

## MEMORANDUM

To: FEL Subcommittee

Subject: FY2007 Audit

Date: March 24, 2008

From: Jack Lawless

**It is staff's recommendation that the FEL Subcommittee recommend to the Board of Directors that the FY2007 Audit Report and management letter, prepared by Bland and Associates, be accepted and that the General Manager be directed to file an authenticated copy of the audit report with the Nebraska Auditor of Public Accounts and the Nebraska Natural Resources Commission.**

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8712 West Dodge Road • Suite 200 • Omaha, NE 68114 • (402) 397-8822 • Fax (402) 397-8649

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To the Board of Directors  
Papio-Missouri River Natural Resources District  
Omaha, Nebraska

In planning and performing our audit of the financial statements of Papio-Missouri River Natural Resources District (the District) for the year ended June 30, 2007, we considered its system of internal control in order to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on the system of internal control.

During the audit, we noted certain matters involving the internal control system and its operation that we consider to be control deficiencies under standards established by the American Institute of Certified Public Accountants. A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis.

Control deficiencies involve matters coming to our attention relating to deficiencies in the design or operation of the internal control system that, in our judgment, could adversely affect the District's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

We consider one of the control deficiencies to be a significant deficiency. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affect the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with accounting principles generally accepted in the United States of America such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's system of internal control.

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

Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the system of internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe none of the significant deficiencies described below are material weaknesses.

We believe Papio-Missouri River Natural Resources District should address the following control deficiencies to continue to improve the overall system of internal control:

Board of Directors  
Papio-Missouri River Natural Resources District  
Omaha, Nebraska  
Page 2 of 2

*Significant Deficiency*

**Segregation of Duties**

Due to the limited number of accounting staff, the District has a lack of segregation of duties within the accounting department. A good system of internal accounting control includes segregation of duties so that no one person handles a transaction from inception to completion. Segregation problems occur in almost all small and medium sized organizations, and it is often not economically feasible to permit an adequate segregation of duties in all respects. The District's management should be diligent in providing additional separation where possible.

*Control Deficiencies*

**Tracking of Capital Assets**

With the District's implementation of Government Accounting Standards Board (GASB) Statement No. 34, additional requirements for tracking and reporting capital assets took effect. In the past the District has tracked only the assets that it purchases or disposes of, and the auditor has tracked the total capital assets for reporting purposes. This year District personnel provided the actual or estimated values of the infrastructure and land associated with each of the District's projects. These assets were then reported on the financial statements as a prior period adjustment. We applaud management's effort to fully implement GASB Statement No. 34. For the future, we recommend that the District continue to track all capital assets internally.

**Review of Collateral Position**

One of the District's bank account balances exceeded the Federal Deposit Insurance Corporation (FDIC) insurance amount at year-end. We recommend the District's collateral position be reviewed quarterly or as often as necessary to ensure that all accounts are properly insured by FDIC or other forms of collateral.

We noted that the District has made strides in addressing the forgoing subsequent to year-end. We have discussed these comments and suggestions with the District personnel and would be pleased to discuss them in greater detail at your convenience.

This letter is solely for the information and use of the Board of Directors and management of Papio-Missouri River Natural Resources District and should not be used for any other purposes.

Omaha, Nebraska  
January 29, 2008

*Bland & Associates, P.C.*

**Papio-Missouri River Natural Resources District**

**FINANCIAL REPORT**

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**Management's Discussion and Analysis**

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**Basic Financial Statements  
with  
Supplemental Information  
and  
Accompanying Independent Auditors' Reports**

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**Year ended June 30, 2007**

**PATIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

## PATIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

### MANAGEMENT'S DISCUSSION AND ANALYSIS

Year Ended June 30, 2007

This discussion and analysis of the financial performance of the Papio-Missouri River Natural Resources District (the District) provides an overview of the District's financial activities for the fiscal year ended June 30, 2007. It should be read in conjunction with the District's financial statements, which follow. The discussion primarily focuses on the District's general fund, although the proprietary funds are also analyzed.

#### **FINANCIAL HIGHLIGHTS**

- Net assets increased by \$67,337,646 which is a 163% change. This was due almost entirely to the restating of land and infrastructure values to fully implement Governmental Accounting Standards Board Statement No. 34.
- Total general fund net assets are comprised of the following:
  - 1) Capital assets, net of related debt, of \$87,163,252. Property and equipment, net of accumulated depreciation, is reduced for the outstanding debt related to the purchase or construction of capital assets.
  - 2) Restricted net assets - none. No constraints have been imposed on net assets by debt covenants or federal laws and regulations.
  - 3) Unrestricted net assets of \$21,424,344. These assets are available to maintain the District's continuing obligations. Unrestricted net assets include assets reserved for specific purposes by Board resolution (but not restricted by debt covenants or laws and regulations).
- During the year, the District generated \$22,270,472 of property taxes and other revenues. This is an increase from last year when revenues of \$19,426,137 were generated.
- Total long-term debt of the District decreased by \$362,427 to \$5,577,591 during the fiscal year.

#### **OVERVIEW OF THE FINANCIAL STATEMENTS**

Management's Discussion and Analysis introduces the District's basic financial statements, which include the following:

- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

#### Government-wide Financial Statements

The District's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the District's overall status.

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Year Ended June 30, 2007

Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

Both government-wide financial statements distinguish governmental activities of the District that are principally supported by taxes and intergovernmental revenues, such as grants, from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. The District's governmental activities include general government administration, public services such as trail and campground maintenance and educational materials, and recreation such as fishing and camping. The District's business-type activities include four rural water districts and four other trail and waterway construction and preservation projects.

**Statement of Net Assets**

The first of these government-wide statements is the Statement of Net Assets. This is the District-wide statement of position presenting information that includes all of the District's assets and liabilities, with the difference 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 District as a whole is improving or deteriorating. Evaluation of the overall health of the District would extend to other non-financial factors, such as the condition of the District's capital assets, in addition to the financial information provided in this report.

**Statement of Activities**

The second government-wide statement is the Statement of Activities, which reports how the District's net assets changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the Statement of Activities is to show the financial reliance of the District's distinct activities or functions on revenues provided by property tax collections.

**Fund Financial Statements**

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The District uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the District's most significant funds rather than the District as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation.

The District's two types of funds are the Governmental Fund and the Proprietary Funds. The governmental fund encompasses essentially the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the District's governmental fund. These statements report short-term fiscal accountability focusing on the use of spendable resources

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Year Ended June 30, 2007

and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-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 assist in understanding the differences between these two perspectives.

A budgetary comparison schedule is included in the financial statements for the general fund. This schedule demonstrates compliance with the District's adopted and final revised budget.

Proprietary funds generally report services for which the District charges customers a fee. These enterprise funds essentially encompass the same functions reported as business-type activities in the government-wide statements. The Dakota County, Thurston County, Washington County #1, and Washington County #2 Rural Water Districts, as well as four waterway reconstruction projects, comprise the District's proprietary funds.

Proprietary fund statements provide both long-term and short-term financial information consistent with the focus provided by the government-wide financial statements but with more detail for major enterprise funds. Individual fund information for non-major enterprise funds is found in combining statements in a later section of this report.

Notes to the Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements.

Supplemental Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's non-major proprietary funds and expenditures of federal awards.

**FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE**

The District implemented the new financial reporting model used in this report beginning with the fiscal year ended June 30, 2003. Over time, as year-to-year financial information is accumulated on a consistent basis, changes in net assets may be observed and used to discuss the changing financial position of the District as a whole. The table on the next page summarizes the District's net assets.

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Year Ended June 30, 2007

Summary of Net Assets

	Governmental Activities		Business-Type Activities	
	2007	2006	2007	2006
Current and other assets	\$ 23,655,615	\$ 18,493,895	\$ 2,933,473	\$ 2,578,619
Capital assets, net of accumulated depreciation	87,185,157	25,527,895	8,026,206	7,248,103
Total assets	110,840,772	44,021,790	10,959,679	9,826,722
Long-term liabilities	182,910	193,019	5,013,934	5,385,944
Other liabilities	2,070,266	2,578,821	663,787	580,244
Total liabilities	2,253,176	2,771,840	5,677,721	5,966,188
Net assets:				
Invested in capital assets, net of related debt	87,163,252	25,439,527	2,470,518	1,396,452
Restricted			509,670	507,808
Unrestricted	21,424,344	15,810,423	2,301,770	1,956,274
Total net assets	\$ 108,587,596	\$ 41,249,950	\$ 5,281,958	\$ 3,860,534

The District reported positive balances in net assets for both governmental and business-type activities. Excluding the prior period adjustment that recorded capital assets, net assets increased \$3,776,470 for governmental activities and \$547,200 for business-type activities. This indicates that the District's overall financial position improved during fiscal year 2007.

The table on the next page summarizes the District's changes in net assets from revenues and expenditures. The District is heavily reliant on property taxes to support governmental operations, since taxes provide 76% of the District's total governmental revenues.

PATIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Year Ended June 30, 2007

Summary of Changes in Net Assets

	Governmental Activities			Business-Type Activities		
	<u>2007</u>	% of <u>Total</u>	<u>2006</u>	<u>2007</u>	% of <u>Total</u>	<u>2006</u>
<b>Revenues:</b>						
Program revenues						
Charges for services	\$ 702,883	3.2%	\$ 813,953	\$ 1,610,023	89.8%	\$ 1,340,570
Operating grants & contributions	5,123,087	23.0	2,881,923	-	-	-
Capital grants	-	-	-	-	-	-
General revenues						
Property taxes	16,444,502	73.8	15,730,261	-	-	-
Assessment income	-	-	-	58,117	3.2	58,341
Interest income	-	-	-	125,417	7.0	67,654
Total revenues	22,270,472	<u>100%</u>	19,426,137	1,793,557	<u>100%</u>	1,466,565
<b>Expenses:</b>						
General administration	4,305,642	23.3	4,026,485	-	-	-
Information & education	137,204	.7	165,012	-	-	-
Flood prevention	7,268,432	39.4	5,116,207	-	-	-
Erosion control	1,187,945	6.4	1,940,135	-	-	-
Water quality	687,478	3.7	667,222	-	-	-
Recreation	1,402,971	7.6	975,009	-	-	-
Forestry and wildlife	2,821,484	15.3	1,245,290	-	-	-
Capital improvements	396,665	2.1	250,070	-	-	-
Unallocated depreciation	283,010	1.5	276,618	-	-	-
Interest on long-term debt	3,171	-	5,743	-	-	-
Rural Water Districts	-	-	-	1,192,991	95.7	939,347
Other proprietary funds	-	-	-	53,366	4.3	188,254
Total expenses	18,494,002	<u>100%</u>	14,667,791	1,246,357	<u>100%</u>	1,127,601
Change in net assets	3,776,470		4,758,346	547,200		338,964
Beginning net assets	41,249,950		40,223,561	3,860,534		3,521,570
Prior period adjustment	<u>63,561,176</u>		<u>(3,731,957)</u>	<u>874,224</u>		-
Beginning net assets restated	104,811,126		36,491,604	4,734,758		3,521,570
Ending net assets	<u>\$108,587,596</u>		<u>\$41,249,950</u>	<u>\$ 5,281,958</u>		<u>\$ 3,860,534</u>

PATIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Year Ended June 30, 2007

**FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS**

**Governmental Fund**

The General Fund is the District's primary operating fund. It is used to account for all financial resources except those required to be reported in a separate fund. The fund balance of the General Fund increased by \$6,814,678 to \$16,334,403.

**Proprietary Funds**

The proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status. The major proprietary funds for the District are the Dakota County, Thurston County, Washington County #1, and Washington County #2 Rural Water Districts. The net assets for these funds increased \$504,886. The net assets for the non-major proprietary funds increased by \$42,314. The total net assets increase by \$547,200.

**BUDGETARY HIGHLIGHTS**

The Papio-Missouri River Natural Resources District's Board of Directors adopts a budget each fiscal year that complies with the reporting regulations imposed by the State of Nebraska. This budget can be modified during the year with the approval of the Board. Economic factors, such as property tax rates and the availability of federal and state funding, play a major role in the District's budgeting process.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

The District's investment in capital assets, net of accumulated depreciation, for governmental and business-type activities as of June 30, 2007, was \$87,185,157 and \$8,026,206, respectively. The total increase in this net investment was 141% for governmental and 11% for business-type activities. This investment in capital assets includes land, infrastructure, buildings and improvements, and machinery and equipment. As mentioned previously, the District elected to fully implement Governmental Accounting Standards Board Statement No. 34 during this fiscal year by valuing and recording the land and infrastructure assets that had not previously been reported. This prior period adjustment accounts for the large increase in capital assets this fiscal year and is explained in financial statement Note L.

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

Year Ended June 30, 2007

Long-Term Debt

At the end of the fiscal year, the District had a total of \$5,577,591 in bonds and notes outstanding. A majority of this debt is attributable to the proprietary funds for construction of the rural water distribution systems.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Factors considered in preparing the District's budget for fiscal year 2008 include the following:

- Property tax receipts of \$16.4 million are expected. This represents an increase of 9% due to predicted property valuation increases.
- Projects related to flood prevention and recreational trails are anticipated to require the heaviest expenditures during fiscal year 2008. These projects will be financed by several methods, including federal and/or state funding, cost sharing agreements with other local governments, and property taxes.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the District's finances, comply with finance-related laws and regulations, and demonstrate the District's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the District Accountant at 8901 South 154<sup>th</sup> Street, Omaha, NE 68138.

PATIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT  
BASIC FINANCIAL STATEMENTS  
WITH  
SUPPLEMENTAL INFORMATION  
AND  
ACCOMPANYING INDEPENDENT AUDITORS' REPORTS

YEAR ENDED JUNE 30, 2007

BLAND & ASSOCIATES, P.C.  
Certified Public Accountants

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INDEPENDENT AUDITORS' REPORT ON BASIC FINANCIAL STATEMENTS AND  
SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

To The Board of Directors  
Papio-Missouri River Natural Resources District  
Omaha, Nebraska

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Papio-Missouri River Natural Resources District (the District), a political subdivision of the State of Nebraska, as of and for the year ended June 30, 2007, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements of the District referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2007, and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplemental information on pages 34 through 45 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying Schedule of Expenditures of

Independent Auditors' Report on Basic Financial Statements and  
Supplemental Schedule of Expenditures of Federal Awards (Continued)  
Page 2

Federal Awards on pages 46 and 47 is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 29, 2008, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, 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 read in conjunction with this report in considering the results of our audit.

Omaha, Nebraska  
January 29, 2008

*Blane & Associates, P.C.*

**PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT**  
**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

PATIO-MISSOURI RIVER NATURAL RESOURCES DISTRICTSTATEMENT OF NET ASSETS

June 30, 2007

<u>ASSETS</u>	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>CURRENT ASSETS</b>			
Cash and cash equivalents (Notes A and B)	\$ 13,900,309	\$ 1,483,672	\$ 15,383,981
Cash on deposit with County Treasurers (Note B)	229,491	348	229,839
Unrestricted investments (Notes A, B, and H)	59,166	845,016	904,182
Taxes receivable (Note A)	9,212,909	-	9,212,909
Service receivables	4,665	90,358	95,023
Assessments receivable	-	186	186
Interest receivable	343	13,206	13,549
Due from funding agency (Note D)	187,125	-	187,125
Internal balances (Note C)	61,607	(61,607)	-
Inventories (Note A)	-	52,624	52,624
Total current assets	23,655,615	2,423,803	26,079,418
<b>NONCURRENT ASSETS</b>			
Restricted investments (Notes B and H)	-	509,670	509,670
Capital assets (Notes A and E)			
Land	29,770,580	3,000	29,773,580
Capital improvements and infrastructure	103,767,256	9,248,051	113,015,307
Buildings and improvements	3,895,893	-	3,895,893
Vehicles and equipment	4,344,846	34,207	4,379,053
Accumulated depreciation	(54,593,418)	(1,259,052)	(55,852,470)
Total capital assets	87,185,157	8,026,206	95,211,363
Total noncurrent assets	87,185,157	8,535,876	95,721,033
	<u>\$ 110,840,772</u>	<u>\$ 10,959,679</u>	<u>\$ 121,800,451</u>
<u>LIABILITIES AND NET ASSETS</u>			
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable	\$ 1,957,730	\$ 92,006	\$ 2,049,736
Accrued salaries and payroll withholdings	31,689	-	31,689
Accrued expenses	37,476	30,027	67,503
Deferred revenue (Note A)	-	-	-
Current portion of long-term debt (Note G)	21,903	541,754	563,657
Current portion of accrued compensated absences (Notes G and J)	21,468	-	21,468
Total current liabilities	2,070,266	663,787	2,734,053
<b>NONCURRENT LIABILITIES</b>			
Long-term debt, net of current portion (Note G)	-	5,013,934	5,013,934
Accrued compensated absences, net of current portion (Notes G and J)	182,910	-	182,910
Total noncurrent liabilities	182,910	5,013,934	5,196,844
Total liabilities	2,253,176	5,677,721	7,930,897
<b>COMMITMENTS AND CONTINGENCIES (Note K)</b>	-	-	-
<b>NET ASSETS (Note A)</b>			
Invested in capital assets, net of related debt	87,163,252	2,470,518	89,633,770
Restricted	-	509,670	509,670
Unrestricted	21,424,344	2,301,770	23,726,114
Total net assets	<u>108,587,596</u>	<u>5,281,958</u>	<u>113,869,554</u>
	<u><u>\$ 110,840,772</u></u>	<u><u>\$ 10,959,679</u></u>	<u><u>\$ 121,800,451</u></u>

The accompanying notes to financial statements  
are an integral part of these statements

## EXHIBIT B

## PAPJO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

## STATEMENT OF ACTIVITIES

Year Ended June 30, 2007

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue & Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<b>GOVERNMENTAL ACTIVITIES</b>							
General administration	\$ 4,305,642	\$ 171,972	\$ 1,483,649	\$ -	\$ (2,650,021)	\$ -	\$ (2,650,021)
Information and education	137,204	-	-	-	(137,204)	-	(137,204)
Flood prevention	7,268,432	29,664	2,636,113	-	(4,602,655)	-	(4,602,655)
Erosion control	1,187,945	170,115	-	-	(1,017,830)	-	(1,017,830)
Water quality	687,476	325,000	77,016	-	(285,462)	-	(285,462)
Recreation	1,402,971	6,132	313,208	-	(1,083,631)	-	(1,083,631)
Forestry and wildlife	2,821,484	-	613,101	-	(2,208,383)	-	(2,208,383)
Capital improvements	395,665	-	-	-	(395,665)	-	(395,665)
Unallocated depreciation	283,010	-	-	-	(283,010)	-	(283,010)
Interest on long-term debt	3,171	-	-	-	(3,171)	-	(3,171)
	18,494,082	702,883	5,123,087	-	(12,688,032)	-	(12,688,032)
<b>BUSINESS-TYPE ACTIVITIES</b>							
Dakota County Rural Water	325,393	421,715	-	-	-	96,322	96,322
Thurston County Rural Water	91,845	115,924	-	-	-	23,979	23,979
406,552	400,539	-	-	-	-	(6,013)	(6,013)
Washington County Rural Water #1	369,201	550,156	-	-	-	280,955	280,955
Washington County Rural Water #2	53,366	21,189	-	-	-	(31,577)	(31,577)
Non-Major Proprietary Funds							
	1,246,357	1,610,023	-	-	-	363,666	363,666
	\$ 19,740,359	\$ 2,512,906	\$ 5,123,087	\$ -	\$ (12,688,032)	\$ 363,666	\$ (12,304,366)
<b>GENERAL REVENUES</b>							
Property taxes				16,444,502	-	16,444,502	16,444,502
Assessment income				-	-	58,117	58,117
Interest income				-	-	125,417	125,417
				16,444,502	-	183,534	183,534
<b>CHANGE IN NET ASSETS</b>						16,528,036	16,528,036
<b>NET ASSETS - BEGINNING OF YEAR, AS PREVIOUSLY STATED</b>				3,776,470	547,200	4,323,670	4,323,670
<b>PRIOR PERIOD ADJUSTMENT (Note 1)</b>				41,249,950	3,660,634	45,110,484	45,110,484
<b>NET ASSETS - BEGINNING OF YEAR, AS RESTATED</b>				63,551,176	874,224	64,435,400	64,435,400
<b>NET ASSETS - END OF YEAR</b>				104,811,125	4,734,759	109,545,884	109,545,884
	<b>\$ 108,587,595</b>	<b>\$ 5,281,958</b>	<b>\$ 13,669,654</b>				

Note: Unallocated depreciation does not include depreciation attributable to specific functions.

The accompanying notes to financial statements  
are an integral part of these statements

**PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT**  
**FUND FINANCIAL STATEMENTS**

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICTBALANCE SHEET - GOVERNMENTAL FUND

June 30, 2007

	General Fund
<u>ASSETS</u>	
Cash and cash equivalents (Notes A, B, and H)	\$ 13,900,309
Cash on deposit with County Treasurers (Note B)	229,491
Receivables	
Taxes (Note A)	9,212,909
Services	4,665
Interest	343
Unrestricted investments (Notes B and H)	59,166
Due from	
Funding agency (Note D)	187,125
Other funds (Note C)	61,607
	<u>\$ 23,655,615</u>
<u>LIABILITIES AND FUND BALANCE</u>	
LIABILITIES	
Accounts payable	\$ 1,957,730
Accrued salaries and payroll withholdings	31,689
Accrued expenses (Note J)	58,944
Deferred revenue (Note A)	<u>5,272,849</u>
Total liabilities	7,321,212
FUND BALANCE	
Fund balance (Note A)	248,646
Reserved (Note H)	59,166
Sinking fund (Note H)	<u>16,026,591</u>
Unreserved	
Total fund balance	<u>16,334,403</u>
	<u>\$ 23,655,615</u>

The accompanying notes to financial statements  
are an integral part of these statements

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICTRECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET TO THE STATEMENT OF NET ASSETS

June 30, 2007

Total Fund Balances - Governmental Funds	\$ 16,334,403
--	---------------

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

Capital assets used in governmental activities are not financial resources and  
therefore are not reported in the fund financial statements:

Land and infrastructure	\$ 29,770,580
Capital improvements	103,767,256
Buildings and improvements	3,895,893
Vehicles and equipment	4,344,846
Accumulated depreciation	(54,593,418)
	87,185,157

Liabilities which are not due and payable in the current period are therefore  
not reported in the governmental funds:

Long-term debt	(21,903)
Compensated absences	(182,910)

Property tax revenues, not collected within 60 days of the fiscal year end, are not  
financial resources and, therefore, are not reported in the governmental funds.

5,272,849
-----------

Net Assets of Governmental Activities	\$ 108,587,596
---------------------------------------	----------------

The accompanying notes to financial statements  
are an integral part of these statements

PATIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

EXHIBIT D

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - GOVERNMENTAL FUND

Year Ended June 30, 2007

## REVENUES

General administration	\$ 19,113,794
Flood prevention	2,636,113
Water quality	77,016
Recreation	315,133
Forestry and wildlife	<u>613,101</u>

Total revenues 22,755,157

## EXPENDITURES

General administration	4,203,252
Information and education	137,204
Flood prevention	5,861,011
Erosion control	1,187,945
Water quality	687,478
Recreation	1,173,080
Forestry and wildlife	2,821,484
Indirect cost reimbursement	(207,617)
Cost sharing reimbursement	(528,987)
Capital improvements	535,993
Debt service	
Principal retirement	66,465
Interest	<u>3,171</u>

Total expenditures 15,940,479EXCESS OF REVENUES OVER EXPENDITURES 6,814,678FUND BALANCE - BEGINNING OF YEAR 9,519,725FUND BALANCE - END OF YEAR \$ 16,334,403

The accompanying notes to financial statements  
are an integral part of these statements

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

EXHIBIT D-1

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUND  
TO THE STATEMENT OF ACTIVITIES

Year Ended June 30, 2007

Net Change in Fund Balance - Total Government Fund \$ 6,814,678

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

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital outlays and capital asset expenditures	(14,404)
Depreciation expense	(2,056,293)

Repayment of long-term debt is reported as an expenditure in governmental funds. In the statement of net assets, the repayment reduces long-term liabilities.

Repayments	66,465
------------	--------

Full accrual accounting records revenues when earned. Modified accrual records revenues that are measurable and available.

Difference in property tax revenue accrual	(1,033,976)
--	-------------

Change in Net Assets of Governmental Activities	\$ 3,776,470
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The accompanying notes to financial statements  
are an integral part of these statements

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICTSTATEMENT OF NET ASSETS - PROPRIETARY FUNDS

June 30, 2007

<u>ASSETS</u>	Total (Memo Only)	Dakota County Rural Water	Thurston County Rural Water	Washington County Rural Water #1	Washington County Rural Water #2	Non-major Proprietary Funds (Exhibit K)
<b>CURRENT ASSETS</b>						
Cash and cash equivalents (Notes A and B)	\$ 1,483,672	\$ 260,631	\$ 80,758	\$ 485,376	\$ 333,212	\$ 323,695
Cash on deposit with County Treasurers (Note B)	348	-	-	-	-	348
Unrestricted investments (Notes A, B, and H)	845,016	502,063	-	342,953	-	-
Receivables						
Services	90,356	32,160	11,791	36,426	9,951	-
Assessments	186	-	-	-	-	186
Interest	13,206	6,537	5	6,167	497	-
Inventories (Note A)	52,624	23,702	4,843	17,596	6,483	-
Total current assets	2,485,410	825,113	97,397	868,518	350,153	324,229
<b>NONCURRENT ASSETS</b>						
Restricted investments (Notes B and H)	509,670	72,500	60,170	37,800	340,000	-
Capital assets (Notes A and E)						
Land	3,000	1,000	1,000	1,000	-	-
Capital improvements and infrastructure	9,248,051	1,591,465	949,000	1,739,000	4,968,586	-
Vehicles and equipment	34,207	34,207	-	-	-	-
Accumulated depreciation	(1,259,052)	(478,124)	(227,780)	(486,920)	(66,248)	-
Total capital assets	8,026,206	1,148,548	722,240	1,253,080	4,902,338	-
Total noncurrent assets	8,535,876	1,221,048	782,410	1,290,080	5,242,338	-
	<b>\$ 11,021,286</b>	<b>\$ 2,046,161</b>	<b>\$ 879,807</b>	<b>\$ 2,178,596</b>	<b>\$ 5,692,491</b>	<b>\$ 324,229</b>
<b>LIABILITIES AND NET ASSETS</b>						
<b>LIABILITIES</b>						
<b>CURRENT LIABILITIES</b>						
Accounts payable	\$ 92,006	\$ 54,514	\$ 7,730	\$ 24,392	\$ 5,370	\$ -
Accrued expenses	30,027	4,077	13,917	2,318	9,716	-
Due to other funds (Note C)	61,507	29,630	5,738	20,091	6,148	-
Current portion of long-term debt (Note G)	541,754	70,000	16,659	35,000	420,085	-
Total current liabilities	725,394	158,221	44,044	81,801	441,326	-
<b>NONCURRENT LIABILITIES</b>						
Long-term debt, net of current portion (Note G)	6,013,934	390,000	469,030	200,000	3,954,904	-
Total liabilities	6,739,328	648,221	513,074	281,801	4,396,232	-
<b>NET ASSETS (Note A)</b>						
Invested in capital assets, net of related debt	2,470,518	688,648	236,661	1,018,080	627,339	-
Restricted	509,670	72,500	60,170	37,000	340,000	-
Unrestricted	2,301,770	736,892	79,012	841,717	329,920	324,229
Total net assets	<b>\$ 5,281,958</b>	<b>\$ 1,497,940</b>	<b>\$ 366,733</b>	<b>\$ 1,895,797</b>	<b>\$ 1,186,259</b>	<b>\$ 324,229</b>
	<b>\$ 11,021,286</b>	<b>\$ 2,046,161</b>	<b>\$ 879,807</b>	<b>\$ 2,178,596</b>	<b>\$ 5,692,491</b>	<b>\$ 324,229</b>

The accompanying notes to financial statements  
are an integral part of these statements

## EXHIBIT F

## PAPJO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

## STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - PROPRIETARY FUNDS

Year Ended June 30, 2007

	Total (Mano Only)	Dakota County Rural Water	Thurston County Rural Water	Washington County Rural Water #1	Washington County Rural Water #2	Non-Main Proprietary Funds (Exhibit L)
<b>OPERATING REVENUES</b>						
Water sales	\$ 839,650	\$ 325,959	\$ 109,883	\$ 302,227	\$ 91,581	\$ -
Customer charges and hookup fees	119,212	18,687	2,220	65,948	32,357	-
Sales	170	170	-	-	-	-
Miscellaneous	650,991	65,899	3,721	32,364	526,218	21,789
<b>Total operating revenues</b>	<b>1,610,023</b>	<b>421,715</b>	<b>115,824</b>	<b>400,539</b>	<b>650,156</b>	<b>21,789</b>
<b>OPERATING EXPENSES</b>						
Repairs and maintenance	4,455	4,068	259	128	-	-
Supplies and postage	10,623	6,857	1,989	1,710	67	-
Professional services	13,767	3,054	2,421	4,229	4,053	-
Personnel	204,525	98,041	23,756	68,405	14,323	-
Telephone, utilities, and rent	18,385	5,615	5,199	7,476	95	-
Miscellaneous	2,135	1,667	1,222	205	141	-
Water purchase	227,557	78,315	25,112	105,016	19,114	-
Contract costs	214,335	64,198	8,350	32,354	71,632	37,800
Project construction and land	170,126	16,804	-	153,322	-	-
Project operation and maintenance	28,056	5,127	-	5,110	2,253	-
Depreciation and amortization	96,123	19,557	9,490	17,390	49,686	15,566
Vehicle expense	10,868	5,986	-	2,955	1,927	-
Indirect cost	1,314	188	984	142	-	-
<b>Total operating expenses</b>	<b>1,002,269</b>	<b>309,488</b>	<b>77,682</b>	<b>398,442</b>	<b>163,291</b>	<b>53,366</b>
<b>OPERATING INCOME (LOSS)</b>	<b>607,754</b>	<b>12,227</b>	<b>38,142</b>	<b>2,097</b>	<b>486,865</b>	<b>(31,577)</b>
<b>NONOPERATING INCOME (EXPENSE)</b>						
Assessment revenue	58,117	-	-	-	-	58,117
Interest income	125,417	29,686	5,876	45,584	28,497	15,774
Interest expense	(244,088)	(15,925)	(14,153)	(8,110)	(205,910)	-
	(60,554)	13,781	(8,287)	37,474	(177,413)	73,891
<b>CHANGES IN NET ASSETS</b>						
<b>TOTAL NET ASSETS - BEGINNING OF YEAR, AS PREVIOUSLY STATED</b>	<b>5,477,200</b>	<b>126,008</b>	<b>29,855</b>	<b>39,571</b>	<b>309,452</b>	<b>42,314</b>
<b>PRIOR PERIOD ADJUSTMENT (Note L)</b>	<b>3,860,534</b>	<b>1,095,540</b>	<b>405,705</b>	<b>1,189,567</b>	<b>886,807</b>	<b>281,915</b>
<b>TOTAL NET ASSETS - BEGINNING OF YEAR, AS RESTATED</b>	<b>8,74,224</b>	<b>276,392</b>	<b>(69,827)</b>	<b>667,659</b>	-	-
<b>TOTAL NET ASSETS - END OF YEAR</b>	<b>4,734,756</b>	<b>1,371,932</b>	<b>336,878</b>	<b>1,957,235</b>	<b>886,807</b>	<b>281,915</b>
	<b>\$ 5,281,958</b>	<b>\$ 1,497,940</b>	<b>\$ 366,733</b>	<b>\$ 1,896,797</b>	<b>\$ 1,196,259</b>	<b>\$ 324,229</b>

The accompanying notes to financial statements  
are an integral part of these statements

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICTSTATEMENT OF CASH FLOWS - PROPRIETARY FUNDS

Year Ended June 30, 2007

	TOTAL (Memo only)	MAJOR FUNDS					NONMAJOR FUNDS
		Dakota Rural Water	Thurston Rural Water	Washington Rural Water #1	Washington Rural Water #2		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>							
Cash received from customers	\$ 951,887	\$ 358,500	\$ 110,273	\$ 354,950	\$ 128,164	\$ -	
Other operating receipts	651,160	67,069	3,721	32,364	526,218	21,788	
Cash paid to employees	(204,525)	(98,041)	(23,756)	(68,405)	(14,323)	-	
Cash paid to suppliers	(694,126)	(155,723)	(58,411)	(312,392)	(111,378)	(56,222)	
Net cash provided (used) by operating activities	704,396	171,805	31,827	6,517	528,681	(34,434)	
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>							
Investments purchased	(4,969)	(3,107)	(1,862)	-	-	-	
Investments sold	20,604	-	-	20,604	-	-	
Interest received	125,417	29,686	5,876	45,584	28,497	15,774	
Net cash provided by investing activities	141,052	26,579	4,014	66,188	28,497	15,774	
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>							
Payments on long-term debt	(295,845)	(70,000)	(15,845)	(35,000)	(175,000)	-	
Interest paid	(244,206)	(15,905)	(14,281)	(8,110)	(205,910)	-	
Assessments received	69,887	-	-	-	-	69,887	
Net cash provided (used) by capital and related financing activities	(470,164)	(85,905)	(30,126)	(43,110)	(380,910)	69,887	
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>							
Change in due to other funds	15,274	4,395	482	5,539	4,858	-	
Net cash provided by noncapital financing activities	15,274	4,395	482	5,539	4,858	-	
NET INCREASE IN CASH AND CASH EQUIVALENTS	390,558	116,874	6,197	35,134	181,126	51,227	
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	1,093,114	143,757	74,561	450,242	152,086	272,468	
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 1,483,672	\$ 260,631	\$ 80,758	\$ 485,376	\$ 333,212	\$ 323,695	
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATIONS</b>							
Operating income (loss)	\$ 607,754	\$ 112,227	\$ 38,142	\$ 2,097	\$ 486,865	\$ (31,577)	
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities	96,123	19,557	9,490	17,390	49,686	-	
Depreciation and amortization	(3,427)	(1,179)	(1,745)	(3,685)	3,182	-	
Changes in assets and liabilities	(3,549)	5,033	(85)	(9,540)	1,043	-	
(Increase) decrease in receivables	36,478	38,001	(1,816)	1,152	(858)	-	
(Increase) decrease in inventories	(28,983)	(1,834)	(12,159)	(897)	(11,236)	(2,857)	
Net cash provided (used) by operating activities	\$ 704,396	\$ 171,805	\$ 31,827	\$ 6,517	\$ 528,681	\$ (34,434)	

The accompanying notes to financial statements  
are an integral part of these statements

**PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT**

**NOTES TO FINANCIAL STATEMENTS**

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS  
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Year Ended June 30, 2007

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PATIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2007

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

This summary of significant accounting policies of Pazio-Missouri River Natural Resources District (the District) is presented to assist in understanding the District's government-wide and governmental fund financial statements. These financial statements and notes are representations of the District's management who is responsible for their integrity and objectivity. These accounting policies conform to accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statements.

**Organization and Principal Activity**

The District is one of 23 natural resource districts organized under the laws of the State of Nebraska to aid in the conservation, protection, development, and management of the natural resources of the State. Furthermore, the District participates in jointly funded governmental improvement projects. These projects are cost-sharing arrangements, as the District does not necessarily retain an ongoing financial interest in or responsibility for the projects.

**Reporting Entity**

The District follows the standards promulgated by Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, and GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, that define the financial reporting entity as the one consisting 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 exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The accompanying financial statements include the transactions of the District's primary government. The District has no fiduciary funds or component units and is not a component unit of any other governmental entity.

**Primary Government**

The primary government has a separately elected governing body, is legally separate, and is fiscally independent of other governments. The primary government of the District consists of all the organizations that comprise the legal entity.

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Basis of Presentation

Basic Financial Statements

The basic financial statements of the District include the government-wide and the fund financial statements. Prior to implementation of GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, the financial statements emphasized fund types and account groups. In the GASB Statement No. 34 reporting model, the focus is on the District as a whole in the government-wide financial statements, while reporting additional and detailed information about the District's major governmental funds in the fund financial statements.

Government-Wide Financial Statements

The government-wide financial statements (the statement of net assets and statement of activities) report information on all the non-fiduciary activities of the primary government. Governmental activities are normally supported by taxes and grants from other governments.

Internal activities have been eliminated in the government-wide statement of net assets.

In the government-wide statement of net assets, both the governmental and business-type activities columns are presented on a consolidated basis by column (individual funds are not presented). Because of the economic resource measurement focus and accrual basis of accounting, all financial and capital resources of the District, including long-term assets as well as long-term debt, are reported. Liabilities with maturities greater than one year are reported in two components—the amount due within one year and that due in more than one year.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. These revenues are subject to externally imposed restrictions to these program uses. Program revenues include charges for services, which report fees and other charges to users of the District's services, operating grants and contributions which finance annual operating activities including restricted investment income, and capital grants and contributions, which fund the acquisition, construction or rehabilitation of capital assets. Taxes and other items not properly included among program revenues are reported instead as general revenues.

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements

Separate financial statements are provided for governmental funds and proprietary funds. Fund 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 that constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. District resources are allocated to and accounted for in an individual fund based upon the purposes for which they are spent and the means by which the spending activities are controlled. The various funds are grouped into generic fund types in the government-wide and fund financial statements of this report as follows:

General Fund

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

Proprietary Funds

Proprietary Funds are used to account for the operation of the District's activities that are financed and operated in a manner similar to those found in private business enterprises. Generally, the intent of the governing body is that the cost and expense of providing goods or services to others on a continuing basis be financed or recovered primarily through sales or other forms of user charges. All Proprietary Funds are accounted for on an economic resources measurement focus. This means that all assets and liabilities (whether current or non-current) associated with their activity are included on their Statement of Net Assets.

The District reports the Dakota County Rural Water Project, the Thurston County Rural Water Project, and the Washington County Rural Water Projects #1 and #2 as major proprietary funds presented individually in the financial statements. These funds account for fees charged for rural water services provided to residents in their respective counties. The remaining non-major funds are presented in the aggregate to comply with Government Accounting Standards Board (GASB) Statement No. 34.

The District complies with the accounting principles generally accepted in the United States of America (GAAP). The District applies all relevant GASB Pronouncements. Proprietary funds apply Financial Accounting Standards Board (FASB) Pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB Pronouncements, in which case GASB prevails.

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Measurement Focus/Basis of Accounting**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Revenues from property taxes are recognized in the period levied, regardless of when the cash is collected.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this period, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Proceeds from long-term debt and acquisitions under capital leases are reported as other financing sources. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures, such as principal and interest on general long-term debt, and claims and judgments, are recognized under the modified accrual basis of accounting when the related liability is due.

The proprietary fund financial statements are accounted for using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred, regardless of the timing of the related cash flows.

Operating income reported in proprietary fund financial statements includes revenues and expenses related to the primary continuing operations of the fund. Principal operating revenues for proprietary funds are charges to customers for sales or services.

Principal operating expenses are the costs of providing goods or services and include administrative expenses and depreciation of capital assets. Other revenues and expenses are classified as non-operating in the financial statements.

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

**Cash and Cash Equivalents**

For financial statement purposes, the District classifies all highly liquid investments with original maturities of three months or less as cash equivalents.

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, investments are recorded at fair value. The District's investment policy allows investment in U.S. government obligations and short-term interest bearing investments consisting of certificates of deposit and other income producing securities. It is also the District's policy to report interest earned but not received in a separate account from the principal.

Taxes Receivable

Delinquent taxes are considered fully collectible so no allowance for uncollectible taxes is considered necessary. Tax amounts not received within sixty days are considered deferred revenue in the governmental fund financial statements.

Inventories

The Proprietary Fund inventories, consisting primarily of maintenance supplies, are stated at cost. Cost is determined using the first-in, first-out method.

Capital Assets

Capital assets are recorded at cost. Expenditures for major additions and improvements over \$5,000 are capitalized and minor replacements, maintenance, and repairs are charged to expense accounts as incurred. Interest costs incurred on funds used to construct property, plant, and equipment are capitalized and recorded as part of the asset to which it relates and are amortized over the asset's useful life.

When property and equipment are retired or otherwise disposed of, the related cost and accumulated depreciation of the individual asset are removed from the accounts and any resulting gain or loss is included in the results of operations for the respective period. Depreciation is provided over the estimated useful lives of the related assets using the straight-line method for financial statement purposes. The estimated useful lives for significant capital asset categories are as follows:

	<u>Years</u>
Buildings	20-30
Equipment	3-10
Vehicles	4-10
Water distribution systems	25-50
Other capital improvements	7-100

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets (Continued)

In the governmental fund financial statements, structural improvements (reservoirs, drainage systems, or any other projects) constructed by the District for any of its purposes are recorded as expenditures at the time of construction. Major acquisitions of land that may have a future saleable value associated with project costs are reported as capital improvements; land is reported as a current period Governmental Fund expenditure.

The District, for financial statement purposes, capitalizes its public domain costs, infrastructure costs (such as dams, levees, reservoirs and drainage systems), and similar assets. It is the District's policy to record proposed infrastructure at the historical cost of the land until the actual infrastructure construction costs are incurred and capitalized. In the government-wide financial statements, structural improvements, land acquisitions, and equipment purchases are included as capital assets in the financial statements.

Compensated Absences

The District's employees are granted annual leave and sick pay in varying amounts based on length of service and actual hours worked. Annual leave and unused sick pay may be carried over at year-end up to 30 days and 180 days, respectively. After one year of service, employees are entitled to all accrued vacation leave upon termination, but not accrued sick leave.

Net Assets

Invested in capital assets, net of related debt - This component of net assets consists of capital assets net of accumulated depreciation and net of outstanding balances of any debts used to finance those assets.

Restricted net assets – This component of net assets may be used only to finance specific types of transactions. The Governmental fund had no restricted net assets at June 30, 2007.

Unrestricted net assets – This component of net assets does not meet the definition of either net assets invested in capital assets, net of related debt or restricted net assets.

Fund Balance

Governmental fund equity is classified as fund balance. Fund balances can be reserved, unreserved-designated, and unreserved-undesignated. The portion of the fund balance that has been committed for identified purposes is reserved fund balance.

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property Taxes

Property taxes are levied by the counties on September 20 and are delinquent if not paid by April 1 and August 22. The seven counties located within the District collect the taxes. The portion of the property taxes levied by the District is remitted from the counties as the taxes are collected, less a one percent commission. For fiscal year 2007, the taxes levied totaled \$16,444,502 at a tax levy rate of 3.4848%.

The placement of a lien against property with delinquent taxes in the various counties is at the discretion of the respective county attorneys. However, the vast majority of delinquent property taxes are purchased through transactions called tax certificate sales. In the event the property owner does not pay the property taxes to the County Treasurer within three years, the holder of the tax certificate has the right to take ownership of the property.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of funds are recorded in order to reserve that portion of the applicable appropriation, is not employed by the District.

Income Taxes

The District qualifies as a tax-exempt organization under Section 115 of the Internal Revenue Code. Accordingly, no provision for income taxes is required.

Budgetary Data

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

- a. Formal budgetary integration is employed as a management control device during the year for the General Fund and Proprietary Funds.
- b. The budget is based on the reporting requirements of the State of Nebraska, which prescribe the cash basis method of reporting. The budget caption, general administration, includes the District's cash and investments of the preceding year-end.
- c. All annual appropriations lapse at year-end.

The Statement of Revenues, Expenditures, and Changes in Fund Balances - Actual and Budget (Budgetary Basis) - Governmental Fund presents comparisons of legally adopted budgets to actual data prepared in accordance with the accounting basis indicated above.

Once approved by the Board of Directors, the legally adopted budget can be modified only with the approval of the Board.

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

Preparing the District's financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect 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 expenses during the reporting period. Actual results could differ from those estimates.

Allocation of Indirect Expenses/Interfund Activity

The District is responsible for paying all employee wages and vehicle and fuel expenses of the rural water district proprietary funds. The portion of these expenses directly attributable to the proprietary funds, plus a 15 percent surcharge to cover administrative costs, is billed to and reimbursed by each rural water district. General administration services include overall District management, centralized budgetary formulation and oversight, accounting, payroll, investing and cash management, personnel services, and other general administration services. Services provided are treated as revenues and expenses in the respective funds. The actual amount of indirect cost reimbursement received by the District at June 30, 2007, was \$207,617. These reimbursements are included as an offset in the general administration expenses in the Statement of Activities.

Cost Sharing Reimbursements

The District participates in multiple cost sharing agreements with various other governmental entities, such as the City of Omaha or other area natural resource districts, on a regular basis. These agreements provide funding for recreational trails, water drainage systems, and other improvements that benefit the general public. The District's share of the cost is stated in each of the cost sharing agreements, most often as a maximum amount to be paid. The District normally does not retain an interest in the projects, with the city or other governmental entities providing the routine maintenance as necessary.

Economic Dependency

The District receives the majority of its revenues from property tax rates subject to legislative change and from various grants funded by federal, state, and local governments.

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

**NOTE B – DEPOSITS AND INVESTMENTS**

Deposits and investments consisted of the following at June 30, 2007:

	Total	General Fund	Proprietary Funds
<b>UNRESTRICTED AND UNRESERVED:</b>			
Cash and cash equivalents	\$15,135,335	\$13,651,663	\$1,483,672
Cash on hand at County Treasurers	229,839	229,491	348
	15,365,174	13,881,154	1,484,020
Investments:			
Certificates of deposit	845,016	-	845,016
Total unrestricted and unreserved cash, cash equivalents and investments	16,210,190	13,881,154	2,329,036
<b>UNRESTRICTED BUT RESERVED:</b>			
Cash and cash equivalents	248,646	248,646	-
Investments:			
Certificates of deposit	559,670	50,000	-
U.S. Government Money Market	9,166	9,166	-
	568,836	59,166	-
Total unrestricted but reserved cash, cash equivalents and investments	817,482	307,812	-
<b>RESTRICTED:</b>			
Investments	-	-	509,670
Total cash and investments	<u>\$17,027,672</u>	<u>\$14,188,966</u>	<u>\$2,838,706</u>

Pooled deposits, consisting of cash and certificates of deposit, as categorized for level of risk, cannot be reasonably apportioned between the General Fund and the Proprietary Funds.

At June 30, 2007, the District's deposits at all financial institutions, except one, are fully insured by the Federal Deposit Insurance Corporation or collateralized by investments held by these financial institutions. The amount not fully collateralized is \$22, which is due to interest earned on a certificate of deposit added to the principal instead of paid out to the District.

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

**NOTE B – DEPOSITS AND INVESTMENTS (Continued)**

The District's pooled and non-pooled deposits are categorized to give an indication of the level of risk assumed by the District at June 30, 2007. The categories are described as follows:

Category 1 – Insured or collateralized with securities held by the District or by its agent in the District's name.

Category 2 – Collateralized with securities held by the pledging financial institution's trust department or agent in the District's name.

Category 3 – Uncollateralized

Deposits, categorized by level of risk, are:

	Bank Balance	Category			Carrying Amount
		1	2	3	
Pooled deposits					
Pooled cash and certificates of deposit	\$18,420,881	\$100,000	\$18,320,881	\$ -	\$15,552,306
Non-pooled deposits					
General fund	50,000	50,000	-	-	50,000
Proprietary funds	1,175,327	841,078	334,227	22	2,075,267
Total deposits	<u>\$19,646,208</u>	<u>\$991,078</u>	<u>\$18,655,108</u>	<u>\$ 22</u>	<u>\$17,677,573</u>

Investments are stated at cost. For fiscal year 2007, the District invested only in U.S. Treasury bills, other federal obligations, or certificates of deposits within federally insured banks. The District records all interest revenue related to investment activities in the respective funds.

State of Nebraska statutes authorize the District to invest any surplus funds, including monies in sinking funds, in certificates of deposit within federally insured banks, or in direct debt securities of the United States. It is the District's policy, in accordance with Nebraska statutes, to invest in only direct obligations of the United States, excluding certificates of deposit, and not to require collateral to be pledged to secure these investments. The District's non-pooled investments are categorized to give an indication of the level of risk assumed by the District at June 30, 2007. These categories are as follows:

Category 1 – Insured or registered, with securities held by the District or its agent in the District's name.

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

**NOTE B – DEPOSITS AND INVESTMENTS (Continued)**

Category 2 – Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the District's name.

Category 3 – Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent but not in the District's name.

Investments, categorized by level of risk, are:

	Category			Carrying Amount	Fair Value
	1	2	3		
Non-pooled investments	\$ -	\$ -	\$ -	\$ -	\$ -
U.S. Government Money market					
General fund	-	9,166	-	9,166	9,166
Proprietary funds	-	-	-	-	-
Total non-pooled investments	\$ -	\$ 9,166	\$ -	\$ 9,166	\$ 9,166

**NOTE C – INTERNAL BALANCES/INTERFUND PAYABLES AND RECEIVABLES**

Outstanding balances between funds reported as "due to/due from other funds" include outstanding charges by one fund to another for services, goods, or other miscellaneous receivables/payables between funds. Balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances." Interfund balances at June 30, 2007, consisted of the following individual fund receivables and payables:

Due to	Due from	Amount
General Fund	Thurston County Rural Water	\$ 5,738
General Fund	Washington Co. Rural Water #1	20,091
General Fund	Dakota County Rural Water	29,630
General Fund	Washington Co. Rural Water #2	6,148
		\$ 61,607

**PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT**

**NOTES TO FINANCIAL STATEMENTS (Continued)**

Year Ended June 30, 2007

**NOTE D – DUE TO/FROM FUNDING AGENCIES**

Revenue from governmental grants and contracts are recognized as earned when all applicable eligibility requirements are met. Funds received from the various agencies less than or greater than the expenditures of the program are recorded as assets or liabilities, respectively. At June 30, 2007, \$187,125 was due from funding agencies.

**NOTE E – CAPITAL ASSETS**

The following is a summary of the capital assets of the General Fund under the full accrual basis of accounting. In the government-wide financial statements, these amounts are included in the Statement of Net Assets. These amounts are not reported in the governmental fund financial statements.

	Balance June 30, 2006 (Restated – Note L)	Additions	Deletions	Balance June 30, 2007
<b>Not Depreciated</b>				
Land	\$ 29,770,580	\$ -	\$ -	\$ 29,770,580
<b>Depreciated</b>				
Buildings and improvements	3,895,893	-	-	3,895,893
Machinery and equipment	2,615,861	139,868	81,287	2,674,442
Office equipment	1,147,979	-	-	1,147,979
Vehicles	523,419	19,765	20,759	522,425
Capital improvements and infrastructure	<u>103,767,256</u>	<u>-</u>	<u>-</u>	<u>103,767,256</u>
	111,950,408	159,633	102,046	112,007,995
<b>Less accumulated depreciation</b>	<u>(52,631,916)</u>	<u>(2,056,293)</u>	<u>94,791</u>	<u>(54,593,418)</u>
	<u>59,318,492</u>	<u>(1,896,660)</u>	<u>7,255</u>	<u>57,414,577</u>
	<u>\$ 89,089,072</u>	<u>\$(1,896,660)</u>	<u>\$ 7,255</u>	<u>\$ 87,185,157</u>

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

**NOTE E -- CAPITAL ASSETS (Continued)**

The General Fund allocated depreciation expense in the government-wide financial statements to the primary government functions as follows:

General administration	\$ 135,971
Recreation	229,891
Flood control	1,407,421
Unallocated depreciation	283,010
<b>Total depreciation expense</b>	<b>\$ 2,056,293</b>

The following is a summary of the capital assets of the Proprietary Funds:

	Balance June 30, 2006 (Restated – Note L)	Additions	Deletions	Balance June 30, 2007
<b>Not Depreciated</b>				
Land	\$ 3,000	\$ -	\$ -	\$ 3,000
<b>Depreciated</b>				
Office equipment	17,559	-	-	17,559
Vehicles	16,648	-	-	16,648
Water distribution systems	<u>9,248,051</u>	<u>-</u>	<u>-</u>	<u>9,248,051</u>
	9,282,258	-	-	9,282,258
<b>Less accumulated depreciation</b>	<u>(1,162,929)</u>	<u>(96,123)</u>	<u>-</u>	<u>(1,259,052)</u>
	<u>8,119,329</u>	<u>(96,123)</u>	<u>-</u>	<u>8,023,206</u>
	<u>\$ 8,122,329</u>	<u>\$ (96,123)</u>	<u>\$ -</u>	<u>\$ 8,026,206</u>

The Proprietary Funds recorded depreciation expense of \$96,123 for the year ended June 30, 2007.

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

**NOTE F – OPERATING LEASE**

The District entered into a leasing agreement for two copy machines in February 2007. The District will pay \$705 per month plus applicable taxes for the 60-month lease, as well as a charge per copy that is paid quarterly. This lease does not meet any of the criteria for capital lease classification, but does contain an option for the District to purchase the copiers at their fair market value at the end of the lease. During fiscal year 2007 the District's operating lease expense was \$2,822. Following is a schedule of the future minimum lease payments.

Year ending June 30,	Amount
2008	\$ 8,458
2009	8,458
2010	8,458
2011	8,458
2012	<u>5,636</u>
Future minimum lease payments	<u>\$ 39,468</u>

**NOTE G – LONG-TERM LIABILITIES**

**Long-Term Debt**

The following is a summary of the long-term debt for the year ended June 30, 2007. In the government-wide financial statements, this amount is included in the Statement of Net Assets. This amount is not reported in the governmental fund statements.

**General Fund Note Payable:**

Financial Institution	Due Date	Principal Payable	Payment Amount	Interest Rate	Principal Balance
Case Credit	Dec, 2007	Annual	\$ 21,903	5.5%	<u>\$ 21,903</u>

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

**NOTE G – LONG-TERM LIABILITIES (Continued)**

**Proprietary Fund Notes Payable:**

Fund	Series	Due Date	Principal Payable	Payment Ranges	Interest Rates	Principal Balance
Washington Rural Water #1	2003	April, 2013	Annual	\$35,000 to \$45,000	3.36%	\$ 235,000
Washington Rural Water #2	2006	Dec, 2022	Semi-Annual	\$70,000 to \$148,000	4.65%	3,225,000
Washington Rural Water #2	2006	Dec, 2011	Semi-Annual	\$104,000 to \$126,000	4.65%	1,150,000
Dakota Rural Water	2003	April, 2013	Annual	\$65,000 to \$85,000	3.36%	460,000
Thurston Rural Water	1982	Jul, 2021	Annual	\$11,000 to \$24,000	5.00%	270,758
Thurston Rural Water	1993	Jul, 2032	Annual	\$3,000 to \$15,000	5.63%	<u>214,930</u>
						5,555,688
Less portion due within one year						<u>(541,754)</u>
Notes Payable - Long-term portion						<u>\$ 5,013,934</u>

The change in long-term obligations for the year ended June 30, 2007 was as follows:

Governmental-type Activity:	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Notes Payable:					
Case Credit	\$ 42,664	\$ -	\$ 20,761	\$ 21,903	\$ 21,903
Road Builders					
Machinery Co.	<u>45,704</u>	<u>-</u>	<u>45,704</u>	<u>-</u>	<u>-</u>
	<u>88,368</u>		<u>66,465</u>	<u>21,903</u>	<u>21,903</u>
Compensated Absences	<u>191,664</u>	<u>12,714</u>	<u>-</u>	<u>204,378</u>	<u>21,468</u>
Governmental-type Activity Long-Term Liabilities	<u>\$ 280,032</u>	<u>\$ 12,714</u>	<u>\$ 66,465</u>	<u>\$ 226,281</u>	<u>\$ 43,371</u>

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

**NOTE G – LONG-TERM LIABILITIES (Continued)**

Business-type Activities:	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Notes Payable:</b>					
Ameritas Investments	\$ 530,000	\$ -	\$ 70,000	\$ 460,000	\$ 70,000
Ameritas Investments	270,000	-	35,000	235,000	35,000
Fremont National Bank	3,400,000	-	175,000	3,225,000	152,288
Fremont National Bank	1,150,000	-	-	1,150,000	267,807
Capmark Finance	283,054	-	12,296	270,758	12,786
Rural Economic and Community Development	<u>218,596</u>	<u>-</u>	<u>3,666</u>	<u>214,930</u>	<u>3,873</u>
<b>Business-type Activities Long-Term Liabilities</b>	<b><u>\$ 5,851,650</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 295,962</u></b>	<b><u>\$ 5,555,688</u></b>	<b><u>\$ 541,754</u></b>

The annual principal and interest requirements to maturity for long-term debt as of June 30, 2007 are as follows:

Year(s) ending June 30,	General Fund		Proprietary Funds		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2008	\$ 21,903	\$1,205	\$ 541,754	\$ 259,856	\$ 563,657	\$ 261,061
2009	-	-	562,572	236,571	562,572	236,571
2010	-	-	594,377	211,880	594,377	211,880
2011	-	-	622,220	185,781	622,220	185,781
2012	-	-	323,720	157,938	323,720	157,938
2013-2017	-	-	1,304,666	573,747	1,304,666	573,747
2018-2022	-	-	1,479,068	254,511	1,479,068	254,511
2023-2027	-	-	49,253	30,568	49,253	30,568
2028-2032	-	-	64,780	15,065	64,780	15,065
2033-2037	-	-	13,278	747	13,278	747
	<b><u>21,903</u></b>	<b><u>1,205</u></b>	<b><u>5,555,688</u></b>	<b><u>1,926,664</u></b>	<b><u>5,577,591</u></b>	<b><u>\$1,927,869</u></b>

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

**NOTE H – RESERVED/RESTRICTED FUNDS**

The Board of Directors, by resolution, has established a sinking fund and reserved cash accounts for various purposes. All of the accounts are fully funded at their required levels at June 30, 2007. The following is a summary of the reservations placed on cash and investments for the year ended June 30, 2007:

Sinking fund:

Uninsured Liabilities Fund	\$ 50,000
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Unrestricted But Reserved Cash Accounts:

The Board of Directors, by resolution and in accordance with the Interlocal Cooperation Act Agreement, has reserved funds to reimburse parties to this agreement that incurred costs as a result of the removal of ice jams.	119,014
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The Board of Directors, by resolution, has reserved funds for the purpose of covering the costs of Papio Creek Watershed project.	129,632
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Escrow Account:

The Board of Directors, by resolution, has escrowed funds for paying the United States Corps of Engineers upon completion of a project.	<u>9,166</u>
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Total reserves	307,812
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Less unrestricted but reserved cash	<u>(248,646)</u>
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Total general fund unrestricted but reserved investments	<u>\$ 59,166</u>
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Interest on these funds is reported as District earnings, with earnings on the reserved cash accounts attributed to specific projects.

Proprietary Sinking Funds:

In compliance with loan covenants for the notes described in Note G, the Proprietary Funds have restricted \$509,670 for the issues listed below:

Issue	Amount
Washington County Rural Water #1	\$ 37,000
Thurston County Rural Water	48,431
Dakota County Rural Water	72,500
Washington County Rural Water #2	<u>340,000</u>
Total reserve requirement	<u>\$ 497,931</u>

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

**NOTE I – EMPLOYEES' RETIREMENT PLAN**

All of the District's eligible employees participate in the Nebraska Association of Resources Districts Employees' Governmental Retirement Plan, a statewide multiple-employer retirement system covering all eligible employees of Natural Resources Districts within the State of Nebraska.

All employees who are employed for a minimum of six months, are regularly scheduled to work at least thirty-seven and one-half hours per week, and are age nineteen or older are eligible to participate in the State retirement plan. The District requires all full-time employees to participate. Participants become fully vested after five years, which is applicable only to the employer's contribution.

Plan participants are required to contribute 5.5% of their compensation each pay period, and the District is required to contribute 6.0% of the employee's compensation for each pay period. The District's contributions for the year ended June 30, 2007, were \$135,266, the required contribution.

**NOTE J – ACCUMULATED UNPAID ANNUAL LEAVE AND SICK PAY**

The estimated current portion of the liability for vested vacation benefits, \$21,468 at June 30, 2007, is recorded as an expenditure and liability in the General Fund in both the government-wide and fund financial statements. The long-term portion, \$182,910 at June 30, 2007, is recorded as a non-current liability in the government-wide Statement of Net Assets and is not recorded in the governmental fund financial statements. The amount of unvested sick leave benefits payable amounts to \$1,118,886 at June 30, 2007, and is not reported as an expenditure or liability in any of the District's June 30, 2007, basic financial statements.

**NOTE K – COMMITMENTS AND CONTINGENCIES**

The District has committed future funds to several ongoing and new projects and cost share agreements. Since the future expenditures will be included in the District's future budgets and are part of the District's function, these commitments have not been recorded in the District's financial statements.

The District engages in land development projects and occasionally invokes eminent domain to acquire the required land to undertake the project. The value of the land acquired by the District when eminent domain is invoked is determined by either a board of appraisers in the affected county, or through the judiciary. The amount of payments that may be required for land, if any, is unknown at June 30, 2007.

The District participates in various federal and state assisted grant and contract programs that are subject to review and audit by the grantor agencies. Entitlement to these resources is generally conditional upon compliance with the terms and conditions of grant agreements and

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

**NOTE K – COMMITMENTS AND CONTINGENCIES (Continued)**

applicable federal and state regulations, including the expenditure of resources for allowable purposes. Any revision or disallowance resulting from a federal or state audit may become a liability of the District. The District's management believes such revisions or disallowances, if any, will not be material to the accompanying financial statements.

Certain conditions may exist as of the date of the financial statements which may result in a loss to the District, but which will only be resolved when one or more future events occur or fail to occur. The District's management and its legal counsel assess such contingent liabilities, and such assessment inherently involves an exercise of judgment. In assessing loss contingencies related to legal proceedings that are pending against the District or unasserted claims that may result in such proceedings, the District's legal counsel evaluates the perceived merits of any legal proceedings or unasserted claims as well as the perceived merits of the amount of relief sought or expected to be sought therein. At June 30, 2007, a reasonable estimate could not be determined for any potential loss contingencies.

**NOTE L – PRIOR PERIOD ADJUSTMENT**

The accompanying financial statements reflect prior period adjustments for net assets related to capital assets not recorded in the past. To correct for this error, the beginning net asset balances of the District, Dakota County Rural Water, Thurston County Rural Water, and Washington County Rural Water Districts have been restated to fully implement GASB Statement No. 34 regarding the reporting of land and infrastructure/capital improvement assets. The District provided a listing of each of its projects and the actual or reasonably estimated cost and estimated useful life based on available documentation. The total net effect on the Governmental Fund was a \$63,561,176 increase in net assets. The total net effect on the Proprietary Funds was a \$874,224 increase in net assets. The table below details the prior period adjustments.

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO FINANCIAL STATEMENTS (Continued)

Year Ended June 30, 2007

**NOTE L – PRIOR PERIOD ADJUSTMENT (Continued)**

	Governmental Fund		Proprietary Funds			Total Proprietary Funds
	General Fund	Dakota County Rural Water	Thurston County Rural Water	Washington County Rural Water #1	Washington County Rural Water #2	
<b>NON-DEPRECIATED CAPITAL ASSETS:</b>						
Beginning balance, as previously stated	\$ 21,122,675	\$ 18,125	\$ 1,000	\$ -	\$ -	\$ 19,125
Prior period adjustment	8,647,905	(17,125)	-	1,000	-	(16,125)
Beginning balance, as restated	29,770,580	1,000	1,000	1,000	-	3,000
<b>DEPRECIATED CAPITAL ASSETS:</b>						
Beginning balance, as previously stated	10,258,129	1,789,808	1,365,030	1,603,022	4,968,586	9,726,446
Prior period adjustment	101,692,279	(164,136)	(416,030)	135,978	-	(444,188)
Beginning balance, as restated	111,950,408	1,625,672	949,000	1,739,000	4,968,586	9,282,258
<b>ACCUMULATED DEPRECIATION:</b>						
Beginning balance, as previously stated	(5,852,909)	(916,222)	(564,473)	(1,000,211)	(16,562)	(2,497,468)
Prior period adjustment	(46,779,007)	457,655	346,203	530,681	-	1,334,539
Beginning balance, as restated	(52,631,916)	(458,567)	(218,270)	(469,530)	(16,562)	(1,162,929)
Total Depreciated Capital Assets	59,318,492	1,167,105	730,730	1,269,470	4,952,024	8,119,329
<b>Total Capital Assets</b>	<b>\$ 89,089,072</b>	<b>\$ 1,168,105</b>	<b>\$ 731,730</b>	<b>\$ 1,270,470</b>	<b>\$ 4,952,024</b>	<b>\$ 8,122,329</b>

The change in accumulated depreciation for the proprietary funds was due in part to the change in estimated useful lives of the water distribution systems, which had been depreciated over 50 years and were changed to 100-year lives.

**NOTE M – TOTAL COLUMNS ON COMBINED AND COMBINING STATEMENTS**

The governmental fund total columns on the combined and combining statements, Exhibits E, F, G, K, and L, are captioned "memo only" or "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with accounting principles generally accepted in the United States of America, nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data on the fund financial statements, but have been made on the government-wide financial statements.

**PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT**

**REQUIRED SUPPLEMENTAL INFORMATION**

PATIO-MISSOURI RIVER NATURAL RESOURCES DISTRICTSTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - ACTUAL AND BUDGET (BUDGETARY BASIS) - GOVERNMENTAL FUND

Year Ended June 30, 2007

	Actual	Budget		Variance Favorable (Unfavorable)
		Original	Final	
<b>REVENUES</b>				
General administration	\$ 15,107,118	\$ 23,884,340	\$ 23,884,340	\$ (8,777,222)
Flood prevention	2,448,988	4,397,100	4,397,100	(1,948,112)
Erosion control	-	330,000	330,000	(330,000)
Water quality	77,016	287,910	287,910	(210,894)
Recreation	315,133	1,191,100	1,191,100	(875,967)
Forestry and wildlife	613,101	2,275,000	2,275,000	(1,661,899)
	18,561,356	32,365,450	32,365,450	(13,804,094)
<b>EXPENDITURES</b>				
General administration	1,972,628	5,050,150	5,050,150	3,077,522
Information and education	137,204	181,000	181,000	43,796
Flood prevention	5,861,011	10,269,500	10,269,500	4,408,489
Erosion control	1,187,945	6,359,697	6,359,697	5,171,752
Water quality	687,478	1,313,258	1,313,258	625,780
Recreation	1,173,080	4,067,187	4,067,187	2,894,107
Forestry and wildlife	2,821,484	4,807,250	4,807,250	1,985,766
Indirect cost reimbursement	(207,617)	(200,000)	(200,000)	7,617
Cost sharing reimbursement	(528,987)	(574,800)	(574,800)	(45,813)
Capital improvements	535,993	608,469	608,469	72,476
Debt service				
Principal	66,465	-	-	(66,465)
Interest	2,521	-	-	(2,521)
	13,709,205	31,881,711	31,881,711	18,172,506
<b>EXCESS OF REVENUES OVER EXPENDITURES (BUDGETARY BASIS) AND OTHER SOURCES</b>	<b>4,852,151</b>	<b>\$ 483,739</b>	<b>\$ 483,739</b>	<b>\$ 4,368,412</b>
<b>ADJUSTMENTS REQUIRED UNDER ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA</b>				
To adjust revenues for accruals	4,193,801			
To adjust expenditures for accruals	(2,231,274)			
<b>EXCESS OF REVENUES OVER EXPENDITURES (US GAAP BASIS) AND OTHER SOURCES</b>	<b>6,814,678</b>			
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<b>9,519,725</b>			
<b>FUND BALANCE - END OF YEAR</b>	<b>\$ 16,334,403</b>			

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTES TO BUDGETARY COMPARISON SCHEDULE

Year Ended June 30, 2007

**NOTE A – BUDGETS AND BUDGETARY ACCOUNTING**

The District follows these procedures in establishing the budgetary data reflected in the required supplemental information in accordance with the statutory requirements of the Nebraska Budget Act:

On or before August 1, District management prepares and transmits a budget for each District fund showing the projected requirements, outstanding warrants, operating reserve, cash on hand at the close of the preceding fiscal year, projected revenue collected from sources other than property tax and amount to be raised by property taxation. At least one public hearing must be held by the District's Board of Directors.

On or before September 20, the budget is adopted by the Board of Directors and the amounts provided therein are appropriated. Once approved by the Board of Directors, the legally adopted budget can be modified only with the approval of the Board.

The District Board is authorized to transfer budgeted amounts between departments within any fund through resolution. The Board may allow certain accounts to exceed 110% of their budgeted amount if District personnel provide reasonable justification for doing so before the expenditures occur.

**NOTE B – BASIS OF ACCOUNTING**

The accompanying budgetary comparison schedule is presented on the cash basis of accounting.

**NOTE C – BUDGET LAW**

The District is required by state law to hold public hearings and adopt annual budgets for all funds on the cash basis of accounting. Total expenditures for each fund may not exceed the total budgeted expenditures. Any revisions to the adopted budget of total expenditures to any fund require a public hearing.

**PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT**  
**SUPPLEMENTAL INFORMATION**

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICTSTATEMENT OF FUNCTIONAL REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - GOVERNMENTAL FUND

Year Ended June 30, 2007

REVENUES	
Property tax	\$ 17,478,478
State and agency grants	1,404,968
Federal grants	64,567
Sales	3,729
Rental income	170,168
Interest income	597,405
Miscellaneous	<u>3,035,842</u>
	22,755,157
EXPENDITURES	
Project construction and land	6,693,584
Personnel	2,413,472
Special projects	1,561,759
Professional services	1,533,900
Conservation assistance program	755,313
Employee benefits	754,018
Contract works	474,816
Repairs and maintenance	416,253
Payroll taxes	196,332
Project operation and maintenance	178,955
Fees	162,378
Project legal costs	156,012
Insurance	151,385
Telephone, utilities, and rent	143,065
Vehicle expense	133,528
Information and education	84,969
Printing and publications	77,584
Board of directors	51,881
Supplies and postage	44,937
Travel	42,552
Dues and memberships	41,396
Bonds and amortization	2,570
Miscellaneous	795
Indirect cost reimbursement	(207,617)
Cost sharing reimbursement	(528,987)
Capital improvements	
Machinery and equipment	518,828
Vehicles	17,165
Buildings	-
Debt service	
Principal	66,465
Interest	<u>3,171</u>
	<u>15,940,479</u>
EXCESS OF REVENUES OVER EXPENDITURES	6,814,678
FUND BALANCE - BEGINNING	<u>9,519,725</u>
FUND BALANCE - ENDING	<u>\$ 16,334,403</u>

## EXHIBIT K

PAPG-MISSOURI RIVER NATURAL RESOURCES DISTRICT  
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS -  
 ACTUAL AND BUDGET, PROPRIETARY FUNDS

Year Ended June 30, 2007

	Total (Memorandum Only)		Bakota Rural Water		Thurston Rural Water	
	Actual	Budget	Original	Budget	Actual	Budget
	Original	Final	Original	Final	Original	Final
<b>OPERATING REVENUES</b>						
Water sales	\$ 839,650	\$ 812,050	\$ 812,000	\$ 355,958	\$ 346,000	\$ 109,883
Customer charges and hookup fees	119,212	84,075	84,075	18,687	30,200	2,220
Sales	170	150	150	170	150	-
Miscellaneous	650,981	520,914	520,914	65,899	500	500
	1,610,025	1,417,139	1,417,139	421,715	376,850	115,824
<b>OPERATING EXPENSES</b>						
Repairs and maintenance	4,455	5,700	5,700	4,058	5,000	259
Supplies and postage	10,623	14,130	14,130	6,657	7,500	200
Professional services	13,767	50,750	50,750	3,054	15,700	3,980
Personnel	204,525	221,675	221,675	98,041	100,000	1,600
Insurance	-	3,050	3,050	-	1,290	23,000
Telephone, utilities, and rent	18,385	17,700	17,700	5,615	5,400	250
2	2,135	4,725	4,725	1,667	1,650	5,030
Miscellaneous	227,557	227,000	227,000	76,315	83,000	625
Water purchase	214,335	224,000	224,000	64,199	78,000	25,112
Contract costs	170,126	132,450	132,450	16,804	20,300	8,350
Project construction and land	28,058	18,600	18,600	5,127	4,600	25
96,123	-	-	-	18,557	-	-
10,688	10,100	10,100	10,100	5,986	6,000	9,480
Bond expenditures	280,000	290,000	290,000	-	70,000	-
Indirect cost	1,314	1,650	1,650	188	500	984
	1,062,269	1,221,550	1,221,530	309,488	398,850	77,682
	697,754	195,609	195,609	112,227	(22,000)	36,142
<b>OPERATING INCOME (LOSS)</b>						
<b>NONOPERATING INCOME (EXPENSE)</b>						
Assessment revenue	58,117	63,000	63,000	-	-	-
Interest income	125,417	68,832	68,832	29,686	16,000	5,676
Interest expense	(244,088)	(288,776)	(268,776)	(15,865)	(17,485)	(14,631)
	(69,554)	(136,924)	(136,924)	13,781	(1,485)	(8,287)
<b>CHANGE IN NET ASSETS</b>						
TOTAL NET ASSETS - BEGINNING OF YEAR, AS PREVIOUSLY STATED	3,850,534	-	-	1,095,540	-	406,705
PRIOR PERIOD ADJUSTMENT (Note L)	874,224	-	-	276,392	-	(69,827)
TOTAL NET ASSETS - BEGINNING OF YEAR, AS RESTATED	4,734,758	-	-	1,371,932	-	326,978
TOTAL NET ASSETS - END OF YEAR	\$ 5,281,938	-	-	\$ 1,497,840	-	\$ 386,733

The accompanying notes to financial statements  
 are an integral part of these statements

## EXHIBIT K (Continued)

**PAPIC-MISSOURI RIVER NATURAL RESOURCES DISTRICT**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS.**  
**ACTUAL AND BUDGET - PROPRIETARY FUNDS [Continued]**

Year Ended June 30, 2007

	Washington Rural Water #1			Washington Rural Water #2			Non-Major Proprietary Funds (Exhibit M)		
	Actual	Budget		Actual	Budget		Actual	Budget	
		Original	Final		Original	Final		Original	Final
<b>OPERATING REVENUES</b>									
Water sales	\$ 302,227	\$ 280,000	\$ 280,000	\$ 91,581	\$ 50,000	\$ 50,000	\$ 21,400	\$ 21,400	\$ -
Customer charges and hookup fees	65,348	29,200	29,200	32,357	21,400	21,400	-	-	-
Sales	32,364	29,748	29,748	526,218	454,466	454,466	21,789	21,789	35,000
Miscellaneous	400,539	336,948	336,948	656,156	525,066	525,066	21,789	21,789	35,000
<b>OPERATING EXPENSES</b>									
Repairs and maintenance	128	500	500	67	250	250	-	-	50
Supplies and postage	1,710	2,350	2,350	4,053	3,100	3,100	-	-	13,050
Professional services	4,228	12,300	12,300	14,323	12,075	12,075	-	-	13,050
Personnel	68,405	75,000	75,000	1,000	600	600	-	-	11,600
Insurance	-	-	-	-	-	-	-	-	-
Telephone, utilities, and rent	7,476	7,300	7,300	95	-	-	-	-	-
Miscellaneous	205	1,900	1,900	141	550	550	-	-	-
Water purchase	105,016	80,000	80,000	19,114	12,000	12,000	-	-	-
Contract costs	30,354	35,000	35,000	71,632	30,000	30,000	37,800	37,800	70,000
Project construction and land	153,222	110,075	110,075	50	50	50	-	-	2,000
Project operation and maintenance	5,110	4,000	4,000	2,253	1,500	1,500	15,566	15,566	8,500
Depreciation and amortization	17,390	-	-	49,686	-	-	-	-	-
Vehicle expense	2,955	2,600	2,600	1,927	1,500	1,500	-	-	-
Bond expenditures	-	35,000	35,000	-	175,000	175,000	-	-	-
Indirect cost	142	150	150	-	-	-	-	-	-
<b>OPERATING INCOME (LOSS)</b>	<b>396,442</b>	<b>372,175</b>	<b>372,175</b>	<b>183,291</b>	<b>286,625</b>	<b>286,625</b>	<b>53,366</b>	<b>105,200</b>	<b>105,200</b>
	(70,200)	(70,200)	(70,200)	(31,577)	(31,577)	(31,577)	(70,200)	(70,200)	(70,200)
<b>NONOPERATING INCOME (EXPENSE)</b>									
Assessment revenue	45,584	21,472	21,472	28,497	20,000	20,000	58,117	63,000	63,000
Interest income	(8,110)	(8,900)	(8,900)	(205,910)	(216,391)	(216,391)	15,774	6,360	8,360
Interest expense	-	-	-	-	-	-	-	-	-
<b>CHANGE IN NET ASSETS</b>	<b>37,474</b>	<b>12,572</b>	<b>12,572</b>	<b>(177,413)</b>	<b>(186,391)</b>	<b>(186,391)</b>	<b>73,891</b>	<b>71,350</b>	<b>71,350</b>
<b>TOTAL NET ASSETS - BEGINNING OF YEAR, AS PREVIOUSLY STATED</b>	<b>1,189,567</b>				<b>886,807</b>		<b>281,915</b>		
<b>PRIOR PERIOD ADJUSTMENT (Note L)</b>	<b>667,659</b>								
<b>TOTAL NET ASSETS - BEGINNING OF YEAR, AS RESTATED</b>	<b>1,857,226</b>						<b>281,915</b>		
<b>TOTAL NET ASSETS - END OF YEAR</b>	<b>\$ 1,856,797</b>						<b>\$ 324,239</b>		

The accompanying notes to financial statements  
are an integral part of these statements

## EXHIBIT L

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT  
STATEMENT OF NET ASSETS - NON-MAJOR PROPRIETARY FUNDS

June 30, 2007

<u>ASSETS</u>	Total (Memorandum Only)	Elkhorn River Stabilization		Elkhorn Breakout		Elk/Pigeon Creek Drainage		Western Sarpy Drainage	
<b>CURRENT ASSETS</b>									
Cash and cash equivalents (Notes A and E)	\$ 323,685	\$ 95,121	\$ 6,364	\$ 80,392	\$ 141,818				
Cash on deposit with County Treasurers (Note B)	346	143	205						
Receivables									
Services	186	186							
Assessments									
Interest									
Due from other funds (Note C)									
Inventories (Note A)									
Unrestricted investments (Note A)									
<b>NONCURRENT ASSETS</b>									
Restricted investments (Note H)									
Capital assets (Notes A and E)									
Accumulated depreciation									
<b>NET ASSETS</b>									
Restricted									
Unrestricted									
<b>LIABILITIES AND NET ASSETS</b>									
<b>LIABILITIES</b>									
<b>CURRENT LIABILITIES</b>									
Accounts payable									
Accrued expenses									
Due to other funds (Note C)									
Deferred revenue									
<b>NONCURRENT LIABILITIES</b>									
Notes and bonds payable (Note G)									
<b>NET ASSETS</b>									
Restricted									
Unrestricted									

## EXHIBIT M

## PAPJO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS -  
NON-MAJOR PROPRIETARY FUNDS

Year Ended June 30, 2007

	Total (Memorandum Only)			Elkhorn River Stabilization			Elkhorn Breakout		
	Actual	Budget	Original	Actual	Budget	Original	Actual	Budget	Original
<b>OPERATING REVENUES</b>									
Water sales	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Customer charges and hookup fees	-	-	-	-	-	-	-	-	-
Sales	-	-	-	-	-	-	-	-	-
Miscellaneous	<u>21,789</u>	<u>35,000</u>	<u>35,000</u>	<u>35,000</u>	<u>35,000</u>	<u>35,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OPERATING EXPENSES</b>									
Repairs and maintenance	-	-	-	-	-	-	-	-	-
Supplies and postage	-	50	50	-	-	-	50	50	50
Professional services	-	13,050	13,050	-	-	-	50	50	50
Personnel	-	11,600	11,600	-	-	-	500	500	500
Insurance	-	-	-	-	-	-	-	-	-
Telephone, utilities, and rent	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Water purchase	37,800	70,000	70,000	-	-	-	-	-	-
Contract costs	-	2,000	2,000	-	-	-	-	-	-
Project construction and land	15,566	8,500	8,500	-	-	-	-	-	-
Project operation and maintenance	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Vehicle expense	-	-	-	-	-	-	-	-	-
Bond expenditures	-	-	-	-	-	-	-	-	-
Indirect cost	<u>53,366</u>	<u>105,200</u>	<u>105,200</u>	<u>105,200</u>	<u>105,200</u>	<u>105,200</u>	<u>5,600</u>	<u>5,600</u>	<u>5,600</u>
<b>OPERATING INCOME (LOSS)</b>									
(3,577)	(70,200)	(70,200)	(8,913)	(8,913)	(5,600)	(5,600)	-	-	-
<b>NONOPERATING INCOME (EXPENSE)</b>									
Assessment revenue	58,117	63,000	63,000	-	-	-	-	-	-
Interest income	15,774	8,360	8,360	4,859	3,600	3,600	325	160	160
Interest expense	<u>73,391</u>	<u>71,360</u>	<u>71,360</u>	<u>4,859</u>	<u>3,600</u>	<u>3,600</u>	<u>325</u>	<u>160</u>	<u>160</u>
<b>CHANGE IN NET ASSETS</b>									
TOTAL NET ASSETS - BEGINNING OF YEAR	<u>42,314</u>	<u>\$ 1,160</u>	<u>\$ 1,160</u>	<u>(4,054)</u>	<u>\$ (2,000)</u>	<u>\$ (2,000)</u>	<u>325</u>	<u>\$ 160</u>	<u>\$ 160</u>
TOTAL NET ASSETS - END OF YEAR	<u>28,195</u>		<u>99,504</u>				<u>6,244</u>		
	<u>\$ 324,229</u>		<u>\$ 95,450</u>				<u>\$ 6,569</u>		

## EXHIBIT M (Continued)

## PAPJO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS -  
NON-MAJOR PROPRIETARY FUNDS (Continued)

Year Ended June 30, 2007

	EIk/Pineon Creek Drainage			Western Sarpy Drainage		
	Actual	Original	Budget	Actual	Original	Budget
<b>OPERATING REVENUES</b>						
Water sales	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Customer charges and hookup fees	-	-	-	-	-	-
Salts	-	-	-	-	-	-
Miscellaneous	<u>21,789</u>	<u>35,000</u>	<u>35,000</u>	<u>35,000</u>	<u>35,000</u>	<u>35,000</u>
<b>OPERATING EXPENSES</b>						
Repairs and maintenance	-	-	-	-	-	-
Supplies and postage	-	11,500	11,500	-	1,500	1,500
Professional services	-	5,100	5,100	-	6,000	6,000
Personnel	-	-	-	-	-	-
Insurance	-	-	-	-	-	-
Telephone, utilities, and rent	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Water purchase	37,800	60,000	60,000	-	10,000	10,000
Contract costs	-	-	-	-	2,000	2,000
Project construction and land	6,653	1,500	1,500	-	2,000	2,000
Project operation and maintenance	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-
Vehicle expenses	-	-	-	-	-	-
Bond expenditures	-	-	-	-	-	-
Indirect cost	<u>44,453</u>	<u>76,100</u>	<u>78,100</u>	<u>78,100</u>	<u>-</u>	<u>21,500</u>
OPERATING INCOME (LOSS)	(22,664)	(43,100)	(43,100)	-	(21,500)	(21,500)
<b>NONOPERATING INCOME (EXPENSE)</b>						
Assessment revenue	53,172	45,000	45,000	4,945	18,000	18,000
Interest income	3,396	1,600	1,600	7,194	3,000	3,000
Interest expense	<u>56,558</u>	<u>46,600</u>	<u>46,600</u>	<u>-</u>	<u>21,000</u>	<u>21,000</u>
CHANGE IN NET ASSETS	33,904	\$ 3,500	\$ 3,500	12,139	\$ (500)	\$ (500)
TOTAL NET ASSETS - BEGINNING OF YEAR	<u>46,488</u>			<u>129,679</u>		
TOTAL NET ASSETS - END OF YEAR	<u>\$ 80,392</u>			<u>\$ 141,818</u>		

PATIO-MISSOURI RIVER NATURAL RESOURCES DISTRICTSCHEDULE OF INVESTMENTS - GOVERNMENTAL FUND

June 30, 2007

	Cost	Interest Rate
General fund		
Certificates of deposit		
Great Western Bank	\$ 50,000	4.25%
Escrow accounts		
Wells Fargo	<u>9,166</u>	variable
General fund - unrestricted investments	<u>\$ 59,166</u>	

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICTSCHEDULE OF INVESTMENTS - PROPRIETARY FUNDS

June 30, 2007

	Cost	Interest Rate
Proprietary funds		
Certificates of deposit		
Dakota County		
American National Bank	\$ 108,541	3.06%
Bank of the West	100,000	3.77%
Gateway Community Bank	100,000	4.90%
Nebraska State Bank	66,000	4.43%
Siouxland National Bank	100,000	5.05%
TierOne Bank	<u>100,022</u>	3.93%
	<u>574,563</u>	
Washington County #1		
American National Bank	104,875	5.20%
Bank of the West	100,000	3.65%
Team Bank	75,078	5.25%
Wells Fargo	<u>100,000</u>	5.12%
	<u>379,953</u>	
Washington County #2		
Wells Fargo	<u>340,000</u>	5.20%
	<u>340,000</u>	
Thurston County		
American National Bank	7,016	3.40%
American National Bank	48,154	3.44%
Bank of the West	<u>5,000</u>	4.91%
	<u>60,170</u>	
	1,354,686	
Less unrestricted portion	<u>(845,016)</u>	
Proprietary funds - restricted investments	<u>\$ 509,670</u>	

EXHIBIT P

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

SCHEDULE OF INSURANCE POLICIES AND BONDS

June 30, 2007

**SCHEDULED PROPERTY FLOATER AND EQUIPMENT**

Covering property, vehicle, and equipment; total limit \$9,328,000; deductible/\$5,000 except for boiler and machinery/\$25 per horsepower; Flood coverage/\$1,000,000 with deductible/\$25,000; Earthquake and earth movement limit/\$1,000,000 with deductible/\$25,000.

**GENERAL LIABILITY**

Medical payments/\$10,000; Personal injury and advertising injury/\$1,000,000; Wrongful acts/\$1,000,000 with deductible/\$10,000; Employee benefits liability/\$1,000,000; Professional liability/\$1,000,000; Employment-related practices injury/\$1,000,000 with deductible/\$10,000; Damage to premises rented to you/\$1,000,000.

**COMMERCIAL AUTOMOBILE**

Each accident/\$1,000,000; Medical payments/\$5,000; Uninsured and underinsured motorists/\$1,000,000; Collision deductible/\$500.

**WORKERS' COMPENSATION**

Bodily injury by accident/\$500,000; Bodily injury by disease/\$500,000.

**EMPLOYEE DISHONESTY BONDS**

Public employees/\$200,000; deductible/\$500.

Forgery/\$200,000 with deductible/\$500; Computer fraud/\$50,000 with deductible/\$500; Theft, disappearance, and destruction/ \$100,000 with deductible/\$500.

**COMMERCIAL UMBRELLA POLICY**

Combined bodily injury and property damage/\$1,000,000 with property damage deductible/\$10,000.

**COVERAGE EXTENSIONS**

Arson and crime reward/\$10,000; Bridges/\$100,000; Fire department service charge/\$25,000; Personal effects of insureds, patients, and fire victims/\$50,000; Pollutant clean-up and removal/\$250,000; Recertification of equipment/\$50,000; Trees, shrubs, and landscape plantings/\$50,000.

EXHIBIT Q

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

SCHEDULE OF TAXES RECEIVABLE - GOVERNMENTAL FUND

June 30, 2007

County

Douglas	\$ 5,404,255
Sarpy	2,893,883
Washington	440,276
Dakota	373,134
Burt	55,876
Thurston	44,915
Dodge	570
	<hr/>
	\$ 9,212,909

## EXHIBIT R

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICTSCHEDULE OF CASH BALANCES HELD BY COUNTY TREASURERS

June 30, 2007

## General Fund

Douglas	\$ 170,194
Sarpy	43,469
Washington	7,386
Dakota	4,636
Burt	2,741
Thurston	168
Dodge	<u>897</u>
	229,491

## Proprietary Funds

Elkhorn Breakout	205
Elkhorn River Stabilization Project	<u>143</u>
	<u>348</u>
	<u>\$ 229,839</u>

## EXHIBIT S

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICTINFORMATION REQUIRED BY SECTION 2-3223, N.R.S - 1943

Year Ended June 30, 2007

Gross income from all sources	\$ <u>23,130,570</u>
Amount expended for	
Maintenance	\$ <u>495,888</u>
Improvements and other such programs	<u>2,317,073</u>
	<u><u>2,812,961</u></u>
Amount of depreciation on property	\$ <u>(51,758,205)</u>
Number of employees as of June 30, 2007	<u>58</u>
Gross salaries	\$ <u>2,952,764</u>
Less amount reimbursed by projects	<u>(207,617)</u>
Net salaries paid to employees	<u><u>\$ 2,745,147</u></u>

**PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

## EXHIBIT T

## PAPIC-MISSOURI RIVER NATURAL RESOURCES DISTRICT

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2007

Program	Pass-Through Grantor's Number	Federal CFDA Number	Contract Amount	Due From/(To) Funding Agency July 1, 2006		Grant Receipts	Grant Revenues	Other Revenue	Expenditures	Due From/(To) Funding Agency June 30, 2007
U.S. Department of Transportation Passthrough from Nebraska Department of Roads Highway Planning and Construction - Recreational Trails										
Missouri River Trail										
U.S. Department of Agriculture - Natural Resource Conservation Service Papio Reservoirs**	S*PB-28 (85)	20.205	500,000	\$ 139,674	\$ 116,556	\$ 116,556	\$ (67,143)	\$ 44,025	\$ -	
Environmental Quality Incentives Program	69-6526-6-210	10.904	1,140,100	-	976,087	976,087	-	1,113,645	137,558	
U.S. Department of Federal Emergency Management Assistance Floodway Mapping	69-6526-4	10.912	289,246	-	124,250	124,250	-	124,250	-	
Total Expenditures of Federal Awards	N/A	97.045	392,500	<u>\$ 139,574</u>	<u>\$ 155,000</u>	<u>\$ 155,000</u>	<u>\$ 87,857</u>	<u>\$ 49,567</u>	<u>\$ 49,567</u>	
				<u><u>\$ 1,371,893</u></u>	<u><u>\$ 1,216,893</u></u>	<u><u>\$ 1,216,893</u></u>	<u><u>\$ 1,331,487</u></u>	<u><u>\$ 187,125</u></u>	<u><u>\$ 187,125</u></u>	

\*\*Major program

The accompanying Note to Schedule of Expenditures of Federal Awards is an integral part of this statement.

EXHIBIT U

PATIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2007

NOTE A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Papio-Missouri River Natural Resources District and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

For the year ended June 30, 2007, the District exceeded the \$500,000 expenditure threshold, which requires additional audit procedures and reporting in accordance with OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT  
*AUDITING STANDARDS*

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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors  
Papio-Missouri River Natural Resources District  
Omaha, Nebraska

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Papio-Missouri River Natural Resources District (the District) as of and for the year ended June 30, 2007, which collectively comprise the District's basic financial statements as listed in the table of contents, and have issued our report thereon dated January 29, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

INDEPENDENT AUDITORS' REPORT ON INTERNAL  
CONTROL OVER FINANCIAL REPORTING AND ON  
COMPLIANCE AND OTHER MATTERS BASED ON AN  
AUDIT OF BASIC FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING  
STANDARDS (Continued)

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

We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to the District's management in a separate letter dated January 29, 2008.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of the District's compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the Board of Directors, management, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

Omaha, Nebraska  
January 29, 2008

*Blane & Associates, P.C.*

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133



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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Directors  
Papio-Missouri River Natural Resources District  
Omaha, Nebraska

Compliance

We have audited the compliance of the Papio-Missouri River Natural Resources District (the District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 2007. The District's major federal program is identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal and state program is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

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

Internal Control Over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal and state programs. In planning and performing our audit, we considered the District's internal control over compliance with these requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH REQUIREMENTS APPLICABLE TO EACH MAJOR  
PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR  
A-133 (Continued)

for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

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

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

We noted matters involving the system of internal control and its operation that we have reported to the management of the Papio-Missouri River Natural Resources District in a separate letter dated January 29, 2008.

This report is intended solely for the information and use of the Board of Directors, management, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

Omaha, Nebraska  
January 29, 2008

*Bland & Associates, P.C.*

**PATIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**AND**

**SCHEDULE OF PRIOR YEAR FINDINGS**

PAPIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2007

A. SUMMARY OF AUDIT FINDINGS

1. The Independent Auditors' Report on Basic Financial Statements and Supplemental Schedule of Expenditures of Federal Awards dated January 29, 2008, expresses an unqualified opinion on the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Papio-Missouri River Natural Resources District.
2. One significant deficiency was found during the audit of the basic financial statements, as detailed below. We do not consider the significant deficiency to be a material weakness.
3. No instances of noncompliance material to the financial statements were disclosed during the audit in accordance with *Governmental Auditing Standards*.
4. No significant deficiencies in internal control over major programs were disclosed during the audit of major federal awards.
5. The Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133 for the District expressed an unqualified opinion.
6. No audit findings related to the major Federal awards program of the Papio-Missouri River Natural Resources District were found.
7. The only program tested for compliance was the Papio Reservoirs project (CFDA No. 10.904) which is funded through the U.S. Department of Agriculture – Natural Resource Conservation Service.
8. The threshold for distinguishing between Type A and B programs was \$300,000.
9. Papio-Missouri River Natural Resources District was considered to be a low-risk auditee.

B. FINDINGS – FINANCIAL STATEMENT AUDIT

The following significant deficiency was found during the financial statement audit:

1. Effective segregation of duties is not in place, since the person reconciling bank balances to account balances also has responsibilities relating to cash receipts, cash disbursements, and preparing or approving vouchers for payment.

EXHIBIT V (Continued)

PATIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

Year Ended June 30, 2007

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAM AUDIT

OMB Circular A-133 requires that compliance with requirements applicable to major programs and internal control over compliance be audited when federal expenditures exceed the \$500,000 threshold. The District's federal expenditures exceeded this amount for the year ended June 30, 2007. The Papio Reservoirs project, whose granting agency is the U.S. Department of Agriculture – Natural Resource Conservation Service, qualified as a major program and was therefore tested. No significant deficiencies were noted during the audit.

PATIO-MISSOURI RIVER NATURAL RESOURCES DISTRICT

SCHEDULE OF PRIOR YEAR FINDINGS

Year Ended June 30, 2007

**FINANCIAL STATEMENT AUDIT**

Two reportable conditions were found during the prior year financial statement audit. These conditions and their status are summarized below.

**Condition 1:** The District tracks only the capital assets that it purchases or disposes of, but does not internally track the total capital assets for reporting purposes.

**Status:** The District has compiled a listing of machinery and equipment to enable the tracking of these assets going forward. During fiscal year 2007, the District began determining the value of existing land and infrastructure assets associated with particular projects. This was an extensive process that required Project Directors to attempt to value such items as dams, reservoirs, trails, and water distribution systems. If documentation showing the cost of the engineering, construction labor, and/or materials was available, it was used as an estimate of the infrastructure cost. According to GASB Statement No. 34, governments are allowed to use reasonable estimates of land and infrastructure costs if there is inadequate documentation of original costs when they are initially determining values for financial statement purposes. Based on the District's available documentation and educated estimates, a prior period adjustment was made to record the land and infrastructure values on the financial statements. The District now tracks their purchases of land and costs to construct infrastructure based on actual costs.

**Condition 2:** Effective segregation of duties is not in place, since the person reconciling bank balances to account balances also has responsibilities relating to cash receipts, cash disbursements, and preparing or approving vouchers for payment.

**Status:** The District Accountant performs virtually all functions mentioned above for the District. However, due to the small size of the organization, the General Manager and the Board of Directors maintain direct oversight of the District Accountant. The General Manager and Board of Directors have actively investigated the possibility of hiring another accounting staff to alleviate some of the segregation issues and provide general assistance to the District Accountant.

**MAJOR FEDERAL AWARD PROGRAM AUDIT**

No reportable conditions were noted during the prior year since no major federal award program audit was conducted.

**Book Asset Detail 7/01/06 - 6/30/07**

FYE: 6/30/2007

<u>Asset #</u>	<u>Property Description</u>	<u>Date In Service</u>	<u>Book Cost</u>	<u>Book Sec 179 Exp c</u>	<u>Book Sal Value</u>	<u>Book Prior Depreciation</u>	<u>Book Current Depreciation</u>	<u>Book End Depr</u>	<u>Book Net Book Value</u>	<u>Book Method</u>	<u>Book Period</u>
<b>Group #1: AUTOS AND TRUCKS</b>											
6	DUMP BOX FOR TRUCK	2/28/88	4,742.40	0.00	4,742.40	0.00	4,742.40	0.00	0.00	S/L	6.0
7	STEEL BODY	12/31/88	2,783.04	0.00	2,783.04	0.00	2,783.04	0.00	0.00	S/L	5.0
8	SPACE CAB FOR PICKUP	7/07/77	686.40	0.00	686.40	0.00	686.40	0.00	0.00	S/L	4.0
9	FUEL TANK AND TOOL BOX	3/01/83	263.51	0.00	263.51	0.00	263.51	0.00	0.00	S/L	4.0
10	TOOL BOXES FOR TRUCKS	1/01/84	208.89	0.00	208.89	0.00	208.89	0.00	0.00	S/L	4.0
11	TRANSMISSION FORD DUMP T.	3/31/91	1,897.75	0.00	1,897.75	0.00	1,897.75	0.00	0.00	S/L	5.0
12	ENGINE 1987 FORD BRONCO II	3/31/91	2,798.51	0.00	2,798.51	0.00	2,798.51	0.00	0.00	S/L	5.0
13	ENGINE 1988 PICKUP	4/30/91	1,941.98	0.00	1,941.98	0.00	1,941.98	0.00	0.00	S/L	5.0
333	91 MACK DUMP TRUCK	1/31/91	61,926.66	0.00	61,926.66	0.00	61,926.66	0.00	0.00	S/L	5.0
350	AIR DUMP TRUCK	9/30/91	1,329.32	0.00	1,329.32	0.00	1,329.32	0.00	0.00	S/L	5.0
352	LELAND FLATBED	1/31/92	12,299.45	0.00	12,299.45	0.00	12,299.45	0.00	0.00	S/L	5.0
392	Adjustment to FY94 G/L balance	1/01/01	-0.67	0.00	0.00	0.00	0.00	0.00	0.00	Memo	0.0
400	Truck tailgate lift	2/28/94	1,926.63	0.00	1,926.63	0.00	1,926.63	0.00	0.00	S/L	5.0
401	Tailgate lift	2/28/94	1,171.05	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
524	variance adjustment	7/01/93	9.94	0.00	0.00	0.00	0.00	0.00	0.00	Memo	99.0
615	HD 15' Dump Body	11/30/96	7,884.00	0.00	7,884.00	0.00	7,884.00	0.00	0.00	S/L	5.0
663	97 Chevy S-10 #1GCDT14X8V814	1/24/97	22,228.12	0.00	22,228.12	0.00	22,228.12	0.00	0.00	S/L	5.0
693	1999 3/4 TON FORD F250 4X4	12/04/98	26,105.00	0.00	26,105.00	0.00	26,105.00	0.00	0.00	S/L	5.0
694	1999 FORD WINDSTAR PASSEN	1/11/99	19,517.00	0.00	19,517.00	0.00	19,517.00	0.00	0.00	S/L	5.0
695	* 1999 CHEVY K2500	5/27/99	20,759.25	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
706	Kelly Ryan 5 x 12 Mulch Wagon	5/15/00	8,225.00	0.00	8,225.00	0.00	8,225.00	0.00	0.00	S/L	5.0
707	2000 Ford F250 Supercrew - 1FTNX	1/11/00	27,530.00	0.00	0.00	0.00	0.00	0.00	0.00	S/L	10.0
733	2000 CHEVY S10 PICKUP	10/20/99	14,142.00	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
734	2000 FORD F250 - 1FTNX21F2YF	1/11/00	23,030.00	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
765	2001 - 1 Ton. Chassis Cab with SIE	1/19/01	17,571.35	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
792	2002 Ford CB VIn# 1FDWF57F82F	1/11/02	25,941.70	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
807	2003 Ford Explorer 1FMZU72KX3	10/25/02	22,527.00	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
808	2003 Ford Explorer 1FMZU72KX3Z	10/25/02	22,527.00	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
825	2004 SUV	10/31/03	15,714.00	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
826	2004 1-ton 4x4 Chassis Cab with bc	10/31/03	17,190.00	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
827	2004 1-ton 4x4 Chassis Cab w/bed/	10/31/03	12,355.00	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
841	[LKA000001] Two Chevy Colorad	11/17/04	21,847.08	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
842	[LKA000002] Two Chevy Colorad	11/17/04	21,847.08	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
854	[LKA000004] 2006 FORD F250 - 1	12/13/05	23,176.80	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
855	[LKA000005] 2006 Ford F-250 1F	12/13/05	21,460.80	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
856	[LKA000006] 2006 Chevy Colorad	1/12/06	17,467.00	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
858	[LKA000008] 2006 Ford F-250 3/4	12/09/05	20,449.00	0.00	0.00	0.00	0.00	0.00	0.00	S/L	5.0
869	Ford F-250 Black 4 x 4	3/01/07	19,765.00	0.00c	0.00	0.00	0.00	0.00	0.00	S/L	5.0
<b>AUTOS AND TRUCKS</b>											
	*Less: Disposals	543,184.04	0.00c	0.00	0.00	0.00	385,644.14	49,977.00	435,621.14	107,562.90	
		20,759.25	0.00	0.00	0.00	0.00	20,759.25	0.00	20,759.25	0.00	
	<b>Net AUTOS AND TRUCKS</b>	<b>522,424.79</b>	<b>0.00c</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>364,884.89</b>	<b>49,977.00</b>	<b>414,861.89</b>	<b>107,562.90</b>	
<b>Group #1: BUILDINGS</b>											
2	BLAIR OFFICE	6/30/73	45,000.00	0.00	0.00	45,000.00	0.00	0.00	0.00	S/L	25.0
3	MIDDLE MISSOURI SHED	7/01/80	467.73	0.00	0.00	424.75	9.35	252.10	215.63	S/L	50.0
49	PARKING LOT - BLAIR	6/30/91	6,630.00	0.00	0.00	4,973.00	331.50	5,304.50	1,325.50	S/L	20.0

**Book Asset Detail 7/01/06 - 6/30/07**

<u>Asset *</u>	<u>Property Description</u>	<u>Date In Service</u>	<u>Book Cost</u>	<u>Book Sec 179 Exp</u>	<u>Book Sal c</u>	<u>Book Sal Value</u>	<u>Book Prior Depreciation</u>	<u>Book Current Depreciation</u>	<u>Book End Depr</u>	<u>Book Net Book Value</u>	<u>Book Method</u>	<u>Book Period</u>
<b>Group #1: BUILDINGS (continued)</b>												
50	O/M BUILDING	3/31/92	468,788.66	0.00	0.00	222,674.34	15,626.29	238,300.63	230,488.03	S/L	30.0	
358	PARKING LOT	3/31/92	14,262.91	0.00	0.00	10,162.24	713.15	10,875.39	3,387.52	S/L	20.0	
597	NRC Addition	5/31/96	836,618.53	0.00	0.00	340,224.86	33,464.74	373,689.60	462,928.93	S/L	25.0	
605	Walthill Building	11/17/95	5,000.00	0.00	0.00	2,123.33	2,333.33	2,666.67	74,486.79	S/L	25.0	
614	NRC Addition Construction - FY 15	11/30/96	115,533.00	0.00	0.00	37,243.44	3,852.77	41,096.21	74,486.79	S/L	30.0	
664	Field Office Renovation - Computer	3/31/97	9,497.00	0.00	0.00	9,497.00	0.00	9,497.00	0.00	S/L	2.0	
688	RESTROOM HANDICAP ACCES	2/13/98	11,900.00	0.00	0.00	11,900.00	0.00	11,900.00	0.00	S/L	7.0	
748	New Chiller for A/C System	4/30/00	20,790.00	0.00	0.00	6,496.88	1,039.50	7,536.38	13,253.62	S/L	20.0	
749	Improvements to Tower	3/18/00	15,480.00	0.00	0.00	3,921.60	619.20	4,540.80	10,939.20	S/L	25.0	
750	Lower Level Improvements	3/31/00	19,910.00	0.00	0.00	5,043.87	796.40	5,840.27	14,069.73	S/L	25.0	
853	Dakota County Service Center	5/30/05	987,856.50	0.00	0.00	38,416.64	32,928.55	71,345.19	916,511.31	S/L	30.0	
	<b>BUILDINGS</b>		<b>2,557,784.33</b>	<b>0.00c</b>	<b>0.00</b>	<b>737,929.95</b>	<b>89,581.45</b>	<b>827,511.40</b>	<b>1,730,272.93</b>			
<b>Group #2: CAPITAL IMPROVEMENTS</b>												
822	Chalco Hills Boulevard Improvement	5/28/03	228,976.49	0.00	0.00	103,584.61	32,710.93	136,295.54	92,680.95	S/L	7.0	
823	Walnut Creek Shelters	5/15/03	56,131.66	0.00	0.00	25,392.90	8,018.81	33,411.71	22,719.95	S/L	7.0	
864	Tree Addition	5/31/06	19,205.00	0.00	0.00	4,572.26	2,743.57	3,200.83	16,004.17	S/L	7.0	
875	R-613 Levee Platte, Missouri & Par	1/01/67	2,724,145.00	0.00	0.00	2,179,316.00	54,482.90	2,233,798.90	490,346.10	S/L	50.0	
876	R-616 Levee 4.5 Miles along Misso	1/01/83	3,510,000.00	0.00	0.00	1,684,800.00	70,200.00	1,755,000.00	1,755,000.00	S/L	50.0	
877	Union Dike 9.8 miles along Platte	1/01/89	2,000,000.00	0.00	0.00	720,000.00	40,000.00	760,000.00	1,240,000.00	S/L	50.0	
878	No Name Dike 2.3 Miles near Vaille	1/01/89	400,000.00	0.00	0.00	144,000.00	8,000.00	152,000.00	248,000.00	S/L	50.0	
879	Papiro Creek Levees & Tributaries	1/01/68	18,000,000.00	0.00	0.00	14,040,000.00	360,000.00	14,400,000.00	3,600,000.00	S/L	50.0	
880	Little Papiro Channel 14 Miles Pratt	1/01/65	5,000,000.00	0.00	0.00	4,200,000.00	100,000.00	4,300,000.00	700,000.00	S/L	50.0	
881	Big Papiro Channel 11.8 Miles L & J	1/01/93	10,950,000.00	0.00	0.00	3,066,000.00	219,000.00	3,285,000.00	7,665,000.00	S/L	50.0	
882	Offluit Ditch 3.8 Miles near Bellevu	1/01/96	1,900,000.00	0.00	0.00	418,000.00	38,000.00	456,000.00	1,444,000.00	S/L	50.0	
883	West Branch Channel 1.4 Miles 36th	1/01/95	7,000,000.00	0.00	0.00	1,680,000.00	140,000.00	1,820,000.00	5,180,000.00	S/L	50.0	
884	W. Branch Channel 2.3 Miles 144th	1/01/79	950,000,000.00	0.00	0.00	532,000,000.00	19,000,00	551,000,000.00	399,000.00	S/L	50.0	
885	Western Sarpy Levee 7.5 miles along	1/01/50	10,000,000.00	0.00	0.00	10,000,000.00	0.00	10,000,000.00	0.00	S/L	50.0	
886	Western Sarpy Ditch 18 miles N. &	1/01/50	900,000,000.00	0.00	0.00	900,000,000.00	0.00	900,000,000.00	0.00	S/L	50.0	
887	Pigeon Creek Levee 13 miles near 1	1/01/50	1,900,000.00	0.00	0.00	1,900,000.00	0.00	1,900,000.00	0.00	S/L	50.0	
888	Elk Creek Levee 4.5 miles Jackson	1/01/50	750,000,000.00	0.00	0.00	750,000,000.00	0.00	750,000,000.00	0.00	S/L	50.0	
889	Papiro Dam Site 21 SW of 96th and	1/01/99	5,300,000,000.00	0.00	0.00	424,000,000.00	53,000,000.00	477,000,000.00	4,823,000,000.00	S/L	100.0	
890	Papiro Dam Site 6 NW of 168th & B	1/01/01	3,000,000,000.00	0.00	0.00	180,000,000.00	30,000,000.00	210,000,000.00	2,790,000,000.00	S/L	100.0	
891	Papiro Dam Site 13 SW of 192nd & D	1/01/06	2,471,775.00	0.00	0.00	24,771.80	24,717.75	49,435.75	2,422,339.25	S/L	100.0	
892	Midland Lake Dam N of Schram Rc	1/01/07	1,185,097.00	0.00c	0.00	0.00	5,925.49	5,925.49	1,179,171.51	S/L	100.0	
893	Shadow Lake Dam NW of 72nd &	1/01/07	2,048,265.00	0.00c	0.00	0.00	10,241.33	10,241.33	2,038,023.67	S/L	100.0	
894	Sachs' Palmer Dam NW of 204th &	1/01/04	380,000,000.00	0.00	0.00	11,400.00	3,800.00	15,200.00	364,800.00	S/L	100.0	
895	Papiro Dam D3 84th & DutchHall R.	1/01/86	45,000,000.00	0.00	0.00	18,900.00	900.00	19,800.00	25,200.00	S/L	50.0	
896	Papiro Dam D4 96th & Hwy 36	1/01/86	140,000,000.00	0.00	0.00	58,800.00	2,800.00	61,600.00	78,400.00	S/L	50.0	
897	Papiro Dam D15B 192nd & Pacific	1/01/94	70,000,000.00	0.00	0.00	18,200,000.00	1,400,00	19,600,000.00	50,400,00	S/L	50.0	
898	Papiro Dam D17 NW of 144th & Ida	1/01/97	180,000,000.00	0.00	0.00	36,000,000.00	3,600,00	39,600,000.00	140,400,00	S/L	50.0	
899	Papiro Dam D18 SW of 144th & For	1/01/90	146,000,000.00	0.00	0.00	49,640,00	2,920,00	52,560,00	93,440,00	S/L	50.0	
900	Papiro Dam D20 162nd & Hwy 36	1/01/83	36,000,000.00	0.00	0.00	17,280,00	720,00	18,000,00	18,000,00	S/L	50.0	
901	Papiro Dam D38 164th & F	1/01/72	26,000,000.00	0.00	0.00	18,200,00	520,00	18,720,00	7,280,00	S/L	50.0	
902	Papiro Dam D45 170th & Pacific	1/01/72	30,000,000.00	0.00	0.00	21,000,00	600,00	21,600,00	8,400,00	S/L	50.0	
903	Papiro Dam D76 192nd & DutchHal	1/01/72	17,000,000.00	0.00	0.00	11,900,00	340,00	12,240,00	4,760,00	S/L	50.0	
904	Papiro Dam D76A 192nd & Dutch Hal	1/01/72	16,000,000.00	0.00	0.00	11,200,00	320,00	11,520,00	4,480,00	S/L	50.0	

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<u>Asset</u>	<u>* Group #:</u>	<u>Property Description</u>	<u>Date In Service</u>	<u>Book Cost</u>	<u>Book Sec 179 Exp</u>	<u>Book Sal Value</u>	<u>Book Prior Depreciation</u>	<u>Book Current Depreciation</u>	<u>Book End Depr</u>	<u>Book Net Book Value</u>	<u>Book Method</u>	<u>Book Period</u>
<b>CAPITAL IMPROVEMENTS (continued)</b>												
905		Papiro Weir S4 192nd & Giles	1/01/84	90,000.00	0.00	0.00	27,600.00	1,200.00	28,800.00	61,200.00	S/L	75.0
906		Papiro Dam S6 172nd & Giles	1/01/90	77,000.00	0.00	0.00	26,180.00	1,540.00	27,720.00	49,280.00	S/L	50.0
907		Papiro Dam S21 96th & Hwy 370	1/01/74	32,000.00	0.00	0.00	21,120.00	640.00	21,760.00	10,240.00	S/L	50.0
908		Papiro Dam S27 Fox Ridge Drive	1/01/74	74,000.00	0.00	0.00	48,840.00	1,480.00	50,320.00	23,680.00	S/L	50.0
909		Papiro Dam S31 42nd & Capehart R	1/01/74	74,000.00	0.00	0.00	48,840.00	1,480.00	50,320.00	23,680.00	S/L	50.0
910		Papiro Dam S32 48th & Capehart R/c	1/01/70	46,000.00	0.00	0.00	34,040.00	920.00	34,960.00	11,040.00	S/L	50.0
911		Papiro Dam S35 114th & Hwy 370	1/01/74	41,000.00	0.00	0.00	27,060.00	820.00	27,880.00	13,120.00	S/L	50.0
912		Papiro Dam W2 Rd 26 & 125, Wash	1/01/72	27,000.00	0.00	0.00	18,900.00	540.00	19,440.00	7,560.00	S/L	50.0
913		Papiro Dam W3 Hwy 30 Washington	1/01/83	55,000.00	0.00	0.00	26,400.00	1,100.00	27,500.00	27,500.00	S/L	50.0
914		Papiro Dam W4 Road 125 Washington	1/01/72	30,000.00	0.00	0.00	21,000.00	600.00	21,600.00	8,400.00	S/L	50.0
915		Papiro Dam W6 Road P27	1/01/81	35,000.00	0.00	0.00	18,200.00	1,200.00	18,900.00	16,100.00	S/L	50.0
916		Papiro Dam W15 Road 40&29	1/01/98	87,000.00	0.00	0.00	15,660.00	1,740.00	17,400.00	69,600.00	S/L	50.0
917		Papiro Dam W16 Road 40 & 31	1/01/81	32,000.00	0.00	0.00	16,640.00	640.00	17,280.00	14,720.00	S/L	50.0
918		Papiro Weir W16A Road 40 & 31	1/01/81	25,000.00	0.00	0.00	13,000.00	500.00	13,500.00	11,500.00	S/L	50.0
919		Papiro Dam W20A Dutch Hall & 25	1/01/81	47,000.00	0.00	0.00	24,440.00	940.00	25,380.00	21,620.00	S/L	50.0
920		Papiro Dam W26 Road P27	1/01/90	58,000.00	0.00	0.00	19,720.00	1,160.00	20,880.00	37,120.00	S/L	50.0
921		Papiro Dam W42 Road P27	1/01/94	139,000.00	0.00	0.00	36,140.00	2,780.00	38,920.00	100,080.00	S/L	50.0
922		Turtle Creek Weir 1 144 Street	1/01/61	19,000.00	0.00	0.00	17,480.00	380.00	17,860.00	1,140.00	S/L	50.0
923		Turtle Creek Dam 2 156th & Plug 1	1/01/61	24,000.00	0.00	0.00	22,080.00	480.00	22,560.00	1,440.00	S/L	50.0
924		Chalco Hills Sed Dam 156th & Hw. F	1/01/00	2,610,000.00	0.00	0.00	365,400.00	52,000.00	417,600.00	2,192,400.00	S/L	50.0
925		Whitehawk Dam W. of 192nd & F	1/01/06	550,000.00	0.00	0.00	5,500.00	5,500.00	11,080.00	539,000.00	S/L	100.0
926		Buffalo Creek DS-5	1/01/85	128,837.00	0.00	0.00	56,697.00	2,577.14	59,274.14	69,582.86	S/L	50.0
927		Buffalo Creek G-16	1/01/86	40,771.00	0.00	0.00	17,124.00	815.42	17,939.42	22,831.58	S/L	50.0
928		Buffalo Creek DS-24	1/01/85	141,027.00	0.00	0.00	62,052.00	2,820.54	64,872.54	76,154.46	S/L	50.0
929		Buffalo Creek GS-22	1/01/86	87,935.00	0.00	0.00	36,933.00	1,758.70	38,691.70	49,243.30	S/L	50.0
930		Buffalo Creek GS-19	1/01/86	84,570.00	0.00	0.00	35,519.00	1,691.40	37,210.40	47,359.60	S/L	50.0
931		Buffalo Creek GS-17A	1/01/86	39,163.00	0.00	0.00	16,448.00	783.26	17,231.26	21,931.74	S/L	50.0
932		Buffalo Creek GS-7	1/01/86	77,722.00	0.00	0.00	32,643.00	1,554.44	34,197.44	43,524.56	S/L	50.0
933		Buffalo Creek DS-24	1/01/85	141,027.00	0.00	0.00	62,052.00	2,820.54	64,872.54	76,154.46	S/L	50.0
934		Buffalo Creek GS-14	1/01/86	95,104.00	0.00	0.00	39,944.00	1,902.08	41,846.08	53,257.92	S/L	50.0
935		Buffalo Creek GS-10	1/01/81	36,967.00	0.00	0.00	19,223.00	739.34	19,962.34	17,044.66	S/L	50.0
936		Tekamah Mud 5A	1/01/80	578,302.00	0.00	0.00	31,283.00	11,566.04	323,849.04	254,452.96	S/L	50.0
937		Tekamah Mud 9A	1/01/76	359,389.00	0.00	0.00	222,945.00	7,191.78	230,136.78	129,452.22	S/L	50.0
938		Tekamah Mud 22A	1/01/78	102,500.00	0.00	0.00	59,450.00	2,050.00	61,500.00	41,000.00	S/L	50.0
939		Tekamah Mud 41A	1/01/76	122,820.00	0.00	0.00	76,148.00	2,456.40	78,604.40	44,215.60	S/L	50.0
940		Tekamah Mud 42A	1/01/93	350,416.00	0.00	0.00	84,100.00	7,008.32	91,108.32	259,307.68	S/L	50.0
941		Tekamah Mud 3-1	1/01/83	31,441.00	0.00	0.00	15,092.00	895.28	15,720.82	15,720.18	S/L	50.0
942		Tekamah Mud 3-7	1/01/83	30,221.00	0.00	0.00	14,506.00	604.42	15,110.42	15,110.58	S/L	50.0
943		Tekamah Mud 4-1	1/01/83	84,552.00	0.00	0.00	40,585.00	1,691.04	42,276.04	42,275.96	S/L	50.0
944		Tekamah Mud 4-2	1/01/93	78,725.00	0.00	0.00	22,043.00	1,574.50	23,617.50	55,107.50	S/L	50.0
945		Tekamah Mud 4-5	1/01/93	56,956.00	0.00	0.00	15,948.00	1,139.12	17,087.12	39,968.88	S/L	50.0
946		Tekamah Mud 6-1	1/01/78	44,764.00	0.00	0.00	25,963.00	895.28	26,858.28	17,905.72	S/L	50.0
947		Tekamah Mud 6-2	1/01/76	37,751.00	0.00	0.00	23,406.00	755.02	24,161.02	13,589.98	S/L	50.0
948		Tekamah Mud 6-4	1/01/83	49,331.00	0.00	0.00	23,679.00	986.62	24,665.62	24,665.38	S/L	50.0
949		Tekamah Mud 7-5	1/01/76	24,598.00	0.00	0.00	15,251.00	491.96	15,742.96	15,742.96	S/L	50.0
950		Tekamah Mud 9-5	1/01/95	80,714.00	0.00	0.00	19,371.00	1,614.28	20,985.28	59,728.72	S/L	50.0
951		Pigeon Jones Creek 4	1/01/05	75,158.00	0.00	0.00	3,006.00	1,503.16	4,509.16	70,648.84	S/L	50.0
952		Pigeon Jones Creek 5	1/01/05	75,754.00	0.00	0.00	3,030.00	1,515.08	4,515.08	71,208.92	S/L	50.0
953		Pigeon Jones Creek 14	1/01/05	39,332.00	0.00	0.00	1,573.00	786.64	2,359.64	36,972.36	S/L	50.0

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<b>Group #1: CAPITAL IMPROVEMENTS (continued)</b>											
954	Pigeon Jones Creek 3	1/01/04	190,609.00	0.00	0.00	11,437.00	3,812.18	15,249.18	175,359.82	S/L	50.0
955	Hanson Lake Dam	1/01/01	142,237.00	0.00	0.00	17,068.00	2,844.74	19,912.74	122,324.26	S/L	50.0
956	Silver Creek Site 1	1/01/98	74,170.00	0.00	0.00	13,351.00	1,483.40	14,834.40	59,335.60	S/L	50.0
957	Silver Creek Site 2	1/01/99	81,183.00	0.00	0.00	12,959.00	1,623.66	14,612.66	66,570.34	S/L	50.0
958	Silver Creek Site 3	1/01/99	54,600.00	0.00	0.00	8,756.00	1,092.00	9,828.00	44,772.00	S/L	50.0
959	Silver Creek Site 6	1/01/06	117,249.00	0.00	0.00	2,345.00	2,344.98	4,689.98	112,559.02	S/L	50.0
960	Silver Creek Site 14	1/01/01	49,095.00	0.00	0.00	5,891.00	981.90	6,872.90	42,222.10	S/L	50.0
961	Silver Creek Site 15	1/01/04	54,282.00	0.00	0.00	3,257.00	1,085.64	4,342.64	49,939.36	S/L	50.0
962	Silver Creek Site 16	1/01/96	48,595.00	0.00	0.00	10,691.00	971.90	11,662.90	36,932.10	S/L	50.0
963	Silver Creek Site 17	1/01/97	31,171.00	0.00	0.00	6,234.00	623.42	6,857.42	24,315.58	S/L	50.0
964	Silver Creek Site 18	1/01/02	82,505.00	0.00	0.00	8,251.00	1,650.10	9,901.10	72,603.90	S/L	50.0
965	Silver Creek Site 19	1/01/04	61,795.00	0.00	0.00	3,708.00	1,235.90	4,943.90	56,851.10	S/L	50.0
966	Silver Creek Site 23	1/01/06	78,729.00	0.00	0.00	1,575.00	1,574.58	3,149.58	75,579.42	S/L	50.0
967	Silver Creek Site 24	1/01/06	78,307.00	0.00	0.00	1,566.00	1,566.14	3,132.14	75,174.86	S/L	50.0
968	Silver Creek Site 25	1/01/06	85,927.00	0.00	0.00	1,719.00	1,718.54	2,437.54	82,489.46	S/L	50.0
969	Silver Creek Site 30	1/01/06	87,077.00	0.00	0.00	1,742.00	1,741.54	3,483.54	83,593.46	S/L	50.0
970	Silver Creek Site 31	1/01/06	95,177.00	0.00	0.00	1,904.00	1,903.54	3,807.54	91,369.46	S/L	50.0
971	Silver Creek Site 32	1/01/04	73,350.00	0.00	0.00	4,401.00	1,467.00	5,868.00	67,482.00	S/L	50.0
972	Silver Creek Site 33	1/01/04	97,047.00	0.00	0.00	5,823.00	1,940.94	7,763.94	89,283.06	S/L	50.0
973	Silver Creek Site 44	1/01/01	57,013.00	0.00	0.00	7,982.00	1,140.26	9,122.26	47,890.74	S/L	50.0
974	Silver Creek Site 36	1/01/06	107,486.00	0.00	0.00	2,150.00	2,149.72	4,299.72	103,186.28	S/L	50.0
975	Elkgom River Bank W. Douglas Co	1/01/89	1,303,000.00	0.00	0.00	469,080.00	26,060.00	495,140.00	807,860.00	S/L	50.0
976	Bellevue Loop Trail	1/01/91	562,000.00	0.00	0.00	179,840.00	11,240.00	191,080.00	370,920.00	S/L	50.0
977	Bellevue Loop Trail 2	1/01/94	622,000.00	0.00	0.00	161,720.00	12,440.00	174,160.00	447,840.00	S/L	50.0
978	Keystone Trail IV along Big & Littl	1/01/96	1,577,000.00	0.00	0.00	346,940.00	31,540.00	378,480.00	1,198,520.00	S/L	50.0
979	Keystone Trail 5 Cornhusker to 25th	1/01/99	754,000.00	0.00	0.00	120,640.00	15,080.00	135,720.00	618,280.00	S/L	50.0
980	Bellevue Loop Trail 3 Hwy 75 to 25	1/01/99	867,500.00	0.00	0.00	138,800.00	17,350.00	156,150.00	711,350.00	S/L	50.0
981	Platte River Connection Hwy 31 to 1	1/01/01	2,465,000.00	0.00c	0.00	295,800.00	49,300.00	345,100.00	2,119,900.00	S/L	50.0
982	Chalco Connector Trail Hwy 50 to 1	1/01/01	350,000.00	0.00	0.00	42,000.00	7,500.00	49,000.00	301,000.00	S/L	50.0
983	West Papio Trail 72nd to 36th Street	1/01/04	1,262,000.00	0.00	0.00	75,720.00	25,240.00	100,960.00	1,161,040.00	S/L	50.0
984	Mopac Trail 1 Hwy 50 to Springfile	1/01/05	1,295,000.00	0.00	0.00	51,800.00	25,900.00	77,700.00	1,217,300.00	S/L	50.0
985	Mopac Trail 2 Springfield to Schurz	1/01/07	209,441.00	0.00c	0.00	0.00	2,094.41	2,094.41	207,346.59	S/L	50.0
986	Mopac Equestrian Trail Hwy 54 to 1	1/01/07	75,350.00	0.00c	0.00	0.00	753.50	753.50	74,596.50	S/L	50.0
987	Dam Site 20 Chalco 8901 S 154th S	1/01/88	375,000.00	0.00	0.00	142,500.00	7,500.00	150,000.00	225,000.00	S/L	50.0
988	Prairie View 186th Hwy 36 - 84 acre	1/01/01	380,000.00	0.00	0.00	45,600.00	7,600.00	53,200.00	326,800.00	S/L	50.0
989	Elkhorn Rec Hwy 36 & King Lake	1/01/89	280,000.00	0.00	0.00	100,800.00	5,600.00	106,400.00	173,600.00	S/L	50.0
990	Platte River Rec Hwy 64 & Platte R	1/01/92	96,000.00	0.00	0.00	28,300.00	1,920.00	30,720.00	65,280.00	S/L	50.0
991	California Bend WA County 215 A	1/01/04	78,000.00	0.00	0.00	4,680.00	1,560.00	6,240.00	71,760.00	S/L	50.0
992	Missouri River Trails Nth NP Dodge	1/01/06	820,698.00	0.00	0.00	16,414.00	16,413.96	32,827.96	787,870.04	S/L	50.0
<b>CAPITAL IMPROVEMENTS</b>											
		<b>103,767,255.15</b>	<b>0.00c</b>			<b>0.00</b>	<b>47,809,996.77</b>	<b>1,672,766.07</b>	<b>49,482,762.84</b>	<b>54,284,492.31</b>	
<b>Group #1: LAND</b>											
993	R-613 Levee 13.9 miles along Platte	1/01/67	300,000.00	0.00	0.00	0.00	0.00	0.00	300,000.00	Land	0.0
994	R-616 Levee 4.5 Miles along Mo. R	1/01/83	500,000.00	0.00	0.00	0.00	0.00	0.00	500,000.00	Land	0.0
995	Union Dike 9.8 Miles between Fren	1/01/89	100,000.00	0.00	0.00	0.00	0.00	0.00	100,000.00	Land	0.0
996	No Name Dike 2.3 Miles along Plat	1/01/89	50,000.00	0.00	0.00	0.00	0.00	0.00	50,000.00	Land	0.0
997	Papiro Creek Levees & Tributaries 3	1/01/68	2,000,000.00	0.00	0.00	0.00	0.00	0.00	2,000,000.00	Land	0.0

## 10447 Papiro-Missouri River Natural Resources D

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<u>Asset *</u>	<u>Property Description</u>	<u>Date In Service</u>	<u>Book Cost</u>	<u>Book Sec 179 Exp</u>	<u>Book Sal Value</u>	<u>Book Prior Depreciation</u>	<u>Book Current Depreciation</u>	<u>Book End Depr</u>	<u>Book Net Book Value</u>	<u>Book Method</u>	<u>Book Period</u>
<u>Group #1: LAND (continued)</u>											
998	Little Papiro Channel 14 Miles' Pratt	1/01/65	1,000,000.00	0.00	0.00	0.00	0.00	0.00	1,000,000.00	Land	0.0
999	Big Papiro Channel 11.8 Miles L & J	1/01/93	3,000,000.00	0.00	0.00	0.00	0.00	0.00	3,000,000.00	Land	0.0
1000	Offutt Ditch 3.8 Miles near Bellevue	1/01/96	50,000.00	0.00	0.00	0.00	0.00	0.00	50,000.00	Land	0.0
1001	West Branch Channel 14 Miles 36ft	1/01/95	2,500,000.00	0.00	0.00	0.00	0.00	0.00	2,500,000.00	Land	0.0
1002	West Branch Channel 2.3 Miles 144	1/01/79	50,000.00	0.00	0.00	0.00	0.00	0.00	50,000.00	Land	0.0
1003	Western Sarpy Levee 7.5 Miles Nth	1/01/50	4,000,000.00	0.00	0.00	0.00	0.00	0.00	4,000,000.00	Land	0.0
1004	Western Sarpy Ditch 18 Miles Stn.	1/01/30	100,000.00	0.00	0.00	0.00	0.00	0.00	100,000.00	Land	0.0
1005	Pigeon Creek Levee 13 Miles near J	1/01/50	100,000.00	0.00	0.00	0.00	0.00	0.00	100,000.00	Land	0.0
1006	Elk Creek Levee 4.5 Miles near Jac	1/01/50	50,000.00	0.00	0.00	0.00	0.00	0.00	50,000.00	Land	0.0
1007	Papio Dam Site 21 SW of 96th & H	1/01/99	1,700,000.00	0.00	0.00	0.00	0.00	0.00	1,700,000.00	Land	0.0
1008	Papio Dam Site 6 NW of 168th & B	1/01/01	650,000.00	0.00	0.00	0.00	0.00	0.00	650,000.00	Land	0.0
1009	Papio Dam Site 13 SW of 192nd & Midland Lake Dam N of Schram R	1/01/06	4,574,451.00	0.00	0.00	0.00	0.00	0.00	4,574,451.00	Land	0.0
1010	Midland Lake Dam N of Schram R	1/01/07	0.00	0.00c	0.00	0.00	0.00	0.00	0.00	Land	0.0
1011	Shadow Lake Dam NW of 72nd & Ida	1/01/07	0.00	0.00c	0.00	0.00	0.00	0.00	0.00	Land	0.0
1012	Sachs Palmer Dam NW of 204th & For	1/01/04	115,000.00	0.00	0.00	0.00	0.00	0.00	115,000.00	Land	0.0
1013	Papio Dam D3 84th & DutchHall R	1/01/86	5,000.00	0.00	0.00	0.00	0.00	0.00	5,000.00	Land	0.0
1014	Papio Dam D4 96th & Hwy 36	1/01/86	10,000.00	0.00	0.00	0.00	0.00	0.00	10,000.00	Land	0.0
1015	Papio Dam D15B 192nd & Pacific	1/01/94	5,000.00	0.00	0.00	0.00	0.00	0.00	5,000.00	Land	0.0
1016	Papio Dam D17 NW of 144th & Ida	1/01/97	260,000.00	0.00	0.00	0.00	0.00	0.00	260,000.00	Land	0.0
1017	Papio Dam D18 SW of 144th & For	1/01/90	220,000.00	0.00	0.00	0.00	0.00	0.00	220,000.00	Land	0.0
1018	Papio Dam D20 162nd & Hwy 36	1/01/83	4,000,000.00	0.00	0.00	0.00	0.00	0.00	4,000,000.00	Land	0.0
1019	Papio Dam D38 164th & F	1/01/72	4,000,000.00	0.00	0.00	0.00	0.00	0.00	4,000,000.00	Land	0.0
1020	Papio Dam D45 170th & Pacific	1/01/72	5,000.00	0.00	0.00	0.00	0.00	0.00	5,000.00	Land	0.0
1021	Papio Dam D76 192nd & DutchHall	1/01/72	3,000.00	0.00	0.00	0.00	0.00	0.00	3,000.00	Land	0.0
1022	Papio Dam D76A 192nd & DutchHall	1/01/72	4,000,000.00	0.00	0.00	0.00	0.00	0.00	4,000,000.00	Land	0.0
1023	Papio Weir S4 192nd & Giles	1/01/84	10,000.00	0.00	0.00	0.00	0.00	0.00	10,000.00	Land	0.0
1024	Papio Dam S4 172nd & Giles	1/01/90	3,000.00	0.00	0.00	0.00	0.00	0.00	3,000.00	Land	0.0
1025	Papio Dam S21 96th & Hwy 370	1/01/74	3,000.00	0.00	0.00	0.00	0.00	0.00	3,000.00	Land	0.0
1026	Papio Dam S27 Fox Ridge Drive	1/01/74	1,000.00	0.00	0.00	0.00	0.00	0.00	1,000.00	Land	0.0
1027	Papio Dam S31 42nd & Capehart R	1/01/74	1,000.00	0.00	0.00	0.00	0.00	0.00	1,000.00	Land	0.0
1028	Papio Dam S32 48th & Capehart R	1/01/70	4,000,000.00	0.00	0.00	0.00	0.00	0.00	4,000,000.00	Land	0.0
1029	Papio Dam S35 114th & Hwy 370	1/01/74	4,000,000.00	0.00	0.00	0.00	0.00	0.00	4,000,000.00	Land	0.0
1030	Papio Dam W2 Road 26 & 125	1/01/72	3,000.00	0.00	0.00	0.00	0.00	0.00	3,000.00	Land	0.0
1031	Papio Dam W-3 Hwy 30	1/01/83	5,000.00	0.00	0.00	0.00	0.00	0.00	5,000.00	Land	0.0
1032	Papio Dam W4 Road 125	1/01/72	5,000.00	0.00	0.00	0.00	0.00	0.00	5,000.00	Land	0.0
1033	Papio Dam W6	1/01/82	5,000.00	0.00	0.00	0.00	0.00	0.00	5,000.00	Land	0.0
1034	Papio Dam W15 Road 40 & 29	1/01/98	3,000.00	0.00	0.00	0.00	0.00	0.00	3,000.00	Land	0.0
1035	Papio Dam W16 Road 40 & 31	1/01/81	3,000.00	0.00	0.00	0.00	0.00	0.00	3,000.00	Land	0.0
1036	Papio Dam W16A Road 40 & 31	1/01/81	5,000.00	0.00	0.00	0.00	0.00	0.00	5,000.00	Land	0.0
1037	Papio Dam W20A DutchHall & 25	1/01/81	3,000.00	0.00	0.00	0.00	0.00	0.00	3,000.00	Land	0.0
1038	Papio Dam W26 Road P27	1/01/90	2,000,000.00	0.00	0.00	0.00	0.00	0.00	2,000,000.00	Land	0.0
1039	Papio Dam W42 Road P27	1/01/94	1,000.00	0.00	0.00	0.00	0.00	0.00	1,000.00	Land	0.0
1040	Turtle Creek Weir 1 144th St	1/01/61	1,000.00	0.00	0.00	0.00	0.00	0.00	1,000.00	Land	0.0
1041	Turtle Creek Dam 2 156 & Pflug R	1/01/61	1,000.00	0.00	0.00	0.00	0.00	0.00	1,000.00	Land	0.0
1042	Chalco Hills Sed Dam 156th & Hwy	1/01/00	50,000.00	0.00	0.00	0.00	0.00	0.00	50,000.00	Land	0.0
1043	Whitehawk Dam W. of 192nd & F	1/01/06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Land	0.0
1044	Eikorn River Bank W. Douglas City	1/01/89	32,000.00	0.00	0.00	0.00	0.00	0.00	32,000.00	Land	0.0
1045	Bellevue Loop Trail 1 Haworth Park	1/01/91	38,000.00	0.00	0.00	0.00	0.00	0.00	38,000.00	Land	0.0
1046	Bellevue Loop Trail 2 Harlan Lewis	1/01/94	78,000.00	0.00	0.00	0.00	0.00	0.00	78,000.00	Land	0.0

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Asset *	Property Description	Date In Service	Book Cost	Book Sec 179 Exp c	Book Sal Value	Book Prior Depreciation	Book Current Depreciation	Book End Depr	Book Net Book Value	Book Method	Book Period
<b>Group #1: LAND (continued)</b>											
1047	Keystone Trail IV Mercy to Cornhu	1/01/96	73,000.00		0.00	0.00	0.00	0.00	73,000.00	Land	0.0
1048	Keystone Trail V Big Papio Creek	1/01/99	121,000.00		0.00	0.00	0.00	0.00	121,000.00	Land	0.0
1049	Belleview Loop Trail 3 Hwy 75 to 24	1/01/99	7,500.00		0.00	0.00	0.00	0.00	7,500.00	Land	0.0
1050	Platte River Connection Hwy 31 to 1	1/01/01	35,000.00		0.00	0.00	0.00	0.00	35,000.00	Land	0.0
1051	Chalco Connector Trail Hwy 50 to 1	1/01/01	100,000.00		0.00	0.00	0.00	0.00	100,000.00	Land	0.0
1052	West Papio Trail W. Branch 72nd-3	1/01/04	0.00		0.00	0.00	0.00	0.00	0.00	Land	0.0
1053	Mopac Trail 1 Hwy 50 to Springfield	1/01/05	25,000.00		0.00	0.00	0.00	0.00	25,000.00	Land	0.0
1054	Mopac Trail 2 Springfield to Schran	1/01/07	289,940.00	0.00c	0.00	0.00	0.00	0.00	289,940.00	Land	0.0
1055	Mopac Equestrian Trail Hwy 50 to 1	1/01/07	0.00		0.00c	0.00	0.00	0.00	0.00	Land	0.0
1056	Dam Site 20 Chalco 8901 S 154 St	1/01/88	245,038.00		0.00	0.00	0.00	0.00	245,028.00	Land	0.0
1057	Prairie View 186th Hwy 36 .84 acres	1/01/01	698,882.00		0.00	0.00	0.00	0.00	698,892.00	Land	0.0
1058	Elkhorn Rec Hwy 36 & King Lake ]	1/01/89	1,268,954.00		0.00	0.00	0.00	0.00	1,268,954.00	Land	0.0
1059	Platte River Rec Hwy 64 & Platte R	1/01/92	200,400.00		0.00	0.00	0.00	0.00	200,460.00	Land	0.0
1060	California Bend WA County 215 A	1/01/04	3,512,000.00		0.00	0.00	0.00	0.00	3,512,000.00	Land	0.0
1061	Missouri River Trails N NP Dodge ]	1/01/06	79,016.00		0.00	0.00	0.00	0.00	79,016.00	Land	0.0
1062	Lower Decatur Bend Burt County 7	1/01/07	729,279.00		0.00c	0.00	0.00	0.00	729,279.00	Land	0.0
1063	Sandy Point Bend 252 Acres	1/01/50	264,000.00		0.00	0.00	0.00	0.00	264,000.00	Land	0.0
1064	Little Sioux Bend Burt County 191.	1/01/50	186,000.00		0.00	0.00	0.00	0.00	186,000.00	Land	0.0
1065	Heron Haven Douglas County 10 ac	1/01/95	315,060.00		0.00	0.00	0.00	0.00	315,060.00	Land	0.0
	<b>LAND</b>		<b>29,770,580.00</b>		<b>0.00c</b>						
											<b>29,770,580.00</b>
<b>Group #1: MACHINERY AND EQUIPMENT</b>											
51	'70 MOWER	7/01/72	2,000.00		0.00	2,000.00	0.00	0.00	2,000.00	S/L	5.0
52	167 SPRAYER	7/01/72	50.00		0.00	50.00	0.00	0.00	50.00	S/L	5.0
53	GRASS DRILL	1/01/80	1,297.21		0.00	1,297.21	0.00	0.00	1,297.21	S/L	5.0
54	IMPACT WRENCH	2/07/80	1,149.50		0.00	1,149.50	0.00	0.00	1,149.50	S/L	5.0
55	WORTHINGTON COMPRESSOR	7/10/80	783.75		0.00	783.75	0.00	0.00	783.75	S/L	5.0
56	BAND SAW	2/19/81	352.96		0.00	352.96	0.00	0.00	352.96	S/L	5.0
57	HUDSON SPRAYER	4/30/81	36.34		0.00	36.34	0.00	0.00	36.34	S/L	1.0
58	WELDER	8/01/81	708.51		0.00	708.51	0.00	0.00	708.51	S/L	5.0
59	FIELD CULTIVATOR	5/01/82	900.00		0.00	900.00	0.00	0.00	900.00	S/L	5.0
60	HUSKY FIELD SPRAYER	11/01/82	760.19		0.00	760.19	0.00	0.00	760.19	S/L	5.0
61	10 TON SERVICE JACK	10/01/84	560.00		0.00	560.00	0.00	0.00	560.00	S/L	5.0
62	* '85 20 TON TILT BED TRAILER	11/01/84	9,033.50		0.00	9,033.50	0.00	0.00	9,033.50	S/L	10.0
63	* '85 MACK DUMP TRUCK	12/01/84	64,357.23		0.00	64,357.23	0.00	0.00	64,357.23	S/L	10.0
64	CAB CONVERSION PANELS	2/01/85	3,995.00		0.00	3,995.00	0.00	0.00	3,995.00	S/L	5.0
65	ST200 STRING TRIMMER	8/01/85	199.50		0.00	199.50	0.00	0.00	199.50	S/L	3.0
66	PORTABLE RADIO	10/01/85	868.50		0.00	868.50	0.00	0.00	868.50	S/L	5.0
67	HD GENERATOR	1/01/86	678.35		0.00	678.35	0.00	0.00	678.35	S/L	5.0
68	AIR COMPRESSOR	4/30/87	1,346.80		0.00	1,346.80	0.00	0.00	1,346.80	S/L	5.0
69	1650 GALLON TANK	5/30/87	419.08		0.00	419.08	0.00	0.00	419.08	S/L	5.0
70	SNOWBLOWER	11/30/87	1,065.55		0.00	1,065.55	0.00	0.00	1,065.55	S/L	5.0
71	SPRAYER ACCESSORIES	4/30/88	175.00		0.00	175.00	0.00	0.00	175.00	S/L	7.0
72	CROP-SPRAYER	4/30/88	2,325.86		0.00	2,325.86	0.00	0.00	2,325.86	S/L	7.0
73	POST HOLE DIGGER	5/31/88	1,537.25		0.00	1,537.25	0.00	0.00	1,537.25	S/L	7.0
74	TRAILER	5/31/88	1,435.20		0.00	1,435.20	0.00	0.00	1,435.20	S/L	7.0
75	TAMPER	7/31/88	1,474.89		0.00	1,474.89	0.00	0.00	1,474.89	S/L	7.0

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<b>Group #1: MACHINERY AND EQUIPMENT (continued)</b>											
76	AIR COMPRESSOR	7/31/88	554.19		0.00	554.19	0.00	554.19	0.00	S/L	7.0
77	TORCH	8/31/88	518.00	0.00	0.00	518.00	0.00	518.00	0.00	S/L	7.0
78	IMPLEMENT TRACTOR BLADE	10/31/88	1,722.24	0.00	0.00	1,722.24	0.00	1,722.24	0.00	S/L	7.0
79	H FRAME PRESS	10/31/88	1,138.09	0.00	0.00	1,138.09	0.00	1,138.09	0.00	S/L	7.0
80	CHAIN SAW	10/31/88	671.90	0.00	0.00	671.90	0.00	671.90	0.00	S/L	7.0
81	RADIO SYSTEM	12/31/88	33,086.00	0.00	0.00	33,086.00	0.00	33,086.00	0.00	S/L	7.0
82	WASHER	2/28/89	1,944.80	0.00	0.00	1,944.80	0.00	1,944.80	0.00	S/L	7.0
83	ROTARY MOWER	6/02/89	2,798.64	0.00	0.00	2,798.64	0.00	2,798.64	0.00	S/L	7.0
84	12 FT DISC	11/30/89	348.40	0.00	0.00	348.40	0.00	348.40	0.00	S/L	7.0
85	HYDRAULIC POST DRIVER	12/31/89	2,443.27	0.00	0.00	2,443.27	0.00	2,443.27	0.00	S/L	7.0
86	TRUX CO GRASS DRILL	1/31/90	12,150.00	0.00	0.00	12,150.00	0.00	12,150.00	0.00	S/L	7.0
87	2.8 FT TRAILERS	1/31/90	5,134.00	0.00	0.00	5,134.00	0.00	5,134.00	0.00	S/L	7.0
88	WATER TANK	4/30/90	249.41	0.00	0.00	249.41	0.00	249.41	0.00	S/L	7.0
89	CATERPILLAR D7H TRACTOR	5/31/90	169,803.06	0.00	0.00	169,803.06	0.00	169,803.06	0.00	S/L	7.0
90	WELDERGENERATOR	5/31/90	9,339.51	0.00	0.00	9,339.51	0.00	9,339.51	0.00	S/L	7.0
131	CRAWLER TRACTOR	7/01/72	3,000.00	0.00	0.00	3,000.00	0.00	3,000.00	0.00	S/L	5.0
132	AIR COMPRESSOR	7/02/72	250.00	0.00	0.00	250.00	0.00	250.00	0.00	S/L	5.0
133	'68 63 FT LO BOY	7/02/72	1,500.00	0.00	0.00	1,500.00	0.00	1,500.00	0.00	S/L	3.0
134	PORTABLE AIR COMPRESSOR	7/02/72	100.00	0.00	0.00	100.00	0.00	100.00	0.00	S/L	3.0
135	'72 PRESS DRILL	7/02/72	175.00	0.00	0.00	175.00	0.00	175.00	0.00	S/L	3.0
136	'72 HAND GRIND	7/02/72	110.00	0.00	0.00	110.00	0.00	110.00	0.00	S/L	3.0
137	'69 TRAILER	7/02/72	700.00	0.00	0.00	700.00	0.00	700.00	0.00	S/L	3.0
138	'66 GRASS DRILL	7/02/72	300.00	0.00	0.00	300.00	0.00	300.00	0.00	S/L	3.0
139	'68 TREE PLANTER	7/02/72	25.00	0.00	0.00	25.00	0.00	25.00	0.00	S/L	3.0
140	'67 GRASS DRILL	7/02/72	550.00	0.00	0.00	550.00	0.00	550.00	0.00	S/L	3.0
141	68 GRASS DRILL TRAILER	7/02/72	125.00	0.00	0.00	125.00	0.00	125.00	0.00	S/L	3.0
142	'65 TREE PLANTER	7/02/72	100.00	0.00	0.00	100.00	0.00	100.00	0.00	S/L	3.0
143	1,100 GALLON TANK	7/02/72	100.00	0.00	0.00	100.00	0.00	100.00	0.00	S/L	3.0
144	1 MOTRIM MOWER	6/01/73	8,237.50	0.00	0.00	8,237.50	0.00	8,237.50	0.00	S/L	3.0
145	UNDERGROUND STORAGE TAI	12/01/73	674.81	0.00	0.00	674.81	0.00	674.81	0.00	S/L	10.0
8		3/01/75	5,401.63	0.00	0.00	5,401.63	0.00	5,401.63	0.00	S/L	10.0
146	GOPHER MACHINE	6/01/75	490.39	0.00	0.00	490.39	0.00	490.39	0.00	S/L	5.0
147	FUEL TANK	4/01/76	192.47	0.00	0.00	192.47	0.00	192.47	0.00	S/L	5.0
148	POST HOLE AUGER	4/01/76	177.60	0.00	0.00	177.60	0.00	177.60	0.00	S/L	5.0
149	WATER TANK	5/01/76	270.14	0.00	0.00	270.14	0.00	270.14	0.00	S/L	5.0
150	GRASS DRILL	6/01/76	3,684.88	0.00	0.00	3,684.88	0.00	3,684.88	0.00	S/L	5.0
151	EMERGENCY FLOOD LIGHTS	2/17/77	857.25	0.00	0.00	857.25	0.00	857.25	0.00	S/L	5.0
152	GRASS DRILL	2/17/77	345.12	0.00	0.00	345.12	0.00	345.12	0.00	S/L	5.0
153	2 PORTABLE RADIOS	7/07/77	1,320.00	0.00	0.00	1,320.00	0.00	1,320.00	0.00	S/L	5.0
154	ANTENA FOR RADIO	8/04/77	20.82	0.00	0.00	20.82	0.00	20.82	0.00	S/L	5.0
155	WHEEL BALANCER	9/08/77	196.55	0.00	0.00	196.55	0.00	196.55	0.00	S/L	5.0
156	BEARCAT MONITOR	6/08/78	236.08	0.00	0.00	236.08	0.00	236.08	0.00	S/L	5.0
157	MIDDLE MISSOURI MACH & EC	7/01/78	25,831.00	0.00	0.00	25,831.00	0.00	25,831.00	0.00	S/L	10.0
158	STROBE LIGHT	3/08/79	94.50	0.00	0.00	94.50	0.00	94.50	0.00	S/L	10.0
159	EMERGENCY LIGHT	4/09/79	424.98	0.00	0.00	424.98	0.00	424.98	0.00	S/L	10.0
160	TRUX NATIVE GRASS DRILL	10/04/79	4,215.00	0.00	0.00	4,215.00	0.00	4,215.00	0.00	S/L	10.0
161	WELDING EQUIPMENT	8/31/90	246.93	0.00	0.00	246.93	0.00	246.93	0.00	S/L	7.0
162	14 FT BOAT, MTR, TRLR	9/30/90	3,513.62	0.00	0.00	3,513.62	0.00	3,513.62	0.00	S/L	5.0

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**Group #1: MACHINERY AND EQUIPMENT (continued)**

330	HOMELITE GENERATOR	10/31/90	300.00	0.00		0.00	300.00	0.00	300.00	0.00	S/L	5.0
331	ROOT RAKE	10/31/90	5,005.50	0.00		0.00	5,005.50	0.00	5,005.50	0.00	S/L	7.0
332	POST HOLE DIGGER - GRASS	1/31/91	386.57	0.00		0.00	386.57	0.00	386.57	0.00	S/L	7.0
337	2 WAY MOBILE RADIO	9/30/90	1,174.13	0.00		0.00	1,174.13	0.00	1,174.13	0.00	S/L	5.0
338	PORTABLE 2 WAY RADIO	9/30/90	1,237.26	0.00		0.00	1,237.26	0.00	1,237.26	0.00	S/L	5.0
339	MOBILE 2 WAY RADIO	10/12/90	1,195.07	0.00		0.00	1,195.07	0.00	1,195.07	0.00	S/L	5.0
346	BRILLION SEEDER LANDSCAPE	8/31/91	1,900.00	0.00		0.00	1,900.00	0.00	1,900.00	0.00	S/L	7.0
347	92 ETNYRE TRAILER	9/20/91	22,474.89	0.00		0.00	22,474.89	0.00	22,474.89	0.00	S/L	7.0
348	SNOWPLOW	11/30/91	2,287.62	0.00		0.00	2,287.62	0.00	2,287.62	0.00	S/L	7.0
349	CASE 6 TON EQUIPMENT TRAIL	1/03/92	4,147.00	0.00		0.00	4,147.00	0.00	4,147.00	0.00	S/L	7.0
351	REPAIR BACKHOE	1/31/92	10,843.65	0.00		0.00	10,843.65	0.00	10,843.65	0.00	S/L	7.0
353	JD SCARIFIER - 770	10/31/91	3,674.25	0.00		0.00	3,674.25	0.00	3,674.25	0.00	S/L	7.0
354	CANTILEVER ROCK W/ARMS	5/31/92	153.20	0.00		0.00	153.20	0.00	153.20	0.00	S/L	7.0
355	CADDIES, RACKS, PALLETS	5/31/92	1,180.02	0.00		0.00	1,180.02	0.00	1,180.02	0.00	S/L	5.0
356	VACUUM AND ACCESSORIES	3/31/92	1,024.13	0.00		0.00	1,024.13	0.00	1,024.13	0.00	S/L	5.0
357	REP 963 CAT LOADER	4/30/92	1,101.02	0.00		0.00	1,101.02	0.00	1,101.02	0.00	S/L	5.0
360	WELDING SCREEN	5/31/92	244.06	0.00		0.00	244.06	0.00	244.06	0.00	S/L	5.0
361	BELT MODEL HYDROLIC EXCA	11/17/92	167,961.80	0.00		0.00	167,961.80	0.00	167,961.80	0.00	S/L	10.0
362	FELLING FT-7P TRAILOR	1/30/93	2,690.00	0.00		0.00	2,690.00	0.00	2,690.00	0.00	S/L	7.0
363	USED GRINDER	12/31/92	2,500.00	0.00		0.00	2,500.00	0.00	2,500.00	0.00	S/L	7.0
364	MILLER MM 250 WELDER	2/26/93	1,470.00	0.00		0.00	1,470.00	0.00	1,470.00	0.00	S/L	7.0
365	MILLER GRASS DRILL	2/28/93	1,732.50	0.00		0.00	1,732.50	0.00	1,732.50	0.00	S/L	7.0
366	VERMEER TREE SPADE T5-44A	10/15/92	12,495.00	0.00		0.00	12,495.00	0.00	12,495.00	0.00	S/L	7.0
367	JD 80 LOADER	11/05/92	2,259.23	0.00		0.00	2,259.23	0.00	2,259.23	0.00	S/L	7.0
368	MODEL CT 12. TREE PLANTER	5/31/93	3,975.86	0.00		0.00	3,975.86	0.00	3,975.86	0.00	S/L	7.0
389	MILLER GRASS DRILL	2/28/93	8,468.25	0.00		0.00	8,468.25	0.00	8,468.25	0.00	S/L	7.0
399	Trailer Cooler Unit	1/10/94	7,000.00	0.00		0.00	7,000.00	0.00	7,000.00	0.00	S/L	7.0
412	72 inch mower	11/29/93	13,244.00	0.00		0.00	13,244.00	0.00	13,244.00	0.00	S/L	7.0
414	1994 RHINO FLEX MOWER	11/17/93	9,379.80	0.00		0.00	9,379.80	0.00	9,379.80	0.00	S/L	7.0
422	SOLAR STREET LIGHTS	9/30/93	6,334.00	0.00		0.00	6,334.00	0.00	6,334.00	0.00	S/L	7.0
423	1994 CATERPILLAR TRACTOR	10/22/93	195,735.19	0.00		0.00	195,735.19	0.00	195,735.19	0.00	S/L	10.0
525	variance adjustment fy 94	7/01/93	-0.30	0.00		0.00	0.00	0.00	0.00	0.00	Memo	99.0
540	JD Gator 6 X 4	10/21/94	3,328.50	0.00		0.00	3,328.50	0.00	3,328.50	0.00	S/L	10.0
541	Forks for 963	10/31/94	2,114.03	0.00		0.00	2,114.03	0.00	2,114.03	0.00	S/L	7.0
542	Tractor	11/21/94	41,387.66	0.00		0.00	41,387.66	0.00	41,387.66	0.00	S/L	10.0
543	Trailer	12/30/94	5,053.80	0.00		0.00	5,053.80	0.00	5,053.80	0.00	S/L	7.0
544	3 Donahue trailers	3/24/95	8,370.00	0.00		0.00	8,370.00	0.00	8,370.00	0.00	S/L	7.0
545	Fork Assembly	10/13/95	6,441.75	0.00		0.00	6,441.75	0.00	6,441.75	0.00	S/L	7.0
546	Rome TAW205 Disc	10/13/95	7,279.26	0.00		0.00	7,279.26	0.00	7,279.26	0.00	S/L	7.0
547	Bucket - D2130195	11/30/95	6,177.00	0.00		0.00	6,177.00	0.00	6,177.00	0.00	S/L	7.0
601	MAGM1000	4/16/96	7,000.00	0.00		0.00	7,000.00	0.00	7,000.00	0.00	S/L	7.0
616	Mowerhead	9/30/96	5,518.67	0.00		0.00	5,518.67	0.00	5,518.67	0.00	S/L	5.0
617	18 Ft. Grass Drill	6/30/97	5,200.00	0.00		0.00	5,200.00	0.00	5,200.00	0.00	S/L	5.0
665	New Caterpillar Tractor	3/08/97	178,500.00	0.00		0.00	178,500.00	0.00	178,500.00	0.00	S/L	7.0
672	GM 3000-D 4WD	11/13/97	21,903.00	0.00		0.00	21,903.00	0.00	21,903.00	0.00	S/L	7.0
673	JD 7810 TRACTOR	3/23/98	74,254.64	0.00		0.00	74,254.64	0.00	74,254.64	0.00	S/L	7.0
674	FLEX II GRASS DRILL - 816	4/16/98	14,697.30	0.00		0.00	14,697.30	0.00	14,697.30	0.00	S/L	5.0
675	JD 5410 W/CAB	5/14/98	36,832.65	0.00		0.00	36,832.65	0.00	36,832.65	0.00	S/L	7.0
689	COMPRESSOR	7/30/97	5,990.96	0.00		0.00	5,990.96	0.00	5,990.96	0.00	S/L	5.0

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**Asset \***    **Property Description**  
**Group #1: MACHINERY AND EQUIPMENT (continued)**

Asset	Book Cost	Book Sec 179 Exp	Book Sal Value	Book Prior Depreciation	Book Current Depreciation	Book End Depr	Book Net Book Value	Book Method	Book Period
690 ISUZU ENGINE	7/30/97	12,250.00	0.00	12,250.00	0.00	12,250.00	0.00	S/L	5.0
696 1999 RHINO FLEX MAGNUM RC	3/12/99	10,822.55	0.00	10,822.55	0.00	10,822.55	0.00	S/L	5.0
697 SURVEY EQUIPMENT	10/30/98	29,948.03	0.00	29,948.03	0.00	29,948.03	0.00	S/L	5.0
700 1999 BOBCAT 709 BACKHOE #0	1/12/99	6,614.85	0.00	6,614.85	0.00	6,614.85	0.00	S/L	5.0
701 GATOR 6X4 DIESEL	1/07/99	8,110.25	0.00	8,110.25	0.00	8,110.25	0.00	S/L	5.0
702 1999 JD 772CH MOTOR GRADER	1/25/99	151,711.85	0.00	151,711.85	0.00	151,711.85	0.00	S/L	5.0
704 JD 7410 TRACTOR	5/19/99	61,482.97	0.00	61,482.97	0.00	61,482.97	0.00	S/L	7.0
705 John Deere Gator 6X4 diesel	2/10/00	7,907.00	0.00	7,248.07	658.93	7,907.00	0.00	S/L	7.0
736 JD 5310 w/ JD540 loader	3/10/00	19,477.46	0.00	12,335.75	1,947.75	14,283.50	5,193.96	S/L	10.0
737 BUSHHOG ROTARY TILLER-FRT	4/07/00	2,638.00	0.00	2,373.19	284.81	2,658.00	0.00	S/L	7.0
738 763 BOBCAT	12/23/99	10,437.29	0.00	6,871.22	1,043.73	7,914.95	2,522.34	S/L	10.0
751 Tracker Boat	7/31/00	4,638.00	0.00	3,966.84	661.16	4,628.00	0.00	S/L	7.0
752 Walnut Creek Z-Mower	8/31/00	5,617.00	0.00	4,747.71	802.43	5,550.14	66.86	S/L	7.0
753 Rhino Mower	9/29/00	9,885.00	0.00	8,237.49	1,412.14	9,649.63	235.37	S/L	7.0
754 Tree Planter	9/30/00	5,000.00	0.00	4,166.69	714.29	4,880.98	19.02	S/L	7.0
755 JD MX10 Rotary Cutter	10/31/00	3,225.00	0.00	2,649.09	460.71	3,109.80	15.20	S/L	7.0
756 68" Angle Broom	1/31/01	2,756.60	0.00	2,197.31	399.51	2,596.82	199.78	S/L	7.0
757 72" Side Discharge Deck	2/12/01	4,051.00	0.00	3,134.68	578.71	3,713.39	337.61	S/L	7.0
758 FT-12FP Trailer	3/27/01	4,404.65	0.00	3,355.95	629.24	3,985.19	419.46	S/L	7.0
759 JD Gator Utility Vehicle	3/08/01	3,314.00	0.00	1,767.47	331.40	2,098.87	1,215.13	S/L	10.0
760 20 Row Grass Drill	4/05/01	10,000.00	0.00	7,499.99	1,428.57	8,928.56	1,071.44	S/L	7.0
761 JD 541 Loader for 5410 Tractor	3/19/01	4,555.00	0.00	3,492.33	655.00	4,148.53	436.67	S/L	7.0
762 JD MXF Rotary Cutter	3/19/01	3,870.00	0.00	2,948.59	552.86	3,501.45	368.55	S/L	7.0
763 Planter Units	4/04/01	2,356.00	0.00	2,366.00	0.00	2,366.00	0.00	S/L	5.0
790 Equipment Purchase	9/30/00	10,679.00	0.00	8,899.16	1,525.47	10,424.73	254.27	S/L	7.0
791 2002 Caterpillar Model 963C	10/11/01	186,264.00	0.00	126,393.42	26,609.14	153,002.56	33,261.44	S/L	7.0
792 6x6 Articulated	7/01/02	52,359.89	0.00	29,19.92	7,479.98	37,399.90	14,959.99	S/L	7.0
809 Track Loader	10/31/02	160,000.00	0.00	72,332.69	22,857.14	95,189.83	64,810.17	S/L	7.0
810 Gator	1/31/03	3,545.00	0.00	1,772.50	506.43	2,278.93	1,266.07	S/L	7.0
811 Bucket	2/28/03	1,983.00	0.00	968.86	283.57	1,252.43	732.57	S/L	7.0
812 Core Aerator	4/30/03	1,934.00	0.00	897.94	276.29	1,174.23	759.77	S/L	7.0
813 Walk Behind Mower	4/30/03	3,200.00	0.00	1,485.71	457.14	1,942.85	1,257.15	S/L	7.0
814 * Front Mower	5/31/03	14,000.00	0.00	6,333.33	1,666.67	8,000.00	6,000.00	S/L	7.0
815 * Grass Drill	6/09/03	12,000.00	0.00	5,285.73	1,714.29	7,000.02	4,999.98	S/L	7.0
824 * Bobcat	2/28/03	2,930.00	0.00	1,430.11	244.17	1,674.28	1,255.72	S/L	7.0
828 2004 150-160 HP JD AG TRACTO	10/31/03	40,515.00	0.00	15,944.11	5,797.86	21,741.27	18,843.03	S/L	7.0
829 2004 Komatsu Hydraulic Excavator	11/30/03	179,427.00	0.00	68,355.15	25,632.43	93,985.58	85,441.42	S/L	7.0
843 [LKA000003] 2005 Case 621D-II V	12/27/04	85,433.34	0.00	27,053.89	17,086.67	44,140.56	41,292.78	S/L	5.0
844 Wheel Loader Boom Mower	2/14/05	47,20.00	0.00	13,373.33	9,440.00	22,813.33	24,386.67	S/L	5.0
845 Grass Drill	6/13/05	11,825.70	0.00	2,562.24	2,365.14	4,927.38	6,898.32	S/L	5.0
857 [LKA000007] 2006 MACK LOW F	1/25/06	90,335.00	0.00	9,035.50	18,071.00	27,106.50	63,248.50	S/L	5.0
870 Skid Loader B11465	2/08/07	3,580.00	0.00c	0.00	208.33	208.33	3,291.67	S/L	7.0
871 John Deere 1435 24HP Diesel Front	5/14/07	15,871.00	0.00c	0.00	377.88	377.88	15,493.12	S/L	7.0
872 2007 Mack Dump Truck	2/01/07	120,497.00	0.00c	0.00	5,020.71	5,020.71	115,476.29	S/L	10.0
<b>MACHINERY AND EQUIPMENT</b>									
<b>*Less: Dispositions</b>									
<b>Net MACHINERY AND EQUIPMENT</b>									
81 *Less: Dispositions	81,287.23	0.00	0.00	72,120.67	0.00	74,031.51	7,255.72		
<b>Net MACHINERY AND EQUIPMENT</b>	<b>2,674,442.05</b>	<b>0.00c</b>	<b>0.00</b>	<b>2,007,196.94</b>	<b>160,181.65</b>	<b>2,165,467.75</b>	<b>508,974.30</b>		

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Asset *	Property Description	Date In Service	Book Cost	Book Sec 179 Exp c	Book Sal Value	Book Prior Depreciation	Book Current Depreciation	Book End Depr	Book Net Book Value	Book Method	Book Period
1	SUPERINTENDENT'S HOUSE	3/31/90	114,568.87	0.00	0.00	69,281.06	4,243.29	73,524.35	41,044.52	\$L	27.0
4	SUPERINTENDENT'S HOUSE EXHIBIT OF NRD	5/31/89	7,367.68	0.00	0.00	4,061.82	272.88	4,934.70	2,432.98	\$L	27.0
38	GREAT OWL SHELF MOUNT	8/31/90	4,966.00	0.00	0.00	4,966.00	0.00	4,966.00	0.00	\$L	7.0
39	3 COLOR OWL BANNER WITH POLES	10/31/90	292.86	0.00	0.00	292.86	0.00	292.86	0.00	\$L	7.0
40	NATURAL RESOURCE CENTER	6/30/91	250.28	0.00	0.00	250.28	0.00	250.28	0.00	\$L	7.0
47	MAGAZINE RACK-HIGHSMITH	8/10/87	1,179,030.77	0.00	0.00	557,583.55	29,475.77	587,059.32	591,971.45	\$L	40.0
48	2 DISPLAY EXHIBITS	5/31/90	371.75	0.00	0.00	371.75	0.00	371.75	0.00	\$L	10.0
359	Chiller Condensing Unit for NRC B	8/31/89	7,425.00	0.00	0.00	7,425.00	0.00	7,425.00	0.00	\$L	10.0
868		5/31/06	23,836.15	0.00	0.00	567.53	3,405.16	3,972.69	19,863.46	\$L	7.0
	NRC		1,338,109.36	0.00c	0.00	645,399.85	37,397.10	682,796.95	655,312.41		
<hr/>											
<b>Group #1: OFFICE EQUIPMENT</b>											
14	INSTAMATIC CAMERA LUXON L-400E SLIDE CABINET	9/01/75	139.38	0.00	0.00	139.38	0.00	139.38	0.00	\$L	5.0
15	DRAFTLINE TABLES AND CHAIR	10/01/75	217.35	0.00	0.00	217.35	0.00	217.35	0.00	\$L	10.0
16	CAMERA LENS	10/01/75	1,143.09	0.00	0.00	1,143.09	0.00	1,143.09	0.00	\$L	10.0
17	OLYMPIA ADDING MACHINE	8/01/72	339.48	0.00	0.00	339.48	0.00	339.48	0.00	\$L	10.0
18	SECRETARY DESK	10/01/72	309.98	0.00	0.00	309.98	0.00	309.98	0.00	\$L	5.0
19	EXECUTIVE DESK AND CHAIR:	10/01/72	250.00	0.00	0.00	250.00	0.00	250.00	0.00	\$L	10.0
20	I CHAIR MAT	10/01/72	218.20	0.00	0.00	218.20	0.00	218.20	0.00	\$L	10.0
21	FOLDING TABLE	10/01/72	30.20	0.00	0.00	30.20	0.00	30.20	0.00	\$L	10.0
22	GURLEY ALIDADE TABLE	12/01/72	40.00	0.00	0.00	40.00	0.00	40.00	0.00	\$L	10.0
23	BLUEPRINT CABINET	1/01/73	310.50	0.00	0.00	310.50	0.00	310.50	0.00	\$L	10.0
24	POCKET CALCULATOR	3/01/73	168.39	0.00	0.00	168.39	0.00	168.39	0.00	\$L	10.0
25	MOBIL COMMUNICATION SYS'	8/01/73	408.83	0.00	0.00	408.83	0.00	408.83	0.00	\$L	3.0
26	2 IBM TYPEWRITERS	9/01/73	800.00	0.00	0.00	800.00	0.00	800.00	0.00	\$L	6.0
27	MOBIL COMMUNICATION SYS'	9/01/73	1,242.00	0.00	0.00	1,242.00	0.00	1,242.00	0.00	\$L	5.0
28	SONY TAPE RECORDER	12/01/73	2,978.00	0.00	0.00	2,978.00	0.00	2,978.00	0.00	\$L	6.0
29	DESK	12/01/73	204.00	0.00	0.00	204.00	0.00	204.00	0.00	\$L	4.0
30	TRIPOD AND TRANSIT	7/01/73	97.63	0.00	0.00	97.63	0.00	97.63	0.00	\$L	5.0
31	PACKARD CALCULATOR	1/01/74	741.06	0.00	0.00	741.06	0.00	741.06	0.00	\$L	10.0
32	PC CENTER AND PAPER HOPPER	3/01/74	408.83	0.00	0.00	408.83	0.00	408.83	0.00	\$L	3.0
33	ART WORKS FOR NRC OFFICE	11/03/90	286.47	0.00	0.00	286.47	0.00	286.47	0.00	\$L	7.0
34	3 FILE CABINETS	2/28/91	780.00	0.00	0.00	780.00	0.00	780.00	0.00	\$L	10.0
35	2 FILE CABINETS	4/30/91	798.75	0.00	0.00	798.75	0.00	798.75	0.00	\$L	7.0
36	KODAK AUDIOVIEWER #60442	5/3/91	532.50	0.00	0.00	532.50	0.00	532.50	0.00	\$L	7.0
37	2 ROLL FILES	5/31/91	772.12	0.00	0.00	772.12	0.00	772.12	0.00	\$L	7.0
41	4 FIRE FLIES/3-D DRAWER	9/30/91	578.80	0.00	0.00	578.80	0.00	578.80	0.00	\$L	10.0
42	5 USED LOCKERS	3/30/92	6,091.81	0.00	0.00	6,091.81	0.00	6,091.81	0.00	\$L	10.0
43	TABLE - WASHROOM	5/31/92	1,213.80	0.00	0.00	1,213.80	0.00	1,213.80	0.00	\$L	10.0
44	2 SAFE CABINET	5/31/92	1,312.50	0.00	0.00	1,312.50	0.00	1,312.50	0.00	\$L	10.0
45	VINYL SHADES	6/05/92	680.74	0.00	0.00	680.74	0.00	680.74	0.00	\$L	10.0
46	4 STEEL ROLL FILES	3/31/90	616.47	0.00	0.00	616.47	0.00	616.47	0.00	\$L	10.0
91	4 FILING CABINETS	3/31/90	2,984.80	0.00	0.00	2,984.80	0.00	2,984.80	0.00	\$L	10.0
92	SHELVES	2/28/89	833.45	0.00	0.00	833.45	0.00	833.45	0.00	\$L	10.0
93	ACTION COMPUTER SOFTWARE	3/31/89	519.38	0.00	0.00	519.38	0.00	519.38	0.00	\$L	5.0
94	OFFICE FURNITURE	4/30/89	8,999.00	0.00	0.00	8,999.00	0.00	8,999.00	0.00	\$L	10.0

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<b>Group #1: OFFICE EQUIPMENT (continued)</b>											
96	OFFICE FURNITURE	5/31/89	795.59	0.00	0.00	795.59	0.00	795.59	0.00	S/L	10.0
97	OFFICE FURNITURE	5/31/89	7,861.58	0.00	0.00	7,861.58	0.00	7,861.58	0.00	S/L	10.0
98	CANON 850 FAX	7/31/89	4,214.73	0.00	0.00	4,214.73	0.00	4,214.73	0.00	S/L	6.0
99	FILING CABINET	7/31/89	1,740.75	0.00	0.00	1,740.75	0.00	1,740.75	0.00	S/L	10.0
100	HUGO HEYN-DESK TOP SHELVING, ETC	8/31/89	13,024.96	0.00	0.00	13,024.96	0.00	13,024.96	0.00	S/L	5.0
101	UPGRADE IBM PC TYPEWRITER/PRINTER DVDRS & DRNR WORK TABLE	9/30/89	547.00	0.00	0.00	547.00	0.00	547.00	0.00	S/L	10.0
102	WINDOW BLINDS	10/31/89	1,389.40	0.00	0.00	1,389.40	0.00	1,389.40	0.00	S/L	5.0
103	WINDOW DRAPERS	11/30/89	425.26	0.00	0.00	425.26	0.00	425.26	0.00	S/L	5.0
104	FURNITURE	12/31/89	1,045.43	0.00	0.00	1,045.43	0.00	1,045.43	0.00	S/L	10.0
105	MAP FRAMING	2/28/88	786.24	0.00	0.00	786.24	0.00	786.24	0.00	S/L	10.0
106	OFFICE PLANTS	3/31/88	133.33	0.00	0.00	133.33	0.00	133.33	0.00	S/L	10.0
107	FURNITURE	2/28/88	65.20	0.00	0.00	655.20	0.00	655.20	0.00	S/L	10.0
108	FURNITURE	2/28/88	3,065.66	0.00	0.00	3,065.66	0.00	3,065.66	0.00	S/L	10.0
109	FURNITURE	6/30/88	235.74	0.00	0.00	235.74	0.00	235.74	0.00	S/L	10.0
110	FURNITURE	6/30/88	1,560.78	0.00	0.00	1,560.78	0.00	1,560.78	0.00	S/L	10.0
111	MM 3 PANASONIC PHONES	5/01/88	820.86	0.00	0.00	820.86	0.00	820.86	0.00	S/L	10.0
112	SHELVING	5/31/88	696.12	0.00	0.00	696.12	0.00	696.12	0.00	S/L	10.0
113	OFFICE FURNITURE	9/30/88	2,442.04	0.00	0.00	2,442.04	0.00	2,442.04	0.00	S/L	10.0
114	TV & VCR	10/31/88	733.12	0.00	0.00	733.12	0.00	733.12	0.00	S/L	10.0
115	ENGINEERING COPIER	11/30/88	2,445.63	0.00	0.00	2,445.63	0.00	2,445.63	0.00	S/L	6.0
116	OFFICE FURNITURE	1/31/89	869.44	0.00	0.00	869.44	0.00	869.44	0.00	S/L	10.0
117	CABINETS	1/31/89	1,952.06	0.00	0.00	1,952.06	0.00	1,952.06	0.00	S/L	10.0
118	MM PEACHTREE	10/01/87	212.00	0.00	0.00	212.00	0.00	212.00	0.00	S/L	5.0
119	MM EXECUTIVE CHAIR	10/01/87	30.00	0.00	0.00	300.00	0.00	300.00	0.00	S/L	10.0
120	MM FILE CABINET	10/01/87	216.00	0.00	0.00	216.00	0.00	216.00	0.00	S/L	10.0
121	LASER UNIT	10/30/87	3,120.00	0.00	0.00	3,120.00	0.00	3,120.00	0.00	S/L	10.0
122	PAINTING	10/30/87	150.00	0.00	0.00	150.00	0.00	150.00	0.00	S/L	10.0
123	TELEPHONE LINES	10/31/87	258.81	0.00	0.00	258.81	0.00	258.81	0.00	S/L	10.0
124	STACKING CHAIRS	10/31/87	6,474.00	0.00	0.00	6,474.00	0.00	6,474.00	0.00	S/L	10.0
125	PAINTING	11/30/87	800.00	0.00	0.00	800.00	0.00	800.00	0.00	S/L	10.0
126	FILING CABINET	11/30/87	755.04	0.00	0.00	755.04	0.00	755.04	0.00	S/L	10.0
127	MM SEC CHAIR & DESK	12/01/87	510.00	0.00	0.00	510.00	0.00	510.00	0.00	S/L	10.0
128	MM BOOKCASE	12/01/87	111.00	0.00	0.00	111.00	0.00	111.00	0.00	S/L	10.0
129	FURNITURE	12/31/87	768.30	0.00	0.00	768.30	0.00	768.30	0.00	S/L	10.0
130	NRC PLAQUE	12/31/87	937.60	0.00	0.00	937.60	0.00	937.60	0.00	S/L	10.0
131	MM FILE CABINET	1/01/88	216.00	0.00	0.00	216.00	0.00	216.00	0.00	S/L	10.0
132	ASI SIGNS	8/31/87	5,800.00	0.00	0.00	5,800.00	0.00	5,800.00	0.00	S/L	10.0
133	MICROPHONE	8/31/87	1,529.75	0.00	0.00	1,529.75	0.00	1,529.75	0.00	S/L	10.0
134	TABLES	9/30/87	200.24	0.00	0.00	200.24	0.00	200.24	0.00	S/L	10.0
135	FURNITURE	9/30/87	51,425.10	0.00	0.00	51,425.10	0.00	51,425.10	0.00	S/L	10.0
136	PICNIC TABLES	9/30/87	820.37	0.00	0.00	820.37	0.00	820.37	0.00	S/L	10.0
137	PAINTINGS	9/30/87	532.78	0.00	0.00	532.78	0.00	532.78	0.00	S/L	10.0
138	A-V PROJECTOR	9/30/87	779.97	0.00	0.00	779.97	0.00	779.97	0.00	S/L	10.0
139	DICTATION EQUIPMENT	9/30/87	779.03	0.00	0.00	779.03	0.00	779.03	0.00	S/L	10.0
140	PAINTINGS	9/30/87	5,513.30	0.00	0.00	5,513.30	0.00	5,513.30	0.00	S/L	10.0
141	TABLES	9/30/87	1,139.84	0.00	0.00	1,139.84	0.00	1,139.84	0.00	S/L	10.0
142	OFFICE FURNITURE	9/30/87	9,117.56	0.00	0.00	9,117.56	0.00	9,117.56	0.00	S/L	10.0
143	TABLES & CHAIRS	9/30/87	5,037.65	0.00	0.00	5,037.65	0.00	5,037.65	0.00	S/L	10.0
144	FURNITURE	9/30/87	851.50	0.00	0.00	851.50	0.00	851.50	0.00	S/L	10.0

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<b>Group #1: OFFICE EQUIPMENT (continued)</b>											
177	PAINTINGS	9/30/87	150.00	0.00	0.00	150.00	0.00	150.00	0.00	S/L	10.0
178	MM FEEDER FOR COPIER	9/30/87	873.00	0.00	0.00	873.00	0.00	873.00	0.00	S/L	6.0
179	BRUNTING DRAFT MACHINE	7/31/87	378.11	0.00	0.00	378.11	0.00	378.11	0.00	S/L	10.0
180	FLAGS	7/31/87	1,663.99	0.00	0.00	1,663.99	0.00	1,663.99	0.00	S/L	10.0
181	MM COMPAQ COMPUTER	8/01/87	3,000.00	0.00	0.00	3,000.00	0.00	3,000.00	0.00	S/L	5.0
182	LEGAL FILING CABINET	8/31/87	188.85	0.00	0.00	188.85	0.00	188.85	0.00	S/L	10.0
183	COLOR MONITOR	8/31/87	557.91	0.00	0.00	557.91	0.00	557.91	0.00	S/L	5.0
184	COMPUTER PRINTER	8/31/87	1,887.50	0.00	0.00	1,887.50	0.00	1,887.50	0.00	S/L	5.0
185	REFRIGERATOR & STOVE	8/31/87	846.50	0.00	0.00	846.50	0.00	846.50	0.00	S/L	10.0
186	WINDOW BLINDS	8/31/87	2,277.94	0.00	0.00	2,277.94	0.00	2,277.94	0.00	S/L	10.0
187	PLANTS	8/31/87	1,718.28	0.00	0.00	1,718.28	0.00	1,718.28	0.00	S/L	10.0
188	BOOKCASES	8/31/87	1,163.00	0.00	0.00	1,163.00	0.00	1,163.00	0.00	S/L	10.0
189	TABLES & CHAIRS	8/31/87	25,530.96	0.00	0.00	25,530.96	0.00	25,530.96	0.00	S/L	10.0
190	LECTURN, FURNITURE	8/31/87	1,485.43	0.00	0.00	1,485.43	0.00	1,485.43	0.00	S/L	10.0
191	WORK STATION TABLE	12/01/85	315.00	0.00	0.00	315.00	0.00	315.00	0.00	S/L	5.0
192	NOVATION MODEM	1/01/86	262.50	0.00	0.00	262.50	0.00	262.50	0.00	S/L	5.0
193	HON K-66 CHAIR-BLUD	2/01/86	127.05	0.00	0.00	127.05	0.00	127.05	0.00	S/L	5.0
194	MODEM (COMPUTER TREND)	2/01/86	210.00	0.00	0.00	210.00	0.00	210.00	0.00	S/L	5.0
195	35MM CAMERA	7/30/86	167.00	0.00	0.00	167.00	0.00	167.00	0.00	S/L	5.0
196	LATERAL FILES	8/30/86	390.85	0.00	0.00	390.85	0.00	390.85	0.00	S/L	5.0
197	FOLDING TABLES	10/30/86	310.65	0.00	0.00	330.65	0.00	330.65	0.00	S/L	5.0
198	TRIPOD SCREEN	11/30/86	390.54	0.00	0.00	390.54	0.00	390.54	0.00	S/L	5.0
199	CAMCORDER	11/30/86	1,029.00	0.00	0.00	1,029.00	0.00	1,029.00	0.00	S/L	5.0
200	CASSETTE RECORDER	11/30/86	210.00	0.00	0.00	210.00	0.00	210.00	0.00	S/L	5.0
201	PRATT AUDIO VISUAL	11/30/86	309.75	0.00	0.00	309.75	0.00	309.75	0.00	S/L	5.0
202	MM MITA COPIER	4/14/87	3,922.00	0.00	0.00	3,942.00	0.00	3,942.00	0.00	S/L	6.0
203	4 GRAY STORAGE CABINETS	12/01/84	1,255.52	0.00	0.00	1,285.52	0.00	1,285.52	0.00	S/L	5.0
204	MM COMPUTER	1/01/85	11,911.00	0.00	0.00	11,911.00	0.00	11,911.00	0.00	S/L	5.0
205	15 CHANNEL PROG. SCANNER	3/01/85	199.95	0.00	0.00	199.95	0.00	199.95	0.00	S/L	5.0
206	COMPAQ COMPUTER & EQUIP	3/01/85	5,800.05	0.00	0.00	5,860.05	0.00	5,860.05	0.00	S/L	5.0
207	SCHONSTEID MAGNETIC LC/T	4/01/85	600.89	0.00	0.00	600.89	0.00	600.89	0.00	S/L	5.0
208	DOWNPAYMENT PCFUND SOF	4/01/85	2,140.37	0.00	0.00	2,140.37	0.00	2,140.37	0.00	S/L	5.0
209	EXTEC. SWIVEL CHAIR - PARIO	6/01/85	112.77	0.00	0.00	112.77	0.00	112.77	0.00	S/L	5.0
210	IBM PCAT COMPUTER, MONIT	7/01/85	4,701.90	0.00	0.00	4,701.90	0.00	4,701.90	0.00	S/L	5.0
211	FINANCIAL SOFTWARE(BAL)	7/01/85	6,421.13	0.00	0.00	6,421.13	0.00	6,421.13	0.00	S/L	5.0
212	IBM PC WITH PCDOS & PRINTE	10/01/85	4,928.75	0.00	0.00	4,928.75	0.00	4,928.75	0.00	S/L	5.0
213	5 DRAWER LEGAL SIZE FILE	10/01/85	50.00	0.00	0.00	50.00	0.00	50.00	0.00	S/L	5.0
214	2 PANASONIC PRINTERS	10/01/85	1,467.90	0.00	0.00	1,467.90	0.00	1,467.90	0.00	S/L	5.0
215	WSTHOUSE OFFICE PANEL SY:	11/01/85	769.65	0.00	0.00	769.65	0.00	769.65	0.00	S/L	5.0
216	CAMERA 35MM	6/01/83	155.00	0.00	0.00	155.00	0.00	155.00	0.00	S/L	5.0
217	ELEC. DISTANCE METER	10/01/83	3,200.00	0.00	0.00	3,200.00	0.00	3,200.00	0.00	S/L	5.0
218	CAMERA EQUIPMENT	10/01/83	130.98	0.00	0.00	130.98	0.00	130.98	0.00	S/L	5.0
219	TRANSCRIPTION/DICTATION E	11/01/83	4,672.09	0.00	0.00	4,672.09	0.00	4,672.09	0.00	S/L	5.0
220	MICROWAVE OVEN	11/01/83	210.95	0.00	0.00	210.95	0.00	210.95	0.00	S/L	5.0
221	2 FLAT FILE UNITS WITH BASE	11/01/83	1,075.18	0.00	0.00	1,075.18	0.00	1,075.18	0.00	S/L	5.0
222	2 SEC. CHAIRS - BLUE	6/01/84	207.90	0.00	0.00	207.90	0.00	207.90	0.00	S/L	5.0
223	FILE DRAWER (KEOGH)	6/01/84	226.43	0.00	0.00	226.43	0.00	226.43	0.00	S/L	5.0
224	EXECUTIVE SWIVEL CHAIR (G	6/01/84	108.69	0.00	0.00	108.69	0.00	108.69	0.00	S/L	5.0
225	Q TRANSCRIBER (PARIO)	6/01/84	453.08	0.00	0.00	453.08	0.00	453.08	0.00	S/L	5.0

**Book Asset Detail 7/01/06 - 6/30/07**

FYE: 6/30/2007

<u>Asset #</u>	<u>Property Description</u>	<u>Date In Service</u>	<u>Book Cost</u>	<u>Book Sec 179 Exp</u>	<u>Book Sal Value</u>	<u>Book Prior Depreciation</u>	<u>Book Current Depreciation</u>	<u>Book End Depr</u>	<u>Book Net Book Value</u>	<u>Book Method</u>	<u>Book Period</u>
<b>Group #1: OFFICE EQUIPMENT (continued)</b>											
226	2 SEC CHAIRS (GRANGIER)	6/01/84	217.38	0.00	0.00	217.38	0.00	217.38	0.00	S/L	5.0
227	CALCULATOR	6/01/84	94.50	0.00	0.00	94.50	0.00	94.50	0.00	S/L	5.0
228	CANON AE-1 35MM CAMERA	8/01/84	229.43	0.00	0.00	229.43	0.00	229.43	0.00	S/L	5.0
229	FURNITURE	9/01/84	5,273.10	0.00	0.00	5,273.10	0.00	5,273.10	0.00	S/L	5.0
230	SHELF DIVIDER	10/01/84	138.92	0.00	0.00	138.92	0.00	138.92	0.00	S/L	5.0
231	MOBILE RADIO '81 CHEVY	12/01/82	1,374.45	0.00	0.00	1,374.45	0.00	1,374.45	0.00	S/L	5.0
232	WALL DIVIDERS	12/01/82	9,050.82	0.00	0.00	9,050.82	0.00	9,050.82	0.00	S/L	5.0
233	SCIENTIFIC CALCULATOR	2/01/83	123.50	0.00	0.00	123.50	0.00	123.50	0.00	S/L	5.0
234	SHELVES	3/01/83	27.27	0.00	0.00	27.27	0.00	27.27	0.00	S/L	5.0
235	SHELVES	3/01/83	98.51	0.00	0.00	98.51	0.00	98.51	0.00	S/L	5.0
236	CABINET & SHELF UNIT	4/01/83	69.99	0.00	0.00	69.99	0.00	69.99	0.00	S/L	5.0
237	DESK LAMP	4/01/83	81.82	0.00	0.00	81.82	0.00	81.82	0.00	S/L	5.0
238	(3) 5 DRAWER FILES	4/01/83	674.10	0.00	0.00	674.10	0.00	674.10	0.00	S/L	5.0
239	DIGITAL PLANIMETER	4/01/83	301.35	0.00	0.00	301.35	0.00	301.35	0.00	S/L	5.0
240	92) GRAY STEEL SHELVES	4/01/83	194.06	0.00	0.00	194.06	0.00	194.06	0.00	S/L	5.0
241	PEN CLEANER	4/01/83	133.88	0.00	0.00	133.88	0.00	133.88	0.00	S/L	5.0
242	HIGH BACK EXEC CHAIR	5/01/83	220.00	0.00	0.00	220.00	0.00	220.00	0.00	S/L	5.0
243	CABINET SHELVES	6/01/83	35.70	0.00	0.00	35.70	0.00	35.70	0.00	S/L	5.0
244	CANNON SUR SHOT 35MM	6/01/83	155.00	0.00	0.00	155.00	0.00	155.00	0.00	S/L	5.0
245	BLUE SECRETARY CHAIR	6/01/83	98.70	0.00	0.00	98.70	0.00	98.70	0.00	S/L	5.0
246	MEASURING LINE	4/30/81	70.29	0.00	0.00	70.29	0.00	70.29	0.00	S/L	5.0
247	MAPFILE	4/30/81	49.50	0.00	0.00	49.50	0.00	49.50	0.00	S/L	5.0
248	LANIER RECORDER	11/01/81	2,874.36	0.00	0.00	2,874.36	0.00	2,874.36	0.00	S/L	5.0
249	SPEAKER STAND	12/01/81	103.61	0.00	0.00	103.61	0.00	103.61	0.00	S/L	5.0
250	AERIAL PHONE FILE	1/01/82	613.17	0.00	0.00	613.17	0.00	613.17	0.00	S/L	5.0
251	35MM CAMERA	3/01/82	260.08	0.00	0.00	260.08	0.00	260.08	0.00	S/L	5.0
252	CASIO CALCULATOR	4/01/82	224.68	0.00	0.00	224.68	0.00	224.68	0.00	S/L	5.0
253	3 ALDER CALCULATORS	4/01/82	216.32	0.00	0.00	216.32	0.00	216.32	0.00	S/L	5.0
254	LIGHT TABLE	6/01/82	429.50	0.00	0.00	429.50	0.00	429.50	0.00	S/L	5.0
255	SLIDE SORTER	6/01/82	28.30	0.00	0.00	28.30	0.00	28.30	0.00	S/L	5.0
256	AERIAL PHONE RACK	6/01/82	126.47	0.00	0.00	126.47	0.00	126.47	0.00	S/L	5.0
257	OVERHEAD PROJECTOR	6/01/82	253.99	0.00	0.00	253.99	0.00	253.99	0.00	S/L	5.0
258	HP CALCULATOR	11/01/82	76.60	0.00	0.00	76.60	0.00	76.60	0.00	S/L	5.0
259	VERTICLE PLAN FILTER	11/08/79	1,166.43	0.00	0.00	1,166.43	0.00	1,166.43	0.00	S/L	5.0
260	FILE CABINET	11/08/79	82.56	0.00	0.00	82.56	0.00	82.56	0.00	S/L	5.0
261	CAMERA	1/10/80	227.16	0.00	0.00	227.16	0.00	227.16	0.00	S/L	5.0
262	WORD PROCESSOR	6/05/80	21,889.04	0.00	0.00	21,889.04	0.00	21,889.04	0.00	S/L	5.0
263	VIDEO ASSOC.	6/05/80	82.56	0.00	0.00	82.56	0.00	82.56	0.00	S/L	5.0
264	TV ANTENA	7/30/80	14.58	0.00	0.00	14.58	0.00	14.58	0.00	S/L	5.0
265	FIBERGLASS ROD	8/31/80	125.40	0.00	0.00	125.40	0.00	125.40	0.00	S/L	5.0
266	SWIVEL CHAIR	8/31/80	94.04	0.00	0.00	94.04	0.00	94.04	0.00	S/L	5.0
267	ALLOUSTRIAL COVER	9/30/80	496.38	0.00	0.00	496.38	0.00	496.38	0.00	S/L	5.0
268	MITA COPY MACHINE	9/30/80	1,450.00	0.00	0.00	1,450.00	0.00	1,450.00	0.00	S/L	5.0
269	TV CART	9/30/80	112.86	0.00	0.00	112.86	0.00	112.86	0.00	S/L	5.0
270	PENTAX CAMERA	11/30/80	204.64	0.00	0.00	204.64	0.00	204.64	0.00	S/L	5.0
271	HEATER	1/01/81	47.01	0.00	0.00	47.01	0.00	47.01	0.00	S/L	5.0
272	REMOTE CONTROL UNIT	3/01/81	15.78	0.00	0.00	15.78	0.00	15.78	0.00	S/L	5.0
273	SELECTRIC TYPEWRITER	4/04/78	774.00	0.00	0.00	774.00	0.00	774.00	0.00	S/L	5.0
274	SECRETARIAL CHAIR	4/04/78	84.95	0.00	0.00	84.95	0.00	84.95	0.00	S/L	5.0

**Book Asset Detail 7/01/06 - 6/30/07**

FYE: 6/30/2007

**Asset #** \* **Property Description**  
**Group #1: OFFICE EQUIPMENT (continued)**

Asset #	Property Description	Date In Service	Book Cost	Book Sec 179 Exp	Book Current Value	Book Prior Depreciation	Book Current Depreciation	Book End Depr	Book Net Book Value	Book Method	Book Period
275	MAP FILE	4/04/78	378.67	0.00	0.00	0.00	378.67	0.00	378.67	S/L	5.0
276	35MM CAMERA	7/06/78	224.39	0.00	0.00	0.00	224.39	0.00	224.39	S/L	5.0
277	DICTATOR	8/10/78	350.00	0.00	0.00	0.00	350.00	0.00	350.00	S/L	5.0
278	TRANSCRIBER	8/10/78	73.50	0.00	0.00	0.00	73.50	0.00	73.50	S/L	5.0
279	CHAIR & FILE CABINET	1/10/79	137.69	0.00	0.00	0.00	137.69	0.00	137.69	S/L	5.0
280	DESK & CHAIR	1/10/79	103.33	0.00	0.00	0.00	103.33	0.00	103.33	S/L	5.0
281	OFFICE CHAIR & LIBRARY SHELF	2/08/79	456.43	0.00	0.00	0.00	456.43	0.00	456.43	S/L	5.0
282	OFFICE CHAIR	3/08/79	79.29	0.00	0.00	0.00	79.29	0.00	79.29	S/L	5.0
283	4 WEATHER MONITORS	3/08/79	208.79	0.00	0.00	0.00	208.79	0.00	208.79	S/L	5.0
284	RADIO SYSTEM	4/09/79	1,216.40	0.00	0.00	0.00	1,216.40	0.00	1,216.40	S/L	5.0
285	OFFICE CHAIR	4/09/79	25.00	0.00	0.00	0.00	25.00	0.00	25.00	S/L	5.0
286	BINOCULARS	4/09/79	37.50	0.00	0.00	0.00	37.50	0.00	37.50	S/L	5.0
287	HP 80 CALCULATOR	10/04/79	90.00	0.00	0.00	0.00	90.00	0.00	90.00	S/L	5.0
288	LEGAL FILE	10/07/76	69.68	0.00	0.00	0.00	69.68	0.00	69.68	S/L	5.0
289	IBM DICTATOR	11/04/76	390.00	0.00	0.00	0.00	390.00	0.00	390.00	S/L	5.0
290	PARTS WASHER	11/11/76	304.72	0.00	0.00	0.00	304.72	0.00	304.72	S/L	5.0
291	LEGAL FILE	11/11/76	62.87	0.00	0.00	0.00	62.87	0.00	62.87	S/L	5.0
292	SECRETARIAL CHAIRS	12/09/76	170.00	0.00	0.00	0.00	170.00	0.00	170.00	S/L	5.0
293	POWER DIPLOMAT PA SYSTEM	3/10/77	190.50	0.00	0.00	0.00	190.50	0.00	190.50	S/L	5.0
294	LEGAL FILE	4/07/77	150.45	0.00	0.00	0.00	150.45	0.00	150.45	S/L	10.0
295	EMERGENCY LIGHTS	5/05/77	37.18	0.00	0.00	0.00	37.18	0.00	37.18	S/L	5.0
296	STORAGE CABINET	6/09/77	163.07	0.00	0.00	0.00	163.07	0.00	163.07	S/L	5.0
297	5 DRAWER LEGAL FILE CABIN	7/07/77	177.84	0.00	0.00	0.00	177.84	0.00	177.84	S/L	5.0
298	SECRETARIAL DESK	7/07/77	289.12	0.00	0.00	0.00	289.12	0.00	289.12	S/L	5.0
299	SECRETARIAL CHAIR	10/06/77	99.50	0.00	0.00	0.00	99.50	0.00	99.50	S/L	5.0
300	PLANIMETER	2/16/78	145.32	0.00	0.00	0.00	145.32	0.00	145.32	S/L	5.0
301	(2) 2 DRAWER LEGAL FILES	2/16/78	303.82	0.00	0.00	0.00	303.82	0.00	303.82	S/L	5.0
302	(4) CALCULATORS	3/09/78	124.59	0.00	0.00	0.00	124.59	0.00	124.59	S/L	5.0
303	TOSHIBA CALCULATOR	11/01/75	49.35	0.00	0.00	0.00	491.35	0.00	491.35	S/L	5.0
304	HP CALCULATOR	11/01/75	403.65	0.00	0.00	0.00	403.65	0.00	403.65	S/L	5.0
305	5 DRAWER LEGAL FILE CABIN	11/01/75	310.50	0.00	0.00	0.00	310.50	0.00	310.50	S/L	5.0
306	CAMERA & LENS	11/01/75	261.79	0.00	0.00	0.00	261.79	0.00	261.79	S/L	5.0
307	BOOKCASE	12/01/75	82.80	0.00	0.00	0.00	82.80	0.00	82.80	S/L	5.0
308	CHAINSAW	12/01/75	198.85	0.00	0.00	0.00	198.85	0.00	198.85	S/L	5.0
309	DESK CHAIR	1/01/76	127.62	0.00	0.00	0.00	127.62	0.00	127.62	S/L	5.0
310	SLIDE FILE CABINET	1/01/76	116.33	0.00	0.00	0.00	116.33	0.00	116.33	S/L	5.0
311	KEY CABINET	1/01/76	72.45	0.00	0.00	0.00	72.45	0.00	72.45	S/L	5.0
312	GA-22 MOBELTIC LOCATION	8/05/76	403.95	0.00	0.00	0.00	403.95	0.00	403.95	S/L	5.0
313	BLUELINE MACHINE PO-80	9/09/76	1,402.94	0.00	0.00	0.00	1,402.94	0.00	1,402.94	S/L	5.0
314	IBM 212 TRANSCRIBER	9/09/76	278.42	0.00	0.00	0.00	278.42	0.00	278.42	S/L	5.0
315	IBM 211 DICTATOR	9/09/76	278.42	0.00	0.00	0.00	278.42	0.00	278.42	S/L	5.0
316	RADIO MONITOR	10/07/76	172.50	0.00	0.00	0.00	172.50	0.00	172.50	S/L	5.0
317	BEARCAT SCANNER	10/07/76	304.95	0.00	0.00	0.00	304.95	0.00	304.95	S/L	5.0
318	GENERAL BLDG CORP CALCUI	7/01/74	80.38	0.00	0.00	0.00	80.38	0.00	80.38	S/L	5.0
319	STD BLUEPRINT	7/01/74	71.42	0.00	0.00	0.00	71.42	0.00	71.42	S/L	5.0
320	STD BLUEPRINT	7/01/74	67.28	0.00	0.00	0.00	67.28	0.00	67.28	S/L	5.0
321	LADD ELECTRIC-MONITOR RA	7/01/74	180.97	0.00	0.00	0.00	180.97	0.00	180.97	S/L	5.0
322	LIBRARY	9/01/74	401.50	0.00	0.00	0.00	401.50	0.00	401.50	S/L	5.0
323	FED CART	9/01/74	70.00	0.00	0.00	0.00	70.00	0.00	70.00	S/L	5.0

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<u>Asset *</u>	<u>Property Description</u>	<u>Date In Service</u>	<u>Book Cost</u>	<u>Book Sec 179 Exp c</u>	<u>Book Sale Value</u>	<u>Book Prior Depreciation</u>	<u>Book Current Depreciation</u>	<u>Book End Depr</u>	<u>Book Net Book Value</u>	<u>Book Method</u>	<u>Book Period</u>
<b>Group #1: OFFICE EQUIPMENT (continued)</b>											
324	MODERN SOUND PROJECTOR	9/01/74	703.80		0.00	703.80	0.00	703.80	0.00	S/L	5.0
325	BOND FILM	10/01/74	132.91	0.00	0.00	132.91	0.00	132.91	0.00	S/L	5.0
326	MILLER - ROLAND	12/01/74	55.35	0.00	0.00	55.35	0.00	55.35	0.00	S/L	5.0
327	FILM LIFE	9/01/75	275.00	0.00	0.00	275.00	0.00	275.00	0.00	S/L	5.0
328	286 MINITOWER COMPUTER	8/31/90	1,272.60	0.00	0.00	1,272.60	0.00	1,272.60	0.00	S/L	5.0
329	2 ELECTRIC TYPEWRITERS - 4K	8/31/90	833.70	0.00	0.00	833.70	0.00	833.70	0.00	S/L	5.0
330	ELECTRIC TYPEWRITER - 4K	8/31/90	469.35	0.00	0.00	469.35	0.00	469.35	0.00	S/L	5.0
331	ELTA 3, REC 500, 32KB-COMP	10/31/90	19,196.63	0.00	0.00	19,196.63	0.00	19,196.63	0.00	S/L	5.0
332	COMPUTER AIDED WORK STA.	10/31/90	21,825.00	0.00	0.00	21,825.00	0.00	21,825.00	0.00	S/L	5.0
333	HARD DRIVE 40 MB	11/03/90	441.00	0.00	0.00	441.00	0.00	441.00	0.00	S/L	5.0
334	MOBILE RADIO	12/31/90	1,145.00	0.00	0.00	1,145.00	0.00	1,145.00	0.00	S/L	5.0
335	2 KXP PANASONIC PRINTERS	8/31/91	1,365.00	0.00	0.00	1,365.00	0.00	1,365.00	0.00	S/L	5.0
336	6 USER COMPUTER SYSTEMS	5/31/92	14,746.85	0.00	0.00	14,746.85	0.00	14,746.85	0.00	S/L	10.0
337	RADIO SYSTEM	9/30/92	935.35	0.00	0.00	935.35	0.00	935.35	0.00	S/L	7.0
338	PHASE II COMPUTER NETWORK	4/23/93	11,223.45	0.00	0.00	11,223.45	0.00	11,223.45	0.00	S/L	5.0
339	PHASE II COMPUTER NETWORK	4/23/93	1,875.50	0.00	0.00	1,875.50	0.00	1,875.50	0.00	S/L	5.0
340	DCA UPGRADE ADDITIONAL LI	3/29/93	6,099.00	0.00	0.00	6,099.00	0.00	6,099.00	0.00	S/L	5.0
341	6-486 SX COMPUTERS	4/23/93	8,190.00	0.00	0.00	8,190.00	0.00	8,190.00	0.00	S/L	5.0
342	486 DX 266	4/23/93	2,289.00	0.00	0.00	2,289.00	0.00	2,289.00	0.00	S/L	5.0
343	486 DX 266	4/23/93	2,490.00	0.00	0.00	2,490.00	0.00	2,490.00	0.00	S/L	5.0
344	ISA SYSTEM - IBM COMPACT	4/30/93	2,690.00	0.00	0.00	2,690.00	0.00	2,690.00	0.00	S/L	5.0
345	SOFTWARE QUATTRO PRO	5/27/93	1,259.37	0.00	0.00	1,259.37	0.00	1,259.37	0.00	S/L	5.0
346	OFFICE CABINETS	5/31/93	530.37	0.00	0.00	530.37	0.00	530.37	0.00	S/L	10.0
347	LAB TOP COMPUTER - DLT	6/30/93	1,542.90	0.00	0.00	1,542.90	0.00	1,542.90	0.00	S/L	5.0
348	SCREEN SAVER LICENSE	5/27/93	650.90	0.00	0.00	650.90	0.00	650.90	0.00	S/L	5.0
349	SURVEY LEVEL	3/31/93	1,089.98	0.00	0.00	1,089.98	0.00	1,089.98	0.00	S/L	10.0
350	SHARP COPIER / DUPLICATOR	11/10/92	29,557.93	0.00	0.00	29,557.93	0.00	29,557.93	0.00	S/L	5.0
351	Adjustment to general ledger bal	1/01/01	2,416.25	0.00	0.00	-17.34	0.00	-17.34	0.00	Memo	99.0
352	Radio System	2/28/94	1,320.86	0.00	0.00	1,320.86	0.00	1,320.86	0.00	S/L	5.0
353	486 computer	12/31/93	2,589.00	0.00	0.00	2,589.00	0.00	2,589.00	0.00	S/L	5.0
354	Autocad software	1/31/94	2,782.50	0.00	0.00	2,782.50	0.00	2,782.50	0.00	S/L	5.0
355	2 HP laser printers	3/18/94	3,651.90	0.00	0.00	3,651.90	0.00	3,651.90	0.00	S/L	5.0
356	Phase III computer hardware	3/18/94	9,492.29	0.00	0.00	9,492.29	0.00	9,492.29	0.00	S/L	5.0
357	adjustment to fy 94 gl bal	3/18/94	1,054.70	0.00	0.00	1,054.70	0.00	1,054.70	0.00	S/L	5.0
358	Computer Notepad	3/31/94	1,050.00	0.00	0.00	1,050.00	0.00	1,050.00	0.00	S/L	5.0
359	3 laptop computers	5/31/94	9,717.00	0.00	0.00	9,717.00	0.00	9,717.00	0.00	S/L	5.0
360	Fireproof file cabinet	6/03/94	1,053.39	0.00	0.00	1,053.39	0.00	1,053.39	0.00	S/L	10.0
361	BOARD ROOM SPEAKER SYSTEM	11/30/93	3,534.00	0.00	0.00	3,534.00	0.00	3,534.00	0.00	S/L	5.0
362	adjustment to fy 94 gl bal	1/01/01	90.09	0.00	0.00	-5,339.56	0.00	-5,339.56	0.00	Memo	0.0
363	Fax Machine	9/22/94	2,567.25	0.00	0.00	2,567.25	0.00	2,567.25	0.00	S/L	5.0
364	Computer Software	11/29/94	2,294.25	0.00	0.00	2,294.25	0.00	2,294.25	0.00	S/L	5.0
365	Scanner/Software	4/30/95	2,043.66	0.00	0.00	2,043.66	0.00	2,043.66	0.00	S/L	5.0
366	Internet Software	5/31/95	2,035.00	0.00	0.00	2,035.00	0.00	2,035.00	0.00	S/L	5.0
367	2515 Engineering Copier	10/24/95	5,112.00	0.00	0.00	5,112.00	0.00	5,112.00	0.00	S/L	6.0
368	CAD Computer	1/31/96	3,308.76	0.00	0.00	3,308.76	0.00	3,308.76	0.00	S/L	5.0
369	Network File Server	2/29/96	7,593.18	0.00	0.00	7,593.18	0.00	7,593.18	0.00	S/L	5.0
370	NEC Powermat Computer	5/31/96	2,442.00	0.00	0.00	2,442.00	0.00	2,442.00	0.00	S/L	5.0
371	NRC Toshiba Phone System	5/31/96	17,508.03	0.00	0.00	17,508.03	0.00	17,508.03	0.00	S/L	10.0
372	Sharp Copier #SF2030J	9/30/96	6,553.00	0.00	0.00	6,553.00	0.00	6,553.00	0.00	S/L	6.0

**Book Asset Detail 7/01/06 - 6/30/07**

FYE: 6/30/2007

<u>Asset</u>	<u>Property Description</u>	<u>Date In Service</u>	<u>Book Cost</u>	<u>Book Sec 179 Exp c</u>	<u>Book Sal Value</u>	<u>Book Prior Depreciation</u>	<u>Book Current Depreciation</u>	<u>Book End Depr</u>	<u>Book Net Book Value</u>	<u>Book Method</u>	<u>Book Period</u>	
<b>Group #1: OFFICE EQUIPMENT (continued)</b>												
667	6 Benches - Omaha Business Furnit	9/30/96	5,087.47		0.00	5,002.71		84.76	5,087.47	S/L	10.0	
668	12 Table Tops - Omaha Business F	9/30/96	6,870.95		0.00	6,756.48		114.47	6,870.95	S/L	10.0	
669	5 Computers - Software City	10/25/96	20,966.71		0.00	20,966.71		0.00	20,966.71	S/L	5.0	
676	NEC PENTIUM CMPT/R/HP LASER	12/11/97	25,284.00		0.00	25,284.00		0.00	25,284.00	S/L	5.0	
692	Copier - Leased	11/19/97	26,680.00		0.00	26,680.00		0.00	26,680.00	S/L	5.0	
698	COMPAQ PENTIUM COMPUTER	11/05/98	15,669.78		0.00	15,669.78		0.00	15,669.78	S/L	5.0	
699	PROXIMA 5900 PROJECTOR	11/05/98	5,010.78		0.00	5,010.78		0.00	5,010.78	S/L	5.0	
703	7 NEC PENTIUM COMPUTERS/P	11/05/98	16,670.89		0.00	16,670.89		0.00	16,670.89	S/L	5.0	
708	CD TOWER	12/27/99	2,800.00		0.00	2,800.00		0.00	2,800.00	S/L	5.0	
709	EXTENDER CD LEVEL - A	12/01/99	7,920.00		0.00	7,920.00		0.00	7,920.00	S/L	5.0	
710	PROLIANT 1600 SERVER/512M	1/31/00	10,117.00		0.00	10,117.00		0.00	10,117.00	S/L	5.0	
711	COMPAQ COMPUTER	1/31/00	8,268.00		0.00	8,268.00		0.00	8,268.00	S/L	5.0	
712	COMPUTER SERVER	12/22/99	2,526.00		0.00	2,375.66		150.34	2,526.00	S/L	7.0	
713	COMPAQ COMPUTER	4/29/00	1,639.00		0.00	1,639.00		0.00	1,639.00	S/L	5.0	
714	COMPUTER WINNTWORKSTA1	11/22/99	3,215.00		0.00	3,215.00		0.00	3,215.00	S/L	5.0	
715	COMPAQ COMPUTER	4/21/00	2,024.00		0.00	2,024.00		0.00	2,024.00	S/L	5.0	
739	DIAD SOFTWARE, HOST LICEN	1/03/00	20,220.00		0.00	20,220.00		0.00	20,220.00	S/L	5.0	
747	CATERPILLAR D250E DUMP TR	9/29/99	224,353.00		0.00	153,314.72		22,436.30	175,751.02	48,611.98	S/L	10.0
764	Canon DR-5020 Scanner	4/04/01	5,295.00		0.00	5,295.00		0.00	5,295.00	S/L	5.0	
768	Compaq Deskpro	8/17/00	1,786.00		0.00	1,786.00		0.00	1,786.00	S/L	5.0	
769	Compaq Deskpro P3800	10/12/00	1,475.00		0.00	1,211.59		210.71	1,422.30	52.70	S/L	7.0
770	AutoCAD LDDT R21 IPG	12/14/00	4,052.00		0.00	4,052.00		0.00	4,052.00	S/L	5.0	
771	Deskpro P3800	1/11/01	1,395.00		0.00	1,395.00		0.00	1,395.00	S/L	3.0	
772	Deskpro P3800	1/11/01	1,395.00		0.00	1,395.00		0.00	1,395.00	S/L	3.0	
773	Deskpro P3800	1/11/01	1,395.00		0.00	1,395.00		0.00	1,395.00	S/L	3.0	
774	Deskpro P3800	1/11/01	1,395.00		0.00	1,395.00		0.00	1,395.00	S/L	3.0	
775	Deskpro P3800	1/11/01	1,495.00		0.00	1,495.00		0.00	1,495.00	S/L	3.0	
776	Plasmon 20 Slot 9.1GB Optical Juk	4/19/01	8,995.00		0.00	8,995.00		0.00	8,995.00	S/L	5.0	
777	Adv V Recorder and Transcriber	4/19/01	3,934.60		0.00	2,965.94		564.94	3,530.88	423.72	S/L	7.0
817	8 Computers and Software	10/31/02	10,934.00		0.00	5,868.22		1,564.86	7,433.08	3,520.92	S/L	7.0
818	8 Monitors and Software	10/31/02	7,310.98		0.00	3,916.61		1,044.43	4,961.04	2,349.94	S/L	7.0
819	Networking and Software	9/30/02	8,901.75		0.00	4,874.77		1,271.68	6,146.45	2,755.30	S/L	7.0
820	3 Computers	9/30/02	11,923.30		0.00	6,529.43		1,703.33	8,232.76	3,690.54	S/L	7.0
821	2 Computers and equipment	5/31/03	7,145.00		0.00	3,232.25		1,020.71	4,252.96	2,892.04	S/L	5.0
830	Computer equipment	8/14/03	6,211.00		0.00	3,623.08		1,242.20	4,865.28	1,345.72	S/L	5.0
831	Computer equipment	11/13/03	10,283.62		0.00	5,484.59		2,056.72	7,541.31	2,742.31	S/L	5.0
832	Computer equipment	11/13/03	8,256.00		0.00	4,403.20		1,651.20	6,054.40	2,201.60	S/L	5.0
859	Miscellaneous Office Equipment	7/15/05	25,077.51		0.00	3,582.50		3,582.50	7,165.00	17,912.51	S/L	7.0
860	3 Dell computers and accessories	7/31/05	10,719.34		0.00	2,143.87		4,287.74	6,431.60	S/L	5.0	
861	Computer Equipment	10/13/05	13,519.56		0.00	2,027.93		2,033.91	4,731.84	8,787.72	S/L	5.0
862	Conference Room Chairs	6/30/06	13,597.75		0.00	161.88		2,104.42	11,942.54	11,493.33	S/L	7.0
863	Cabinets for Blair Office	12/31/05	6,300.00		0.00	525.00		900.00	1,425.00	4,875.00	S/L	7.0
<b>OFFICE EQUIPMENT</b>		<b>1,147,979.01</b>	<b>0.00c</b>		<b>0.00</b>	<b>973,639.37</b>		<b>0.00</b>	<b>1,020,028.84</b>	<b>127,590.17</b>		

**Book Asset Detail 7/01/06 - 6/30/07**

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<u>Asset *</u>	<u>Property Description</u>	<u>Date In Service</u>	<u>Book Cost</u>	<u>Book Sec 179 Exp</u>	<u>Book Sale Value</u>	<u>Book Prior Depreciation</u>	<u>Book Current Depreciation</u>	<u>Book End Depr</u>	<u>Book Net Book Value</u>	<u>Book Method</u>	<u>Book Period</u>
Grand Total	141,880,671.17		0.00c	0.00c	0.00	52,631,927.69	2,056,292.74	0.00	54,688,220.43	87,192,400.74	
Less: Dispositions	102,046.48		0.00	0.00	0.00	92,879.92	0.00	0.00	94,790.76	7,255.72	
<b>Net Grand Total</b>	<b>141,778,574.69</b>		<b>0.00c</b>	<b>0.00c</b>	<b>0.00</b>	<b>52,539,047.77</b>	<b>2,056,292.74</b>	<b>0.00</b>	<b>54,593,429.67</b>	<b>87,185,145.02</b>	