

Carver County Financial Statement/2006

CARVER COUNTY

SUMMARY FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2006

The purpose of this report is to provide a summary of financial information concerning Carver County for interested citizens. Questions about this report should be directed to David Frischmon at (952) 361-1506.

A FULL AND COMPLETE COPY OF THE COUNTY FINANCIAL STATEMENT IS AVAILABLE UPON REQUEST BY CALLING DAVID FRISCHMON, VISITING THE COUNTY WEBSITE AT WWW.CO.CARVER.MN.US OR BY WRITING TO THE FINANCIAL SERVICES DIRECTOR, FINANCIAL SERVICES, ADMINISTRATION BUILDING, 600 EAST FOURTH STREET, CHASKA, MN 55318-2102.

COUNTY OFFICIALS

Table with 3 columns: Office, Name, Telephone number. Lists various county officials and their contact information.

A User's Guide to County Financial Statements

The following definitions will help citizens understand the terminology that is used in the County's financial statements.

Basic Financial Statements

Carver County's basic financial statements consists of three parts: government-wide financial statements, fund financial statements, and notes to the financial statements.

Government-wide financial statements display information about the County's financial reporting entity as a whole, except for its fiduciary activities.

Fund financial statements display separate financial information for the County's governmental, proprietary, and fiduciary funds.

Notes to the financial statements provides additional information and disclosure for information in the financial statements.

Governmental activities are generally activities of the County financed through taxes, intergovernmental revenues, and other nonexchange revenues.

Financial reporting entity consists of the primary government (County), organizations for which the County is financially accountable, and other organizations for which the nature and significance of their relationship with the County are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Primary government is a term used in connection with defining the financial reporting entity. The primary government is the focus of the financial reporting entity.

Component unit describes a legally separate organization for which the County board is financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with the County are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

County Governmental Fund Type

The **General fund** is the general operating fund of the County. It is used to account for all financial resources except those that are required to be accounted for in another fund.

Special Revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted for specified purposes.

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

Capital Projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs - that is, for the benefit of the government or its citizenry.

County Proprietary Funds

Internal Service funds are used to report any activity that provides goods or services to other funds, departments, or agencies of the primary government and its component units, or to other governments, on a cost reimbursement basis.

County Fiduciary Funds

Agency funds are used to account for assets held by the County as an agent for individuals, private organizations, other governments, and/or other funds; for example, taxes collected and held by a County for a school district.

Character Classification of County Expenditures

The County's governmental expenditures are classified by character or the periods expenditures are presumed to benefit. The County has the following character classifications:

Current operating expenditures are presumed to benefit the current fiscal period.
Debt service are presumed to benefit prior fiscal periods as well as current and future periods and includes amount expended for the payment of principal, interest and other costs associated with debt.

Capital outlays are presumed to benefit current and future fiscal periods and include amounts expended for the construction or acquisition of County capital assets.

Intergovernmental represent resources transferred by the County to other governments.

Classification of County Functions

Functions are a group of related activities aimed at accomplishing a major service or regulatory program for which the County is responsible. The County has the following function classifications:

The General Government function include expenditures for general County activities such as the County commissioners, County administration, County attorney's office, County auditor's office, County treasurer's office, County assessor's office, the planning and zoning office, and other County general service office.

Public safety relates to the objective of protection of persons and property and includes expenditures for corrections activities, operations of the sheriff's department, the County jail, civil defense, and emergency services.

Highways and streets includes expenditures relating to the construction and maintenance of County highways and streets.

Human services represents activities designed to provide public assistance and institutional care for individuals unable to provide essential needs for themselves. These programs include child support collection, child welfare, chemical dependency, medical assistance, and others.

Health involves all activities involved in the conservation and improvement of public health. This function includes expenditures for the county public health department, home health aid services, other nursing services, maternal and child health, supplemental nutrition programs and programs to protect public and private water systems.

Culture and recreation involves cultural and recreational activities maintained for the benefit of County residents and visitors. These activities include county libraries, parks and other recreation programs.

Conservation involves activities designed to conserve and develop such natural resources as water, soil, and forests and includes such programs as soil and water conservation, county extension, water planning, and other.

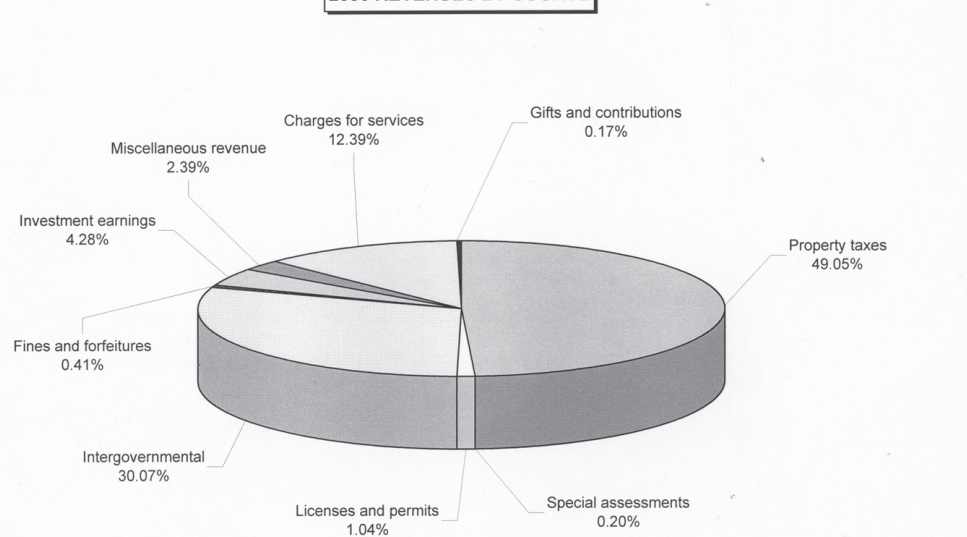
Economic development activities are directed toward economically developing the area encompassed by the County and providing assistance to and opportunity for economically disadvantaged persons or businesses.

A PROFILE OF CARVER COUNTY

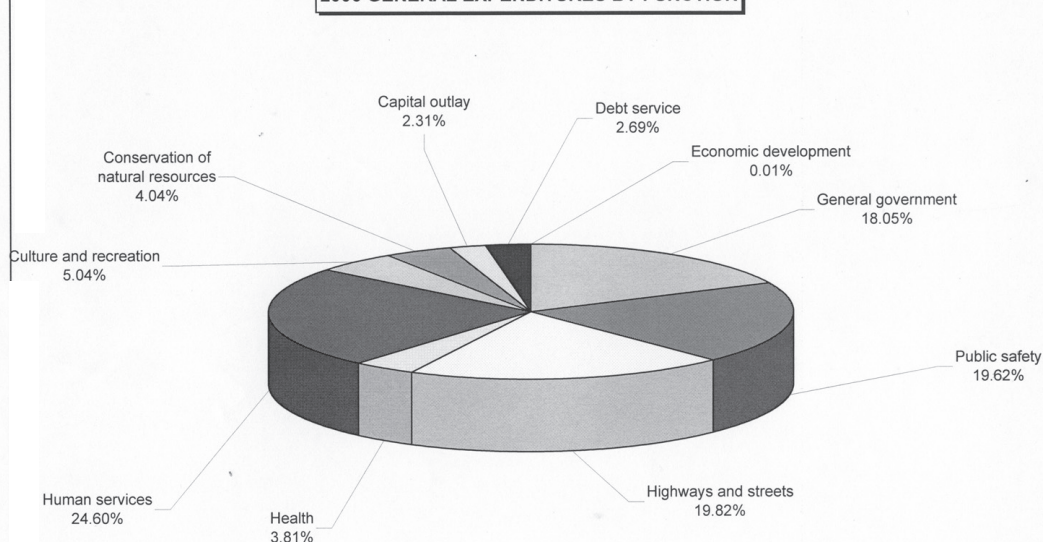
Table with 4 columns: Key Indicator, Total Current, Total Prior, Percent Increase (Decrease). Provides a profile of Carver County across various indicators like population, tax capacity, and expenditures.

Carver County's 2006 Governmental Fund Finances

2006 REVENUES BY SOURCE



2006 GENERAL EXPENDITURES BY FUNCTION



CARVER COUNTY
CHASKA, MINNESOTA

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2006

Balance Sheet for Governmental Funds as of December 31, 2006. Includes sub-sections for Assets, Liabilities and Fund Balances, and Total Liabilities and Fund Balances.