes to financial statements.

**COUNTY OF DANE**

**STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
December 31, 2006**

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	<u>Private Purpose Trusts</u>	<u>Agency Funds</u>
<b>ASSETS</b>		
Cash and investments	\$ 236,522	\$ 18,413,962
Taxes receivable	-	8,645,602
Total Assets	<u>236,522</u>	<u>27,059,564</u>
<b>LIABILITIES</b>		
Accounts payable	-	4,773
Other accrued liabilities and deposits	-	4,516,497
Due to other governmental units	-	22,538,294
Total Liabilities	<u>-</u>	<u>27,059,564</u>
<b>NET ASSETS</b>		
Reserved for private purpose trust activities	<u>236,522</u>	<u>-</u>
<b>TOTAL NET ASSETS</b>	<u>\$ 236,522</u>	<u>\$ -</u>

**COUNTY OF DANE**

**STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
For the Year Ended December 31, 2006**

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	<u>Private Purpose Trusts</u>
<b>ADDITIONS</b>	
Investment income	\$ 19,810
Total Additions	<u>19,810</u>
<b>DEDUCTIONS</b>	
Scholarships and Badger Prairie Health Care Center patient benefits	<u>6,119</u>
Total Deductions	<u>6,119</u>
<b>Change in Net Assets</b>	13,691
NET ASSETS - Beginning	<u>222,831</u>
<b>NET ASSETS - ENDING</b>	<u>\$ 236,522</u>

**COUNTY OF DANE**

STATEMENT OF NET ASSETS  
COMPONENT UNITS  
December 31, 2006

	Dane County Housing Authority	Henry Vilas Park Zoological Society, Inc.	Totals
<b>ASSETS</b>			
Cash and investments	\$ 1,551,461	\$ 4,668,811	\$ 6,220,272
Receivables			
Accounts	17,904	3,241,168	3,259,072
Loans	179,545	-	179,545
Interest	-	21,816	21,816
Due from other governments	90,619	-	90,619
Inventories	-	150,281	150,281
Prepaid items	4,804	-	4,804
Total Current Assets	<u>1,844,333</u>	<u>8,082,076</u>	<u>9,926,409</u>
Noncurrent Assets			
Restricted cash and investments	94,863	-	94,863
Capital Assets			
Land	1,182,561	-	1,182,561
Construction in progress	57,905	-	57,905
Buildings	5,741,004	-	5,741,004
Machinery and equipment	173,235	100,557	273,792
Less accumulated depreciation	<u>(5,119,631)</u>	<u>(49,211)</u>	<u>(5,168,842)</u>
Total Capital Assets (Net of Accumulated Depreciation)	<u>2,035,074</u>	<u>51,346</u>	<u>2,086,420</u>
Total Noncurrent Assets	<u>2,129,937</u>	<u>51,346</u>	<u>2,181,283</u>
Total Assets	<u>3,974,270</u>	<u>8,133,422</u>	<u>12,107,692</u>
<b>LIABILITIES</b>			
Current Liabilities			
Accounts payable	70,073	74,654	144,727
Other accrued liabilities and deposits	80,172	455,708	535,880
Current portion of notes payable	46,931	-	46,931
Unearned revenue	181,527	-	181,527
Total Current Liabilities	<u>378,703</u>	<u>530,362</u>	<u>909,065</u>
Noncurrent Liabilities			
Unfunded pension obligation	238,354	-	238,354
Other long-term liabilities	73,811	-	73,811
Unearned revenue	179,546	-	179,546
Total Noncurrent Liabilities	<u>491,711</u>	<u>-</u>	<u>491,711</u>
Total Liabilities	<u>870,414</u>	<u>530,362</u>	<u>1,400,776</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	1,981,419	51,346	2,032,765
Restricted	282,102	4,149,914	4,432,016
Unrestricted	840,335	3,401,800	4,242,135
<b>TOTAL NET ASSETS</b>	<u>\$ 3,103,856</u>	<u>\$ 7,603,060</u>	<u>\$ 10,706,916</u>

See accompanying notes to financial statements.

**COUNTY OF DANE**

COMBINING STATEMENT OF ACTIVITIES  
 COMPONENT UNITS  
 For the Year Ended December 31, 2006

	Dane County Housing Authority	Henry Vilas Park Zoological Society, Inc.	Totals
<b>EXPENSES</b>			
Culture, education, and recreation	\$ -	\$ 2,058,082	\$ 2,058,082
Conservation and development	8,771,471	-	8,771,471
Total Expenses	<u>8,771,471</u>	<u>2,058,082</u>	<u>10,829,553</u>
<b>PROGRAM REVENUES</b>			
Charges for services	445,903	787,639	1,233,542
Operating grants and contributions	7,876,376	4,725,894	12,602,270
Total Program Revenues	<u>8,322,279</u>	<u>5,513,533</u>	<u>13,835,812</u>
Net Revenue	<u>(449,192)</u>	<u>3,455,451</u>	<u>3,006,259</u>
<b>GENERAL REVENUES</b>			
Investment income	30,374	128,142	158,516
Miscellaneous	622,898	23,535	646,433
Total General Revenues	<u>653,272</u>	<u>151,677</u>	<u>804,949</u>
<b>Change in Net Assets</b>	<u>204,080</u>	<u>3,607,128</u>	<u>3,811,208</u>
TOTAL NET ASSETS - Beginning	<u>2,899,776</u>	<u>3,995,932</u>	<u>6,895,708</u>
<b>TOTAL NET ASSETS - ENDING</b>	<u>\$ 3,103,856</u>	<u>\$ 7,603,060</u>	<u>\$ 10,706,916</u>

See accompanying notes to financial statements.

# COUNTY OF DANE

## INDEX TO NOTES TO FINANCIAL STATEMENTS December 31, 2006

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# COUNTY OF DANE

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# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### **NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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The accounting policies of the County of Dane, Wisconsin conform to generally accepted accounting principles as applicable to governmental units. The accepted standard-setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

#### **A. REPORTING ENTITY**

This report includes all of the funds of the County of Dane. The reporting entity for the County consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. A legally separate organization should be reported as a component unit if the elected officials of the primary government are financially accountable to the organization. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to or burdens on the primary government. The primary government may be financially accountable if an organization is fiscally dependent on the primary government.

A legally separate, tax exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; (3) the economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. Blended component units, although legally separate entities, are, in substance, part of the government's operations and are reported with similar funds of the primary government. The discretely presented component units are reported in a separate column in the government-wide financial to emphasize that they are legally separate from the government. This report does not contain any blended component units.

#### ***Discretely Presented Component Units***

##### *Dane County Housing Authority*

The government-wide financial statements include the Dane County Housing Authority ("Housing Authority") as a component unit. The Housing Authority is a legally separate organization. The board of the Housing Authority is appointed by the County Executive. Wisconsin Statutes provide for circumstances whereby the County can impose its will on the Housing Authority, and also create a potential financial benefit to or burden on the County. See Note IV.K. As a component unit, the Housing Authority's financial statements have been presented as a discrete column in the financial statements. The information presented is for the fiscal year ended December 31, 2006. Separately issued financial statements of the Dane County Housing Authority may be obtained from the Housing Authority's office.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

---

### **NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

---

#### **A. REPORTING ENTITY (cont.)**

##### ***Discretely Presented Component Units (cont.)***

*Henry Vilas Park Zoological Society, Inc.*

The government-wide financial statements include the Henry Vilas Park Zoological Society, Inc. (the Society) as a component unit. The Society is a legally separate organization that has been presented as a discrete component unit according to the provisions of GASB No. 39, as defined in Note I.A. See Note IV.L. The information presented is for the fiscal year ended March 31, 2006. Separately issued financial statements of the Society may be obtained from the Henry Vilas Park Zoological Society's office.

#### **B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

The statement of net assets and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. 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. The County does not allocate indirect expenses to functions in the statement of activities. 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 included among program revenues are reported as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

##### ***Fund Financial Statements***

Financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, net assets/fund equity, revenues, and expenditures/expenses.

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

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

---

### **NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

---

#### ***B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)***

##### ***Fund Financial Statements (cont.)***

Funds are organized as major funds or nonmajor funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the County or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10% of the corresponding total for all funds of that category or type, and
- b. The same element of the individual governmental fund or enterprise fund that met the 10 percent test is at least 5% of the corresponding total for all governmental and enterprise funds combined.
- c. In addition, any other governmental or enterprise fund that the County believes is particularly important to financial statement users may be reported as a major fund.

The County reports the following major governmental funds:

General – accounts for the County's primary operating activities. It is used to account for all financial resources except those required to be accounted for in another fund.

Human Services – accounts for resources legally restricted to supporting expenditures for the human services related programs.

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

Capital Projects – used to account for financial resources to be used for the acquisition of equipment and/or major capital facilities.

The County reports the following major enterprise funds:

Airport – accounts for operations and maintenance of the County's airport

Highway – accounts for funds used to maintain and improve roadways within the County's jurisdiction

Sanitary Landfill – accounts for operations and maintenance of a sanitary landfill serving as a solid waste disposal site for the entire County

Badger Prairie Health Care Center – accounts for activity associated with the operations and maintenance of the County's health care facility.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

---

### **NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

---

#### ***B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)***

##### ***Fund Financial Statements (cont.)***

The County reports the following nonmajor governmental and enterprise funds:

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

- Board of Health
- Library
- Land Information
- Bridge Aid
- Community Development Block Grant (CDBG) Loans
- HOME
- Commerce Revolving Loan
- Scheidegger Trust Fund

Enterprise Funds – may be used to report any activity for which a fee is charged to external users for goods or services and must be used for activities which meet certain debt or cost recovery criteria.

- Printing and Services
- Methane Gas

In addition, the County reports the following fund types:

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

Internal service funds have been established by the County to pay for workers' compensation and general liability claims and to purchase insurance coverage from outside carriers or to self-insure certain employee benefits. Additionally, Employee Benefits, and Consolidated Food Service operations are accounted for as internal service funds. Billings for services to user funds and other governmental units are based on standard rates which are set at a level intended to recover the costs of providing services.

Private-purpose trust funds are used to report certain trust arrangements under which principal and income benefit individuals, private organizations, or other governments. The John T. Lyle, Blockstein Memorial, and Lyman Anderson trust operations are accounted for as private-purpose trust funds.

Agency funds are used to account for the receipt and disbursement of various taxes, deposits and assessments held by the County in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION**

##### ***Government-Wide Financial Statements***

The government-wide statement of net assets and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred revenues. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenues when earned. Unbilled receivables are recorded as revenues when services are provided.

The business-type activities follow all pronouncements of the Governmental Accounting Standards Board, and have elected not to follow Financial Accounting Standards Board pronouncements issued after November 30, 1989.

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

##### ***Fund Financial Statements***

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period except for human services reimbursable grants, for which available is defined as 180 days. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recorded in the year levied as receivables and deferred revenues. They are recognized as revenues in the succeeding year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the County is entitled to the resources and the amounts are available. Amounts owed to the County which are not available are recorded as receivables and deferred revenues. Amounts received prior to the entitlement period are also recorded as deferred revenues.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)**

##### ***Fund Financial Statements*** (cont.)

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services and interest. Other general revenues such as fines and forfeitures, inspection fees, recreation fees, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

The County reports deferred revenues on its governmental funds balance sheet. Deferred revenues arise from taxes levied in the current year which are for subsequent year's operations. For governmental fund financial statements, deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received before the County has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

Proprietary and fiduciary fund financial statements (other than agency funds) are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note. Agency funds follow the accrual basis of accounting and do not have a measurement focus.

The enterprise funds follow all pronouncements of the Governmental Accounting Standards Board, and have elected not to follow Financial Accounting Standards Board pronouncements issued after November 30, 1989. The 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. The principal operating revenues of the Airport, Highway, Sanitary Landfill, Badger Prairie Health Care Center, Printing and Services, and Methane Gas are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY**

##### **1. Deposits and Investments**

For purposes of the statement of cash flows, the County considers all highly liquid investments with an initial maturity of three months or less when acquired to be cash equivalents.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

##### **1. Deposits and Investments (cont.)**

Investment of County funds is restricted by state statutes. Available investments are limited to:

- a. Time deposits in any credit union, bank, savings bank or trust company maturing in three years or less.
- b. Bonds or securities of any County, city, drainage district, technical college district, village, town, or school district of the state. Also, bonds issued by a local exposition district, a local professional baseball park district, a local professional football stadium district, a local cultural arts district, or by the University of Wisconsin Hospitals and Clinics Authority.
- c. Bonds or securities issued or guaranteed by the federal government.
- d. The local government investment pool.
- e. Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
- f. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.
- g. Repurchase agreements with public depositories, with certain conditions.

The County has adopted an investment policy. That policy follows the state statute for allowable investments.

As described in Note IV.A., the County is exposed to the following deposit and investment risks: custodial credit risk (deposits and investments), interest rate risk and credit risk.

For custodial credit risk, County policy requires all investment institutions acting as a depository for the County to enter into a depository agreement requiring the depository to pledge collateral to secure amounts over and above guaranteed amounts.

For credit risk, County policy requires the investment officer to minimize this risk by limiting the County's investments to the safest types of securities; pre-qualifying the financial institutions the County will do business with, and diversifying the County's investment portfolio.

For interest rate risk, County policy requires the investment office to minimize this risk by structuring the County's investment portfolio so that securities mature to meet cash requirements for ongoing operations; and investing operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

##### **1. Deposits and Investments (cont.)**

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of governmental accounting funds is allocated to the general fund, with the exception of the airport, John T. Lyle Trust, and the Blockstein Memorial trust funds which are allocated interest based upon the pooled interest rate. The difference between the bank balance and carrying value is due to outstanding checks and/or deposits in transit.

The Wisconsin Local Government Investment Pool (LGIP) is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At December 31, 2006, the fair value of the County's share of the LGIPs assets was substantially equal to the amount as reported in these statements.

The Madison Community Foundation ("the Foundation") is a community endowment fund. The Foundation is not registered with the Securities and Exchange Commission. It constitutes a contractual agreement between the County and the Foundation with respect to investment of County assets. The Foundation reports the fair value of its underlying assets annually. At December 31, 2006, the fair value of the Foundation's assets was substantially equal to the County's share as reported in Note IV.A.

See Note IV.A. for further information.

##### **2. Receivables**

###### **a. Property and Sales Tax**

Property taxes are levied in December on the assessed value as of the prior January 1. They are not legally available for appropriation until the ensuing year. In addition to property taxes for the County, taxes are collected for and remitted to the state and county governments as well as the local school district and technical college district. Taxes for all state and local governmental units billed in the current year for the succeeding year are reflected as receivables and due to other taxing units on the Statement of Fiduciary Net Assets – Fiduciary Funds in the Agency column.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

##### **2. Receivables (cont.)**

##### a. Property and Sales Tax (cont.)

Property tax calendar – 2006 tax roll:

Lien date and levy date	December 2006
Tax bills mailed	December 2006
Payment in full, or	January 31, 2007
First installment due	January 31, 2007
Second installment due	July 31, 2007
Personal property taxes in full	January 31, 2007
Tax sale – 2006 delinquent real estate taxes	October 2009

Property taxes are due, in the year subsequent to levy, on the last day of January, and collected by local treasurers through that date, at which time unpaid taxes are assigned to the County and appropriate receivables and payables are recorded. Tax collections become the responsibility of the County and taxes receivable include unpaid taxes levied for all taxing entities within the County. The County makes restitution to local districts in August for payables recorded at the settlement date without regard to collected funds. A lien is placed on all properties for which a portion of the current tax levy remains unpaid as of September 1. The interest and penalties on taxes not paid within 60 days of the end of the current fiscal period is shown as deferred revenue until it is received in cash.

The portion of County property taxes receivable at December 31, 2006, which relates to taxes initially levied by other municipalities and uncollected within sixty days after year-end, has been reflected in the accompanying financial statements as a reservation of fund balance of the general fund in the amount of \$4,775,810.

The County has a .5% sales tax which is collected by the State of Wisconsin. Total revenues of \$42,507,147 from this tax for the 2006 fiscal year are recorded in the general fund.

##### b. Allowances

No allowance for uncollectible delinquent taxes has been provided because of the County's demonstrated ability to recover any losses through the sale of the applicable property.

Accounts receivable in all funds have been adjusted for all known uncollectible accounts.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

##### **2. Receivables (cont.)**

###### c. Due To/From/Advances

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as “due to and from other funds.” Long-term interfund loans (noncurrent portion) are reported as “advances from and to other funds.” Interfund receivables and payables between funds within governmental and business-type activities are eliminated in the statement of net assets. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”.

###### d. Loans Receivable

The County has received federal and state grant funds for economic development loan programs to various businesses. The County records a loan receivable when the loan has been made and funds have been disbursed.

It is the County’s policy to record deferred revenue for the net amount of the receivable balance. As loans are repaid, revenue is recognized. When new loans are made from the repayments, expenditures are recorded. Interest received from loan repayments is recognized as revenue when received in cash. Any unspent loan repayments at year end are prepared as designated fund balance in the fund financial statements.

##### **3. Inventories and Prepaid Items**

Governmental fund inventory items are charged to expenditure accounts when purchased. Year-end inventory was not significant. Proprietary fund inventories are generally used for construction or for operation and maintenance work. They are not for resale. They are valued at cost based on weighted average, and charged to construction or operation and maintenance expense when used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

##### **4. Restricted Assets**

###### ***Cash and Investments***

Certain proceeds and other cash balances of the County's enterprise funds are classified as restricted on the balance sheet because their use is limited. Restricted assets included in the Badger Prairie Health Care Center Enterprise fund at December 31, 2006 consist of patient trust funds which are not legally available to the County to finance operations as well as unspent bond proceeds. Restricted assets included in the Sanitary Landfill Enterprise fund at December 31, 2006 represent deposits with the State of Wisconsin Department of Natural Resources for long-term care and closure costs of landfill sites. Restricted assets included in the Airport enterprise fund at December 31, 2006 consists of passenger facility charges as authorized by the Federal Aviation Administration.

###### ***Deposit with Wisconsin Municipal Mutual Insurance Company***

Refer to Note V.B.

##### **5. Capital Assets**

###### ***Government-Wide Statements***

Capital assets are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than \$5,000 for general capital assets. The County will capitalize infrastructure if it exceeds the following thresholds: 1) Roads - 25% of the County's definition of a segment, 2) Bridges - over 20 feet, and 3) Culverts - over 10 feet. The County is also capitalizing all traffic signals. All capital assets are valued at historical cost, or estimated historical cost if actual amounts are unavailable. Donated capital assets are recorded at their estimated fair value at the date of donation.

Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor, overhead, and an allowance for the cost of funds used during construction when significant. For tax-exempt debt, the amount of interest capitalized equals the interest expense incurred during construction netted against any interest revenue from temporary investment of borrowed fund proceeds. \$69,974 of interest was capitalized in the Badger Prairie Health Care Center Fund during the current year. The cost of property replaced, retired or otherwise disposed of, is deducted from capital assets and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

##### **5. Capital Assets (cont.)**

###### **Government-Wide Statements (cont.)**

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Land Improvements	10-20 Years
Buildings	20-40 Years
Zoo animals	4-55 Years
Machinery and Equipment	5-10 Years
Roads	25-40 Years
Bridges	50 Years
Traffic Signals	40 Years
Culverts	50 Years

###### **Fund Financial Statements**

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same way as in the government-wide statements.

##### **6. Other Assets**

In governmental funds, debt issuance costs are recognized as expenditures in the current period. For the government-wide and the proprietary fund type financial statements, debt issuance costs are deferred and amortized over the term of the debt issue.

##### **7. Compensated Absences**

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements.

All vested vacation and sick leave pay is accrued when incurred in the government-wide and proprietary financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, or are payable with expendable available resources.

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at December 31, 2006 are determined on the basis of current salary rates and include salary related payments.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

##### **8. Long-Term Obligations/Conduit Debt**

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consists primarily of notes and bonds payable, and accrued compensated absences.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

For the government-wide statements and proprietary fund statements, bond premiums and discounts are deferred and amortized over the life of the issue using the effective interest method. Gains or losses on prior refundings are amortized over the remaining life of the old debt, or the life of the new debt, whichever is shorter. The balance at year end for both premiums/discounts and gains/losses, as applicable, is shown as an increase or decrease in the liability section of the statement of net assets.

The County does not engage in conduit debt transactions.

##### **9. Claims and Judgments**

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. Claims and judgments that would normally be liquidated with expendable available financial resources are recorded during the year as expenditures in the governmental funds. If they are not to be liquidated with expendable available financial resources, no liability is recognized in the governmental fund statements. The related expenditure is recognized when the liability is liquidated. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred. Refer to Note V.C. on commitments and contingencies.

##### **10. Equity Classifications**

###### **Government–Wide Statements**

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent bond proceeds) of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

##### **10. Equity Classifications (cont.)**

###### **Government–Wide Statements (cont.)**

- b. Restricted net assets – Consists of net assets with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

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

###### **Fund Statements**

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved. Unreserved fund balance may include funds set aside by management for specific uses, which are labeled “designated.” The balance of unreserved fund balance is available for appropriation. Proprietary fund equity is classified the same as in the government-wide statements.

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### NOTE II – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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#### **A. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND BALANCE SHEET AND THE STATEMENT OF NET ASSETS**

The governmental fund balance sheet includes a 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 “Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds.” The details of this \$289,224,862 difference are as follows:

Land	\$ 72,162,490
Construction in progress	6,324,695
Land improvements	41,072,421
Buildings	144,642,137
Zoo animals	277,555
Machinery and equipment	23,934,885
Infrastructure	100,776,545
Less: Accumulated depreciation	(98,334,339)
Less: Internal service fund capital assets, net of depreciation	<u>(1,631,527)</u>
Adjustment for Capital Assets	<u>\$ 289,224,862</u>

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE II – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)

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#### A. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND BALANCE SHEET AND THE STATEMENT OF NET ASSETS (cont.)

Another element of this reconciliation explains that “some liabilities, including long-term debt are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$174,916,175 difference in liabilities is as follows:

Bonds and notes payable	\$ 139,293,829
Compensated absences	33,352,663
Other long-term liabilities	201,689
Capital lease obligations	171,063
Accrued interest	917,799
Unamortized debt discount, premium and issue costs	<u>979,132</u>
Net adjustment to reduce fund balance – total governmental funds to arrive at net assets – governmental activities	<u>\$ 174,916,175</u>

#### B. 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 “the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.” The details of this \$(6,438,916) difference is as follows:

Debt issued or incurred:	
General obligation debt	\$ (24,786,193)
Capital lease	(200,105)
Principal repayments:	
General obligation debt	18,462,656
Capital lease	<u>84,726</u>
Net Adjustment to Decrease Net Changes in Fund Balances – Total Governmental Funds to arrive at Changes in Net Assets of Governmental Activities	<u>\$ 6,438,916</u>

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE III – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

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#### A. BUDGETARY INFORMATION

Budgetary information is derived from the annual operating budget and is presented using the same basis of accounting for each fund as described in Note I.C.

All County departments are required to submit their annual budget requests for the ensuing year to the County Executive by July 31. The Department of Administration reviews the requests in detail with the departments during September.

After all of the requests have been reviewed the County Executive submits her proposed Executive Budget to the County Board of Supervisors. The County Ordinances require that this be done on or before October 1. The Board of Supervisors completes its review and adopts the budget on or before December 1 to ensure that property tax bills can be furnished to property tax payers in a timely manner so as to allow for their payment prior to December 31 if the taxpayer so chooses.

County policy requires that budgeted revenues and expenditures/expenses for the ensuing year be established on a modified accrual basis of accounting, controlled within individual agencies, and are monitored by an annual appropriation and encumbrance system. Budgeted revenues and expenditures/expenses are approved by the County Board of Supervisors. The budget is defined as the originally approved budget, plus or minus approved revisions.

Formal budgetary integration is employed as a management control device for the general, special revenue, enterprise and internal service funds.

A budget has been adopted for the general fund, certain special revenue funds, and the debt service fund. A budget has not been formally adopted for the Scheidegger Trust special revenue fund. The capital projects fund budget was adopted at the project level. Wisconsin Statute 65.90 requires that an annual budget be adopted for all funds.

The adopted budgets for enterprise and internal service funds are prepared on a basis consistent with generally accepted accounting principles except for the treatment of capital outlay, depreciation and principal payments on long-term debt. For budget purposes, capital outlay and principal payments on long-term debt are included as an expense, whereas, for accounting purposes, only depreciation is included as an expense.

Budgetary amounts lapse at year-end, except for appropriations of capital projects which have multi-year budgets and those approved by the County Board as a carryforward to the ensuing year. Unexpended appropriations, net of anticipated revenues, carried forward to 2006 at December 31, 2006, have been classified as fund balance designated for subsequent year's expenditures, net of anticipated revenues. The total carried forward is as follows:

General Fund	\$ 2,397,885
Special Revenue Fund – Human Services	135,343
Special Revenue Fund – Land Information	255,137
Special Revenue Fund – Bridge Aid	120,349
Special Revenue Fund – Board of Health	489,840
Capital Projects Fund – Capital Projects	14,124,541

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE III – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (cont.)

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#### **B. EXCESS EXPENDITURES OVER APPROPRIATIONS**

The following fund had an excess of expenditures or transfers out over appropriations at the legal level of budgetary control for the year ended December 31, 2006:

Major Fund	<u>Excess</u>
Debt Service Fund	\$ 3,596,474

#### **C. DEFICIT BALANCES**

Generally accepted accounting principles require disclosure of individual funds that have deficit balances at year end.

As of December 31, 2006, the following individual fund held a deficit balance:

<u>Fund</u>	<u>Amount</u>	<u>Reason</u>
Special Revenue Fund – CDBG loans	\$ 3,763	Grants not sufficient to cover expenditures
Special Revenue Fund – HOME	113	Grants not sufficient to cover expenditures
Internal Service Fund – Workers' Compensation	209,411	Charges for services not sufficient to cover expenditures

It is anticipated that future grant revenues and charges for services will provide sufficient funding to eliminate these deficits.

#### **D. LIMITATIONS ON THE COUNTY'S TAX LEVY RATE AND ITS ABILITY TO ISSUE NEW DEBT**

As part of Wisconsin's State Budget Bill (1993 Act 16), new legislation was passed that limits the County's future tax levy rates. Generally, the County is limited to its 1992 tax levy rate, based upon current legislation (State Statute Section 59.605(2)). However, this limitation does not affect debt authorized prior to August 12, 1993 or refunding bonds.

The County may also exceed the limitation by holding a referendum (according to state statutes) authorizing the county board to approve a higher rate. The County may also exceed the rate if it increases the services it provides due to a transfer of these services from another governmental unit.

The State Budget Bill also imposes restrictions on the County's ability to issue new debt. Generally, referendum approval is required to issue unlimited tax general obligation debt, with the following exceptions:

- Refunding debt issues
- 75% approval by the county board
- A reasonable expectation that the new debt can be accommodated within the existing tax rate
- Other exceptions as listed in State Statutes Section 67.045

The County is in compliance with the limitation.

## COUNTY OF DANE

### NOTES TO FINANCIAL STATEMENTS December 31, 2006

#### **NOTE III – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (cont.)**

##### ***E. LIMITATIONS ON THE COUNTY'S TAX LEVY***

As part of Wisconsin's Act 25 (2005), new legislation was passed that limits the County's future tax levies. Generally, the County is limited to its prior tax levy dollar amount, increased by the greater of the percentage change in the County's equalized value due to new construction, or 2%. Changes in debt service from one year to the next are generally exempt from this limit. The levy limit begins with the 2005 levy collected in 2006 and is set to expire after the 2006 levy.

#### **NOTE IV – DETAILED NOTES ON ALL FUNDS**

##### ***A. DEPOSITS AND INVESTMENTS***

The County's cash and investments at year end were comprised of the following:

	Carrying Value	Bank and Investment Balances	Associated Risks
Demand deposits and cash on hand	\$ 33,328,623	\$ 36,361,535	Custodial
U.S. government securities	15,474,104	15,474,104	Interest rate and custodial
Madison Community Foundation	102,677	102,677	Interest rate and credit
Local government bonds	1,969,858	1,969,858	Interest rate, custodial, and credit
Repurchase agreements	7,453,771	7,453,771	Credit, custodial, and interest rate
LGIP	<u>75,762,753</u>	<u>75,762,753</u>	Interest rate and credit
Total Cash and Investments	<u>\$ 134,091,786</u>	<u>\$ 137,124,698</u>	
Reconciliation to financial statements			
Per statement of net assets			
Unrestricted cash and investments	\$ 102,961,754		
Restricted cash and investments	12,479,548		
Per statement of net assets –			
Fiduciary Funds			
Private purpose trust	236,522		
Agency	<u>18,413,962</u>		
Total Cash and Investments	<u>\$ 134,091,786</u>		

Deposits in each local and area bank are insured by the FDIC in the amount of \$100,000 for interest bearing accounts and \$100,000 for noninterest bearing accounts.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### ***A. DEPOSITS AND INVESTMENTS*** (cont.)

Bank accounts are also insured by the State Deposit Guarantee Fund in the amount of \$400,000. However, due to the relatively small size of the Guarantee Fund in relationship to the total deposits covered and other legal implications, recovery of material principal losses may not be significant to individual municipalities. This coverage has been considered in computing custodial credit risk.

Investments in the local government investment pool are covered under a surety bond issued by Financial Security Assurance, Inc. The bond insures against losses arising from principal defaults on substantially all types of securities acquired by the pool except U.S. Government and agency securities. The bond provides unlimited coverage on principal losses, reduced by any FDIC and State of Wisconsin Guarantee Fund insurance.

The Securities Investor Protection Corporation (SIPC), created by the Securities Investor Protection Act of 1970, is an independent government-sponsored corporation (not an agency of the U.S. government).

The County's investments at A.G. Edwards and J.P. Morgan provide SIPC membership account protection up to a maximum of \$500,000 per customer, of which \$100,000 may be in cash.

The County maintains a collateral agreement with M&I Bank.

#### ***Custodial Credit Risk***

Deposits – Custodial credit risk is the risk that in the event of a financial institution failure, the County's deposits may not be returned to the County.

The County does not have any deposits exposed to custodial credit risk.

Investments – For an investment, custodial credit risk 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.

As of December 31, 2006, the County's investments were exposed to custodial credit risk as follows:

#### U.S. Government Securities

Neither insured nor registered and held by counterparty's trust department or agent not in the County's name

\$ 14,974,104

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### **A. DEPOSITS AND INVESTMENTS (cont.)**

##### **Credit Risk**

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

As of December 31, 2006, the County's investments were rated as follows:

<u>Investment Type</u>	<u>Standard &amp; Poor's</u>	<u>Moody's Investor Service</u>
<b>Local Government Bonds</b>		
Brookfield, WI	Not available	AAA
Puerto Rico	AAA	AAA
Miami-Dade County	AAA	Aaa
Bexar, TX Met Water	AAA	Aaa
Ohio State	AAA	Aa1
Pompano Beach, FL	Not available	Aaa
Hillsborough County, FL	AAA	Aaa
New Jersey Wtr	AAA	Aaa
Palm Beach County, FL	AAA	Aaa
West VA HSP	Not available	Aaa
Chicago, IL Wtr	AAA	Aaa
<b>U.S. Agencies Implicitly Guaranteed</b>		
Federal Home Loan Mortgage Corporation (Freddie Mac)	AAA	Aaa
Federal Home Loan Bank	AAA	Aaa
Federal National Mortgage Association (Fannie Mae)	AAA	Aaa
Federal Farm Credit Bank System	AAA	Aaa
United States Treasury	AAA	Aaa

The County also had investments in the following external pools which are not rated:

Local Government Investment Pool  
Madison Community Foundation

##### **Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

**COUNTY OF DANE**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2006

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

**A. DEPOSITS AND INVESTMENTS (cont.)**

**Interest Rate Risk (cont.)**

As of December 31, 2006, the County’s investments were as follows:

Specific Investments	Maturity Date	Call Date (if applicable)	Fair Value
<b>Local Government Bonds</b>			
Brookfield, WI	12/01/09	12/01/07	\$ 25,255
Puerto Rico	7/01/12	7/01/09	25,376
Miami-Dade County	4/01/07	N/A	250,878
Bexar, TX Met Water	5/01/07	N/A	250,507
Ohio State	5/01/07	N/A	266,693
Pompano Beach, FL	7/01/12	N/A	203,572
Hillsborough County, FL	8/01/07	N/A	250,615
New Jersey Wtr	8/01/07	N/A	199,130
Palm Beach County, FL	8/01/07	N/A	99,755
West VA HSP	8/01/07	N/A	191,497
Chicago, IL Wtr	11/01/23	N/A	206,580
Sub-total – Local Government Bonds			<u>1,969,858</u>
<b>Repurchase Agreements</b>	1/01/07	N/A	<u>7,453,771</u>
Total Investments			<u>\$ 9,423,629</u>

The County also held \$75,762,753 of investments in LGIP at year end which had an average maturity of 27 days. The average maturity for the \$102,677 held in the Madison Community Foundation was not available.

Investment Type	Fair Value	Maturity					
		Less than 6 months	6 months- 1 year	1 year- 2 years	2 years- 3 years	3 years- 5 years	More than 5 Years
U.S. Government Securities	\$ 15,474,104	\$ 2,873,252	\$ 1,450,770	\$ 5,162,418	\$ 2,801,879	\$ 2,438,985	\$ 746,800

See Note I.D.1. for further information on deposit and investment policies.

**B. RECEIVABLES**

All of the receivables are expected to be collected within one year except for \$2,074,286 in the CDBG fund, \$1,787,041 in the HOME fund, and \$344,309 in the Commerce Revolving Loan fund.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### B. RECEIVABLES (cont.)

##### *Uncollectible Amounts*

Revenues of the County are reported net of uncollectible amounts. Total uncollectible amounts related to revenues of the current period are as follows:

Uncollectibles related to Badger Prairie Health Care Center	\$ 40,162
Uncollectibles related to the Airport fund	<u>64,468</u>
Total Uncollectibles	<u>\$ 104,630</u>

##### *Deferred Revenues*

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes receivable for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *deferred revenue* and *unearned revenue* reported in the governmental funds were as follows:

	Unavailable	Unearned	Totals
Property taxes receivable for subsequent year	\$ -	\$ 106,209,661	\$ 106,209,661
County portion of tax certificates (including interest)	-	2,037,064	2,037,064
Loans receivable	3,820,025	-	3,820,025
Long-term receivable	2,517,107	-	2,517,107
Donations	<u>-</u>	<u>220,203</u>	<u>220,203</u>
Total Deferred/Unearned Revenue for Governmental Funds	<u>\$ 6,337,132</u>	<u>\$ 108,466,928</u>	<u>\$ 114,804,060</u>

##### *Taxes*

At December 31, 2006, current and delinquent taxes and related interest and penalties receivable by year of tax levy were as follows:

	Current*	Delinquent	Totals
2006	\$ 110,203,175	\$ -	\$ 110,203,175
2005	-	5,641,049	5,641,049
2004	-	1,638,991	1,638,991
2003	-	491,492	491,492
2002	-	188,811	188,811
2001 and prior	<u>-</u>	<u>290,812</u>	<u>290,812</u>
Total	<u>\$ 110,203,175</u>	<u>\$ 8,251,155</u>	<u>\$ 118,454,330</u>

\* This includes governmental and business-type activities.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### C. RESTRICTED ASSETS

Restricted assets of \$2,029,866 included in the Badger Prairie Health Care Center enterprise fund at December 31, 2006 consist of \$55,655 for patient trust funds which are not legally available to the County to finance current operations and \$1,974,211 unspent bond proceeds. Restricted assets of \$5,071,298 included in the Sanitary Landfill enterprise fund at December 31, 2006 represent deposits with J. P. Morgan for long-term care and closure costs of landfill sites. Restricted assets of \$5,331,744 included in the Airport enterprise fund at December 31, 2006 is the accumulation of unspent passenger facility charges as authorized by the Federal Aviation Administration (FAA). The charges are to be used to finance various FAA approved construction projects.

#### D. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2006 was as follows:

	Beginning Balance	Additions <sup>(3)</sup>	Deletions	Ending Balance
<b>Governmental Activities</b>				
Capital assets not being depreciated				
Land	\$ 63,535,471	\$ 8,627,019	\$ -	\$ 72,162,490
Construction in progress	1,448,914	5,782,601	906,820	6,324,695
Land improvements <sup>(1)</sup>	28,472,599	1,126,000	-	29,598,599
Total Capital Assets Not Being Depreciated	<u>93,456,984</u>	<u>15,535,620</u>	<u>906,820</u>	<u>108,085,784</u>
Capital assets being depreciated				
Land improvements	9,669,835	1,803,987	-	11,473,822
Buildings	142,965,779	2,565,358	889,000	144,642,137
Zoo animals	369,205	2,700	94,350	277,555
Machinery and equipment	20,168,598	4,267,056	500,769	23,934,885
Roadways – infrastructure <sup>(2)</sup>	87,091,949	3,377,812	1,957,600	88,512,161
Bridges – infrastructure <sup>(2)</sup>	7,124,771	214,800	-	7,339,571
Traffic signals – infrastructure <sup>(2)</sup>	3,335,313	-	-	3,335,313
Culverts – infrastructure <sup>(2)</sup>	1,589,500	-	-	1,589,500
Total Other Capital Assets Being Depreciated	<u>272,314,950</u>	<u>12,231,713</u>	<u>3,441,719</u>	<u>281,104,944</u>
Total Capital Assets at Historical Cost	<u>365,771,934</u>	<u>27,767,333</u>	<u>4,348,539</u>	<u>389,190,728</u>

**COUNTY OF DANE**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2006

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

**D. CAPITAL ASSETS (cont.)**

	Beginning Balance	Additions <sup>(3)</sup>	Deletions	Ending Balance
<b>Governmental Activities (cont.)</b>				
Less: Accumulated depreciation for				
Land improvements	\$ (4,515,708)	\$ (304,973)	\$ -	\$ (4,820,681)
Buildings	(35,846,073)	(3,122,903)	548,305	(38,420,671)
Zoo animals	(131,158)	(17,574)	25,845	(122,887)
Machinery and equipment	(10,791,371)	(1,596,980)	388,024	(12,000,327)
Roadways <sup>(2)</sup>	(36,460,876)	(3,341,542)	1,947,600	(37,854,818)
Bridges <sup>(2)</sup>	(2,921,387)	(138,626)	-	(3,060,013)
Traffic signals <sup>(2)</sup>	(945,972)	(82,850)	-	(1,028,822)
Culverts <sup>(2)</sup>	(996,540)	(29,580)	-	(1,026,120)
Total Accumulated Depreciation	(92,609,085)	(8,635,028)	2,909,774	98,334,339
Net Capital Assets Being Depreciated	179,705,865	3,596,685	531,945	182,770,605
Total Governmental Activities Capital Assets, Net of Depreciation	\$ 273,162,849	\$ 19,132,305	\$ 1,438,765	\$ 290,856,389

<sup>(1)</sup> This represents the nondepreciable portion (residual value) of the County's roads.

<sup>(2)</sup> Beginning of year infrastructure assets and related accumulated depreciation have been restated to include some assets that were fully depreciated.

<sup>(3)</sup> \$3,503,663 of the current year additions represent infrastructure assets contributed by other local governments and the state. This is reflected as capital grants and contributions on the public works line item on the statement of activities. The assets are shown on the statement of net assets in the governmental activities column.

Depreciation expense was charged to functions as follows:

**Governmental Activities**

General government	\$ 601,812
Human services	279,303
Public safety	2,303,551
Public works, which includes the depreciation of infrastructure	3,746,724
Culture, education, and recreation	1,643,081
Conservation and economic development	60,557
Total Governmental Activities Depreciation Expense	\$ 8,635,028

**COUNTY OF DANE**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2006

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

**D. CAPITAL ASSETS (cont.)**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<b>Business-type Activities</b>				
Capital assets not being depreciated				
Land	\$ 29,043,177	\$ -	\$ -	\$ 29,043,177
Construction in progress	<u>16,894,219</u>	<u>2,397,019</u>	<u>16,894,219</u>	<u>2,397,019</u>
Total Capital Assets Not Being Depreciated	<u>45,937,396</u>	<u>2,397,019</u>	<u>16,894,219</u>	<u>31,440,196</u>
Capital assets being depreciated				
Land improvements	106,756,221	24,841,497	-	131,597,718
Buildings	110,812,023	3,527,498	-	114,339,521
Machinery and equipment	<u>37,034,957</u>	<u>2,355,041</u>	<u>541,764</u>	<u>38,848,234</u>
Total Capital Assets Being Depreciated	<u>254,603,201</u>	<u>30,724,036</u>	<u>541,764</u>	<u>284,785,473</u>
Total Capital Assets at Historical Cost	<u>300,540,597</u>	<u>33,121,055</u>	<u>17,435,983</u>	<u>316,225,669</u>
Less: Accumulated depreciation for				
Land improvements	(44,412,030)	(4,213,100)	-	(48,625,130)
Buildings	(15,824,442)	(2,691,964)	-	(18,516,406)
Machinery and equipment	<u>(19,583,261)</u>	<u>(1,976,070)</u>	<u>505,142</u>	<u>(21,054,189)</u>
Total Accumulated Depreciation	<u>(79,819,733)</u>	<u>(8,881,134)</u>	<u>505,142</u>	<u>(88,195,725)</u>
Net Business-type Capital Assets Being Depreciated	<u>174,783,468</u>	<u>21,842,902</u>	<u>(36,622)</u>	<u>196,589,748</u>
Total Business-type Capital Assets, Net of Depreciation	<u>\$ 220,720,864</u>	<u>\$ 24,239,921</u>	<u>\$ 16,930,841</u>	<u>\$ 228,029,944</u>

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

### **NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

#### **D. CAPITAL ASSETS (cont.)**

Depreciation expense was charged to functions as follows:

#### **Business-type Activities**

Airport	\$ 6,419,705
Highway	1,013,504
Sanitary Landfill	1,004,893
Badger Prairie Health Care Center	199,057
Printing and services	9,230
Methane gas	<u>234,745</u>
Total Business-type Activities	
Depreciation Expense	<u><u>\$ 8,881,134</u></u>

#### **E. INTERFUND RECEIVABLES/PAYABLES/ADVANCES AND TRANSFERS**

##### *Interfund Receivables/Payables*

The following is a schedule of interfund receivables and payables including any overdrafts on pooled cash and investment accounts:

Receivable Fund	Payable Fund	Amount
Nonmajor Governmental Fund	Nonmajor Governmental Funds	\$ <u>788,851</u>
Enterprise – Highway	General	75,314
	Capital Projects	14,692
	Special Revenue – Human Services	3,627
	Nonmajor Governmental Funds	962
	Enterprise – Badger Prairie Health Care Center	125
	Enterprise – Airport	23
	Enterprise – Sanitary Landfill	30,767
	Nonmajor Proprietary Fund	1,218
	Internal Service – Consolidated Food Service	<u>436</u>
		<u>127,164</u>
Total – Fund Financial Statements		916,015
Less: eliminations		<u>(820,984)</u>
Total Government-Wide Financial Statements		<u>\$ 95,031</u>
Business-type Activities	Governmental Activities	<u>\$ (95,031)</u>

The principal purpose of the land information (nonmajor) fund receivable is to cover cash shortages in other nonmajor funds. The principal purpose of the highway fund receivables is to record the billing amounts due from other funds for services provided.

**COUNTY OF DANE**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2006

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

***E. INTERFUND RECEIVABLES/PAYABLES/ADVANCES AND TRANSFERS (cont.)***

*Interfund Receivables/Payables (cont.)*

All remaining 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. All amounts are due within one year.

For the statement of net assets, interfund receivable/payable balances which are owed within the governmental activities or business-type activities are netted and eliminated.

*Advances*

The employee benefits internal service fund is advancing funds to the consolidated foods fund, also an internal service fund. No repayment schedule has been established.

The following is a schedule of interfund advances:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Amount Not Due Within One Year</u>
Internal Service – Employee Benefits	Internal Service – Consolidated Foods	\$ 612,922	\$ 612,922
Totals – Fund Financial Statements		612,922	<u>\$ 612,922</u>
Less: Eliminations		<u>(612,922)</u>	
Total Government-wide Financial Statements		<u>\$ -</u>	

The principal purpose of this interfund advance is to provide cash until the consolidated foods fund is able to generate sufficient revenues to cover expenditures.

For the statement of net assets, interfund advance balances which are owed within the governmental activities or business-type activities are netted and eliminated.

**COUNTY OF DANE**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2006

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

***E. INTERFUND RECEIVABLES/PAYABLES/ADVANCES AND TRANSFERS (cont.)***

*Transfers*

The following is a schedule of interfund transfers:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>	<u>Principal Purpose</u>
General	Enterprise – Methane Gas	\$ 541,765	Annual transfer of methane gas fund's net income to general fund.
Special Revenue – Human services	General	47,907,386	Transfer tax subsidy.
Debt service	General	2,146,126	Transfer debt service payments.
Debt service	Enterprise – Highway	1,274,580	Transfer funds for infrastructure debt payment.
Debt service	Library	41,265	Transfer funds for library debt payment.
Enterprise – Highway	General	1,517,000	To transfer debt proceeds to be used for infrastructure.
Enterprise – Badger Prairie health care center	General	<u>7,799,982</u>	Transfer tax subsidy.
	Sub-Total – Fund Financial Statements	61,228,104	
	Eliminate interfund activity	(50,094,777)	
	Reclassify infrastructure costs paid by the highway enterprise fund	<u>1,212,085</u>	
	Total	<u>\$ 12,345,412</u>	
Governmental Activities	Business-type Activities	\$ 3,028,430	
Business-type Activities	Governmental Activities	<u>(9,316,982)</u>	
	Total	<u>\$ (6,288,552)</u>	

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### F. LONG-TERM OBLIGATIONS

Long-term obligations activity for the year ended December 31, 2006 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
<b>GOVERNMENTAL ACTIVITIES</b>					
Bonds and Notes Payable					
General obligation debt					
General	\$ 132,970,292	\$ 24,786,193	\$ 18,462,656	\$ 139,293,829	\$ 11,227,554
Add/(Subtract) Deferred Amounts For:					
Premium on debt	1,683,299	-	175,928	1,507,371	-
Discount on debt	(299,980)	-	(37,569)	(262,411)	-
Sub-totals	<u>134,353,611</u>	<u>24,786,193</u>	<u>18,601,015</u>	<u>140,538,789</u>	<u>11,227,554</u>
Other Liabilities					
Vested compensated absences - general	31,055,531	10,163,897	7,866,765	33,352,663	7,859,216
Vested compensated absences - internal services	192,712	54,934	37,726	209,920	43,017
Disability benefits (Note V.C.)	212,304	-	10,615	201,689	10,615
Capital leases – general (Note IV.G.)	55,684	200,105	84,726	171,063	77,024
Capital leases – internal services (Note IV.G.)	19,713	-	6,198	13,515	6,564
Total Other Liabilities	<u>31,535,944</u>	<u>10,418,936</u>	<u>8,006,030</u>	<u>33,948,850</u>	<u>7,996,436</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 165,889,555</u>	<u>\$ 35,205,129</u>	<u>\$ 26,607,045</u>	<u>\$ 174,487,639</u>	<u>\$ 19,223,990</u>
<b>BUSINESS-TYPE ACTIVITIES</b>					
Bonds and Notes Payable					
General obligation debt	\$ 55,176,757	\$ 2,201,989	\$ 3,185,559	\$ 54,193,187	\$ 3,651,869
Add Deferred Amounts For:					
Premiums on Debt	1,832,139	-	304,846	1,527,293	-
Sub-totals	<u>57,008,896</u>	<u>2,201,989</u>	<u>3,490,405</u>	<u>55,720,480</u>	<u>3,651,869</u>
Other Liabilities					
Vested compensated absences	6,553,260	2,151,151	1,622,114	7,082,297	1,698,128
Long-term care and postclosure care costs payable (Note IV.H.)	4,872,451	224,269	46,640	5,050,080	46,640
Other notes payable	34,051	-	34,051	-	-
Capital leases	-	12,568	4,462	8,106	3,923
Total Other Liabilities	<u>11,459,762</u>	<u>2,387,988</u>	<u>1,707,267</u>	<u>12,140,483</u>	<u>1,748,691</u>
Total Business-type Activities Long-Term Liabilities	<u>\$ 68,468,658</u>	<u>\$ 4,589,977</u>	<u>\$ 5,197,672</u>	<u>\$ 67,860,963</u>	<u>\$ 5,400,560</u>

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### F. LONG-TERM OBLIGATIONS (cont.)

##### General Obligation Debt

All general obligation notes and bonds payable are backed by the full faith and credit of the County. Notes and bonds in the governmental funds will be retired by future property tax levies accumulated by the debt service fund. Business-type activities debt is payable by revenues from user fees of those funds or, if the revenues are not sufficient, by future tax levies.

In accordance with Wisconsin Statutes, total general obligation indebtedness of the County may not exceed five percent of the equalized value of taxable property within the County's jurisdiction. The debt limit as of December 31, 2006, was \$2,354,321,425. Total general obligation debt outstanding at year end was \$193,487,016.

	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance 12-31-06
<b>Governmental Activities</b>					
<b>General Obligation Debt</b>					
General Obligation Promissory Notes, Series 2006A	02/15/06	12/31/15	4.00%	\$ 6,998,011	\$ 6,998,011
General Obligation Capital Improvement and Refunding Bonds, Series 2006B	02/15/06	03/01/20	4.00-4.10%	17,780,000	17,780,000
2006 State Trust Fund Loan	01/17/06	03/15/10	3.50%	8,182	8,182
General Obligation Bonds, Series 2005A	07/07/05	06/01/25	3.25-4.30%	14,260,000	13,630,000
2005 State Trust Fund Loan	11/08/05	03/15/10	3.50%	273,834	273,834
General Obligation Bonds, Series 2004A	11/01/04	06/01/22	2.00-4.375%	7,032,794	6,132,353
General Obligation Refunding Promissory Notes, Series 2004B	11/01/04	06/01/09	2.75-3.00%	3,021,823	2,136,116
General Obligation Bonds, Series 2003A	06/26/03	06/01/23	2.00-5.00%	28,480,000	25,855,000
General Obligation Promissory Notes, Series 2003C	06/26/03	06/01/23	2.00-3.30%	12,279,112	7,651,410
General Obligation Bonds, Series 2002A	12/01/02	06/01/22	3.00-5.00%	29,922,618	20,693,000
Taxable General Obligation Bonds, Series 2002C	12/01/02	12/01/22	1.75-5.85%	14,175,000	13,335,000
Taxable General Obligation Bonds, Series 2002D	12/01/02	12/01/12	5.15%	4,970,000	4,970,000
General Obligation Promissory Notes, Series 2001A	09/01/01	03/01/11	4.00-4.30%	2,144,500	1,170,923
General Obligation Corporate Purpose Bonds, Series 2001B	03/29/01	09/01/21	4.00-5.00%	3,030,000	2,490,000
General Obligation Promissory Notes, Series 1998B	09/01/98	03/01/14	4.10-4.50%	19,965,000	<u>16,170,000</u>
<b>Total Governmental Activities – General Obligation Debt</b>					<b><u>\$ 139,293,829</u></b>

**COUNTY OF DANE**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2006

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

**F. LONG-TERM OBLIGATIONS (cont.)**

**General Obligation Debt (cont.)**

	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance 12-31-06
<b>Business-type Activities</b>					
<b>General Obligation Debt</b>					
General Obligation Promissory Notes, Series 2006A	02/15/06	12/31/15	4.00%	\$ 2,201,989	\$ 2,201,989
General Obligation Bonds, Series 2004A	11/01/04	06/01/22	2.00-4.375%	152,206	92,647
General Obligation Refunding Promissory Notes, Series 2004B	11/01/04	06/01/09	2.75-3.00%	458,178	323,884
General Obligation Bonds, Series 2003B	06/26/03	06/01/23	3.50-4.75%	25,265,000	25,265,000
General Obligation Bonds, Series 2003C	06/26/03	06/01/23	2.00-3.30%	2,795,888	1,893,590
General Obligation Bonds, Series 2002A	12/01/02	06/01/22	3.00-5.00%	202,382	27,000
General Obligation Bonds, Series 2002B	12/01/02	06/01/14	5.00%	29,445,000	24,225,000
General Obligation Promissory Notes, Purpose Bonds, Series 2001A	09/01/01	03/01/11	4.00-4.30%	300,500	164,077
<b>Total Business-type Activities General Obligation Debt</b>					<b><u>\$ 54,193,187</u></b>

Debt service requirements to maturity are as follows:

<u>Years</u>	<u>Governmental Activities General Obligation Debt</u>		<u>Business-type Activities General Obligation Debt</u>		<u>Totals</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2007	\$ 11,227,554	\$ 5,839,584	\$ 3,651,869	\$ 2,373,977	\$ 23,092,984
2008	10,927,415	5,457,108	3,697,621	2,206,908	22,289,052
2009	9,981,033	5,089,813	3,661,477	2,037,020	20,769,343
2010	9,796,534	4,728,016	3,688,513	1,864,718	20,077,781
2011	8,776,293	4,350,367	5,408,707	1,659,403	20,194,770
2012 – 2016	43,465,000	15,346,265	19,105,000	5,072,914	82,989,179
2017 – 2021	31,400,000	7,559,806	10,285,000	2,343,069	51,587,875
2022 – 2025	13,720,000	949,141	4,695,000	225,269	19,589,410
<b>Totals</b>	<b><u>\$ 139,293,829</u></b>	<b><u>\$ 49,320,100</u></b>	<b><u>\$ 54,193,187</u></b>	<b><u>\$ 17,783,278</u></b>	<b><u>\$ 260,590,394</u></b>

**Capital Leases**

Refer to Note IV.G.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### **F. LONG-TERM OBLIGATIONS** (cont.)

##### **Other Debt Information**

Estimated payments of other long-term liabilities (vested compensated absences, claims and judgments, disability benefits, capital leases, long-term care, and postclosure care costs payable) are not included in the debt service requirements to maturity schedules. The compensated absences liability attributable to governmental activities will be liquidated primarily by the general fund and human services fund.

There are a number of limitations and restrictions contained in the various bond indentures and loan agreements. The County believes it is in compliance with all significant limitations and restrictions, including federal arbitrage regulations.

##### **Advance Refunding**

On February 15, 2006, the County issued \$17,780,000 in general obligation bonds (of which \$8,233,940 was for refunding) with an average interest rate of 4.1% to advance refund \$7,945,000 of outstanding bonds with an average interest rate of 5.14%. The net proceeds of \$8,136,898 (after payment of \$195,884 in underwriting fees, insurance and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded bonds. As a result, the bonds are considered to be defeased and the liability for those bonds has been removed from these financial statements.

The cash flow requirements on the refunded bonds prior to the advance refunding was \$10,473,723 from 2006 through 2020. The cash flow requirements on the refunding bonds are \$9,925,968 from 2006 through 2020. The advance refunding resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$266,122.

#### **G. LEASE DISCLOSURES**

##### **Lessee – Capital Leases**

In current and prior years, the County acquired capital assets through lease/purchase agreements. The gross amount of these assets under capital leases is \$280,461 and are presented in the capital assets in the governmental activities. The assets acquired through capital leases are as follows:

	<u>Governmental Activities</u>
Asset:	
Machinery and equipment	\$ 280,461
Less: Accumulated depreciation	<u>(25,370)</u>
Total	<u><u>\$ 255,091</u></u>

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### **G. LEASE DISCLOSURES** (cont.)

##### **Lessee – Capital Leases** (cont.)

The future minimum lease obligations and the net present value on these minimum lease payments as of December 31, 2006, are as follows:

	Governmental Activities			Business-Type Activities		
	Principal	Interest	Totals	Principal	Interest	Totals
2007	\$ 83,588	\$ 10,090	\$ 93,678	\$ 3,923	\$ 539	\$ 4,462
2008	59,643	5,862	65,505	4,183	278	4,461
2009	36,503	1,116	37,619	-	-	-
2010	4,844	446	5,290	-	-	-
Sub-Totals	\$ 184,578	\$ 17,514	202,092	\$ 8,106	\$ 817	8,923
Less: Amount representing interest			(17,514)			(817)
Present Value of Minimum Lease Payments			\$ 184,578			\$ 8,106

##### **Lessee – Operating Leases**

The County has no material operating leases with a remaining noncancellable term exceeding one year.

##### **Lessor – Airport Leases**

The County is a lessor of certain airport facilities such as terminal concession space, warehouses and hangars under various operating leases. Lease terms vary with lease expiration dates ranging from 2007 through 2086. Revenues and related expenses for these leases are recorded in the airport fund. The historical cost of leased assets is \$8,486,585.

Future minimum lease payments to be received under noncancellable operating leases as of December 31, 2006, are as follows:

Year Ending	
<u>December 31,</u>	
2007	\$ 1,729,509
2008	1,678,510
2009	1,602,503
2010	1,110,418
2011	1,106,803
Thereafter	57,225,053
Total Future Minimum Rentals	\$ 64,452,796

The amounts above do not include contingent rentals based on usage or sales dollars which may be received under certain leases. Contingent rentals approximated \$7,433,409 for the year ended December 31, 2006.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### **NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

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#### ***H. CLOSURE AND POSTCLOSURE CARE COST***

State and federal laws and regulations require the County to place a final cover on its Rodefild and Verona landfill sites when it stops accepting waste and to perform certain maintenance and monitoring functions at the sites after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date.

The \$5,003,440 reported as landfill closure and postclosure care liability at December 31, 2006 for the Rodefild landfill, represents the cumulative amount reported to date based on the use of 82.77% of the estimated capacity of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$1,041,552 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2006. The County expects to close the landfill in the year 2015. Actual cost may be higher due to inflation, changes in technology, or changes in regulations.

The \$46,460 reported as landfill postclosure care costs payable at December 31, 2006 for the Verona landfill represents the costs to be incurred for postclosure care on this closed landfill. The County closed the landfill in the year 1988. Actual cost may be higher due to inflation, changes in technology, or changes in regulations.

The County is required by state and federal laws and regulations to make annual contributions to a trust to finance closure and postclosure care. The County is in compliance with these requirements, and, at December 31, 2006 deposits with J. P. Morgan of \$5,071,298, which approximates fair market value, are held for the Rodefild and Verona landfills for these purposes. These are reported as restricted assets on the statement of net assets. The County expects that future inflation costs will be paid from interest earnings on these annual contributions. However, if interest earnings are inadequate or additional postclosure care requirements are determined (due to changes in technology or applicable laws or regulations, for example) these costs may need to be covered by charges to future landfill users or from future tax revenue.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### ***I. GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES NET ASSETS/FUND BALANCES***

Governmental and business-type activities net assets reported on the government wide statement of net assets at December 31, 2006 includes the following:

#### ***Governmental Activities***

Invested in capital assets, net of related debt	
Land	\$ 72,162,490
Construction in progress	6,324,695
Other capital assets, net of accumulated depreciation	212,369,204
Less: Related long-term debt outstanding, premium, discount, and issuance costs (excluding unspent bond proceeds)	<u>(100,243,231)</u>
Total Invested in Capital Assets	<u>190,613,158</u>
Restricted	
Debt Service	233,522
Nonmajor Funds	
Board of health	618,390
Library	21,192
Land information	1,055,245
Bridge aid	130,048
CDBG loans	1,645,380
HOME	1,781,868
Commerce revolving loan	599,835
Scheidegger trust fund	<u>455,452</u>
Total Restricted	<u>6,540,932</u>
Unrestricted (deficit)	<u>(19,708,311)</u>
Total Governmental Activities Net Assets	<u>\$ 177,445,779</u>

**COUNTY OF DANE**

NOTES TO FINANCIAL STATEMENTS  
December 31, 2006

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

**I. GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES NET ASSETS/FUND BALANCES (cont.)**

**Governmental Activities (cont.)**

Governmental fund balances reported on the fund financial statement at December 31, 2006 include the following:

Major Funds	Reserved							Undesignated (Deficit)	Totals
	Encumbrances	Prepaid Items	Delinquent Taxes	Long-Term Receivables	Debt Service	Trust Purposes	Designated		
General Fund	\$ 338,099	\$ 9,349	\$ 4,775,810	\$ 614,803	\$ -	\$ -	\$ 6,396,327	\$ 14,876,259	\$ 27,010,647
Human Services	17,053	325	-	-	-	-	-	135,343	152,721
Debt Service	-	-	-	-	1,151,317	-	-	-	1,151,317
Capital Projects	3,866,982	-	-	-	-	-	-	15,723,142	19,590,124
<b>Non Major Funds</b>									
Board of Health	9,716	145	-	-	-	-	-	608,529	618,390
Library	-	-	-	-	-	-	-	21,192	21,192
Land Information	76,398	-	-	-	-	-	-	978,847	1,055,245
Bridge Aid	-	-	-	-	-	-	-	130,048	130,048
CDBG Loans	374,559	-	-	-	-	-	-	(378,322)	(3,763)
HOME	552,891	-	-	-	-	-	-	(553,004)	(113)
Commerce – Revolving Loan	-	-	-	-	-	-	-	210,934	210,934
Scheidegger Trust	-	-	-	-	-	455,452	-	-	455,452
<b>Total</b>	<b>\$ 5,235,698</b>	<b>\$ 9,819</b>	<b>\$ 4,775,810</b>	<b>\$ 614,803</b>	<b>\$ 1,151,317</b>	<b>\$ 455,452</b>	<b>\$ 6,396,327</b>	<b>\$ 31,752,968</b>	<b>\$ 50,392,194</b>

The general fund's designated fund balance is comprised of the following:

Tax deed sales	\$ 116,361
Fund balance applied to the 2007 budget	1,446,744
Alliant Energy Center	2,435,337
Carry forwards to 2007	<u>2,397,885</u>
<b>Total</b>	<b><u>\$ 6,396,327</u></b>

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### **I. GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES NET ASSETS/FUND BALANCES (cont.)**

##### **Business-type Activities**

Invested in capital assets, net of related debt	
Land	\$ 29,043,177
Construction in progress	2,397,019
Other capital assets, net of accumulated depreciation	196,589,748
Less: related long-term debt outstanding, premium, discount, and issuance costs (excluding unspent capital related debt proceeds)	<u>(53,365,599)</u>
Total Invested in Capital Assets	<u>174,664,345</u>
Restricted	
Airport:	
Capital projects	5,331,744
Sanitary Landfill:	
Long-term care costs	<u>67,858</u>
Total Restricted	<u>5,399,602</u>
Unrestricted	<u>46,872,103</u>
Total Business-type Activities Net Assets	<u>\$ 226,936,050</u>

#### **J. RESTATEMENT OF FUND BALANCES/NET ASSETS**

Net assets have been restated in the business-type activities and sanitary landfill fund due to the reduction in the long-term care proof period.

##### **Net Assets – Business-type Activities**

December 31, 2005 (as reported)	\$ 210,147,646
Add: Reduction in the required long-term care period	<u>932,800</u>
Net Assets – January 1, 2006 (as restated)	<u>\$ 211,080,446</u>

##### **Net Assets – Sanitary Landfill**

December 31, 2005 (as reported)	\$ 15,138,097
Add: Reduction in the required long-term care period	<u>932,800</u>
Net Assets – January 1, 2006 (as restated)	<u>\$ 16,070,897</u>

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### **K. COMPONENT UNIT – DANE COUNTY HOUSING AUTHORITY**

This report contains the Dane County Housing Authority (Authority), which is included as a component unit. Financial information combined with the Henry Vilas Park Zoological Society, Inc., also a component unit of the County, and is presented as a discrete column in the statement of net assets and statement of activities.

In addition to the basic financial statements and the preceding notes to financial statements which apply, the following additional disclosures are considered necessary for a fair presentation.

a. **Basis of Accounting/Measurement Focus**

The authority follows the full accrual basis of accounting and the flow of economic resources measurement focus.

b. **Deposits and Investments**

	<u>Carrying Value</u>	<u>Bank Balance</u>	<u>Associated Risks</u>
Demand deposits	\$ 1,247,208	\$ 1,276,346	Custodial
LGIP	<u>399,116</u>	<u>399,116</u>	Credit and interest rate
Total Deposits and Investments	<u>\$ 1,646,324</u>	<u>\$ 1,675,462</u>	

#### ***Custodial Credit Risk***

##### **Deposits**

Custodial credit risk is the risk that in the event of a financial institution failure, the Housing Authority's deposits may not be returned to the Housing Authority.

As of December 31, 2006, \$531,466 of the Housing Authority's total bank balances of \$1,276,346 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 42,354
Uninsured and collateral held by the pledging financial institution	<u>489,112</u>
Total	<u>\$ 531,466</u>

##### **Investments**

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

The Housing Authority does not have any investments exposed to custodial credit risk.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### **K. COMPONENT UNIT – DANE COUNTY HOUSING AUTHORITY (cont.)**

##### b. Deposits and Investments (cont.)

###### **Credit Risk**

The Housing Authority held investments in the following external pools which are not rated:

Local Government Investment Pool

###### **Interest Rate Risk**

As of December 31, 2006 the Housing Authority's investments were rated as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
External investment pools	<u>\$ 399,116</u>	.07
Total	<u><u>\$ 399,116</u></u>	
Portfolio weighted average maturity		<u><u>.07</u></u>

The Housing Authority does not have an investment policy.

##### c. Section 8 Funding

Section 8 funding provided by HUD represents a majority of DCHA's revenue. If DCHA's Section 8 contracts were reduced or discontinued, DCHA would have no obligation to make payments to landlords or other external parties. Nevertheless, such a reduction in Section 8 funding could have a substantial effect on the activities of DCHA.

##### d. Conduit Debt

DCHA has authorized several developers to issue bonds using DCHA's credit. The proceeds of these bonds were used for housing projects that serve elderly or low-income tenants. The bonds do not constitute an indebtedness or pledge of the faith and credit of DCHA. The amount of principal balance outstanding at December 31, 2006 has not been determined.

## COUNTY OF DANE

### NOTES TO FINANCIAL STATEMENTS December 31, 2006

#### **NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

#### **K. COMPONENT UNIT – DANE COUNTY HOUSING AUTHORITY (cont.)**

##### e. Loans Receivable

DCHA loans money to homeowners and landlords and receives mortgage-backed notes receivable in exchange. These loans were made from funds originally provided by federal grant programs. The note agreements specify repayment terms, including installment payments and payment in full upon transfer of the property, and in some instances are non-interest-bearing. When the notes are repaid, the funds become the property of DCHA and are restricted for future rehabilitation projects.

Loans receivable and activity therein consisted of the following:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Community Development				
Block Grant				
1976 Homeowners	\$ 65,134	\$ -	\$ -	\$ 65,134
1982 Homeowners	101,361	-	3,351	98,010
1982 Habitat for Humanity	6,400	-	6,400	-
HUD Section 17 Rental Rehab	<u>21,008</u>	<u>-</u>	<u>4,607</u>	<u>16,401</u>
Loans Receivable	<u>\$ 193,903</u>	<u>\$ -</u>	<u>\$ 14,358</u>	<u>\$ 179,545</u>

##### f. Property and Equipment

Property and equipment, and activity therein, consisted of the following:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>	<u>Useful Lives (Years)</u>
Land and improvements	\$ 1,197,431	\$ -	\$ 14,870	\$ 1,182,561	N/A
Buildings	5,824,604	74,948	158,548	5,741,004	27.5
Equipment	162,508	10,727	-	173,235	5-15
Work in progress	<u>29,907</u>	<u>27,998</u>	<u>-</u>	<u>57,905</u>	N/A
Property and equipment	7,214,450	113,673	173,418	7,154,705	
Less: Accumulated depreciation	<u>(5,005,125)</u>	<u>(243,539)</u>	<u>(129,033)</u>	<u>(5,119,631)</u>	
Property and Equipment – net	<u>\$ 2,209,325</u>	<u>\$ (129,866)</u>	<u>\$ 44,385</u>	<u>\$ 2,035,074</u>	

##### g. Long-Term Obligations

Notes payable at December 31, 2006 consisted of a mortgage payable to the U.S. Department of Agriculture – Rural Housing Service in monthly installments of \$3,979, including interest at 11%. The note is secured by real estate and matures in December 2030. The U.S. government subsidizes payments of principal and interest on the note.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### **K. COMPONENT UNIT – DANE COUNTY HOUSING AUTHORITY (cont.)**

##### g. Long-Term Obligations (cont.)

Principal payments on the Rural Housing loan during 2006 were \$35,984. Interest expense was as follows for 2006:

Base amount required by loan agreement	\$	7,595
Excess rents applied to interest		<u>-</u>
Amount paid by DCHA		7,595
U.S. government interest subsidy		<u>7,595</u>
Interest Expense	\$	<u><u>-</u></u>

Future principal payments cannot presently be determined. See Note IV.K.h.

##### h. Contingency

DCHA is party to a revolving loan agreement with Dane County Community Development Block Grant (CDBG). Revolving loan funds are used for lead-based paint abatement and other public housing and group home improvements. The revolving loan balance at December 31, 2006 was \$187,000. The loan is non-interest-bearing, and no payments are required until the properties are sold. Based on past experience with CDBG in similar circumstances, management of DCHA has determined that were these properties to be sold, the proceeds would most likely be used by DCHA to support other activities in the Major Rehabilitation CDBG Fund. Therefore, the revolving loan balance has been included in the restricted net assets of this fund.

The United States Department of Agriculture informed the Authority that it miscalculated the portion of the subsidy and payment applied to the principal and interest on the Authority's Rural Housing loan. The USDA cannot presently determine what portion, if any, of the subsidy will be reallocated from principal to interest expense; however, the amount of the loss will not exceed \$313,000. Since the amount of the loss cannot be determined, no amounts have been reflected in the financial statements.

##### i. Employee Retirement System

All eligible DCHA employees participate in the Wisconsin Retirement System (WRS), a cost-sharing multiple-employer public employee retirement system. All permanent employees expected to work over 600 hours per year are eligible to participate in WRS. Covered employees are required by statute to contribute 5.6% of their salary to the Plan for 2006. Employers may make these contributions to the Plan on behalf of the employees.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### **K. COMPONENT UNIT – DANE COUNTY HOUSING AUTHORITY (cont.)**

##### **i. Employee Retirement System (cont.)**

Employers are required to contribute an actuarially determined amount necessary to fund the remaining projected cost of future benefits. For 2006, the payroll for DCHA employees covered by the system was \$512,286; the employer's total payroll was \$513,238. The total required contribution for 2006 was \$59,425, which consisted of \$29,200 or 5.7% of payroll from the employer and \$30,225 or 5.9% of payroll from employees. Total contributions for the years ending December 31, 2006 and 2005 were \$55,889 and \$53,555, respectively, equal to the required contribution for each year.

Employees who retire at or after age 65 are entitled to receive a retirement benefit. Employees may retire at age 55 and receive actuarially reduced benefits. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor. Final average earnings is the average of the employee's three highest years of earnings. Employees terminating covered employment before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit. For employees beginning participation on or after January 1, 1990 and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998 are immediately vested.

WRS uses the "Entry Age Normal with Frozen Initial Liability" actuarial method in establishing employer contribution rates. Under this method, the unfunded actuarial accrued liability (pension-related debt) is affected only by the monthly amortization payments, compound interest, the added liability created by new employer units, and any liabilities caused by a change in benefit provisions. All actuarial gains or losses arising from the difference between actual and assumed experience are reflected in the determination of the normal cost. Employers' pension-related debt for prior service costs is being amortized over a 40-year period beginning January 1, 1990. Historical trend information showing WRSs progress in accumulating sufficient assets to pay benefits is presented in its annual financial report. As of December 31, 2006, pension-related debt for DCHA was \$170,060 (current portion \$7,874). This liability was determined in accordance with GASB Statement No. 27 regarding pension-related debt. The actuarial methods and assumptions used are unchanged from those used prior to the implementation of GASB Statement No. 27.

##### **j. Post-Employment Benefits Other Than Pension Benefits**

In addition to the pension benefits provided to employees through the Wisconsin Retirement System, DCHA provides post-employment health insurance benefits to retired employees with accumulated unused sick pay. These benefits are available until the employee uses up unused sick pay. Currently, two retirees meet these eligibility requirements. DCHA pays the total cost of the insurance and is obligated for benefits under both union and individual employment contracts. There were no amount of benefits paid in 2006.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### **K. COMPONENT UNIT – DANE COUNTY HOUSING AUTHORITY (cont.)**

##### j. Post-Employment Benefits Other Than Pension Benefits (cont.)

Expenditures for the benefit described are recognized on a pay-as-you-go basis. The estimated future liability for currently eligible retired employees is reported in the accumulated vacation and sick pay. No liability has been computed for employees not yet retired, since DCHA is only obligated to pay this benefit paid to those employees who have retired from DCHA.

##### k. Operating Lease

DCHA leases facilities for operation of its programs. This lease is classified as an operating lease and expires August 31, 2011. Rent expense for the year ended December 31, 2006 was \$59,972.

Future minimum lease payments are as follows:

2007	\$ 64,308
2008	66,236
2009	68,224
2010	70,272
2011	<u>47,776</u>
Total	<u>\$ 316,816</u>

##### l. Risk Management

DCHA is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers' compensation; and health care of its employees. All of these risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded the commercial coverage in any of the past three years. There were no significant reductions in coverage compared to the prior year.

##### m. Line of Credit

DCHA established a \$240,000 line of credit in 2006 with interest at the prime rate. The line of credit is secured by real estate and terminates in September 2007. There were no borrowings against the line of credit in 2006.

##### n. Subsequent Events

In February 2007, the Authority authorized the incorporation of a new nonstock corporation called the Dane County Development Group, Inc. (DCDG). Certain members of the Authority are members of the Board of Directors of DCDG.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### **L. COMPONENT UNIT - HENRY VILAS PARK ZOOLOGICAL SOCIETY, INC.**

This report contains the Henry Vilas Park Zoological Society, Inc. (the Society), which is included as a component unit. Financial information is combined with the Dane County Housing Authority, also a component unit of the County, and is presented as a discrete column in the statement of net assets and statement of activities.

In addition to the basic financial statements and the preceding notes to financial statements which apply, the following additional disclosures are considered necessary for a fair presentation.

a. Nature of Activities

Henry Vilas Park Zoological Society, Inc. (the Society) is incorporated as a not-for-profit organization. The purpose of the Society is to educate the public in zoology and stimulate interest and appreciation of the animal kingdom. The Society uses its net contributions and receipts for the improvement, enlargements, maintenance, and construction of buildings and facilities for the Henry Vilas Park Zoo (the Zoo), the replacement and acquisition of animals for the Zoo, and to fund the educational programs and efforts of the Society. The Zoo is located in Madison, Wisconsin and is owned and operated by the County of Dane.

b. A summary of the Society's significant accounting policies follows:

Use of Estimates: The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses, including functional allocations during the reporting period. Actual results could differ from those estimates.

Inventories: Inventories are valued at the lower of cost or market using the first-in, first-out (FIFO) method.

Equipment: Equipment which exceeds \$500 is recorded at cost when purchased and at fair market value when received through donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

Contributions: Contributions of cash and other assets are recorded as revenue when received or unconditionally pledged. Conditional promises to give are not included as support until such time as the conditions are substantially met.

Pledges Receivable: Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of estimated future cash flows. The discounts on those amounts are computed using a risk-free interest rate applicable to the year in which the promise is received. Amortization of the discount is included in contribution revenue.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### L. COMPONENT UNIT - HENRY VILAS PARK ZOOLOGICAL SOCIETY, INC. (cont.)

- b. A summary of the Society's significant accounting policies follows: (cont.)

Classification of Net Assets: The Society reports its net assets and changes therein in the following categories:

*Unrestricted Net Assets* – Unrestricted net assets represent resources that are generally available for support of the Society's activities.

*Temporarily Restricted Net Assets* – Gifts of cash and other assets are reported as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. If a restriction is fulfilled in the same time period in which the contribution is received, the contribution is reported as unrestricted.

- c. Temporarily Restricted Net Assets

Temporarily restricted net assets were available for expenditures related to the polar bears exhibit, children's zoo, and other projects at March 31, 2006.

- d. Concentration of Credit Risk

Financial instruments that potentially subject the Society to credit risk consist principally of a money market fund, certificates of deposit, and cash deposits in financial institutions. The balances in the money market fund, the certificates of deposit, and cash deposits at certain financial institution are in excess of amounts insured by the FDIC.

- e. Concessions Income Agreement and Due for Zoo Improvements

Any and all profits derived from the operation of the concessions stand by the Society are to be expended for capital improvements to and/or animal acquisitions for the Zoo, under an agreement with the County of Dane. Such expenditures are made for projects mutually agreeable to the Society and the County of Dane Zoo Director and become the property of the County of Dane. As of March 31, 2006, all profits derived from the concessions stand operation by the Society were expended or incurred for capital improvements to and/or animal acquisitions for the Zoo. Those expenditures are included with contributions to the Zoo in the accompanying statements of activities.

Similarly, the Society raises contributions and other support to expend on projects mutually agreeable to the Society and the County of Dane with such improvements or animals becoming the property of the County of Dane. There was no payable for Zoo improvements to the County of Dane as of March 31, 2006.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### **L. COMPONENT UNIT - HENRY VILAS PARK ZOOLOGICAL SOCIETY, INC. (cont.)**

##### f. Contributed Services

The Society recognizes contribution revenue for certain services received at the fair value of those services. Those services primarily consist of skilled labor used in conducting special events or to enhance non-financial assets, which are then contributed to the County of Dane. The total amount of those services for the years ended March 31, 2006 was \$258,474. Additionally, the Society received volunteer time provided by various individuals during 2006, who gave their time to the Society's programs, administration, and fund raising campaigns. No amounts have been reflected in the statements for these donated services since no objective basis is available to measure the value of such services.

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### NOTE V – OTHER INFORMATION

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#### **A. EMPLOYEES' RETIREMENT SYSTEM**

All eligible County employees participate in the Wisconsin Retirement System (System), a cost-sharing multiple-employer defined benefit public employee retirement system (PERS). All permanent employees expected to work over 600 hours a year are eligible to participate in the System. Covered employees in the General category are required by statute to contribute 5.8% of their salary (2.8% for Executives and Elected Officials, 4.9% for Protective Occupations with Social Security, and 3.3% for Protective Occupations without Social Security) to the plan.

Employers generally make these contributions to the plan on behalf of employees. Employers are required to contribute an actuarially determined amount necessary to fund the remaining projected cost of future benefits.

The payroll for County employees covered by the system for the year ended December 31, 2006 was \$106,472,563; the employer's total payroll was \$108,216,407. The total required contribution for the year ended December 31, 2006 was \$13,668,113 or 12.8% of covered payroll. Of this amount, 100% was contributed by the employer for the current year. Total contributions for the years ending December 31, 2005 and 2004 were \$12,821,359 and \$12,033,529, respectively, equal to the required contributions for each year.

Employees who retire at or after age 65 (62 for elected officials and 55 for protective occupation employees) are entitled to receive a retirement benefit. Employees may retire at age 55 (50 for protective occupation employees) and receive actuarially reduced benefits. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor. Final average earnings are the average of the employee's three highest year's earnings. Employees terminating covered employment before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit. For employees beginning participation on or after January 1, 1990 and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998 are immediately vested.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE V – OTHER INFORMATION (cont.)

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#### **A. EMPLOYEES' RETIREMENT SYSTEM (cont.)**

The System also provides death and disability benefits for employees. Eligibility for and the amount of all benefits is determined under Chapter 40 of Wisconsin Statutes. The System issues an annual financial report which may be obtained by writing to the Department of Employee Trust Funds, P.O. Box 7931, Madison, WI 53707-7931.

The unfunded prior service liability for the County as of December 31, 2006, was \$144,856. The County paid off its unfunded prior service liability in 2004. However, in 2006, the Regional Planning Commission was incorporated into the County and the County picked up the Regional Planning Commission's unfunded prior service liability. This liability has not been accrued within the governmental activities at year end because it is not material to these financial statements.

#### **B. RISK MANAGEMENT**

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers compensation; and health care of its employees. The County is self-insured for workers' compensation and accounts for such activity in the Workers' Compensation internal service fund. The County participates in a public entity risk pool called WMMIC to provide coverage for losses from torts; errors and omissions; and public liability claims arising subsequent to January 1, 1991. The County purchases commercial insurance for all other risks. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years. There were no significant reductions in coverage compared to the prior year.

#### ***Public Entity Risk Pool***

Wisconsin Municipal Mutual Insurance Company (WMMIC) is a mutual company operating solely within the property and liability insurance industry. WMMIC was organized to provide liability insurance and risk management services to participant municipalities. The aggregate annual maximum coverage per municipality is \$5,000,000. At December 31, 2006, WMMIC was owned by fourteen municipalities. Responsibility for the operation and management of WMMIC is vested in its board of directors which is comprised of various municipal officials.

WMMIC was formed pursuant to an Intergovernmental Charter-Contract dated November 1, 1987 by municipal members. WMMIC's initial capitalization was obtained by a \$13,935,000 tax exempt Revenue Bond issuance. WMMIC forwarded the proceeds of the issuance to Fuji Bank, Ltd. (the "Bank") in return for a letter of credit. Payment of all principal and up to 185 days of interest on the bonds is fully secured by the letter of credit. WMMIC is only contingently liable for payment on the bond indebtedness in the event of failure of the Bank.

Concurrent with Revenue Bond issuance, the municipal members of WMMIC borrowed an equivalent aggregate amount from the Bank and invested the net proceeds in WMMIC. The municipal members are obligated to make principal and interest payments on their indebtedness to the Bank in an amount which is identical to the debt service on the Revenue Bonds.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

### NOTE V – OTHER INFORMATION (cont.)

#### **B. RISK MANAGEMENT** (cont.)

##### **Public Entity Risk Pool** (cont.)

WMMIC is self-insured for all insurance risks up to a maximum of \$5,000,000 of losses involving two or more of its members. WMMIC retains the first \$1,000,000 of the loss and the remaining \$4,000,000 is through reinsurance. Losses paid by WMMIC plus administrative costs will be recovered through premiums of the participating pool of municipalities. The County's share of such losses is 10.59%. A list of other members and their share of participation is in the WMMIC report. Financial statements of WMMIC are available from: Wisconsin Municipal Mutual Insurance Company, 4785 Hayes Road, Madison, WI 53704-7364.

The County's investment in WMMIC is reported on the statement of net assets as a deposit. The amount reported is the original capitalization of \$1,809,171.

All funds of the County participate in the risk management program and make payments to the Workers' Compensation and Liability Insurance internal service funds. Workers' Compensation charges are based primarily on payroll, worker classification, and claims experience. Charges for general liability are based primarily on exposure and claims experience.

The claims liabilities for general liability and workers' compensation are actuarially determined using a discount rate of 6%. At December 31, 2006, the County has recognized \$1,666,919 in claims liabilities for general liability, including the WMMIC SIR liability, and has reported \$4,857,819 as net assets reserved for self-insurance losses related to general liability. In addition, at December 31, 2006, the County has recognized \$2,264,483 of incurred but not reported claims liabilities for workers' compensation and has net assets of \$(209,411) for self insurance losses related to workers' compensation.

Liabilities of the funds are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). The County does not allocate overhead costs or other nonincremental costs to the claims liability. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs and other economic and social factors. Changes in the claims liability balances during the past two fiscal years are as follows:

	Workers' Compensation		Liability	
	December 31, 2006	December 31, 2005	December 31, 2006	December 31, 2005
Unpaid claims, beginning of fiscal year	\$ 1,919,497	\$ 1,456,966	\$ 1,859,642	\$ 1,538,098
Incurred claims (including IBNRs) and changes in estimates	2,059,300	2,298,450	155,451	493,402
Claim payments	(1,714,314)	(1,835,919)	(348,174)	(171,858)
Unpaid Claims, End of Fiscal Year	\$ 2,264,483	\$ 1,919,497	\$ 1,666,919	\$ 1,859,642

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### NOTE V – OTHER INFORMATION (cont.)

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#### **C. COMMITMENTS AND CONTINGENCIES**

From time to time, the County is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the County Attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the County's financial position or results of operations.

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grants. Management believes such disallowances, if any, would be immaterial.

During 2006, the County borrowed \$16,564,942 for the purpose of making various capital improvements. These monies, as well as other revenue sources, are reflected in the County's capital projects fund (\$15,047,942) and the general fund (\$1,517,000). Work that has been completed but not yet paid for (including contract retainages) is reflected as accounts payable and expenditures. The balance of contract amounts plus open purchase orders is reported as reserved for encumbrances in the governmental fund financial statements.

Funding for the operating budget of the County comes from many sources, including property taxes, grants and aids from other units of government, user fees, fines and permits, and other miscellaneous revenues. The State of Wisconsin provides a variety of aid and grant programs which benefit the County. Those aid and grant programs are dependent on continued approval and funding by the Wisconsin governor and legislature, through their budget processes. The State of Wisconsin is currently experiencing budget problems, and is considering numerous alternatives including reducing aid to local governments. Any changes made by the State to funding or eligibility of local aid programs could have a significant impact on the future operating results of the County.

The County is required by State Statutes to provide financial assistance for medical costs incurred by qualifying County residents. The County reimburses health care facilities directly for services provided to such residents. The County's liability related to medical services is based on the County's determination of individual patient eligibility, which may be disputed by the health care providers. Therefore, the liability recorded at December 31, 2006, represents the County's estimate of the amount due to such providers.

Under the terms of a stipulation order issued by the State of Wisconsin Department of Industry, Labor, and Human Relations, the County is making monthly payments to a former Deputy Sheriff. The payments under this order are \$885 per month. The payments are due for the life of the ex-deputy sheriff. \$201,689 has been included as governmental activities long-term obligations.

The airport maintains receivable balances with several airlines that have filed bankruptcy and are attempting to restructure. An allowance for doubtful accounts has been established for a portion of the receivables. The County believes it will be able to collect on the receivable balances.

# COUNTY OF DANE

## NOTES TO FINANCIAL STATEMENTS December 31, 2006

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### **NOTE V – OTHER INFORMATION (cont.)**

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#### ***D. HENRY VILAS ZOO***

In 1983, the County entered into an agreement with the City of Madison for the joint operation of the Henry Vilas Zoo (the "Zoo"). The purpose of the agreement was to transfer substantial control, authority, and funding of the Zoo from the City of Madison to the County. This transfer became effective January 1, 1987, when the County's authority and responsibility for the Zoo was extended to include budgetary approval, administrative support and ownership of property. Under the terms of the agreement, the portion of County funding to maintain and operate the Zoo will remain at 80%, with the City funding the remaining 20%. The activities of the Zoo are accounted for in the general fund.

This agreement may be terminated by either party effective at the beginning of any calendar year, provided at least fourteen months advance notice is given. In the event of termination of the agreement, all assets shall revert to the City of Madison. This agreement is automatically renewable on an annual basis.

#### ***E. SUBSEQUENT EVENT***

On April 1, 2007, the County issued general obligation bonds in the amount of \$29,340,000 with an interest rate of 4%. This amount will be used to fund various capital projects at the airport.

#### ***F. RELATED ENTITIES***

Administrative offices, court facilities and the maximum security jail of the County are housed in a building which includes similar facilities for the City of Madison. Certain occupancy expenses are reimbursed by the City of Madison and have been recorded as operating revenues rather than as an offset against County expenditures.

#### ***G. PUBLIC HEALTH MERGER***

During 2005, the City of Madison, Wisconsin and Dane County merged their public health departments to avoid duplication of services and improve operational efficiencies. Subsequent agreements between the City and County will be executed to govern later phases with full integration into a city-county health department by December 31, 2007.

**REQUIRED SUPPLEMENTARY INFORMATION**

## COUNTY OF DANE

### GENERAL FUND SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 129,264,445	\$ 129,264,445	\$ 130,407,992	\$ 1,143,547
Intergovernmental	21,818,218	27,832,964	23,480,458	(4,352,506)
Public charges for services	15,543,757	15,951,518	15,782,117	(169,401)
Fines, forfeitures and penalties	2,591,700	2,591,700	2,287,593	(304,107)
Licenses and permits	1,052,930	1,052,930	853,613	(199,317)
Investment income	2,605,700	2,605,700	4,566,437	1,960,737
Miscellaneous	5,322,822	5,420,123	4,491,168	(928,955)
Total Revenues	<u>178,199,572</u>	<u>184,719,380</u>	<u>181,869,378</u>	<u>(2,850,002)</u>
<b>EXPENDITURES</b>				
Current				
General government	24,376,295	24,898,484	24,151,665	746,819
Health and human services	445,288	472,240	456,317	15,923
Public safety and criminal justice	76,845,709	78,301,810	82,772,377	(4,470,567)
Public works	748,414	825,130	911,171	(86,041)
Culture, education and recreation	15,872,127	17,766,244	14,362,685	3,403,559
Conservation and economic development	4,441,415	8,547,919	4,110,029	4,437,890
Capital Outlay	708,500	1,653,089	539,242	1,113,847
Total Expenditures	<u>123,437,748</u>	<u>132,464,916</u>	<u>127,303,486</u>	<u>5,161,430</u>
Excess of revenues over expenditures	<u>54,761,824</u>	<u>52,254,464</u>	<u>54,565,892</u>	<u>2,311,428</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
General obligation debt issued	-	-	1,517,000	1,517,000
Capital lease	-	22,354	153,186	130,832
Sale of County property	600,000	600,000	600,000	-
Transfers in	727,100	727,100	541,765	(185,335)
Transfers out	(61,441,163)	(61,441,163)	(59,370,494)	2,070,669
Total Other Financing Sources (Uses)	<u>(60,114,063)</u>	<u>(60,091,709)</u>	<u>(56,558,543)</u>	<u>3,533,166</u>
Net Change in Fund Balance	(5,352,239)	(7,837,245)	(1,992,651)	5,844,594
FUND BALANCE - Beginning	<u>29,003,298</u>	<u>29,003,298</u>	<u>29,003,298</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ 23,651,059</u>	<u>\$ 21,166,053</u>	<u>\$ 27,010,647</u>	<u>\$ 5,844,594</u>

See notes to required supplementary information.

## COUNTY OF DANE

### HUMAN SERVICES SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 136,641,486	\$ 142,357,962	\$ 143,492,805	\$ 1,134,843
Public charges for services	190,700	216,700	239,705	23,005
Miscellaneous	3,779,006	3,779,006	3,965,292	186,286
Total Revenues	<u>140,611,192</u>	<u>146,353,668</u>	<u>147,697,802</u>	<u>1,344,134</u>
<b>EXPENDITURES</b>				
Current				
Health and Human Services				
Personal services	28,713,250	29,184,364	28,080,265	1,104,099
Contractual services	163,141,852	168,460,152	165,688,782	2,771,370
Other	2,092,460	2,071,503	1,770,155	301,348
Total Health and Human Services	<u>193,947,562</u>	<u>199,716,019</u>	<u>195,539,202</u>	<u>4,176,817</u>
Capital Outlay	-	136,685	133,276	3,409
Total Expenditures	<u>193,947,562</u>	<u>199,852,704</u>	<u>195,672,478</u>	<u>4,180,226</u>
Excess (deficiency) of revenues over (under) expenditures	(53,336,370)	(53,499,036)	(47,974,676)	5,524,360
<b>OTHER FINANCING SOURCES</b>				
Capital lease	-	-	46,919	46,919
Transfers in	53,576,870	53,576,870	47,907,386	(5,669,484)
Total Other Financing Sources	<u>53,576,870</u>	<u>53,576,870</u>	<u>47,954,305</u>	<u>(5,622,565)</u>
Net Change in Fund Balance	240,500	77,834	(20,371)	(98,205)
FUND BALANCE - Beginning	<u>173,092</u>	<u>173,092</u>	<u>173,092</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ 413,592</u>	<u>\$ 250,926</u>	<u>\$ 152,721</u>	<u>\$ (98,205)</u>

See notes to required supplementary information.

# COUNTY OF DANE

## NOTES TO REQUIRED SUPPLEMENTARY INFORMATION December 31, 2006

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### Budgetary Information

Budgetary information is derived from the annual operating budget and is presented using the same basis of accounting for each fund as described in Note I.C.

The County controls expenditures at the agency level of expenditures except for certain agencies (i.e., corporation counsel) which are adopted by individual programs and/or groups of programs (i.e., child support), within the agency. Some individual agencies experienced expenditures which exceeded appropriations in the general fund:

Excess expenditures over appropriations are as follows:

	<u>Amended Budget</u>	<u>Annual Expenditures</u>	<u>Excess</u>
<b>General Fund</b>			
Current Expenditures			
Administrative	\$ 6,734,684	\$ 6,823,442	\$ 88,758
Sheriff	52,984,592	56,964,067	3,979,475
Public Safety Communications	4,829,691	5,187,815	358,124
Juvenile Court Program	3,095,525	3,126,401	30,876
Clerk of Courts	2,481,490	2,708,920	227,430
Coroner	764,564	916,524	151,960
District Attorney	4,097,810	4,270,534	172,724
Public Works	545,830	646,747	100,917

The excess expenditures were funded through transfers from other general fund agencies which had sufficient funds available.

**S U P P L E M E N T A R Y   I N F O R M A T I O N**

**GENERAL FUND**

Schedule of Expenditures  
Compared to Budget

**COUNTY OF DANE**

GENERAL FUND  
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET  
For the Year Ended December 31, 2006

CURRENT EXPENDITURES	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>GENERAL GOVERNMENT</b>				
County Board	\$ 797,832	\$ 820,399	\$ 722,687	\$ 97,712
Executive	1,964,687	2,028,316	1,958,482	69,834
County Clerk	675,030	707,074	686,266	20,808
Administrative	6,517,404	6,734,684	6,823,442	(88,758)
Treasurer	627,390	631,384	551,782	79,602
Corporation Counsel	5,081,356	5,171,656	4,982,522	189,134
Register of Deeds	1,435,569	1,439,883	1,313,372	126,511
Facilities Management	6,370,550	6,458,611	6,301,117	157,494
Humane Society	504,877	504,877	504,877	-
Other	401,600	401,600	307,118	94,482
Total General Government	24,376,295	24,898,484	24,151,665	746,819
<b>HEALTH AND HUMAN SERVICES</b>				
Veterans' Services	445,288	472,240	456,317	15,923
<b>PUBLIC SAFETY AND CRIMINAL JUSTICE</b>				
Sheriff	52,295,220	52,984,592	56,964,067	(3,979,475)
Public Safety Communications	4,829,691	4,829,691	5,187,815	(358,124)
Emergency Planning	1,172,017	1,509,259	1,321,507	187,752
Juvenile Court Program	2,950,367	3,095,525	3,126,401	(30,876)
Clerk of Courts	2,459,782	2,481,490	2,708,920	(227,430)
Family Court Commissioner	8,518,475	8,538,879	8,276,609	262,270
Coroner	764,564	764,564	916,524	(151,960)
District Attorney	3,855,593	4,097,810	4,270,534	(172,724)
Total Public Safety and Criminal Justice	76,845,709	78,301,810	82,772,377	(4,470,567)
<b>PUBLIC WORKS</b>				
Parking Ramp	279,300	279,300	264,424	14,876
Public Works	469,114	545,830	646,747	(100,917)
Total Public Works	748,414	825,130	911,171	(86,041)
<b>CULTURE, EDUCATION AND RECREATION</b>				
Henry Vilas Zoo	1,791,213	1,791,213	1,786,957	4,256
Parks	4,026,039	5,390,790	4,158,951	1,231,839
Alliant Center	8,912,325	9,306,807	7,164,409	2,142,398
County Extension	835,900	970,784	945,718	25,066
Other	306,650	306,650	306,650	-
Total Culture, Education and Recreation	15,872,127	17,766,244	14,362,685	3,403,559
<b>CONSERVATION AND ECONOMIC DEVELOPMENT</b>				
Land Conservation	1,277,680	5,145,824	1,273,535	3,872,289
Planning and Development	3,163,735	3,402,095	2,836,494	565,601
Total Conservation and Economic Development	4,441,415	8,547,919	4,110,029	4,437,890
<b>Total Current Expenditures</b>	<b>122,729,248</b>	<b>130,811,827</b>	<b>126,764,244</b>	<b>4,047,583</b>

**COUNTY OF DANE**

GENERAL FUND (cont.)  
 SCHEDULE OF EXPENDITURES COMPARED TO BUDGET  
 For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>CAPITAL OUTLAY</b>				
<b>GENERAL GOVERNMENT</b>				
Facilities Management	\$ -	\$ 32,694	\$ -	\$ 32,694
Total General Government	-	32,694	-	32,694
<b>PUBLIC SAFETY AND CRIMINAL JUSTICE</b>				
Sheriff	116,400	184,865	74,706	110,159
Emergency Planning	-	85,613	81,909	3,704
Total Public Safety and Criminal Justice	116,400	270,478	156,615	113,863
<b>CULTURE, EDUCATION AND RECREATION</b>				
Parks	9,000	107,974	20,695	87,279
Alliant Center	583,100	1,241,943	361,932	880,011
Other	-	-	-	-
Total Culture, Education and Recreation	592,100	1,349,917	382,627	967,290
 Total Capital Outlay	 708,500	 1,653,089	 539,242	 1,113,847
 TOTAL CURRENT EXPENDITURES AND CAPITAL OUTLAY	 \$ 123,437,748	 \$ 132,464,916	 \$ 127,303,486	 \$ 5,161,430

## NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenue sources that are legally restricted to expenditure for particular purposes.

- *Board of Health* – Accounts for funds used to provide a wide range of public health services essential to the health and welfare of County residents.
- *Library* – Accounts for funds used to maintain and improve library services.
- *Land Information* – Accounts for funds used to improve the accessibility of land-related information and to provide a means to place the County in a state-of-the-art business posture to process land-related information.
- *Bridge Aid* – Provides a separate accounting for County reimbursements to local municipalities for costs incurred to construct or repair bridges or culverts within the County.
- *CDBG Loans* – Accounts for the issuance and repayment of loans from the Community Development Block Grant Program.
- *HOME* – Accounts for grant funds from the Federal Housing and Urban Development Department's HOME Grant program.
- *Commerce Revolving Loan* – Accounts for the receipt of grant funds from the Wisconsin Department of Commerce and subsequent issuance and repayment of loans to grant recipients.
- *Scheidegger Trust Fund* – Accounts for monies to be used for park purchases.

## COUNTY OF DANE

### COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS December 31, 2006

	Special Revenue Funds			
	Board of Health	Library	Land Information	Bridge Aid
<b>ASSETS</b>				
Cash and investments	\$ 816,127	\$ 52,518	\$ 328,995	\$ 130,048
Receivables				
Taxes	3,763,583	3,997,244	-	95,601
Accounts	47,543	5,954	3,998	-
Loans	-	-	-	-
Due from other governments	56,629	-	-	-
Due from other funds	-	-	788,851	-
Prepaid items	145	-	-	-
<b>TOTAL ASSETS</b>	<b><u>\$ 4,684,027</u></b>	<b><u>\$ 4,055,716</u></b>	<b><u>\$ 1,121,844</u></b>	<b><u>\$ 225,649</u></b>
<b>LIABILITIES</b>				
Accounts payable	\$ 74,930	\$ 18,600	\$ 34,154	\$ -
Accrued payroll and payroll taxes	166,765	17,718	15,555	-
Due to other governments	60,359	-	16,890	-
Due to other funds	-	962	-	-
Deferred revenue	<u>3,763,583</u>	<u>3,997,244</u>	<u>-</u>	<u>95,601</u>
Total Liabilities	<u>4,065,637</u>	<u>4,034,524</u>	<u>66,599</u>	<u>95,601</u>
<b>FUND BALANCES</b>				
Reserved for:				
Encumbrances	9,716	-	76,398	-
Prepays	145	-	-	-
Trust activities	-	-	-	-
Unreserved and undesignated (deficit)	<u>608,529</u>	<u>21,192</u>	<u>978,847</u>	<u>130,048</u>
Total Fund Balances (Deficit)	<u>618,390</u>	<u>21,192</u>	<u>1,055,245</u>	<u>130,048</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 4,684,027</u></b>	<b><u>\$ 4,055,716</u></b>	<b><u>\$ 1,121,844</u></b>	<b><u>\$ 225,649</u></b>

Special Revenue Funds				Total Nonmajor Governmental Funds
CDBG Loans	HOME	Commerce Revolving Loan	Scheidegger Trust Fund	
\$ 87,084	\$ -	\$ 210,934	\$ 455,452	\$ 2,081,158
-	-	-	-	7,856,428
-	5,060	-	-	62,555
2,099,143	1,781,981	388,901	-	4,270,025
544,868	512,302	-	-	1,113,799
-	-	-	-	788,851
-	-	-	-	145
<u>\$ 2,731,095</u>	<u>\$ 2,299,343</u>	<u>\$ 599,835</u>	<u>\$ 455,452</u>	<u>\$ 16,172,961</u>
\$ 128,535	\$ 135,803	\$ -	\$ -	\$ 392,022
-	-	-	-	200,038
550,000	-	-	-	627,249
407,179	381,672	-	-	789,813
<u>1,649,144</u>	<u>1,781,981</u>	<u>388,901</u>	<u>-</u>	<u>11,676,454</u>
<u>2,734,858</u>	<u>2,299,456</u>	<u>388,901</u>	<u>-</u>	<u>13,685,576</u>
374,559	552,891	-	-	1,013,564
-	-	-	-	145
-	-	-	455,452	455,452
<u>(378,322)</u>	<u>(553,004)</u>	<u>210,934</u>	<u>-</u>	<u>1,018,224</u>
<u>(3,763)</u>	<u>(113)</u>	<u>210,934</u>	<u>455,452</u>	<u>2,487,385</u>
<u>\$ 2,731,095</u>	<u>\$ 2,299,343</u>	<u>\$ 599,835</u>	<u>\$ 455,452</u>	<u>\$ 16,172,961</u>

## COUNTY OF DANE

### COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICIT) - NONMAJOR GOVERNMENTAL FUNDS For the Year Ended December 31, 2006

	Special Revenue Funds			
	Board of Health	Library	Land Information	Bridge Aid
<b>REVENUES</b>				
Taxes	\$ 2,876,268	\$ 3,793,169	\$ -	\$ 125,628
Intergovernmental	1,675,536	-	300	-
Public charges for services	17,880	26,144	823,174	-
Licenses and permits	887,329	-	-	-
Miscellaneous	7,970	2,866	-	-
Total Revenues	<u>5,464,983</u>	<u>3,822,179</u>	<u>823,474</u>	<u>125,628</u>
<b>EXPENDITURES</b>				
Current				
Health and human services	5,849,632	-	-	-
Public works	-	-	-	165,477
Culture, education and recreation	-	3,795,301	-	-
Conservation and economic development	-	-	1,098,391	-
Capital Outlay	-	-	76,396	-
Total Expenditures	<u>5,849,632</u>	<u>3,795,301</u>	<u>1,174,787</u>	<u>165,477</u>
Excess (deficiency) of revenues over (under) expenditures	(384,649)	26,878	(351,313)	(39,849)
<b>OTHER FINANCING USES</b>				
Transfers out	-	(41,265)	-	-
Net Change in Fund Balances	(384,649)	(14,387)	(351,313)	(39,849)
FUND BALANCES (DEFICIT) - Beginning	<u>1,003,039</u>	<u>35,579</u>	<u>1,406,558</u>	<u>169,897</u>
FUND BALANCES (DEFICIT) - ENDING	<u>\$ 618,390</u>	<u>\$ 21,192</u>	<u>\$ 1,055,245</u>	<u>\$ 130,048</u>

Special Revenue Funds				Total Nonmajor Governmental Funds
CDBG Loans	HOME	Commerce Revolving Loan	Scheidegger Trust Fund	
\$ -	\$ -	\$ -	\$ -	\$ 6,795,065
1,075,903	1,080,721	65,227	-	3,897,687
-	-	-	-	867,198
-	-	-	-	887,329
<u>268,907</u>	<u>39,000</u>	<u>8,705</u>	<u>19,400</u>	<u>346,848</u>
<u>1,344,810</u>	<u>1,119,721</u>	<u>73,932</u>	<u>19,400</u>	<u>12,794,127</u>
-	-	-	-	5,849,632
-	-	-	-	165,477
-	-	-	-	3,795,301
1,262,792	1,104,272	256	-	3,465,711
-	-	-	-	76,396
<u>1,262,792</u>	<u>1,104,272</u>	<u>256</u>	<u>-</u>	<u>13,352,517</u>
82,018	15,449	73,676	19,400	(558,390)
-	-	-	-	(41,265)
82,018	15,449	73,676	19,400	(599,655)
<u>(85,781)</u>	<u>(15,562)</u>	<u>137,258</u>	<u>436,052</u>	<u>3,087,040</u>
<u>\$ (3,763)</u>	<u>\$ (113)</u>	<u>\$ 210,934</u>	<u>\$ 455,452</u>	<u>\$ 2,487,385</u>

**COUNTY OF DANE**

DEBT SERVICE FUND - MAJOR FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL  
 For the Year Ended December 31, 2006

	Final Budget	Actual	Variance with Final Budget
<b>REVENUES</b>			
Taxes	\$ 10,964,040	\$ 10,964,040	\$ -
Investment income	275,000	1,388,227	1,113,227
Miscellaneous	1,474,500	1,624,904	150,404
Total Revenues	<u>12,713,540</u>	<u>13,977,171</u>	<u>1,263,631</u>
<b>EXPENDITURES</b>			
Current			
General government	-	310,593	(310,593)
Debt Service			
Principal retirement	8,458,400	10,517,656	(2,059,256)
Interest and fees	5,180,500	6,407,125	(1,226,625)
Total Expenditures	<u>13,638,900</u>	<u>17,235,374</u>	<u>(3,596,474)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(925,360)</u>	<u>(3,258,203)</u>	<u>(2,332,843)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
General obligation debt issued	-	8,221,251	8,221,251
Debt premium	-	274,965	274,965
Payment to refunding bond escrow agent	-	(8,136,898)	(8,136,898)
Transfers in	686,800	3,461,971	2,775,171
Total Other Financing Sources (Uses)	<u>686,800</u>	<u>3,821,289</u>	<u>3,134,489</u>
Net Change in Fund Balance	(238,560)	563,086	801,646
FUND BALANCE - Beginning	<u>588,231</u>	<u>588,231</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ 349,671</u>	<u>\$ 1,151,317</u>	<u>\$ 801,646</u>

# COUNTY OF DANE

## CAPITAL PROJECTS FUND - MAJOR FUND SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL For the Year Ended December 31, 2006

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	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 7,723,792	\$ 996,547	\$ (6,727,245)
Public charges for services	1,720,624	1,858,520	137,896
Miscellaneous	<u>2,593,147</u>	<u>7,680</u>	<u>(2,585,467)</u>
Total Revenues	<u>12,037,563</u>	<u>2,862,747</u>	<u>(9,174,816)</u>
<b>EXPENDITURES</b>			
Capital Outlay	<u>47,574,033</u>	<u>17,872,230</u>	<u>29,701,803</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(35,536,470)</u>	<u>(15,009,483)</u>	<u>20,526,987</u>
<b>OTHER FINANCING SOURCES</b>			
General obligation debt issued	<u>17,612,426</u>	<u>15,047,942</u>	<u>(2,564,484)</u>
Total Other Financing Sources	<u>17,612,426</u>	<u>15,047,942</u>	<u>(2,564,484)</u>
Net Change in Fund Balance	(17,924,044)	38,459	17,962,503
FUND BALANCE - Beginning	<u>19,551,665</u>	<u>19,551,665</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ 1,627,621</u>	<u>\$ 19,590,124</u>	<u>\$ 17,962,503</u>

## COUNTY OF DANE

### BOARD OF HEALTH SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL For the Year Ended December 31, 2006

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>			
Taxes	\$ 2,876,268	\$ 2,876,268	\$ -
Intergovernmental	1,744,686	1,675,536	(69,150)
Public charges for services	20,000	17,880	(2,120)
Licenses and permits	887,500	887,329	(171)
Miscellaneous	3,550	7,970	4,420
Total Revenues	<u>5,532,004</u>	<u>5,464,983</u>	<u>(67,021)</u>
<b>EXPENDITURES</b>			
Current			
Health and human services			
Personal services	4,998,516	4,814,276	184,240
Contractual services	499,914	426,881	73,033
Other	<u>1,051,155</u>	<u>608,475</u>	<u>442,680</u>
Total Expenditures	<u>6,549,585</u>	<u>5,849,632</u>	<u>699,953</u>
Excess (deficiency) of revenues over (under) expenditures	(1,017,581)	(384,649)	632,932
FUND BALANCE - Beginning	<u>1,003,039</u>	<u>1,003,039</u>	<u>-</u>
FUND BALANCE (DEFICIT) - ENDING	<u>\$ (14,542)</u>	<u>\$ 618,390</u>	<u>\$ 632,932</u>

**COUNTY OF DANE**

LIBRARY SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL  
 For the Year Ended December 31, 2006

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>			
Taxes	\$ 3,793,169	\$ 3,793,169	\$ -
Public charges for services	33,457	26,144	(7,313)
Miscellaneous	10,000	2,866	(7,134)
Total Revenues	<u>3,836,626</u>	<u>3,822,179</u>	<u>(14,447)</u>
<b>EXPENDITURES</b>			
Current			
Culture, education and recreation			
Personal services	526,000	517,445	8,555
Contractual services	3,003,011	2,986,053	16,958
Other	286,874	291,803	(4,929)
Total Culture, Education and Recreation Expenditures	3,815,885	3,795,301	20,584
Debt Service			
Principal retirement	41,300	-	41,300
Total Expenditures	<u>3,857,185</u>	<u>3,795,301</u>	<u>61,884</u>
Excess (deficiency) of revenues over (under) expenditures	(20,559)	26,878	47,437
<b>OTHER FINANCING USES</b>			
Transfers out	-	(41,265)	(41,265)
Net Change in Fund Balance	(20,559)	(14,387)	6,172
FUND BALANCE - Beginning	35,579	35,579	-
FUND BALANCE - ENDING	<u>\$ 15,020</u>	<u>\$ 21,192</u>	<u>\$ 6,172</u>

## COUNTY OF DANE

### LAND INFORMATION SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL For the Year Ended December 31, 2006

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ -	\$ 300	\$ 300
Public charges for services	<u>670,200</u>	<u>823,174</u>	<u>152,974</u>
Total Revenues	<u>670,200</u>	<u>823,474</u>	<u>153,274</u>
<b>EXPENDITURES</b>			
Current			
Conservation and economic development			
Personal services	501,129	486,634	14,495
Contractual services	624,664	443,796	180,868
Other	<u>380,908</u>	<u>167,961</u>	<u>212,947</u>
Total Conservation and Economic Development Expenditures	1,506,701	1,098,391	408,310
Capital Outlay	<u>237,945</u>	<u>76,396</u>	<u>161,549</u>
Total Expenditures	<u>1,744,646</u>	<u>1,174,787</u>	<u>569,859</u>
Excess (deficiency) of revenues over (under) expenditures	(1,074,446)	(351,313)	723,133
FUND BALANCE - Beginning	<u>1,406,558</u>	<u>1,406,558</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ 332,112</u>	<u>\$ 1,055,245</u>	<u>\$ 723,133</u>

# COUNTY OF DANE

## BRIDGE AID SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL For the Year Ended December 31, 2006

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	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>			
Taxes	<u>\$ 125,628</u>	<u>\$ 125,628</u>	<u>\$ -</u>
<b>EXPENDITURES</b>			
Current			
Public works	<u>285,826</u>	<u>165,477</u>	<u>120,349</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(160,198)</u>	<u>(39,849)</u>	<u>120,349</u>
FUND BALANCE - Beginning	<u>169,897</u>	<u>169,897</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ 9,699</u>	<u>\$ 130,048</u>	<u>\$ 120,349</u>

**COUNTY OF DANE**

CDBG LOANS SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL  
 For the Year Ended December 31, 2006

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 2,073,090	\$ 1,075,903	\$ (997,187)
Miscellaneous	<u>62,000</u>	<u>268,907</u>	<u>206,907</u>
Total Revenues	<u>2,135,090</u>	<u>1,344,810</u>	<u>(790,280)</u>
<b>EXPENDITURES</b>			
Conservation and economic development	<u>2,148,744</u>	<u>1,262,792</u>	<u>885,952</u>
Excess (deficiency) of revenues over (under) expenditures	(13,654)	82,018	95,672
FUND BALANCE (DEFICIT) - Beginning	<u>(85,781)</u>	<u>(85,781)</u>	<u>-</u>
FUND BALANCE (DEFICIT) - ENDING	<u>\$ (99,435)</u>	<u>\$ (3,763)</u>	<u>\$ 95,672</u>

**COUNTY OF DANE**

HOME SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL  
For the Year Ended December 31, 2006

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	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 1,810,332	\$ 1,080,721	\$ (729,611)
Miscellaneous	<u>60,000</u>	<u>39,000</u>	<u>(21,000)</u>
Total Revenues	<u>1,870,332</u>	<u>1,119,721</u>	<u>(750,611)</u>
<b>EXPENDITURES</b>			
Conservation and economic development	<u>1,854,770</u>	<u>1,104,272</u>	<u>750,498</u>
Excess (deficiency) of revenues over (under) expenditures	15,562	15,449	(113)
FUND BALANCE (DEFICIT) - Beginning	<u>(15,562)</u>	<u>(15,562)</u>	<u>-</u>
FUND BALANCE (DEFICIT) - ENDING	<u>\$ -</u>	<u>\$ (113)</u>	<u>\$ (113)</u>

**COUNTY OF DANE**

**COMMERCE REVOLVING LOAN SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended December 31, 2006**

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	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 1,420,000	\$ 65,227	\$ (1,354,773)
Miscellaneous	<u>7,000</u>	<u>8,705</u>	<u>1,705</u>
Total Revenues	<u>1,427,000</u>	<u>73,932</u>	<u>(1,353,068)</u>
<b>EXPENDITURES</b>			
Conservation and economic development	<u>1,166,941</u>	<u>256</u>	<u>1,166,685</u>
Total Expenditures	<u>1,166,941</u>	<u>256</u>	<u>1,166,685</u>
Excess (deficiency) of revenues over (under) expenditures	260,059	73,676	(186,383)
FUND BALANCE - Beginning	<u>137,258</u>	<u>137,258</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ 397,317</u>	<u>\$ 210,934</u>	<u>\$ (186,383)</u>

## NONMAJOR PROPRIETARY FUNDS

### ENTERPRISE FUNDS

Enterprise funds account for operations for which the intent of the County is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or for which periodic measurement of net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

- *Printing and Services* – Accounts for printing and related services provided by the Department of Administration to other County departments and other governmental units.
- *Methane Gas* – To account for the operation and maintenance of the gas extraction system at the County landfill sites, as well as the sale of electricity generated.

## COUNTY OF DANE

### COMBINING STATEMENT OF NET ASSETS - NONMAJOR PROPRIETARY FUNDS December 31, 2006

	Enterprise Funds		Total Nonmajor Proprietary Funds
	Printing and Services	Methane Gas	
<b>ASSETS</b>			
Current Assets			
Cash and investments	\$ 5,526	\$ 361,342	\$ 366,868
Accounts receivable, net	2,512	231,087	233,599
Due from other governmental units	155,511	-	155,511
Inventory	122,228	480	122,708
Total Current Assets	285,777	592,909	878,686
Noncurrent Assets			
Capital Assets			
Machinery and equipment	575,768	5,216,560	5,792,328
Less accumulated depreciation	(515,195)	(1,414,990)	(1,930,185)
Total Capital Assets (Net of Accumulated Depreciation)	60,573	3,801,570	3,862,143
Total Noncurrent Assets	60,573	3,801,570	3,862,143
Total Assets	346,350	4,394,479	4,740,829
<b>LIABILITIES</b>			
Current Liabilities			
Accounts payable	31,113	143,555	174,668
Accrued payroll and payroll taxes	19,479	4,052	23,531
Accrued compensated absences	39,487	8,128	47,615
Other accrued liabilities and deposits	-	4,074	4,074
Due to other funds	1,218	-	1,218
Current portion of general obligation debt	-	235,000	235,000
Total Current Liabilities	91,297	394,809	486,106
Noncurrent Liabilities			
Accrued compensated absences	133,060	25,137	158,197
General obligation long-term debt	-	1,522,000	1,522,000
Total Noncurrent Liabilities	133,060	1,547,137	1,680,197
Total Liabilities	224,357	1,941,946	2,166,303
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	60,573	2,101,128	2,161,701
Unrestricted	61,420	351,405	412,825
TOTAL NET ASSETS	\$ 121,993	\$ 2,452,533	\$ 2,574,526

**COUNTY OF DANE**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN  
 FUND NET ASSETS - NONMAJOR PROPRIETARY FUNDS  
 For the Year Ended December 31, 2006

	Enterprise Funds		
	Printing and Services	Methane Gas	Total
<b>OPERATING REVENUES</b>			
Charges for services	\$ 965,738	\$ 1,323,463	\$ 2,289,201
Total Operating Revenues	<u>965,738</u>	<u>1,323,463</u>	<u>2,289,201</u>
<b>OPERATING EXPENSES</b>			
Personal services	557,966	79,988	637,954
Contractual services	90,890	-	90,890
Other	370,296	416,087	786,383
Depreciation	9,230	234,745	243,975
Total Operating Expenses	<u>1,028,382</u>	<u>730,820</u>	<u>1,759,202</u>
Operating Income (Loss)	<u>(62,644)</u>	<u>592,643</u>	<u>529,999</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Interest expense	(242)	(50,878)	(51,120)
Total Nonoperating Revenues (Expenses)	<u>(242)</u>	<u>(50,878)</u>	<u>(51,120)</u>
Income (loss) before transfers	(62,886)	541,765	478,879
Transfers out	-	(541,765)	(541,765)
Change in Net Assets	(62,886)	-	(62,886)
TOTAL NET ASSETS - Beginning	<u>184,879</u>	<u>2,452,533</u>	<u>2,637,412</u>
TOTAL NET ASSETS - ENDING	<u>\$ 121,993</u>	<u>\$ 2,452,533</u>	<u>\$ 2,574,526</u>

**COUNTY OF DANE**

COMBINING STATEMENT OF CASH FLOWS  
NONMAJOR PROPRIETARY FUNDS  
For the Year Ended December 31, 2006

	Enterprise Funds		
	Printing and Services	Methane Gas	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Received from customers	\$ 309,138	\$ 1,299,847	\$ 1,608,985
Received from other funds	656,600	-	656,600
Paid to suppliers for goods and services	(570,957)	(254,941)	(825,898)
Paid to employees for services	(557,966)	(79,988)	(637,954)
Net Cash Flows From Operating Activities	<u>(163,185)</u>	<u>964,918</u>	<u>801,733</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Transfers out	-	(541,765)	(541,765)
Net Cash Flows From Noncapital Financing Activities	<u>-</u>	<u>(541,765)</u>	<u>(541,765)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Principal payments on long-term debt	(17,796)	(231,000)	(248,796)
Interest paid	(307)	(51,202)	(51,509)
Net Cash Flows From Capital and Related Financing Activities	<u>(18,103)</u>	<u>(282,202)</u>	<u>(300,305)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(181,288)	140,951	(40,337)
<b>CASH AND CASH EQUIVALENTS -</b>			
Beginning of Year	<u>186,814</u>	<u>220,391</u>	<u>407,205</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ 5,526</u>	<u>\$ 361,342</u>	<u>\$ 366,868</u>

	Enterprise Funds		
	Printing and Services	Methane Gas	Total
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES</b>			
Operating income	\$ (62,644)	\$ 592,643	\$ 529,999
Adjustments to reconcile operating income to net cash flows from operating activities			
Depreciation	9,230	234,745	243,975
Change in assets and liabilities			
Accounts receivable	(67,355)	(23,616)	(90,971)
Due from other governmental units	(9,047)	-	(9,047)
Inventories	(59,222)	-	(59,222)
Prepaid items	-	(480)	(480)
Accounts payable	9,787	138,390	148,177
Accrued payroll and payroll taxes	1,875	1,825	3,700
Accrued compensated absences	16,047	21,411	37,458
Due to other funds	(1,856)	-	(1,856)
 NET CASH FLOWS FROM OPERATING ACTIVITIES	 \$ (163,185)	 \$ 964,918	 \$ 801,733

**NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES**

None

## INTERNAL SERVICE FUNDS

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

- *Workers' Compensation* – Accounts for workers' compensation claims on a self-insured basis.
- *Liability Insurance* – Accounts for funds used for payment of general liability claims on a self-insured basis or for purchase of insurance coverage from Wisconsin Municipal Mutual Insurance Co. (WMMIC) or from private carriers.
- *Employee Benefits* – Accounts for funds used for payment of certain employee benefits through the purchase of insurance coverage from private carriers.
- *Consolidated Food Service* – Accounts for food services provided to other County departments.

**COUNTY OF DANE**

COMBINING STATEMENT OF NET ASSETS - INTERNAL SERVICE FUNDS

December 31, 2006

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u> <u>Insurance</u>	<u>Employee</u> <u>Benefits</u>	<u>Consolidated</u> <u>Food Service</u>	<u>Totals</u>
<b>ASSETS</b>					
Current Assets					
Cash and investments	\$ 2,019,886	\$ 4,095,288	\$ 509,882	\$ 485	\$ 6,625,541
Accounts receivable, net	19,443	700,761	-	6,518	726,722
Prepaid items	-	-	-	353	353
Deposits	50,000	-	-	-	50,000
Total Current Assets	<u>2,089,329</u>	<u>4,796,049</u>	<u>509,882</u>	<u>7,356</u>	<u>7,402,616</u>
Noncurrent Assets					
Restricted deposit with Wisconsin Municipal					
Mutual Insurance Company	-	1,809,171	-	-	1,809,171
Advances to other funds	-	-	612,922	-	612,922
Capital Assets					
Buildings	-	-	-	1,968,705	1,968,705
Machinery and equipment	-	-	-	974,337	974,337
Less: Accumulated depreciation	-	-	-	(1,311,515)	(1,311,515)
Total Capital Assets (Net of Accumulated Depreciation)	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,631,527</u>	<u>1,631,527</u>
Total Noncurrent Assets	<u>-</u>	<u>1,809,171</u>	<u>612,922</u>	<u>1,631,527</u>	<u>4,053,620</u>
Total Assets	<u>2,089,329</u>	<u>6,605,220</u>	<u>1,122,804</u>	<u>1,638,883</u>	<u>11,456,236</u>

<b>LIABILITIES</b>	Workers' Compensation	Liability Insurance	Employee Benefits	Consolidated Food Service	Totals
<b>Current Liabilities</b>					
Accounts payable	\$ 34,257	\$ 80,482	\$ -	\$ 97,574	\$ 212,313
Accrued payroll and payroll taxes	-	-	-	67,137	67,137
Accrued compensated absences	-	-	-	43,017	43,017
Other accrued liabilities and deposits	2,264,483	1,666,919	-	825	3,932,227
Due to other funds	-	-	-	436	436
Current portion of leases payable	-	-	-	6,564	6,564
<b>Total Current Liabilities</b>	<u>2,298,740</u>	<u>1,747,401</u>	<u>-</u>	<u>215,553</u>	<u>4,261,694</u>
<b>Noncurrent Liabilities</b>					
Advance from other funds	-	-	-	612,922	612,922
Leases payable	-	-	-	6,951	6,951
Accrued compensated absences	-	-	-	166,903	166,903
<b>Total Noncurrent Liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>786,776</u>	<u>786,776</u>
<b>Total Liabilities</b>	<u>2,298,740</u>	<u>1,747,401</u>	<u>-</u>	<u>1,002,329</u>	<u>5,048,470</u>
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	-	-	-	1,618,012	1,618,012
Unrestricted (deficit)	<u>(209,411)</u>	<u>4,857,819</u>	<u>1,122,804</u>	<u>(981,458)</u>	<u>4,789,754</u>
<b>TOTAL NET ASSETS</b>	<u>\$ (209,411)</u>	<u>\$ 4,857,819</u>	<u>\$ 1,122,804</u>	<u>\$ 636,554</u>	<u>\$ 6,407,766</u>

**COUNTY OF DANE**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN  
FUND NET ASSETS - INTERNAL SERVICE FUNDS  
For the Year Ended December 31, 2006

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u> <u>Insurance</u>	<u>Employee</u> <u>Benefits</u>	<u>Consolidated</u> <u>Food Service</u>	<u>Totals</u>
<b>OPERATING REVENUES</b>					
Charges for services	\$ 1,113,367	\$ 1,715,500	\$ -	\$ 3,343,657	\$ 6,172,524
Other	-	6,000	-	1,170	7,170
Total Operating Revenues	<u>1,113,367</u>	<u>1,721,500</u>	<u>-</u>	<u>3,344,827</u>	<u>6,179,694</u>
<b>OPERATING EXPENSES</b>					
Personal services	-	-	-	2,013,483	2,013,483
Contractual services	-	-	49,700	-	49,700
Insurance services	1,714,314	1,005,836	-	-	2,720,150
Other	-	133,700	-	1,408,116	1,541,816
Depreciation	-	-	-	73,080	73,080
Total Operating Expenses	<u>1,714,314</u>	<u>1,139,536</u>	<u>49,700</u>	<u>3,494,679</u>	<u>6,398,229</u>
Operating Income (Loss)	<u>(600,947)</u>	<u>581,964</u>	<u>(49,700)</u>	<u>(149,852)</u>	<u>(218,535)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Investment income	-	189,758	2,147	-	191,905
Total Nonoperating Revenues (Expenses)	<u>-</u>	<u>189,758</u>	<u>2,147</u>	<u>-</u>	<u>191,905</u>
Changes in Net Assets	(600,947)	771,722	(47,553)	(149,852)	(26,630)
TOTAL NET ASSETS - Beginning	<u>391,536</u>	<u>4,086,097</u>	<u>1,170,357</u>	<u>786,406</u>	<u>6,434,396</u>
TOTAL NET ASSETS (DEFICIT) - ENDING	<u>\$ (209,411)</u>	<u>\$ 4,857,819</u>	<u>\$ 1,122,804</u>	<u>\$ 636,554</u>	<u>\$ 6,407,766</u>

**COUNTY OF DANE**

COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
For the Year Ended December 31, 2006

	Workers' Compen- sation	Liability Insurance
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Received from customers	\$ -	\$ -
Received from other funds	1,138,199	1,845,489
Paid to suppliers for goods and services	(1,337,139)	(1,251,777)
Paid to employees for services	-	-
Net Cash Flows From Operating Activities	<u>(198,940)</u>	<u>593,712</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Advances to other funds	-	-
Advances from other funds	-	-
Net Cash Flows From Noncapital Financing Activities	<u>-</u>	<u>-</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Debt retired	-	-
Net Cash Flows From Capital and Related Financing Activities	<u>-</u>	<u>-</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Investment income	-	189,758
Net Cash Flows From Investing Activities	<u>-</u>	<u>189,758</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(198,940)	783,470
CASH AND CASH EQUIVALENTS - Beginning of Year	<u>2,218,826</u>	<u>3,311,818</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 2,019,886</u>	<u>\$ 4,095,288</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES</b>		
Income (loss) from operations	\$ (600,947)	\$ 581,964
Adjustments to reconcile income (loss) to net cash flows from operating activities:		
Depreciation	-	-
Change in assets and liabilities:		
Accounts receivable	24,832	123,989
Due from other governments	-	-
Prepaid items	-	-
Accounts payable	32,189	80,482
Accrued compensated absences	-	-
Other accrued liabilities and deposits	344,986	(192,723)
Due to other governments	-	-
Due to other funds	-	-
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u>\$ (198,940)</u>	<u>\$ 593,712</u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES</b>		
None		

Employee Benefits	Consolidated	
	Food Service	Totals
\$ -	\$ 149,310	\$ 149,310
-	3,193,707	6,177,395
(49,700)	(1,362,237)	(4,000,853)
-	(2,013,483)	(2,013,483)
<u>(49,700)</u>	<u>(32,703)</u>	<u>312,369</u>
(612,922)	-	(612,922)
-	39,386	39,386
<u>(612,922)</u>	<u>39,386</u>	<u>(573,536)</u>
-	(6,198)	(6,198)
-	(6,198)	(6,198)
2,147	-	191,905
<u>2,147</u>	-	<u>191,905</u>
(660,475)	485	(75,460)
<u>1,170,357</u>	-	<u>6,701,001</u>
<u>\$ 509,882</u>	<u>\$ 485</u>	<u>\$ 6,625,541</u>
\$ (49,700)	\$ (149,852)	\$ (218,535)
-	73,080	73,080
-	(6,493)	142,328
-	4,683	4,683
-	(26)	(26)
-	15,535	128,206
-	11,917	11,917
-	18,944	171,207
-	(135)	(135)
-	(356)	(356)
<u>\$ (49,700)</u>	<u>\$ (32,703)</u>	<u>\$ 312,369</u>

## FIDUCIARY FUNDS

*Private-purpose Trust Funds* – Private-purpose trust funds account for assets held by the County in a trustee capacity under which principal and income benefit individuals, private organizations, or other governments. The John T. Lyle Trust, Blockstein Memorial Trust, and Lyman Anderson Trust operations are accounted for as private-purpose trust funds.

*Agency Funds* – Accounts for resources held by the County in a purely custodial capacity (assets equal liabilities). Agency funds account for the receipt, temporary investment and remittance of fiduciary resources to individuals, private organizations, or other governments.

- *Delinquent Special Assessments* – Accounts for delinquent special assessments collected for municipalities within the County.
- *Clerk of Courts Agency Account* – Accounts for fines and forfeitures to be disbursed to the County and other municipalities.
- *State Tax Levy and Special Charges* – Accounts for receipts and disbursements for state charges included in property tax billings.
- *Other* – The remaining agency funds account for receipts and disbursements of various taxes and deposits collected by the County, acting in the capacity of agent, for distribution to other governmental units or designated beneficiaries.

**COUNTY OF DANE**

**COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
December 31, 2006**

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	<u>Private Purpose Trusts</u>			
	<u>John T. Lyle Trust</u>	<u>Blockstein Memorial Trust</u>	<u>Lyman Anderson Trust</u>	<u>Totals</u>
<b>ASSETS</b>				
Cash and investments	<u>\$ 217,813</u>	<u>\$ 16,269</u>	<u>\$ 2,440</u>	<u>\$ 236,522</u>
Total Assets	<u>217,813</u>	<u>16,269</u>	<u>2,440</u>	<u>236,522</u>
<b>NET ASSETS</b>				
Reserved for private purpose trust activities	<u>217,813</u>	<u>16,269</u>	<u>2,440</u>	<u>236,522</u>
<b>TOTAL NET ASSETS</b>	<u>\$ 217,813</u>	<u>\$ 16,269</u>	<u>\$ 2,440</u>	<u>\$ 236,522</u>

**COUNTY OF DANE**

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS

For the Year Ended December 31, 2006

	Private Purpose Trusts			Totals
	John T. Lyle Trust	Blockstein Memorial Trust	Lyman Anderson Trust	
<b>ADDITIONS</b>				
Investment earnings	\$ 16,975	\$ 785	\$ 2,050	\$ 19,810
Total Additions	<u>16,975</u>	<u>785</u>	<u>2,050</u>	<u>19,810</u>
<b>DEDUCTIONS</b>				
Scholarships and Badger Prairie Health Care Center patient benefits	6,119	-	-	6,119
Total Deductions	<u>6,119</u>	<u>-</u>	<u>-</u>	<u>6,119</u>
Change in Net Assets	10,856	785	2,050	13,691
NET ASSETS - Beginning	<u>206,957</u>	<u>15,484</u>	<u>390</u>	<u>222,831</u>
NET ASSETS - ENDING	<u>\$ 217,813</u>	<u>\$ 16,269</u>	<u>\$ 2,440</u>	<u>\$ 236,522</u>

**COUNTY OF DANE**

COMBINING STATEMENT OF CHANGES IN ASSETS  
AND LIABILITIES - ALL AGENCY FUNDS  
For the Year Ended December 31, 2006

	Balance January 1, 2006	Additions	Deductions	Balance December 31, 2006
<b>DELINQUENT SPECIAL ASSESSMENTS</b>				
<b>Assets</b>				
Cash and investments	\$ 43,996	\$ 36,819	\$ 43,996	\$ 36,819
Taxes receivable	<u>1,074,076</u>	<u>407,187</u>	<u>1,074,076</u>	<u>407,187</u>
Total Assets	<u>\$ 1,118,072</u>	<u>\$ 444,006</u>	<u>\$ 1,118,072</u>	<u>\$ 444,006</u>
<b>Liabilities</b>				
Due to other governmental units	<u>\$ 1,118,072</u>	<u>\$ 444,006</u>	<u>\$ 1,118,072</u>	<u>\$ 444,006</u>
Total Liabilities	<u>\$ 1,118,072</u>	<u>\$ 444,006</u>	<u>\$ 1,118,072</u>	<u>\$ 444,006</u>
<b>CLERK OF COURTS AGENCY ACCOUNT</b>				
<b>Assets</b>				
Cash and investments	<u>\$ 2,849,226</u>	<u>\$ 3,725,507</u>	<u>\$ 2,849,226</u>	<u>\$ 3,725,507</u>
<b>Liabilities</b>				
Other accrued liabilities and deposits	<u>\$ 2,849,226</u>	<u>\$ 3,725,507</u>	<u>\$ 2,849,226</u>	<u>\$ 3,725,507</u>

## COUNTY OF DANE

### COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS (cont.) For the Year Ended December 31, 2006

	<u>Balance January 1, 2006</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2006</u>
<b>STATE TAX LEVY AND SPECIAL CHARGES</b>				
<b>Assets</b>				
Taxes Receivable	\$ 8,037,068	\$ 8,238,415	\$ 8,037,068	\$ 8,238,415
<b>Liabilities</b>				
Due to Other Governmental Units	\$ 8,037,068	\$ 8,238,415	\$ 8,037,068	\$ 8,238,415
<b>OTHER</b>				
<b>Assets</b>				
Cash and investments	\$ 12,458,200	\$ 14,651,636	\$ 12,458,200	\$ 14,651,636
Total Assets	\$ 12,458,200	\$ 14,651,636	\$ 12,458,200	\$ 14,651,636
<b>Liabilities</b>				
Accounts payable	\$ 4,904	\$ 4,773	\$ 4,904	\$ 4,773
Other accrued liabilities and deposits	758,662	790,990	758,662	790,990
Due to other governmental units	11,694,634	13,855,873	11,694,634	13,855,873
Total Liabilities	\$ 12,458,200	\$ 14,651,636	\$ 12,458,200	\$ 14,651,636
<b>TOTAL - ALL AGENCY FUNDS</b>				
<b>Assets</b>				
Cash and investments	\$ 15,351,422	\$ 18,413,962	\$ 15,351,422	\$ 18,413,962
Taxes receivable	9,111,144	8,645,602	9,111,144	8,645,602
Total Assets	\$ 24,462,566	\$ 27,059,564	\$ 24,462,566	\$ 27,059,564
<b>Liabilities</b>				
Accounts payable	\$ 4,904	\$ 4,773	\$ 4,904	\$ 4,773
Other accrued liabilities and deposits	3,607,888	4,516,497	3,607,888	4,516,497
Due to other governmental units	20,849,774	22,538,294	20,849,774	22,538,294
Total Liabilities	\$ 24,462,566	\$ 27,059,564	\$ 24,462,566	\$ 27,059,564

# STATISTICAL SECTION

# Statistical Section

This part of the County of Dane's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

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### Financial Trends

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

TABLE 1

**COUNTY OF DANE****NET ASSETS BY COMPONENT****LAST 5 FISCAL YEARS**

(Accrual Basis of Accounting)

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b>Governmental Activities</b>					
Invested in capital assets, net of related debt	\$100,866,967	\$147,933,338	\$164,242,304	\$174,670,044	\$190,613,158
Restricted	3,677,024	2,678,499	7,595,200	6,272,988	6,540,932
Unrestricted	22,513,359	(17,966,910)	(13,211,174)	(13,227,438)	(19,708,311)
<b>Total Governmental activities net assets</b>	<b>\$127,057,350</b>	<b>\$132,644,927</b>	<b>\$158,626,330</b>	<b>\$167,715,594</b>	<b>\$177,445,779</b>
<b>Business-type Activities</b>					
Invested in capital assets, net of related debt	\$138,371,993	\$136,265,667	\$144,866,649	\$164,138,875	\$174,664,345
Restricted	162,515	154,631	9,806,452	6,526,575	5,399,602
Unrestricted	24,724,158	36,979,933	34,000,806	39,482,196	46,872,103
<b>Total business-type activities net assets</b>	<b>\$163,258,666</b>	<b>\$173,400,231</b>	<b>\$188,673,907</b>	<b>\$210,147,646</b>	<b>\$226,936,050</b>
<b>Primary Government</b>					
Invested in capital assets, net of related debt	\$239,238,960	\$284,199,005	\$309,108,953	\$338,808,919	\$365,277,503
Restricted	3,839,539	2,833,130	17,401,652	12,799,563	11,940,534
Unrestricted	47,237,517	19,013,023	20,789,632	26,254,758	27,163,792
<b>Total primary government net assets</b>	<b>\$290,316,016</b>	<b>\$306,045,158</b>	<b>\$347,300,237</b>	<b>\$377,863,240</b>	<b>\$404,381,829</b>

Source: Prior years' CAFR and current year government wide Statement of Net Assets

Note: GASB 34 was implemented in 2002, therefore only five years of information is provided.

**COUNTY OF DANE****CHANGES IN NET ASSETS**

**LAST 5 FISCAL YEARS**  
**(Accrual Basis of Accounting)**

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b>Governmental Activities</b>					
General Government	(\$12,011,906)	(\$11,529,788)	(\$11,091,038)	(\$12,819,737)	(\$14,744,052)
Health and Human Services	(\$49,619,803)	(\$51,202,647)	(45,361,165)	(\$47,470,290)	(\$52,715,822)
Public Safety and Criminal Justice	(\$54,055,250)	(\$57,653,436)	(53,930,429)	(\$65,569,670)	(\$71,531,854)
Public Works	\$3,328,319	(\$2,441,506)	1,847,874	\$1,861,374	\$2,459,237
Culture, Education and Recreation	(\$8,410,479)	(\$8,369,807)	(7,633,935)	(\$8,793,452)	(\$4,076,599)
Conservation and Economic Development	(\$395,214)	\$143,499	(3,226,580)	(\$1,355,260)	\$583,293
Interest and Fiscal Charges	(2,458,191)	(5,137,765)	(6,039,474)	(5,077,733)	(6,074,273)
<b>Total Governmental activities net assets</b>	<b>(\$123,622,524)</b>	<b>(\$136,191,450)</b>	<b>(\$125,434,747)</b>	<b>(\$139,224,768)</b>	<b>(\$146,100,070)</b>
<b>Business-type Activities</b>					
Airport	\$10,643,155	\$9,748,431	\$6,222,737	\$20,634,085	\$12,318,072
Highway	(\$2,689,157)	(\$1,196,045)	(2,228,089)	(\$1,836,726)	(\$4,037,345)
Sanitary Landfill	\$384,213	(\$219,755)	1,050,433	(\$1,350,053)	\$1,319,549
Badger Prairie Health Care Center	(\$3,804,124)	(\$5,939,452)	(6,747,397)	(\$6,846,198)	(\$7,498,504)
Printing and Services - non-major fund	(3,413)	22,423	65,034	(3,463)	(62,886)
Methane Gas - non-major fund	434,400	444,656	252,814	840,934	541,765
<b>Total business-type activities net assets</b>	<b>\$4,965,074</b>	<b>\$2,860,258</b>	<b>(\$1,384,468)</b>	<b>\$11,438,579</b>	<b>\$2,580,651</b>
<b>General Revenues</b>					
Taxes					
Property Taxes, levied for general purposes	\$77,670,161	\$80,066,903	\$82,905,675	86,318,786	89,830,153
Property Taxes, levied for debt service	7,226,193	9,091,374	10,743,151	9,979,192	10,964,040
Property Taxes, levied for highway purposes	5,184,170	3,839,659	3,840,241	4,499,824	4,180,823
Sales Taxes	37,221,577	39,121,543	41,398,611	40,620,232	42,507,147
Other Taxes	3,704,112	3,802,146	4,332,092	4,656,050	4,930,865
Intergovernmental Revenues not restricted to specific purposes	7,472,682	7,459,188	6,001,106	5,783,147	6,125,223
Public Gifts and/or Grants	3,284,753	1,218,638	1,124,413	427,710	430,579
Investment Income	2,344,314	2,330,483	3,055,553	5,160,597	9,009,541
Gain (Loss) on Sale of Assets	(35,192)	152,516	110,668	7,531	259,305
Miscellaneous	1,558,697	2,388,919	811,786	896,123	867,532
Transfers	-	-	-	-	-
<b>Total General Revenues and Transfers</b>	<b>\$145,631,467</b>	<b>\$149,471,369</b>	<b>\$154,323,296</b>	<b>\$158,349,192</b>	<b>\$169,105,208</b>
<b>Change in Net Assets</b>					
Governmental Activities	\$14,977,386	\$5,784,892	\$20,260,115	\$9,089,264	\$9,730,185
Business-type Activities	11,996,631	10,355,285	7,243,966	21,473,739	15,855,604
<b>Total Primary Government</b>	<b>\$26,974,017</b>	<b>\$16,140,177</b>	<b>\$27,504,081</b>	<b>\$30,563,003</b>	<b>\$25,585,789</b>

Source: Prior years' CAFR and current year government wide Statement of Activities

Note: GASB 34 was implemented in 2002, therefore only five years of information is provided.

## COUNTY OF DANE

### FUND BALANCE, GOVERNMENTAL FUNDS

#### LAST 10 FISCAL YEARS (Modified Accrual Basis of Accounting)

	<u>1997</u>	<u>1998</u>	<u>1999</u>
General Fund			
Reserved	\$5,166,612	\$4,753,461	\$4,587,982
Unreserved, Designated	7,273,205	11,836,479	8,531,808
Unreserved, Undesignated	11,471,794	8,090,846	4,740,631
Total General Fund	\$23,911,611	\$24,680,786	\$17,860,421
All Other Governmental Funds			
Reserved	(\$256,551)	\$485,134	\$38,085
Unreserved, Designated, reported in:			
Special Revenue Funds	17,817	494,326	532,521
Debt Service Fund	-	-	561,614
Capital Project Funds	-	-	-
Unreserved, Undesignated, reported in:			
Special Revenue Funds	695,160	798,575	842,588
Debt Service Fund	-	(645,730)	(208,904)
Capital Project Funds	-	-	-
Total All Other Governmental Funds	\$456,426	\$1,132,305	\$1,765,904
All Governmental Funds			
Reserved	\$4,910,061	\$5,238,595	\$4,626,067
Unreserved, Designated	7,291,022	12,330,805	9,625,943
Unreserved, Undesignated	12,166,954	8,243,691	5,374,315
Total All Governmental Funds	\$24,368,037	\$25,813,091	\$19,626,325

Source: Prior years' CAFR and current year Balance Sheet

TABLE 3

<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
\$4,931,632	\$4,998,476	\$4,734,326	\$5,422,197	\$6,005,510	\$5,381,386	\$5,738,061
8,048,235	4,419,325	5,703,716	3,207,856	4,553,431	8,942,166	6,396,327
4,468,852	10,869,805	8,460,692	11,644,893	16,241,319	14,679,746	14,876,259
<u>\$17,448,719</u>	<u>\$20,287,606</u>	<u>\$18,898,734</u>	<u>\$20,274,946</u>	<u>\$26,800,260</u>	<u>\$29,003,298</u>	<u>\$27,010,647</u>
\$3,140,529	\$1,247,884	\$28,640,872	\$25,102,349	\$13,929,620	\$5,501,113	\$6,504,838
423,785	536,275	2,003,765	2,445,120	-	-	-
-	-	-	-	-	-	-
-	-	14,927,278	17,020,052	-	-	-
703,354	1,008,213	-	(4,075)	2,326,874	1,123,785	1,153,567
-	-	-	-	-	-	-
-	(3,781,863)	-	-	13,934,520	16,775,130	15,723,142
<u>\$4,267,668</u>	<u>(\$989,491)</u>	<u>\$45,571,915</u>	<u>\$44,563,446</u>	<u>\$30,191,014</u>	<u>\$23,400,028</u>	<u>\$23,381,547</u>
\$8,072,161	\$6,246,360	\$33,375,198	\$30,524,546	\$19,935,130	\$10,882,499	\$12,242,899
8,472,020	4,955,600	22,634,759	22,673,028	4,553,431	8,942,166	6,396,327
5,172,206	8,096,155	8,460,692	11,640,818	32,502,713	32,578,661	31,752,968
<u>\$21,716,387</u>	<u>\$19,298,115</u>	<u>\$64,470,649</u>	<u>\$64,838,392</u>	<u>\$56,991,274</u>	<u>\$52,403,326</u>	<u>\$50,392,194</u>

## COUNTY OF DANE

### STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

LAST 10 FISCAL YEARS  
(Modified Accrual Basis of Accounting)

	<u>1997</u>	<u>1998</u>	<u>1999</u>
<b>Revenues</b>			
Taxes	\$100,844,304	\$104,607,316	\$107,445,885
Intergovernmental	\$117,666,488	\$125,853,932	\$135,618,126
Public Charges for Services	\$13,242,846	\$13,890,711	\$14,309,285
Fines, Forfeits and Penalties	\$2,029,774	\$1,930,619	\$2,088,855
License and Permits	\$1,001,163	\$1,293,718	\$1,320,213
Investment Income	\$3,903,301	\$4,142,933	\$3,082,878
Miscellaneous	3,971,865	3,914,535	5,114,237
Total Revenues	<u>\$242,659,741</u>	<u>\$255,633,764</u>	<u>\$268,979,479</u>
<b>Expenditures</b>			
Current			
General Government	\$16,812,758	\$18,948,186	\$19,790,094
Health and Human Services	\$141,112,497	\$151,029,654	\$162,349,389
Public Safety and Criminal Justice	\$49,776,924	\$53,572,267	\$56,176,168
Public Works	\$1,299,633	\$1,324,580	\$1,371,662
Culture, Education and Recreation	10,931,228	11,892,207	12,769,603
Conservation and Economic Development	2,905,347	3,092,764	3,802,803
Capital Outlay	9,159,584	6,399,222	7,690,953
Debt Service			
Principal Retirement	6,279,955	6,467,499	6,287,389
Interest and Fees	3,601,488	3,376,198	3,112,955
Total Expenditures	<u>\$241,879,414</u>	<u>\$256,102,577</u>	<u>\$273,351,016</u>
Excess (Deficiency) of Revenues over (Under) Expenditures	<u>\$780,327</u>	<u>(\$468,813)</u>	<u>(\$4,371,537)</u>
<b>Other Financing Sources (Uses)</b>			
General Obligation Debt Issued	\$3,200,000	\$4,770,000	\$3,506,100
Refunding Bonds Issued	-	19,965,000	-
Payments to Refunded Bond Escrow Agent	-	(19,805,883)	-
Debt Premium	-	-	-
Debt Discount	-	-	-
Capital Leases Issued	-	-	-
Sale of County Property	-	-	-
Transfers In	44,174,062	46,242,359	47,591,006
Transfers Out	(45,960,938)	(49,257,609)	(52,912,335)
Total Other Financing Sources (Uses)	<u>\$1,413,124</u>	<u>\$1,913,867</u>	<u>(\$1,815,229)</u>
<b>Net Change in Fund Balance</b>	<u>\$2,193,451</u>	<u>\$1,445,054</u>	<u>(\$6,186,766)</u>
Debt Service as a percentage of noncapital expenditures	4.25%	3.94%	3.54%

Source: Prior Years' CAFR and current year Statement of Revenues, Expenditures & Changes in Fund Balances - Governmental Funds

TABLE 4

<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
\$116,521,448	\$122,250,598	\$125,799,045	\$132,037,931	\$139,200,855	\$141,518,285	\$148,167,097
\$140,783,743	\$148,091,415	\$152,540,375	\$158,056,853	170,816,430	174,771,907	\$171,867,497
\$13,764,121	\$15,207,283	\$16,785,778	\$18,211,590	18,434,049	17,267,479	\$18,747,540
\$2,276,015	\$2,165,549	\$2,294,661	\$2,176,795	2,227,519	2,145,341	\$2,287,593
\$1,205,541	\$1,461,245	\$1,558,210	\$1,693,907	1,859,581	1,883,427	\$1,740,942
\$4,267,023	\$3,927,282	\$1,563,599	\$1,404,781	1,507,685	3,319,993	\$5,954,664
7,767,670	13,571,966	11,363,835	10,504,139	10,502,484	10,486,007	10,435,892
<u>\$286,585,561</u>	<u>\$306,675,338</u>	<u>\$311,905,503</u>	<u>\$324,085,996</u>	<u>\$344,548,603</u>	<u>\$351,392,439</u>	<u>\$359,201,225</u>
\$20,448,513	\$20,601,767	\$20,815,365	\$21,408,171	\$21,053,001	\$22,171,120	\$24,462,258
\$167,558,533	\$178,903,400	\$183,495,098	\$189,923,858	195,165,096	200,074,441	\$201,845,151
\$58,189,325	\$61,947,682	\$66,947,987	\$70,218,666	71,817,589	77,015,660	\$82,772,377
\$1,355,287	\$1,458,948	\$1,354,335	\$1,258,367	1,034,527	1,002,880	\$1,076,648
13,981,505	14,531,549	15,155,525	15,932,052	16,165,893	17,492,273	18,157,986
4,821,449	5,023,201	5,171,498	5,551,576	6,729,230	9,698,821	7,575,740
14,091,963	18,022,234	9,971,678	18,479,354	24,470,664	20,735,756	18,621,144
6,289,377	14,650,318	7,751,892	14,934,923	9,960,352	12,095,295	10,517,656
2,948,715	3,119,871	3,231,261	4,938,330	6,307,950	5,585,862	6,407,125
<u>\$289,684,667</u>	<u>\$318,258,970</u>	<u>\$313,894,639</u>	<u>\$342,645,297</u>	<u>\$352,704,302</u>	<u>\$365,872,108</u>	<u>\$371,436,085</u>
<u>(\$3,099,106)</u>	<u>(\$11,583,632)</u>	<u>(\$1,989,136)</u>	<u>(\$18,559,301)</u>	<u>(\$8,155,699)</u>	<u>(\$14,479,669)</u>	<u>(\$12,234,860)</u>
\$11,725,000	\$5,174,500	\$49,067,617	\$41,255,219	\$7,035,000	\$14,533,834	\$24,786,193
-	8,057,707	-	-	3,019,189	-	-
-	-	-	-	(3,058,628)	-	(8,136,898)
-	-	707,576	1,354,604	86,781	3,773	274,965
-	-	(51,657)	-	-	-	-
-	14,383	91,162	57,466	-	80,356	200,105
-	-	785,798	427,824	-	-	600,000
51,328,072	46,876,414	53,160,074	52,238,349	46,815,909	47,065,559	51,911,122
(56,334,810)	(50,957,644)	(55,619,895)	(56,483,968)	(53,589,670)	(52,757,206)	(59,411,759)
<u>\$6,718,262</u>	<u>\$9,165,360</u>	<u>\$48,140,675</u>	<u>\$38,849,494</u>	<u>\$308,581</u>	<u>\$8,926,316</u>	<u>\$10,223,728</u>
<u>\$3,619,156</u>	<u>(\$2,418,272)</u>	<u>\$46,151,539</u>	<u>\$20,290,193</u>	<u>(\$7,847,118)</u>	<u>(\$5,553,353)</u>	<u>(\$2,011,132)</u>
3.35%	5.92%	3.61%	6.13%	4.96%	5.12%	4.80%

## COUNTY OF DANE

### EQUALIZED VALUE OF ALL PROPERTY BY ASSESSMENT CLASS (A)

#### LAST TEN FISCAL YEARS

Fiscal Year	Residential Equalized Value	Commercial Equalized Value	Manufacturing Equalized Value	Agricultural Equalized Value	Undeveloped Equalized Value
1997	\$13,557,558,700	\$4,532,553,100	\$398,505,200	510,006,300	\$3,316,500
1998	\$14,555,757,500	\$4,973,527,800	\$429,479,000	507,306,700	\$3,898,300
1999	\$15,375,585,000	\$5,501,516,000	\$450,907,400	453,624,400	\$7,884,800
2000	\$16,389,508,700	\$5,977,882,500	\$484,263,200	428,062,500	\$34,408,800
2001	\$17,732,982,700	\$6,460,302,800	\$544,773,400	231,333,000	\$33,619,000
2002	\$19,650,469,100	\$7,317,129,000	\$607,608,100	230,865,900	\$46,532,500
2003	\$21,526,246,400	\$8,043,832,600	\$656,459,500	129,621,100	\$30,892,600
2004	\$23,841,039,000	\$8,360,234,000	\$682,130,100	94,981,700	\$38,760,200
2005	\$26,798,679,100	\$9,117,355,300	\$698,851,700	94,210,800	\$44,177,400
2006	\$30,052,648,400	\$9,963,945,100	\$754,229,500	93,869,600	\$49,904,700

(A) The equalized value is prepared by the Wisconsin Department of Revenue, Bureau of Property Tax. These values include Tax Incremental Districts (TID) which are not included in the taxable property value upon which county taxes are levied.

TABLE 5

Forest Equalized Value	Other Equalized Value	Personal Property Equalized Value	Total Equalized Value	Total Equalized Value Excl. TID
\$30,458,600	\$298,108,600	\$922,654,600	\$20,253,161,600	\$19,905,147,150
\$35,323,800	\$320,536,300	\$967,247,400	\$21,793,076,800	\$21,398,730,500
\$43,563,300	\$329,190,300	\$1,009,510,600	\$23,171,781,800	\$22,706,995,850
\$56,163,000	\$394,756,100	\$862,402,300	\$24,627,447,100	\$24,076,956,450
\$76,090,100	\$439,853,700	\$900,301,500	\$26,419,256,200	\$25,759,648,950
\$91,982,400	\$469,446,100	\$959,883,800	\$29,373,916,900	\$28,547,467,250
\$107,554,000	\$516,440,900	\$1,039,072,600	\$32,050,119,700	\$31,108,023,850
\$125,151,800	\$559,859,000	\$994,669,300	\$34,696,825,100	\$33,724,492,950
\$143,231,900	\$600,254,000	\$1,041,926,400	\$38,538,686,600	\$37,293,118,150
\$139,778,400	\$651,207,800	\$1,094,145,000	\$42,799,728,500	\$41,164,743,450

**COUNTY OF DANE****TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS****LAST 10 FISCAL YEARS<sup>1</sup>**  
**(Modified Accrual Basis of Accounting)**

<u>Fiscal Year</u>	<u>Property Tax</u>	<u>Sales Tax</u>	<u>Real Estate Fees</u>	<u>Statutory Interest &amp; Penalties</u>	<u>TIF District</u>	<u>Other</u>	<u>Total Taxes</u>
1997	\$69,695,548	\$29,675,287	\$0	\$1,591,116	\$0	(\$117,647)	\$100,844,304
1998	\$73,389,025	\$29,730,958	\$0	\$1,385,872	\$97,443	\$4,018	\$104,607,316
1999	\$75,470,630	\$30,541,016	\$0	\$1,360,333	\$73,906	\$0	\$107,445,884
2000	\$78,684,531	\$35,256,995	\$1,170,842	\$1,407,567	\$1,513	\$0	\$116,521,448
2001	\$82,268,241	\$36,607,863	\$1,392,382	\$1,902,302	\$79,812	\$0	\$122,250,598
2002	\$84,896,354	\$37,221,577	\$1,674,899	\$1,861,402	\$144,812	\$0	\$125,799,045
2003	\$89,158,277	\$39,121,543	\$1,873,039	\$1,834,720	\$50,352	\$0	\$132,037,931
2004	\$93,648,826	\$41,398,611	\$2,131,897	\$1,898,723	\$122,798	\$0	\$139,200,855
2005	\$96,297,978	\$40,620,232	\$2,355,476	\$2,148,689	\$95,910	\$0	\$141,518,285
2006	\$100,794,193	\$42,507,147	\$2,209,190	\$2,532,838	\$123,730	\$0	\$148,167,097

<sup>1</sup> Includes the General Fund, Special Revenue Funds, Capital Projects Funds and Debt Service Funds

## COUNTY OF DANE

DIRECT AND OVERLAPPING PROPERTY TAX RATES <sup>1</sup>LAST 10 FISCAL YEARS <sup>2</sup>

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
<b>DIRECT PROPERTY TAX RATES</b>										
Charitable & Penal	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Other Charges	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Bridge Aid	\$0.01	\$0.01	\$0.01	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.01	\$0.00
County Highway	\$0.20	\$0.19	\$0.18	\$0.15	\$0.16	\$0.18	\$0.12	\$0.11	\$0.12	\$0.10
County Library	\$0.10	\$0.11	\$0.11	\$0.11	\$0.12	\$0.11	\$0.11	\$0.10	\$0.10	\$0.09
County Health	\$0.11	\$0.10	\$0.10	\$0.09	\$0.10	\$0.09	\$0.09	\$0.09	\$0.08	\$0.07
All Other County	\$3.28	\$3.21	\$3.11	\$3.07	\$2.97	\$2.77	\$2.66	\$2.58	\$2.40	\$2.28
<b>Total Direct County Tax Rate</b>	<b>\$3.70</b>	<b>\$3.62</b>	<b>\$3.51</b>	<b>\$3.42</b>	<b>\$3.35</b>	<b>\$3.16</b>	<b>\$2.99</b>	<b>\$2.89</b>	<b>\$2.70</b>	<b>\$2.55</b>
<b>INDIRECT PROPERTY TAX RATES</b>										
<b>TOWNSHIPS</b>										
Albion	Data Not Available			\$19.64	\$19.35	\$18.44	\$17.29	\$17.46	\$17.63	\$16.26
Berry				\$21.67	\$20.68	\$19.08	\$19.57	\$19.27	\$18.04	\$16.74
Black Earth				\$19.42	\$19.96	\$17.97	\$18.96	\$18.62	\$18.43	\$17.05
Blooming Grove				\$22.50	\$22.27	\$21.60	\$21.29	\$21.06	\$20.13	\$18.87
Blue Mounds				\$17.13	\$19.84	\$17.53	\$17.02	\$16.28	\$16.19	\$15.43
Bristol				\$19.33	\$18.85	\$17.83	\$16.86	\$17.13	\$16.06	\$15.77
Burke				\$20.02	\$20.16	\$19.37	\$19.78	\$19.76	\$17.64	\$16.98
Christiana				\$21.77	\$21.34	\$20.33	\$16.84	\$17.80	\$16.72	\$15.57
Cottage Grove				\$24.84	\$24.07	\$23.60	\$21.65	\$21.64	\$20.29	\$18.79
Cross Plains				\$18.39	\$19.32	\$18.06	\$17.98	\$17.78	\$16.97	\$15.67
Dane				\$20.78	\$20.01	\$18.30	\$18.10	\$17.89	\$16.57	\$15.56
Deerfield				\$20.44	\$20.29	\$20.14	\$19.86	\$20.72	\$19.70	\$17.37
Dunkirk				\$17.73	\$17.22	\$16.43	\$16.35	\$15.71	\$15.43	\$14.15
Dunn				\$19.95	\$19.90	\$18.88	\$18.51	\$18.11	\$17.53	\$16.20
Madison				\$27.23	\$26.63	\$25.37	\$23.84	\$24.26	\$22.79	\$21.18
Mazomanie				\$18.85	\$19.32	\$17.28	\$17.55	\$17.52	\$17.26	\$15.68
Medina				\$20.47	\$20.80	\$19.51	\$21.36	\$20.32	\$19.03	\$18.13
Middleton				\$19.39	\$19.07	\$17.67	\$18.07	\$18.21	\$16.90	\$15.38
Montrose				\$22.75	\$22.68	\$21.08	\$20.84	\$19.69	\$18.55	\$17.23
Oregon				\$21.32	\$22.02	\$21.09	\$20.55	\$20.07	\$18.76	\$17.22
Perry				\$18.20	\$21.57	\$19.52	\$19.15	\$18.41	\$18.10	\$17.13
Pleasant Springs				\$18.02	\$17.43	\$16.06	\$15.86	\$15.22	\$15.04	\$13.88
Primrose				\$19.13	\$20.33	\$18.91	\$18.73	\$18.03	\$17.52	\$16.31
Roxbury				\$17.95	\$18.93	\$18.01	\$18.02	\$17.10	\$16.21	\$15.41
Rutland				\$19.47	\$19.65	\$18.43	\$18.07	\$17.37	\$16.80	\$15.38
Springdale				\$17.32	\$19.12	\$17.47	\$16.91	\$16.12	\$16.08	\$15.45
Springfield				\$19.25	\$19.17	\$17.66	\$18.00	\$17.92	\$16.99	\$15.57

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Sun Prairie				\$20.39	\$19.88	\$19.40	\$18.73	\$18.70	\$17.40	\$17.00
Vermont				\$18.72	\$20.17	\$17.41	\$17.23	\$16.85	\$16.78	\$16.25
Verona				\$21.64	\$22.67	\$22.02	\$21.93	\$20.54	\$20.50	\$19.13
Vienna				\$20.79	\$21.82	\$20.06	\$20.15	\$19.97	\$18.73	\$17.40
Westport				\$18.30	\$18.66	\$16.65	\$16.88	\$16.64	\$16.56	\$15.23
Windsor				\$21.48	\$22.66	\$22.34	\$22.98	\$22.59	\$19.98	\$18.80
York				\$19.82	\$20.31	\$19.66	\$19.77	\$18.95	\$18.70	\$17.11
VILLAGES										
Belleville				\$28.17	\$27.66	\$26.08	\$25.33	\$24.39	\$22.71	\$21.15
Black Earth				\$24.05	\$24.15	\$22.20	\$22.62	\$22.29	\$21.97	\$20.28
Blue Mounds				\$22.23	\$24.02	\$21.53	\$20.46	\$19.63	\$19.33	\$18.39
Brooklyn				\$25.60	\$25.83	\$24.56	\$25.79	\$25.30	\$23.44	\$22.01
Cambridge				\$25.73	\$25.40	\$24.56	\$24.72	\$23.98	\$22.29	\$21.06
Cottage Grove				\$28.07	\$26.64	\$27.04	\$24.93	\$24.13	\$22.47	\$21.07
Cross Plains				\$24.23	\$23.99	\$22.57	\$22.79	\$22.88	\$20.93	\$19.70
Dane				\$23.94	\$22.56	\$22.05	\$22.75	\$22.59	\$20.97	\$19.66
Deerfield				\$22.50	\$22.18	\$21.43	\$20.69	\$22.64	\$21.45	\$19.58
De Forest				\$26.48	\$27.18	\$24.98	\$25.70	\$25.40	\$22.53	\$21.46
Maple Bluff				\$25.92	\$25.28	\$24.49	\$23.97	\$23.58	\$22.39	\$20.97
Marshall				\$23.45	\$23.66	\$22.12	\$25.38	\$22.25	\$21.23	\$20.38
Mazomanie				\$22.54	\$25.53	\$23.75	\$23.95	\$23.26	\$21.93	\$19.69
Mc Farland				\$24.77	\$24.79	\$23.68	\$23.39	\$23.07	\$22.50	\$21.58
Mount Horeb				\$21.81	\$24.67	\$22.87	\$22.49	\$21.44	\$20.55	\$19.86
Oregon				\$24.63	\$25.26	\$24.46	\$23.59	\$23.02	\$21.37	\$19.84
Rockdale				\$21.40	\$20.79	\$20.41	\$21.04	\$22.36	\$20.98	\$19.72
Shorewood Hills				\$23.93	\$23.08	\$21.93	\$21.63	\$21.52	\$20.49	\$18.89
Waunakee				\$21.27	\$22.18	\$20.29	\$20.62	\$20.25	\$20.48	\$19.38
CITIES										
Edgerton				\$25.21	\$25.06	\$23.90	\$22.53	\$22.62	\$22.00	\$20.44
Fitchburg				\$25.17	\$25.26	\$24.08	\$23.88	\$22.91	\$22.50	\$20.98
Madison				\$27.64	\$26.89	\$25.48	\$24.30	\$24.19	\$23.02	\$21.46
Middleton				\$22.28	\$21.87	\$20.55	\$20.93	\$20.95	\$19.84	\$18.09
Monona				\$26.57	\$26.08	\$25.62	\$23.80	\$22.91	\$21.58	\$19.88
Stoughton				\$22.75	\$22.25	\$21.60	\$21.54	\$20.31	\$20.27	\$18.82
Sun Prairie				\$25.25	\$24.08	\$23.99	\$23.67	\$23.85	\$21.80	\$21.82
Verona				\$25.68	\$25.79	\$25.06	\$24.30	\$22.20	\$22.68	\$21.19

Source: Town, Village and City Taxes, Wisconsin Department of Revenue, Division of State and Local Finance, Bureau of Local Government Services

- <sup>1</sup> The taxes shown for overlapping governments are the Full Value Rates - Gross. This rate is the total property tax divided by the full value of all taxable general property in the municipality, including tax incremental financing districts. The total property tax includes state taxes and special charges, special purpose district taxes, and school taxes (elementary, secondary and technical college). It reflects the amount of surplus funds applied (if any) by a district to reduce any of the above apportionments or charges. It does not include special assessments and charges to individuals, delinquent taxes, omitted taxes, forest crop taxes, managed forest land taxes or occupational taxes.
- <sup>2</sup> above apportionments or charges. It does not include special assessments and charges to individuals, delinquent taxes, omitted taxes, forest crop taxes, managed forest land taxes or occupational taxes.

Information on tax rates for overlapping municipalities is only available for the last seven years.

**COUNTY OF DANE**  
**PRINCIPAL PROPERTY TAX PAYERS**  
**CURRENT YEAR AND 9 YEARS AGO**

Taxpayer	Type of Business	2006			1997		
		Equalized Assessed Value	Rank	Percentage of Total Equalized Assessed Value	Equalized Assessed Value	Rank	Percentage of Total Equalized Assessed Value
Madison Joint Venture	Shopping Centers	\$182,399,500	1	0.44%	\$136,251,000	2	0.68%
American Family Insurance	Insurance	\$157,914,200	2	0.38%	\$148,681,900	1	0.75%
Epic Systems Corporation	Medical Software	\$116,992,600	3	0.28%			
Greenway Office Center LLC	Property Management	\$91,792,900	4	0.22%			
Covance Laboratories	Research	\$67,714,000	5	0.16%			
University Research Park	Research & Technology Park	\$61,589,700	6	0.15%			
Greenway Center LLC	Retail Stores	\$51,298,600	7	0.12%			
University Research Park, Inc.	Research & Technology Park	\$46,666,800	8	0.11%			
General Casualty Insurance	Insurance	\$40,423,800	9	0.10%			
Wingra Building Group	Property Management	\$40,100,900	10	0.10%			
CUNA Mutual & Subsidiaries	Insurance				\$88,349,900	3	0.44%
Richard V. Munz/Munz Investment	Property Development & Management				\$50,400,900	4	0.25%
Jerome Mullins and Associates	Property Development & Management				\$38,127,900	5	0.19%
Oscar Mayer and Company	Meat Processing				\$32,484,900	6	0.16%
Corning Hazleton Laboratories, Inc.	Research Facility				\$29,572,800	7	0.15%
Midland Builders Development, Inc.	Property Development & Management				\$26,615,200	8	0.13%
Firststar Bank and Leasing	Banking and Leasing				\$26,179,400	9	0.13%
Kelab Incorporated	Shopping Center Development				\$23,641,600	10	0.12%
Totals		<u>\$856,893,000</u>		<u>2.06%</u>	<u>\$600,305,500</u>		<u>3.00%</u>
	Total Equalized Assessed Valuation	<u>\$41,164,743,450</u>			<u>\$19,905,147,150</u>		

Source: Dane County Tax System (provided by Dane County Treasurer's Office)

**COUNTY OF DANE****PROPERTY TAX LEVIES AND COLLECTIONS****LAST 10 FISCAL YEARS**

Fiscal Year	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections In Subsequent Years	Total Collections to Date	Outstanding Delinquent Taxes (1)
		Amount	Percentage Of Levy			
1997	\$500,172,875	\$497,573,031	99.48%	\$3,108,734	\$500,681,765	\$3,837,203
1998	\$522,719,314	\$520,418,339	99.56%	\$2,638,313	\$523,056,652	\$3,499,865
1999	\$544,002,217	\$541,492,799	99.54%	\$2,346,991	\$543,839,790	\$3,662,292
2000	\$563,968,540	\$560,992,591	99.47%	\$2,251,724	\$563,244,315	\$4,386,517
2001	\$601,404,211	\$597,745,581	99.39%	\$2,896,289	\$600,641,870	\$5,148,858
2002	\$638,806,863	\$635,653,401	99.51%	\$3,576,173	\$639,229,574	\$6,052,180
2003	\$681,382,484	\$678,211,750	99.53%	\$2,923,059	\$681,134,809	\$6,439,159
2004	\$731,298,367	\$728,190,120	99.57%	\$3,140,261	\$731,330,381	\$6,509,519
2005	\$775,620,038	\$771,731,855	99.50%	\$3,080,939	\$774,812,794	\$7,420,317
2006	\$843,306,619	\$842,822,965	99.94%	\$3,978,555	\$846,801,520	\$8,251,155

1 - Does not include tax deed parcels

Source: Dane County Tax Collection System and Annual Adopted Budget

**COUNTY OF DANE****RATIOS OF OUTSTANDING BONDED DEBT****LAST 10 FISCAL YEARS**

<u>Fiscal Year</u>	<u>General Obligation Bonded Debt</u>	<u>Capital Lease Obligations</u>	<u>Amounts Restricted For Debt Service</u>	<u>Net Bonded Debt</u>	<u>Percentage of Personal Income</u> <sup>1</sup>	<u>Ratio of Net Bonded Debt to Net Assessed Valuation</u> <sup>2</sup>	<u>Per Capita General Obligation Bonded Debt</u> <sup>1</sup>	<u>Per Capita Net Bonded Debt</u> <sup>2</sup>
1997	\$76,310,300	\$159,839	n/a	\$76,470,139	0.68%	0.38%	\$189.36	\$189.76
1998	\$72,316,029	\$79,206	n/a	\$72,395,235	0.59%	0.36%	\$177.43	\$177.62
1999	\$68,871,664	\$0	n/a	\$68,871,664	0.53%	0.35%	\$166.72	\$166.72
2000	\$72,260,090	\$121,539	n/a	\$72,381,629	0.51%	0.36%	\$169.42	\$169.70
2001	\$69,141,071	\$50,000	n/a	\$69,191,071	0.46%	0.35%	\$159.81	\$159.92
2002	\$139,259,522	\$87,637	\$0	\$139,347,159	0.90%	0.70%	\$317.31	\$317.51
2003	\$192,636,403	\$139,242	\$0	\$192,775,645	1.19%	0.97%	\$432.64	\$432.96
2004	\$188,863,944	\$25,944	\$1,132,310	\$187,757,578	1.11%	0.94%	\$419.02	\$416.56
2005	\$188,147,049	\$75,398	\$0	\$188,222,447	1.03%	0.95%	\$410.54	\$410.70
2006	\$193,487,016	\$192,684	\$233,522	\$193,446,178	n/a	0.97%	\$416.62	\$416.53

<sup>1</sup> See Table 13 for personal income and population information.

<sup>2</sup> See Table 6 for Equalized Value excluding TID information

## COUNTY OF DANE

## COMPUTATION OF DIRECT AND OVERLAPPING DEBT

Governmental Unit	Percentage of Valuation Within Dane County	December 31, 2006			
		Total Debt Outstanding	Gross Debt Applicable To Valuation Within Dane County	Exclusions (1) Applicable To Valuation Within Dane County	Net Debt Applicable To Valuation Within Dane County
<b>DIRECT DEBT</b>					
<u>County</u>					
Dane	100.0%	\$193,487,016	\$193,487,016	\$60,000,326	\$133,486,690
<b>TOTAL DIRECT DEBT</b>		<u>\$193,487,016</u>	<u>\$193,487,016</u>	<u>\$60,000,326</u>	<u>\$133,486,690</u>
<b>GROSS OVERLAPPING DEBT</b>					
<u>Cities</u>					
Edgerton	0.2%	\$14,145,523	\$28,291	\$11,922	\$16,369
Fitchburg	100.0%	\$13,686,227	\$13,686,227	\$141,218	\$13,545,009
Madison	100.0%	\$326,152,196	\$326,152,196	\$129,676,469	\$196,475,727
Middleton	100.0%	\$70,749,864	\$70,749,864	\$17,895,000	\$52,854,864
Monona	100.0%	\$38,329,870	\$38,329,870	\$6,381,990	\$31,947,880
Stoughton	100.0%	\$33,551,425	\$33,551,425	\$18,407,910	\$15,143,515
Sun Prairie	100.0%	\$94,921,695	\$94,921,695	\$20,689,283	\$74,232,412
Verona	100.0%	\$40,507,157	\$40,507,157	\$7,420,023	\$33,087,134
<b>Total for Cities</b>		<u>\$632,043,957</u>	<u>\$617,926,725</u>	<u>\$200,623,815</u>	<u>\$417,302,910</u>
<u>Villages</u>					
Belleville	0.9%	\$1,275,170	\$11,974	\$223	\$11,751
Black Earth	100.0%	\$5,836,750	\$5,836,750	\$4,250,400	\$1,586,350
Blue Mounds	100.0%	\$4,815,678	\$4,815,678	\$4,032,048	\$783,630
Brooklyn	57.0%	\$2,335,707	\$1,331,353	\$916,392	\$414,961
Cambridge (2)	92.8%	\$0	\$0	\$0	\$0
Cottage Grove	100.0%	\$11,882,733	\$11,882,733	\$498,068	\$11,384,665
Cross Plains	100.0%	\$12,864,315	\$12,864,315	\$7,055,513	\$5,808,802
Dane	100.0%	\$1,305,031	\$1,305,031	\$801,762	\$503,269
Deerfield	100.0%	\$10,190,138	\$10,190,138	\$5,345,379	\$4,844,759
DeForest	100.0%	\$25,242,993	\$25,242,993	\$2,686,944	\$22,556,049
Maple Bluff	100.0%	\$5,829,012	\$5,829,012	\$1,828,675	\$4,000,337
Marshall	100.0%	\$8,650,870	\$8,650,870	\$5,310,770	\$3,340,100
Mazomanie	100.0%	\$7,665,128	\$7,665,128	\$5,767,821	\$1,897,307
McFarland	100.0%	\$15,215,000	\$15,215,000	\$2,015,000	\$13,200,000
Mt. Horeb	100.0%	\$19,420,311	\$19,420,311	\$6,758,096	\$12,662,215
Oregon	100.0%	\$15,656,955	\$15,656,955	\$5,791,598	\$9,865,357
Rockdale (2)	100.0%	\$0	\$0	\$0	\$0
Shorewood Hills	100.0%	\$6,561,796	\$6,561,796	\$270,568	\$6,291,228
Waunakee	100.0%	\$40,833,746	\$40,833,746	\$10,785,000	\$30,048,746
<b>Total for Villages</b>		<u>\$195,581,333</u>	<u>\$193,313,783</u>	<u>\$64,114,257</u>	<u>\$129,199,526</u>
<u>Towns</u>					
Albion	100.0%	\$2,500,000	\$2,500,000	\$0	\$2,500,000
Berry	100.0%	\$382,325	\$382,325	\$0	\$382,325
Black Earth	100.0%	\$94,291	\$94,291	\$0	\$94,291
Blooming Grove	100.0%	\$470,594	\$470,594	\$0	\$470,594
Blue Mounds	100.0%	\$147,802	\$147,802	\$0	\$147,802
Bristol	100.0%	\$160,500	\$160,500	\$0	\$160,500
Burke	100.0%	\$855,000	\$855,000	\$645,400	\$209,600
Christiana	100.0%	\$0	\$0	\$0	\$0
Cottage Grove	100.0%	\$1,716,552	\$1,716,552	\$0	\$1,716,552
Cross Plains	100.0%	\$1,034,944	\$1,034,944	\$0	\$1,034,944
Dane	100.0%	\$0	\$0	\$0	\$0
Deerfield	100.0%	\$325,536	\$325,536	\$0	\$325,536
Dunkirk	100.0%	\$0	\$0	\$0	\$0
Dunn	100.0%	\$3,445,333	\$3,445,333	\$2,205,000	\$1,240,333
Madison	100.0%	\$7,607,190	\$7,607,190	\$0	\$7,607,190
Mazomanie	100.0%	\$92,505	\$92,505	\$0	\$92,505
Medina	100.0%	\$504,826	\$504,826	\$0	\$504,826
Middleton	100.0%	\$3,852,892	\$3,852,892	\$0	\$3,852,892
Montrose	100.0%	\$36,867	\$36,867	\$0	\$36,867
Oregon	100.0%	\$0	\$0	\$0	\$0

(Continued on next page)

Governmental Unit	Percentage of Valuation Within Dane County	Total Debt Outstanding	Gross Debt Applicable To Valuation Within Dane County	Exclusions (1) Applicable To Valuation Within Dane County	Net Debt Applicable To Valuation Within Dane County
<b>GROSS OVERLAPPING DEBT (Continued)</b>					
Perry	100.0%	\$106,566	\$106,566	\$0	\$106,566
Pleasant Springs	100.0%	\$0	\$0	\$0	\$0
Primrose	100.0%	\$22,971	\$22,971	\$0	\$22,971
Roxbury	100.0%	\$0	\$0	\$0	\$0
Rutland	100.0%	\$0	\$0	\$0	\$0
Springdale	100.0%	\$18,482	\$18,482	\$0	\$18,482
Springfield	100.0%	\$42,237	\$42,237	\$0	\$42,237
Sun Prairie	100.0%	\$54,567	\$54,567	\$0	\$54,567
Vermont	100.0%	\$30,000	\$30,000	\$0	\$30,000
Verona	100.0%	\$0	\$0	\$0	\$0
Vienna	100.0%	\$1,166,587	\$1,166,587	\$0	\$1,166,587
Westport	100.0%	\$2,215,000	\$2,215,000	\$0	\$2,215,000
Windsor	100.0%	\$6,496,333	\$6,496,333	\$744,938	\$5,751,395
York	100.0%	\$93,156	\$93,156	\$0	\$93,156
<b>Total for Towns</b>		<b>\$33,473,056</b>	<b>\$33,473,056</b>	<b>\$3,595,338</b>	<b>\$29,877,718</b>
<b>School Districts</b>					
Barneveld	1.1%	\$864,899	\$9,514	\$0	\$9,514
Belleville	68.7%	\$5,125,000	\$3,520,875	\$0	\$3,520,875
Cambridge	44.7%	\$11,355,000	\$5,075,685	\$0	\$5,075,685
Columbus	9.2%	\$5,210,000	\$479,320	\$0	\$479,320
Deerfield Community	100.0%	\$12,704,254	\$12,704,254	\$0	\$12,704,254
DeForest Area	96.0%	\$36,205,000	\$34,756,800	\$0	\$34,756,800
Edgerton	20.5%	\$10,315,000	\$2,114,575	\$0	\$2,114,575
Evansville Community	0.1%	\$27,875,000	\$27,875	\$0	\$27,875
Lodi	16.3%	\$18,595,000	\$3,030,985	\$0	\$3,030,985
Madison Metropolitan	100.0%	\$33,450,000	\$33,450,000	\$0	\$33,450,000
Marshall et al	100.0%	\$17,825,000	\$17,825,000	\$0	\$17,825,000
McFarland	100.0%	\$24,965,000	\$24,965,000	\$0	\$24,965,000
Middleton-Cross Plains	100.0%	\$46,352,245	\$46,352,245	\$0	\$46,352,245
Monona Grove	100.0%	\$61,990,000	\$61,990,000	\$0	\$61,990,000
Mount Horeb Area	99.7%	\$21,909,973	\$21,844,243	\$0	\$21,844,243
New Glarus	12.0%	\$5,747,698	\$689,724	\$0	\$689,724
Oregon	96.3%	\$35,960,000	\$34,629,480	\$0	\$34,629,480
Pecatonia Area	2.9%	\$2,435,000	\$70,615	\$0	\$70,615
Poynette	0.2%	\$7,160,000	\$14,320	\$0	\$14,320
River Valley	0.1%	\$0	\$0	\$0	\$0
Sauk Prairie	13.8%	\$12,140,000	\$1,675,320	\$0	\$1,675,320
Stoughton Area	99.1%	\$25,480,000	\$25,250,680	\$0	\$25,250,680
Sun Prairie et al	99.9%	\$74,071,803	\$73,997,731	\$0	\$73,997,731
Verona Area	100.0%	\$43,415,000	\$43,415,000	\$0	\$43,415,000
Waterloo	4.4%	\$1,999,274	\$87,968	\$0	\$87,968
Waunakee Community	100.0%	\$58,960,020	\$58,960,020	\$0	\$58,960,020
Wisconsin Heights	97.0%	\$4,811,812	\$4,667,458	\$0	\$4,667,458
MATC, District 4	67.8%	\$24,400,000	\$16,543,200	\$0	\$16,543,200
<b>Total for School Districts</b>		<b>\$631,321,978</b>	<b>\$528,147,887</b>	<b>\$0</b>	<b>\$528,147,887</b>
<b>Sanitary Districts</b>					
Consolidated Koshkonong	100.0%	\$74,049	\$74,049	\$0	\$74,049
Dunkirk Dame Lake District	100.0%	\$147,722	\$147,722	\$0	\$147,722
FCM Lake Rehab	100.0%	\$303,737	\$303,737	\$0	\$303,737
Fitchburg Utility District	100.0%	\$0	\$0	\$0	\$0
Madison Metropolitan Sewer	100.0%	\$65,859,172	\$65,859,172	\$0	\$65,859,172
Morrisonville Sanitary District	100.0%	\$166,892	\$166,892	\$0	\$166,892
Pleasant Springs Sanitary District	100.0%	\$1,140,114	\$1,140,114	\$0	\$1,140,114
Roxbury Sanitary District	100.0%	\$646,987	\$646,987	\$0	\$646,987
Token Creek Sanitary District	100.0%	\$80,000	\$80,000	\$0	\$80,000
Waunakee Fire District	100.0%	\$268,044	\$268,044	\$0	\$268,044
<b>Total for Sanitary Districts</b>		<b>\$68,686,717</b>	<b>\$68,686,717</b>	<b>\$0</b>	<b>\$68,686,717</b>
<b>TOTAL GROSS OVERLAPPING DEBT</b>		<b>\$1,561,107,041</b>	<b>\$1,441,548,168</b>	<b>\$268,333,410</b>	<b>\$1,173,214,758</b>
<b>TOTAL DIRECT AND OVERLAPPING DEBT - ALL JURISDICTIONS</b>		<b>\$1,754,594,057</b>	<b>\$1,635,035,184</b>	<b>\$328,333,736</b>	<b>\$1,306,701,448</b>

(1) Exclusion represents debt that is not being repaid through property taxes

(2) Unable to obtain information from Municipality

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**COUNTY OF DANE**  
**COMPUTATION OF LEGAL DEBT MARGIN**  
**LAST 10 FISCAL YEARS**

CHAPTER 67, SECTION 03 OF THE WISCONSIN STATE STATUTES STATES:

"The aggregate amount of indebtedness, including existing indebtedness, of any municipality shall not exceed 5% of the value of the taxable property located therein as equalized for state purposes."

	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Equalized value of real and personal property including TID values (1)	\$19,905,147,150	\$21,793,076,800	\$23,171,781,800	\$26,419,256,200	\$29,373,916,900	\$32,050,119,700	\$34,696,825,100	\$38,538,686,600	\$42,799,728,500	\$47,086,248,500
Debt limit - 5% of equalized value	\$995,257,358	\$1,089,653,840	\$1,158,589,090	\$1,320,962,810	\$1,468,695,845	\$1,602,505,985	\$1,734,841,255	\$1,926,934,330	\$2,139,986,425	\$2,354,312,425
Amount of debt applicable to debt limit: General Obligation Debt (2)	\$76,310,300	\$72,316,029	\$68,871,664	\$72,260,090	\$69,141,071	\$139,259,522	\$192,636,403	\$188,863,944	\$188,147,049	\$193,487,016
Less:										
Asset amount in Debt Service fund available for payment of principal:										
Net Amount in Debt Service fund available for payment of principal	\$0	\$0	\$0	\$0	(\$704,415)	\$24,281,004	\$3,004,425	\$2,597,933	\$588,231	\$1,151,317
Net amount of debt applicable to debt limit (3)	<u>\$76,310,300</u>	<u>\$72,316,029</u>	<u>\$68,871,664</u>	<u>\$72,260,090</u>	<u>\$69,845,486</u>	<u>\$114,978,518</u>	<u>\$189,631,978</u>	<u>\$186,266,011</u>	<u>\$187,558,818</u>	<u>\$192,335,699</u>
Legal Debt Margin	<u>\$918,947,058</u>	<u>\$1,017,337,811</u>	<u>\$1,089,717,426</u>	<u>\$1,248,702,720</u>	<u>\$1,398,850,359</u>	<u>\$1,487,527,467</u>	<u>\$1,545,209,277</u>	<u>\$1,740,668,319</u>	<u>\$1,952,427,607</u>	<u>\$2,161,976,726</u>

(1) The "Equalized value of real and personal property including TID values" is the sum of the Equalized values plus the values of the tax incremental districts.

(2) General obligation debt is defined to be the total County indebtedness for all funds.

(3) See Balance Sheet - Governmental Funds

**COUNTY OF DANE**

## DEMOGRAPHIC STATISTICS

## CURRENT AND LAST TEN FISCAL YEARS

Fiscal Year	Population (1)	Per Capita Income (3)	Personal Income	Education Level in Years of Formal Schooling	School Enrollment (5)	Unemployment Rate (6)
1996	398,233	\$26,704	\$10,634,414,032	14.1	67,175	1.7%
1997	402,988	\$28,023	\$11,292,932,724	14.1	68,067	1.6%
1998	407,584	\$30,129	\$12,280,098,336	14.1	68,923	1.5%
1999	413,090	\$31,345	\$12,948,306,050	14.1	69,416	1.4%
2000	426,526 (2)	\$33,539	\$14,305,255,514	14.1	70,107	2.3%
2001	432,654	\$34,624	\$14,980,212,096	14.1	70,370	2.8%
2002	438,881	\$35,462	\$15,563,598,022	14.1	70,947	3.4%
2003	445,253	36,455	\$16,231,698,115	14.1	72,764	3.6%
2004	450,730	37,447	\$16,878,486,310	14.1	73,126	3.1%
2005	458,297	40,007	\$18,335,088,079	14.1	71,222	3.1%
2006	464,424	(4)	(4)	14.1	72,829	3.2%

(1) Estimates prepared annually by the Wisconsin Department of Administration, Demographics Services Center

(2) 2000 United States official census.

(3) Bureau of Economic Analysis, Department of Commerce.

(4) Information not available at this time.

(5) Fall registration, public and private schools - State Department of Public Instruction

(6) State Department of Workforce Development Local Area Unemployment Statistics Historical Series, Not Seasonally Adjusted figures for Madison MSA

**COUNTY OF DANE**  
**PRINCIPAL EMPLOYERS**  
**CURRENT YEAR AND 9 YEARS AGO**

<u>Employer</u>	<u>Type of Business</u>	<u>2006</u>		<u>1997</u>	
		<u>Number of Employees</u> <sup>1</sup>	<u>Rank</u>	<u>Number of Employees</u> <sup>2</sup>	<u>Rank</u>
State of Wisconsin	State Government	81,741	1	68,000	1
Madison Metropolitan School District	Education	5,210	2	3,462	3
United States Government	Federal Government	4,574	3	3,700	2
WPS Insurance Corporation	Health benefits, insurance and administration	3,692	4	2,635	8
American Family Mutual Insurance	Insurance	3,500	5	2,768	6
Meriter Health Systems	Hospital, health care	3,200	6	2,850	4
Dean Health Systems	Health care, clinics, insurance	3,058	7		
City of Madison	City Government	2,667	8	2,789	5
St. Mary's Hospital	Hospital Health Care	2,547	9		
CUNA Mutual	Financial Services for Credit Unions	2,500	10	2,581	9
Oscar Mayer Foods, division of Kraft	Meat processor			2,700	7
Dane County	County Government			1,950	10
Totals		<u>112,689</u>		<u>93,435</u>	

<sup>1</sup> Source: Greater Madison Area Chamber of Commerce

<sup>2</sup> Sources: R.W. Baird & Co. (Greater Madison Area Chamber of Commerce and telephone contacts)

## COUNTY OF DANE

## FULL-TIME EQUIVALENT POSITIONS BY ACTIVITY

## CURRENT AND LAST 10 FISCAL YEARS

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
County Board	4.0000	4.0000	4.5000	4.5000	4.5000	4.5000	4.5000	4.5000	4.2500	4.2500
County Executive	16.0000	16.0000	14.0000	17.0000	16.5000	15.5000	15.5000	14.5000	13.0000	13.0000
County Clerk	6.0000	6.0000	5.0000	5.0000	5.0000	5.0000	5.0000	5.0000	4.7500	4.7500
Administration	151.1000	152.1000	150.6000	178.9330	178.9330	177.5375	174.7000	159.3500	161.3000	160.1000
Treasurer	5.0000	5.0000	5.0000	5.0000	5.0000	5.0000	5.0000	5.0000	5.0000	5.0000
Corporation Counsel	49.3000	56.8000	55.8000	55.8000	55.8000	54.8000	55.0000	56.5000	56.5000	56.5000
Register of Deeds	17.5000	17.5000	18.5000	18.6000	18.6000	18.6000	18.6000	18.6000	18.6000	18.6000
<b>General Government</b>	<b>248.9000</b>	<b>257.4000</b>	<b>253.4000</b>	<b>284.8330</b>	<b>284.3330</b>	<b>280.9375</b>	<b>278.3000</b>	<b>263.4500</b>	<b>263.4000</b>	<b>262.2000</b>
Clerk of Courts	103.0000	98.0000	98.0000	99.0000	100.0000	101.0000	97.5000	94.5000	106.5000	106.5000
Family Court Commissioner	11.0000	12.0000	12.0000	12.0000	12.0000	12.0000	12.0000	12.0000	-	-
Family Court Counseling	10.0000	10.0000	10.0000	11.0000	11.0000	11.0000	11.0000	11.0000	11.0000	11.0000
Coroner	5.0000	6.0000	6.0000	6.0000	6.0000	6.0000	7.0000	7.0000	7.0000	7.0000
District Attorney	44.5750	48.5750	54.2750	54.2750	54.1500	54.1500	53.2250	52.1500	52.1500	53.1500
Sheriff	435.3000	457.3000	465.3000	470.8000	515.8000	520.3000	527.0000	530.0000	536.7500	540.7500
Public Safety Communications	65.0000	65.0000	65.0000	65.0000	65.0000	67.0000	67.0000	67.0000	70.0000	71.0000
Emergency Management	9.5000	9.5000	9.5000	9.5000	9.5000	9.5000	9.5000	9.5000	9.5000	9.5000
Juvenile Court Program	34.7000	34.7000	34.7000	35.7000	35.7000	35.7000	35.7000	34.7000	33.2000	32.2000
<b>Public Safety &amp; Criminal Justice</b>	<b>718.0750</b>	<b>741.0750</b>	<b>754.7750</b>	<b>763.2750</b>	<b>809.1500</b>	<b>816.6500</b>	<b>819.9250</b>	<b>817.8500</b>	<b>826.1000</b>	<b>831.1000</b>
Human Services	612.6750	608.6750	613.6750	583.2920	585.3420	594.6420	598.5420	594.7420	603.6500	606.7000
Veteran's Services	6.0000	6.0000	6.0000	6.0000	6.0000	6.0000	6.0000	6.0000	6.0000	6.0000
<b>Health &amp; Human Services</b>	<b>618.6750</b>	<b>614.6750</b>	<b>619.6750</b>	<b>589.2920</b>	<b>591.3420</b>	<b>600.6420</b>	<b>604.5420</b>	<b>600.7420</b>	<b>609.6500</b>	<b>612.7000</b>
Planning & Development	37.8000	21.8000	42.7500	42.7500	36.2500	37.4500	43.9000	39.3500	39.5500	38.4750
Land Information Office	4.0000	4.0000	4.0000	4.0000	4.0000	4.0000	4.0000	4.0000	4.7500	4.7500
Solid Waste	14.5000	14.5000	14.5000	14.5000	14.5000	14.5000	15.0000	15.0000	17.0000	17.0000
Land & Water Resources - Conservation	12.5000	13.5000	14.5000	14.5000	14.0000	15.0000	15.0000	14.0000	9.4000	9.4000
<b>Conservation &amp; Economic Development</b>	<b>68.8000</b>	<b>53.8000</b>	<b>75.7500</b>	<b>75.7500</b>	<b>68.7500</b>	<b>70.9500</b>	<b>77.9000</b>	<b>72.3500</b>	<b>70.7000</b>	<b>69.6250</b>
Library	9.5000	9.7500	9.2500	9.2500	9.2500	9.2500	8.2500	7.2500	7.2500	7.2500
Alliant Energy Center	33.5000	33.5000	34.5000	35.5000	36.5000	36.5000	37.5000	37.5000	37.5000	37.5000
Henry Vilas Zoo	16.0000	16.0000	16.0000	16.0000	16.0000	17.0000	17.0000	17.0000	17.0000	17.0000
Land & Water Resources	-	-	-	-	-	-	-	-	39.3000	39.3000
Parks	25.6000	27.0000	28.0000	30.0000	30.0000	31.0000	31.0000	32.0000	-	-
Extension	12.8000	12.8000	12.8000	11.8000	11.8000	11.8000	11.8000	10.8000	10.8000	10.8000
<b>Culture, Education &amp; Recreation</b>	<b>97.4000</b>	<b>99.0500</b>	<b>100.5500</b>	<b>102.5500</b>	<b>103.5500</b>	<b>105.5500</b>	<b>105.5500</b>	<b>104.5500</b>	<b>111.8500</b>	<b>111.8500</b>
Public Works	10.0000	10.0000	10.0000	10.0000	10.0000	10.0000	10.0000	-	-	-
Highway & Transportation	163.8000	162.8000	162.8000	160.8000	160.8000	160.8000	156.0000	-	-	-
Public Works, Hwy & Transportation	-	-	-	-	-	-	-	157.5000	153.5000	151.5000
Airport	56.0000	57.0000	57.0000	61.0000	62.0000	62.0000	63.0000	65.0000	67.0000	69.0000
<b>Public Works</b>	<b>229.8000</b>	<b>229.8000</b>	<b>229.8000</b>	<b>231.8000</b>	<b>232.8000</b>	<b>232.8000</b>	<b>229.0000</b>	<b>222.5000</b>	<b>220.5000</b>	<b>220.5000</b>
<b>Grand Total</b>	<b>1,981.6500</b>	<b>1,995.8000</b>	<b>2,033.9500</b>	<b>2,047.5000</b>	<b>2,089.9250</b>	<b>2,107.5295</b>	<b>2,115.2170</b>	<b>2,081.4420</b>	<b>2,102.2000</b>	<b>2,107.9750</b>

Source: Prior years and current year Adopted Budget

## COUNTY OF DANE

## OPERATING INDICATORS BY ACTIVITY/DEPARTMENT

## LAST 10 FISCAL YEARS

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
<b>General Government</b>										
<b>County Clerk</b>										
Marriage Licenses Issued	2,992	2,964	3,113	3,205	3,046	3,225	3,203	3,045	3,005	2,974
Election Ballots Cast	165,243	309,971	85,405	357,093	110,937	334,504	160,396	541,834	105,701	354,981
<b>Register of Deeds</b>										
Documents Recorded	98,346	147,754	121,927	96,210	146,409	201,643	236,523	149,141	141,926	118,840
<b>Public Safety &amp; Criminal Justice</b>										
<b>Coroner</b>										
Cremation Certificates & Investigations	734	970	939	1075	1075	1282	1168	1357	1205	1097
General Death Investigations	947	1158	1032	925	1194	1044	1031	972	1065	988
Autopsy Investigations	133	156	187	175	168	263	228	173	217	185
<b>District Attorney</b>										
Number of Adult Cases Filed	n/a	n/a	n/a	38,284	38,092	39,124	40,766	45,225	39,016	39,424
Number of Juvenile Cases Filed	n/a	n/a	n/a	2,408	2,545	2,575	2,390	2,228	2,185	1,861
<b>Sheriff</b>										
Miles Driven	2,287,006	2,423,440	2,519,134	2,566,874	2,594,648	2,687,719	2,689,669	2,757,477	2,704,236	n/a
Average Daily Population	852	924	961	959	1,022	1,036	1,049	1,056	1,007	1,092
Jail Bookings	14,749	15,081	15,934	16,270	17,063	17,143	16,780	16,848	16,749	n/a
Citations Issued	11,306	11,774	10,511	12,766	12,783	14,108	15,173	16,791	15,706	n/a
<b>Juvenile Court Program</b>										
Detention Average Daily Population	16.9	19.2	21.5	16.1	14.1	12.1	14.5	14.4	15.2	16.00
Shelter Home Average Daily Population	8.9	9.5	9.9	8.9	8.0	7.0	8.1	7.2	7.7	8.00
Intake Referrals	1,005	1,035	924	794	768	739	808	782	868	927
<b>Health &amp; Human Services</b>										
<b>Veterans Service Office</b>										
Individual and Family Interviews	2,948	3,016	2,849	2,679	3,096	3,546	3,265	3,038	2,353	n/a
Telephone Inquiries Fields	16,688	13,740	14,885	13,191	14,355	14,437	13,386	10,876	8,500	n/a
Federal Benefits Generated	\$45,031,349	\$69,503,534	\$57,330,954	\$41,871,903	\$59,250,371	\$79,052,557	\$99,057,242	\$63,735,385	\$58,311,839	n/a
State Benefits Generated	\$10,403,075	\$19,204,214	\$17,585,269	\$14,327,646	\$9,991,454	\$16,165,746	\$10,590,253	\$12,730,202	\$13,151,700	n/a
<b>Culture, Education &amp; Recreation</b>										
<b>Alliant Energy Center</b>										
Events Hosted	n/a	n/a	n/a	771	651	645	630	631	638	645
Total Event Days	n/a	n/a	n/a	1,121	937	974	958	977	1,023	1,113
Attendance	n/a	n/a	n/a	1,060,472	964,171	944,163	925,621	968,796	900,620	912,591
<b>Land &amp; Water Resources</b>										
Acres of Recreation Land Owned	5,400	5,403	5,702	5,702	6,275	6,706	7,113	8,525	8,894	n/a
Acres of Development Rights Owned	-	-	105	105	180	605	513	559	989	n/a
<b>Conservation &amp; Economic Development</b>										
<b>Land &amp; Water Resources</b>										
Landowners Assisted	1,458	876	847	952	870	667	790	682	564	918
Conservation Plan Acres Completed	32,349	40,984	17,268	28,678	27,754	20,792	18,512	31,643	12,834	38,315
Streambank Protection Completed (ft.)	7,065	14,730	31,545	-	20,316	24,110	38,130	43,590	14,000	45,408
Wetland Restoration Completed (acres)	145	278	482	373	191	36	330	144	99	109
Nutrient Management Plans (acres)	n/a	n/a	9,027	22,095	22,180	16,672	20,999	260,521	32,334	41,351
<b>Public Works</b>										
<b>Public Works, Highway &amp; Transportation</b>										
County Trunk Highway System (miles)	541	541	541	542	542	542	542	542	542	541
County Trunk Highway System (lane miles)	1,124	1,124	1,124	1,130	1,130	1,130	1,130	1,130	1,130	1,241
<b>Airport</b>										
Take Offs/Landings - Commercial	32,287	33,637	35,932	36,829	40,086	43,850	42,010	41,967	39,528	39,034
Take Offs/Landings - General Aviation	105,978	103,576	100,185	83,082	81,958	78,870	83,112	80,495	68,632	68,449
Take Offs/Landings - Military	7,239	7,499	8,041	5,832	6,511	6,778	6,368	7,211	7,658	8,130
Commercial Passenger Enplanements	607,044	662,610	678,774	668,731	674,700	768,475	806,546	847,341	808,606	807,419
Commercial Passenger Deplanements	599,251	649,619	662,562	660,750	661,551	755,945	791,024	837,596	803,125	796,032

(1) Source: County Department annual report

**COUNTY OF DANE**

**CAPITAL ASSET STATISTICS BY FUNCTION**

**LAST 10 FISCAL YEARS**

	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<u>General Government</u>										
Number of Court Branches	17	17	17	17	17	17	17	17	17	17
<u>Public Safety &amp; Criminal Justice</u>										
Patrol Vehicles	n/a	n/a	n/a	n/a	n/a	n/a	31	37	39	n/a
Other Vehicles	n/a	n/a	n/a	n/a	n/a	n/a	54	52	58	n/a
Jail Facilities	3	3	3	3	3	3	3	3	3	3
Jail Bed Design Capacity	949	949	949	949	949	949	949	949	949	949
Detention Center Bed Capacity	18	18	18	18	18	18	18	18	18	18
Shelter Home Capacity	16	16	16	16	16	16	16	16	16	16
<u>Public Works</u>										
Interstate Highway System	53.33	53.33	53.33	53.33	53.30	53.35	53.35	53.35	53.35	53.35
U.S. Highway System	n/a	n/a	n/a	157.41	157.41	157.38	157.38	157.38	157.38	163.76
State Highway System	347.41	347.34	347.34	168.31	168.31	168.31	168.31	168.31	168.31	175.57
Connecting Highway System	19.45	19.45	19.45	19.41	19.41	19.43	19.43	19.43	19.43	19.43
County Highway System	542.03	542.03	542.03	542.66	542.45	541.45	541.45	541.45	541.45	539.13
Local Roads and Streets	2,810.77	2,810.77	2,810.77	2,885.23	2,926.88	2,957.57	2,957.57	2,957.57	2,957.57	2,957.57
County Sponsored Airports	1	1	1	1	1	1	1	1	1	1
<u>Health &amp; Human Services</u>										
Number of County Nursing Homes	1	1	1	1	1	1	1	1	1	1
<u>Culture, Education &amp; Recreation</u>										
Acres of Recreational Park Land	n/a	4,989								
Acres of Natural Resource Area Land	n/a	3,006								
Acres of Forest Land	n/a	543								
Acres of Historical/Cultural Site Land	n/a	116								
Acres of Land with Development Rights	-	-	105	105	180	605	513	559	989	
Number of Convention Centers	1	1	1	1	1	1	1	1	1	1
Number of Public Zoos	1	1	1	1	1	1	1	1	1	1
<u>Conservation &amp; Economic Development</u>										
Number of Acres Owned	5,400	5,403	5,702	5,702	6,275	6,706	7,113	8,525	8,894	n/a
Landfill Capacity	60.00%	65.00%	67.00%	61.00%	68.00%	70.38%	72.93%	76.09%	79.06%	82.77%

## COUNTY OF DANE

## SCHEDULE OF INSURANCE IN FORCE

December 31, 2006

Type of Coverage Name of Company	Policy Number	Policy From	Period To	Details of Coverage	Policy Limits	Annual Premium	Deductible
<b>PROPERTY INSURANCE</b>							
Wisconsin Local Government Property Fund	V120012 1	10/1/06	10/1/07	Fire and Extended Coverage - County Buildings and Contents	\$447,277,005	\$196,802	\$500
Wisconsin Local Government Property Fund	V120012 1	10/1/06	10/1/07	Collision / Auto	\$4,274,826	\$26,976	\$1,000
Wisconsin Local Government Property Fund	V120012 1	10/1/06	10/1/07	Comprehensive Auto	\$18,474,074	\$36,191	\$500
Wisconsin Local Government Property Fund	V120012 1	10/1/06	10/1/07	Livestock (Zoo)	\$500,000	\$1,650	\$100
Wisconsin Local Government Property Fund	V120012 1	10/1/06	10/1/07	Contractor's Equipment	\$22,875,052	\$54,671	\$500
Wisconsin Local Government Property Fund	V120012 1	10/1/06	10/1/07	Business Interruption	\$4,500,000	\$1,215	\$500
Wisconsin Local Government Property Fund	V120012 1	10/1/06	10/1/07	Builder's Risk	\$425,000	\$106	\$0
Wisconsin Local Government Property Fund	V120012 1	10/1/06	10/1/07	Fine Arts	\$381,000	\$171	\$0
Chubb	7834-27-14	1/1/06	1/1/07	Boiler and Machinery - County Buildings	\$40,000,000	\$16,600	\$1,000
Chubb	7834-27-14	1/1/06	1/1/07	Business Income	\$4,500,000		\$0
Zurich	USC3583768	1/1/06	1/1/07	Tank Pollution	\$5,000,000	\$15,164	\$5,000
<b>SURETY, FIDELITY</b>							
Capitol Indemnity	CC00742924	1/1/06	1/1/07	Employee Dishonesty Theft - Inside Premises Theft - Outside Premises Robbery of Custodian	\$500,000 \$500,000 \$500,000 \$50,000	\$10,563	\$5,000 \$5,000 \$5,000 \$5,000
	LP00706707	5/7/06	6/7/07	Badger Prairie Bond	\$100,000	\$1,800	
Capitol Indemnity	Bond # 744096	1/1/06	1/1/07	Elected Officials Bond Clerk of Courts Sheriff Treasurer Register of Deeds Coroner Clerk	\$5,000 \$10,000 \$500,000 \$13,000 \$5,000 \$2,000	\$1,152	N/A N/A N/A N/A N/A N/A
Capitol Indemnity	CCOO534525	1/1/06	1/1/07	ALLIANT ENERGY CRIME RENEWAL	\$25,000	\$1,603	\$500
				Total premium for Capitol Indemnity Coverage		\$15,118	
<b>LIABILITY INSURANCE</b>							
AAU-Federal Insurance Co.	AL1157040	1/1/06	1/1/07	General Liability Ea Occurrence Product-Comp Ops Personal Advertising Fire Damage Medical Expense Hangarkeeper Ea Loss Hangarkeeper Ea Aircraft Total Premium for all AAU coverages	\$150,000,000 \$150,000,000 \$25,000,000 \$100,000 \$2,500 \$150,000,000 \$150,000,000	\$110,500	\$10,000 \$10,000 \$10,000 \$10,000 \$10,000 \$10,000 \$10,000
Utica Mutual Insurance	CPP2930820	5/1/06	5/1/07	EMS Automobile - Liability Includes Auto Physical Damage	\$1,000,000 Replacement	\$47,751	\$1,000 \$1,000
Ins. Co./North America	CPP2930820	5/1/06	5/1/07	EMS General Liability EMS - Errors & Omissions	\$2,000,000 \$1,000,000	\$19,422	N/A N/A
Ins. Co./North America	CPP2930820	5/1/06	5/1/07	EMS - Excess	\$4,000,000	\$36,470	\$10,000
Society	WP90010008	1/15/06	1/15/07	EMS - Workers' Compensation	Statutory	\$51,576	N/A
WI Health Care Liability Plan	NM06600056	3/15/06	3/15/07	Hospital Professional Liability Hospital General Liability & Bond	400,000/1,000,000 1,000,000/1,000,000	\$13,376 \$11,339	N/A N/A
		1/1/06	1/1/07	Medical Malpractice (Schlenker)		\$8,242	
Wisconsin Municipal Mutual Insurance Company	WI98CS11A	1/1/06	1/1/07	General Liability Excess Worker's Comp	\$5,000,000 \$5,000,000	\$168,681 \$92,767	\$250,000 (A) \$250,000 (A)
Wisconsin Municipal Mutual Insurance Company	WI98EO11A	1/1/06	1/1/07	Errors & Omissions	\$5,000,000	\$81,008	\$250,000 (A)
General Casualty	GA2259410	4/30/06	4/30/07	AERO Model Flyers	\$500,000	\$191	
General Casualty	GA2572653	6/1/06	6/1/07	Take a Stake in the Lake	\$500,000	\$525	
Worker's Compensation		9/1/06	9/1/07	Partners for After School Success		\$1,991	

(A) The deductible for these three policies in total is \$250,000 per occurrence and \$1,500,000 in aggregate