

GOODHUE COUNTY SUMMARY FINANCIAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2008

The purpose of this Report is to provide a summary of financial information concerning Goodhue County for interested citizens.

Questions about this report should be directed to the Auditor/Treasurer's Office at (651) 385-3032.

A FULL AND COMPLETE COPY OF THE COUNTY FINANCIAL STATEMENT IS ALSO AVAILABLE UPON REQUEST BY CALLING THE AUDITOR/TREASURER'S OFFICE AT (651) 385-3032, OR BY WRITING TO THE GOODHUE COUNTY AUDITOR/TREASURER'S OFFICE AT 509 WEST 5TH STREET, RED WING, MN 55066. YOU WILL ALSO FIND A FULL COPY ON OUR WEBSITE AT: www.co.goodhue.mn.us/departments/auditortreasurer/FinancialReports.aspx

CURRENT COUNTY OFFICIALS

COUNTY COMMISSIONERS:	651-385-3001 Office
1st District: Ronald Allen	651-388-9435 Home
2nd District: Richard Samuelson	651-258-4295 Home
3rd District: Dan Rechtzigel	507-789-5877 Home
4th District: Jim Bryant	651-388-5558 Home
5th District: Ted Seifert	651-388-3268 Home

ELECTED MANAGERS:

Attorney: Stephen Betcher	651-267-4950
Sheriff: Dean Albers	651-267-2614

APPOINTED MANAGERS:

Administrator: Scott Arneson	651-385-3001
Court Services: Joanne Pohl	651-267-4900
Finance: Carolyn Holmsten	651-385-3032
Human Resources: Melissa Cushing	651-385-3028
Human Services: Greg Schoener	651-385-3232
Information Technology: Randy Johnson	651-385-3224
Land Use Management/Recorder: Lisa Hanni	651-385-3104
Public Health: Karen Main	651-385-6100
Public Works: Greg Isakson	651-385-2812
Veteran's Service Officer: Robert Davis	651-385-3256

A USER'S GUIDE TO COUNTY FINANCIAL STATEMENTS

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

Basic Financial Statements

Goodhue County's basic financial statements consist of three parts: government-wide financial statements, fund financial statements, and notes to the financial statements. The management's discussion and analysis and certain budgetary comparison schedules are required to accompany the basic financial statements, and therefore, are included as required supplementary information.

Government-wide financial statements display information about the county's financial reporting entity as a whole, except for its fiduciary activities. These statements should present separate information for the governmental and business-type activities of the county (primary government), as well as for its component units.

Fund financial statements display separate financial information for the county's governmental, proprietary, and fiduciary funds. Information for governmental and enterprise proprietary funds is presented separately for major funds and the aggregate total for non major funds. Internal services and fiduciary fund information is presented in aggregate by

fund type.

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

Governmental activities are generally activities of the county financed through taxes, intergovernmental revenues, and other nonexchange revenues. These activities are usually reported in governmental funds and internal service funds.

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

Primary Government is a term used in connection with defining the financial reporting entity. The primary government is the focus of the financial reporting entity. For the county, the primary government represents the financial activities, funds, or accounts directly under the control of the county board.

Component Unit describes a legally separate organization for which the county board is financially accountable. In addition, component units can be other organizations for which

the nature and significance of their relationship with the county are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

County Governmental Fund Types

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

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

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

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

County Fiduciary Funds

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

Character Classification of County Expenditures

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

Current operating expenditures are presumed to benefit the current fiscal period.

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

Intergovernmental represents resources transferred by the county to other governments.

Classification of County Functions

Functions are a group of related activities aimed at accomplishing a major service or regulatory program for which the county is responsible.

sible. The county has the following function classifications:

The **General Government** function includes expenditures for general county activities such as the county commissioners, county administration, county attorney's office, county auditor/treasurer's office, county assessor's office, the judicial (excluding the county jail), the planning and zoning office, and other county general service offices.

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

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

Sanitation involves expenditures for the removal and disposal of waste and includes county solid waste collection and disposal, recycling, and household hazardous waste disposal.

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

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

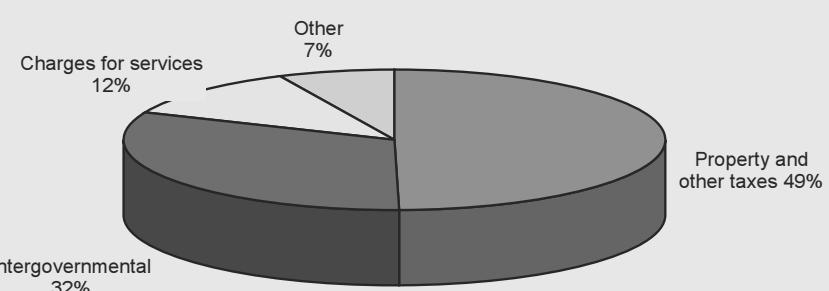
Culture and Recreation involved cultural and recreational activities maintained for the benefit of county residents and visitors. These activities include county libraries, parks and other recreation programs.

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

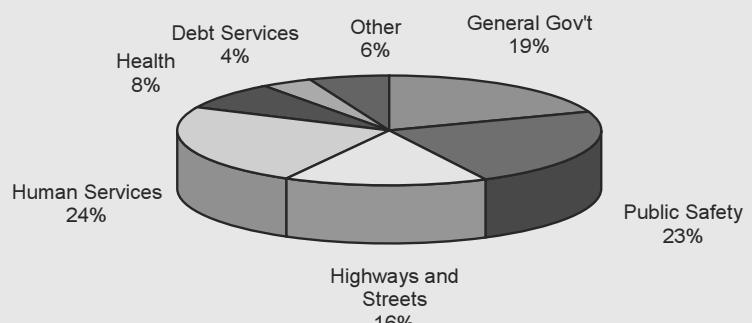
Economic Development activities are directed toward economically developing the area encompassed by the county and providing assistance to and opportunity for economically disadvantaged persons or businesses.

**Goodhue County's 2008
Governmental Funds' Finances**

Where it comes from...



Where it goes...



**Summary of Goodhue County's Statement of Activities
For the Year Ended December 31, 2008**

	<u>Expenses</u>	<u>Program Revenues</u>	<u>Net</u>
Functions/Programs			
Primary Government Governmental activities:			
General government	\$ 8,865,569	\$ 1,668,944	\$ (7,196,625)
Public safety	11,644,703	3,250,430	(8,394,273)
Highways and streets	10,182,732	4,800,792	(5,381,940)
Sanitation	966,513	419,742	(546,771)
Human Services	11,065,315	6,225,974	(4,839,341)
Health	4,026,789	2,925,828	(1,100,961)
Culture and recreation	646,002	-	(646,002)
Conservation of natural resources	847,435	231,810	(615,625)
Economic development	354,128	306,172	(47,956)
Interest	438,797	-	(438,797)
Total governmental activities	\$ 49,037,983	\$ 19,829,692	\$ (29,208,291)
Total Primary Government	\$ 49,037,983	\$ 19,829,692	\$ (29,208,291)
General Revenues and other			
Taxes		\$ 24,129,861	
Other general revenues		4,183,733	
Net change in net assets - Primary Government		\$ (894,697)	
Component units:			
Belle Creek Watershed	<u>\$ 8,929</u>	<u>\$ -</u>	<u>\$ (8,929)</u>
General Revenues and other			
Taxes		\$ 9,097	
Grants and contributions not restricted to specific programs		381	
Other general revenues		8,386	
Net change in net assets - Belle Creek Watershed		\$ 8,935	

**Goodhue County
A Summary of Fiduciary Funds' Net Assets
and Changes in Net Assets
As of and for the Year Ended December 31, 2008**

Agency Funds	
Assets	
Cash and cash equivalents	\$ 1,726,362
Accounts receivable	10,572
Due from other governments	39,759
Total Assets	\$ 1,776,693
Liabilities	
Due to component unit	\$ 208
Due to other governments	1,776,485
Total Liabilities	\$ 1,776,693

**Summary of Goodhue County's Statement of Net Assets
December 31, 2008**

Primary Government Governmental Activities		Discretely Presented Component Units
Assets		
Cash and pooled investments	\$ 32,011,575	\$ 235,966
Petty cash and change funds	4,000	-
Departmental cash	-	-
Cash with escrow agent	492,160	-
Taxes receivable	950,757	-
Accounts receivable - net	173,421	-
Accrued interest receivable	334,576	622
Loans receivable	107,256	-
Due from other governments	2,039,607	-
Due from primary governments	-	208
Prepaid items	277,077	-
Inventories	395,274	-
Restricted assets		
Cash and pooled investments permanent	215,763	-
Investment in joint venture	855,887	-
Deferred charges	148,818	-
Capital assets		
Non-depreciable	9,526,950	378,550
Depreciable - net of accumulated depreciation	113,068,103	-
Total Assets	\$ 160,601,224	\$ 615,346
Liabilities		
Accounts payable	\$ 773,761	\$ -
Salaries payable	924,499	-
Contracts payable	145,992	-
Due to other governments	460,364	754
Due to component unit	208	-
Accrued interest payable	142,266	-
Unearned revenue	370,470	-
Customer deposits	4,427	-
Long-term liabilities		
Due within one year	3,101,081	-
Due in more than one year	12,005,224	-
Total Liabilities	\$ 17,928,292	\$ 754
Net Assets:		
Invested in capital assets, net of related debt	\$ 112,395,904	\$ 378,550
Restricted for		
General government	705,313	-
Public safety	573,190	-
Highways and streets	460,491	-
Human services	1,229	-
Health	108,629	-
Conservation of natural resources	2,853	-
Economic development	50,000	-
Debt service	492,160	-
Landfill postclosure	215,763	-
Gravel pit postclosure	57,950	-
Investments pledged as collateral	-	-
Unrestricted		
Total Net Assets	\$ 142,672,932	\$ 614,592

Goodhue County
A Summary Balance Sheet of Governmental Funds
December 31, 2008

	Major Funds						Total Governmental Funds
	General Fund	Public Works Fund	Human Service Fund	Debt Service Fund	Nonmajor Funds		
Assets:							
Cash and investments	\$ 20,294,880	\$ 3,618,270	\$ 2,717,953	\$ 4,293,620	\$ 1,583,012	\$ 32,507,735	
Receivables							
Taxes	546,581	147,281	123,670	89,181	44,044	950,757	
Accounts	360,921	6,326	22,698	-	118,052	507,997	
Loans	107,256	-	-	-	-	107,256	
Due from other funds	6,168	12,284	4,954	-	42,475	65,881	
Due from other governments	685,906	475,680	692,807	-	185,214	2,039,607	
Prepaid items	171,477	23,637	44,505	-	37,458	277,077	
Inventories	-	395,274	-	-	-	395,274	
Restricted Assets							
Cash and pooled investments					215,763	215,763	
Total assets	<u>\$ 22,173,189</u>	<u>\$ 4,678,752</u>	<u>\$ 3,606,587</u>	<u>\$ 4,382,801</u>	<u>\$ 2,226,018</u>	<u>\$ 37,067,347</u>	
Liabilities:							
Payables							
Accounts	\$ 250,146	\$ 105,449	\$ 380,649	\$ 59	\$ 37,458	\$ 773,761	
Salaries	550,170	77,674	157,357	-	139,298	924,499	
Contracts	455	139,522	-	-	6,015	145,992	
Due to other funds	30,901	-	32,313	-	2,667	65,881	
Due to other governments	113,963	15,627	307,581	-	23,401	460,572	
Deferred revenue - unavailable	875,670	567,845	137,275	68,712	118,788	1,768,290	
Deferred revenue - unearned	122,334	-	238,136	-	10,000	370,470	
Customer deposits	4,427	-	-	-	-	4,427	
Total Liabilities	<u>\$ 1,948,066</u>	<u>\$ 906,117</u>	<u>\$ 1,253,311</u>	<u>\$ 68,771</u>	<u>\$ 337,627</u>	<u>\$ 4,513,892</u>	
Fund balances:							
Reserved	\$ 1,510,783	\$ 418,911	\$ 45,734	\$ 492,160	\$ 411,850	\$ 2,879,438	
Unreserved	18,714,340	3,353,724	2,307,542	3,821,870	1,476,541	29,674,017	
Total fund balance	<u>\$ 20,225,123</u>	<u>\$ 3,772,635</u>	<u>\$ 2,353,276</u>	<u>\$ 4,314,030</u>	<u>\$ 1,888,391</u>	<u>\$ 32,553,455</u>	
Total liabilities and fund balance	<u>\$ 22,173,189</u>	<u>\$ 4,678,752</u>	<u>\$ 3,606,587</u>	<u>\$ 4,382,801</u>	<u>\$ 2,226,018</u>	<u>\$ 37,067,347</u>	

A PROFILE OF GOODHUE COUNTY

Key Indicator	Total 2008	Total 2007	Percent Increase (Decrease)
Estimated Population	46,018	46,092	-0.16%
Total Tax Capacity	57,807,420	54,603,235	5.54%
% of Property Taxes Collected	98.32%	98.62%	-0.31%
Total General Revenues	28,313,594	28,553,493	-0.85%
Total Program Revenues	19,829,692	21,203,812	-6.93%
Total Expenses:			
Governmental activities	49,037,983	43,552,270	11.19%
Capital Assets:			
Governmental activities	122,595,053	125,012,396	-1.97%
Total Outstanding Net Bonded Debt of Goodhue County:			
General Obligation	10,898,618	12,425,642	-14.01%
Bond Rating on Most Recent General Obligation Bond Issue	A1	A1	N/A
Total Government-wide Net Assets:			
Governmental activities	142,672,932	143,567,629	-0.63%
Total Number of Full-Time Employees	330	328	0.61%
Total Number of Part-Time Employees	83	98	-18.07%

Goodhue County
A Summary of Governmental Funds Revenues and Expenditures
For the Year Ended December 31, 2008

	Major Funds						Total Governmental Funds
	General Fund	Public Works Fund	Human Service Fund	Debt Service Fund	Nonmajor Funds		
Revenues:							
Taxes	\$ 13,467,000	\$ 3,807,231	\$ 3,101,760	\$ 1,892,525	\$ 1,539,093	\$ 23,807,609	
Special assessments	-	-	-	13,967	-	13,967	
Licenses and permits	22,503	8,000	-	-	358,910	389,413	
Intergovernmental	4,059,156	4,967,282	5,136,590	124,724	891,526	15,179,278	
Charges for services	2,446,660	23,035	948,126	-	2,169,849	5,587,670	
Fines and forfeits	25,710	-	-	-	-	25,710	
Gifts and contributions	12,014	-	6,820	-	-	18,834	
Investment earnings	972,739	-	-	7,511	3,529	983,779	
Miscellaneous	1,188,830	31,748	373,733	-	256,168	1,850,479	
Total revenues	<u>\$ 22,194,612</u>	<u>\$ 8,837,296</u>	<u>\$ 9,567,029</u>	<u>\$ 2,038,727</u>	<u>\$ 5,219,075</u>	<u>\$ 47,856,739</u>	
Expenditures:							
Current							
General government	\$ 8,851,678	\$ -	\$ -	\$ -	\$ 544,243	\$ 9,395,921	
Public safety	11,229,507	-	-	-	-	11,229,507	
Highways and streets	-	7,572,592	-	-	-	7,572,592	
Sanitation	54,045	-	-	-	716,426	770,471	
Human services	-	-	11,514,547	-	-	11,514,547	
Health	-	-	-	-	3,942,091	3,942,091	
Culture and recreation	565,069	66,930	-	-	-	631,999	
Conservation of natural resources	843,537	-	-	-	-	843,537	
Economic development	305,822	-	-	-	48,306	354,128	
Debt service							
Principal retirement	23,500	-	-	1,527,024	-	1,550,524	
Interest and fiscal charges	2,964	-	-	376,338	-	379,302	
Intergovernmental	-	295,808	-	-	-	295,808	
Highways and streets	-	7,935,330	\$ 11,514,547	\$ 1,903,362	\$ 5,251,066	\$ 48,480,427	
Total expenditures	<u>\$ 21,876,122</u>	<u>\$ 901,966</u>	<u>\$ (1,947,518)</u>	<u>\$ 135,365</u>	<u>\$ (31,991)</u>	<u>\$ (623,688)</u>	
Excess of Revenues Over (Under) Expenditures	<u>\$ 318,490</u>	<u>\$ 901,966</u>	<u>\$ (1,947,518)</u>	<u>\$ 135,365</u>	<u>\$ (31,991)</u>	<u>\$ (623,688)</u>	
Other financing sources (uses):							
Transfers in	\$ 666,515	\$ 484,469	\$ 21,986	\$ -	\$ 76,296	\$ 1,249,266	
Transfers out	(582,751)	-	-	-	(666,515)	(1,249,266)	
Capital lease/installment purchase	33,291	-	-	-	-	33,291	
Proceeds from sale of capital assets	20,769	-	-	-	-	20,769	
Compensation for loss of general capital assets	4,988	-	-	-	-	4,988	
Total other financing sources (uses)	<u>\$ 142,812</u>	<u>\$ 484,469</u>	<u>\$ 21,986</u>	<u>\$ -</u>	<u>\$ (590,219)</u>	<u>\$ 59,048</u>	
Net Change in Fund Balances	<u>\$ 461,302</u>	<u>\$ 1,386,435</u>	<u>\$ (1,925,532)</u>	<u>\$ 135,365</u>	<u>\$ (622,210)</u>	<u>\$ (564,640)</u>	
Fund Balances - January 1	<u>\$ 19,763,821</u>	<u>\$ 2,356,783</u>	<u>\$ 4,278,808</u>	<u>\$ 4,178,665</u>	<u>\$ 2,510,601</u>	<u>\$ 33,088,678</u>	
Increase (decrease) in reserved for inventories	-	29,417	-	-	-	29,417	
Fund Balances - December 31	<u>\$ 20,225,123</u>	<u>\$ 3,772,635</u>	<u>\$ 2,353,276</u>	<u>\$ 4,314,030</u>	<u>\$ 1,888,391</u>	<u>\$ 32,553,455</u>	

MAJOR RECIPIENTS OF GOODHUE COUNTY EXPENDITURES

The following is a list of the recipients of Goodhue County expenditures Totaling \$5,000 or more during 2008. This list does not include salaries paid to county employees nor does it include individuals who received federal, state or county human services aid. A more detailed listing of vendor payments can be found on our website: www.co.goodhue.mn.us, under the Auditor/Treasurer's Department, Financial Reports.

NAME OF RECIPIENT	TOTAL AMOUNT RECEIVED IN 2008	ELMORE ACADEMY	14,034	MCIT	627,165	SCHAFFER/PAUL	6,403
A+ IMAGING SOLUTIONS	8,275	EMBARQ (CHARLOTTE)	58,031	MCLAUGHLIN/BARBARA	14,655	SCHIMEK/RANDY OR TRACI	10,708
AAA STRIPING SERVICE CO	101,302	ENVIROTECH SERVICES INC	5,154	MEDICARE	19,324	SCHMIDT-GOODMAN OFFICE PRODUCT	11,919
ABBA/S/JENNIFER	11,901	ESRI INC	34,102	MENARDS-RED WING	9,773	SCHOOL DISTRICT 195-RANDOLPH	114,925
ABILITY BUILDING CENTER INC	15,131	EVERCOM SYSTEMS INC	26,548	MESTAD/MARK	9,774	SCHOOL DISTRICT 200-HASTINGS	10,843
ACTION CONSERVATORS INC	89,848	FAULK AUTO BODY INC	70,252	MIDWAY AUTO	10,359	SCHOOL DISTRICT 2125-TRITON	17,067
AG PARTNERS COOP	28,824	FAMILY & CHILDRENS YOUTH HOME	9,322	MIDWEST CLINICAL PSYCHOLOGIST	44,800	SCHOOL DISTRICT 2172-KENYON	1,978,346
AGGREGATE INDUSTRIES INC	22,583	FAMILY FOCUS INC	101,239	MINNEOLA TOWNSHIP	139,926	SCHOOL DISTRICT 252-CF	2,567,208
ALL STEEL PRODUCTS CO INC	15,798	FARM COUNTRY COOP	407,018	MINNESOTA ENERGY RESOURCES COR	10,030	SCHOOL DISTRICT 253-GOODHUE	743,044
ALL SYSTEMS INSTALLATION	15,514	FEATHERSTONE TOWNSHIP	167,449	MINNESOTA FIRE & LOCK INC	17,513	SCHOOL DISTRICT 255-PI	836,542
ALLIANCE BENEFIT GROUP	694,249	FEDERAL SIGNAL CORP	17,650	MINNESOTA HUMAN SERVICES-CCDFT	185,185	SCHOOL DISTRICT 256-RW	7,321,616
ALLIED INFORMATION SOLUTIONS I	29,250	FIDELITY NATIONAL TECHNOLOGY I	117,236	MINNESOTA STATE AUDITOR	62,176	SCHOOL DISTRICT 2805-MAZEPPA	1,578,366
ALLTEL	49,696	FRANKLIN ROLL OFF SERVICE	16,070	MINNESOTA SUPPLY COMPANY	19,434	SCHOOL DISTRICT 659-NORTHFIELD	105,402
AMERICAN AIRBOAT CORP	49,984	FREDRICKSON/RUTH	5,030	MISSISSIPPI WELDERS SUPPLY	5,159	SCHOOL DISTRICT 813-LAKE CITY	590,303
AMERICAN ENGINEERING TESTING I	9,970	FREIHEIT/MARILYN	13,839	MJS SECURITY INC	46,410	SCHUMACHER ELEVATOR CO	7,173
AMERICAN INSTITUTIONAL SUPPLY	5,599	FREMONT INDUSTRIES INC	5,359	MN CLE	6,400	SCHUMACHER EXCAVATING INC	9,495
AMERICAN SOLUTIONS FOR BUSINESS	39,530	FRONTIER PRECISION INC	275,842	MN CORRECTIONAL FACILITY-RED W	137,930	SCOTT CONSTRUCTION INC	398,639
AMERITAS	6,068	GALLS INC	5,631	MN DEPT OF CORRECTIONS-STS	143,225	SCRIPTURE/JUDY	5,820
ANDERSON ROCK & LIME INC	5,961	GATEWAY COMPANIES INC (IL)	31,094	MN DEPT OF ECONOMIC SECURITY	5,631	SELCO	376,695
ANDERSON TRUCKING	8,786	GERARD TREATMENT PROGRAMS	111,686	MN DEPT OF FINANCE	157,162	SEMMCHRA	656,782
ANDERSON/JEANETTE	5,800	GLAXO SMITH KLINE	13,025	MN DEPT OF HEALTH	7,799	SEMNGTF	10,655
ANDERSON/JOE	7,292	GOODHUE CITY	435,546	MN DEPT OF HUMAN SERVICES	101,128	SGTS INC	94,115
APPLIED CONCEPTS INC	13,793	GOODHUE COUNTY	1,304,688	MN DEPT OF HUMAN SERVICES MAPS	321,728	SHERIFFS YOUTH/FOSTER HOME	12,324
ARMORY DENTAL	9,931	GOODHUE COUNTY EDUCATION DIST	583,904	MN DEPT OF HUMAN SERVICES SPRT	60,686	SHERIFFS YOUTH/HAYWARD HOME	78,651
ARNOLD'S SUPPLY COMPANY	9,893	GOODHUE COUNTY FAIR	7,768	MN DEPT OF REVENUE (PAYROLL)	628,847	SHERIFFS YOUTH/VONWALD SHELTER	17,947
ASLAKSON BLACKTOPPING INC	50,951	GOODHUE COUNTY FLEX ACCOUNT	23,926	MN PUBLIC FACILITIES AUTHORITY	24,251	SHERWIN WILLIAMS	12,354
ASSOCIATION OF MN COUNTIES	22,071	GROBER/DIANE	10,000	MN SAFETY COUNCIL	8,254	SHI INTERNATIONAL CORP	12,492
AUTOMATED LOGIC CONTRACTING SV	19,265	GROTH/TONYA OR NATHAN	5,154	MN SHERRIFFS ASSN	8,580	SHORT ELLIOT HENDRICKSON INC	51,975
AVIANDS	332,134	GROVER AUTO CO	101,702	MN STATE TREASURER, ACCOUNTING	4,629,923	SIMPLEX GRINNELL	9,791
AYERS ASSOCIATES INC	57,960	GS DISTRIBUTING	6,008	MN STATE TREASURER-BLDG CODES&	6,126	SMITTY'S MARINE	10,125
BALSTER/SHERYL	6,242	H & R CONSTRUCTION CO	15,236	MONTCELLO FORD-MERCURY	129,792	SOFTWARE HOUSE INTERNATIONAL	45,820
BANKERS ADVERTISING COMPANY	8,866	HANCOCK CONCRETE PRODUCTS CO	19,690	MOSHER HOME	8,906	SOIL & WATER CONSERVATION	554,191
BANKS/MARILYN	5,141	HARBOR SHELTER & CONSELING CTR	66,947	MOTOROLA INC	363,638	SOLBREKK	9,905
BARRINGER/MICHELLE	13,774	HATCH/JULIE	11,984	MOWER COUNTY HUMAN SERVICES	11,992	SOUTH COUNTRY HEALTH ALLIANCE	1,120,596
BAUER BUILT TIRE CENTER	26,268	HAY CREEK TOWNSHIP	182,929	M-R SIGNS	4,924	SPENCER HOUSE	30,439
BEHAVIORAL CHANGE SERVICES	6,450	HENNEPIN COUNTY HOME SCHOOL	59,640	MSC-SOUTHEAST TECHNICAL	7,171	SRF CONSULTING GROUP INC	5,207
BEHRENS SUPPLY - RED WING	8,761	HERTOG/GARY	20,573	MVP & THERAPUTIC SERVICES INC	69,800	ST JOSEPH CHURCH	9,930
BELLE CREEK TOWNSHIP	145,785	HIAWATHA VALLEY ADULT	13,200	NELCOM CORP	9,201	STANTON TOWNSHIP	165,251
BELLE CREEK WATERSHED	9,147	HIAWATHA VALLEY MENTAL HEALTH	7,765	NEUFAB SPECIALTY FABRICATORS	8,831	STAPLES ADVANTAGE	58,638
BELLECHESTER CITY	12,377	HOAGLAND/JASON & AMY	19,079	NEW HORIZONS OF MN	6,173	STARTECH COMPUTING, INC	6,385
BELVIDERE TOWNSHIP	117,563	HOLDEN TOWNSHIP	122,283	NEWMAN TRAFFIC SIGNS	8,965	STATE OF MINNESOTA-SALES & USE	34,332
BENEFIT EXTRAS INC	7,828	HOLM BROTHERS CONSTRUCTION	250,885	NEXUS - MILLE LACS ACADEMY	16,770	STATE OF MN	5,520
BENTLEY SYSTEMS INC	9,940	HOLST/PAM	5,771	NORTHWOODS CHILDREN'S SERVICES	208,787	STEBERG/GLEN	54,098
BERBEE INFORMATION NETWORKS CO	18,652	HOXMEIER/JAMI	68,835	NOW MICRO	5,225	STREICHERS PROF POLICE EQUIP	12,733
BLUE CROSS BLUESHIELD OF MN	3,125,630	HUBBARD COUNTY DAC	13,524	OFFICE DEPOT INC	20,419	SUBURBAN PORTABLES INC	20,000
BUE,DO/MICHAEL	57,600	HUEBSCH LINEN	6,213	OFFICE OF ENTERPRISE TECHNOLOGY	32,429	SWANSTON EQUIPMENT CORPORATION	33,930
BODELSON-MAHN FUNERAL HOME	13,330	HUMANE SOCIETY-GOODHUE CO	14,111	OLMSTED CO HAZARDOUS WASTE	21,339	SWEENEY BROTHERS	27,884
BOYER TRUCKS	5,989	IBM CORPORATION	29,266	OLMSTED COUNTY	14,748	SYNERGY GRAPHICS	33,632
BOYS TOTEM TOWN	46,230	ICOP	16,385	OLMSTED COUNTY COMM SVCS/MANY	9,723	TDS METROCOM	16,538
BP	12,224	IKON FINANCIAL SERVICES	16,091	ORC INDUSTRIES	26,077	THERMAL TECHNOLOGIES INC	113,070
BREMER/NEAL	5,500	IKON OFFICE SOLUTIONS	35,216	OVERHEAD DOOR CO OF THE NORTHL	8,717	THRIFTY WHITE STORES	30,018
BREVIK/SONJA	6,051	IMPERIAL CLEANING SERVICE INC	11,571	PACE ANALYTICAL	19,504	TIERNEY BROTHERS INC	11,695
BROCK WHITE COMPANY	9,286	INBOXER INC	7,250	PARKER KOHL FUNERAL HOME	7,027	T-MOBILE	6,388
CANNON FALLS CITY	3,377,790	INSTY PRINTS - RED WING	6,738	PARKS & TRAILS COUNCIL OF MINN	8,000	TOM PARKER ELECTRIC INC	22,588
CANNON FALLS HOSPITAL DISTRICT	270,085	INTERPRETING SPECIALIST	6,570	PATH	244,593	TRACK	17,259
CANNON FALLS TOWNSHIP	213,569	INTERSTATE BUILDING SUPPLY	7,766	PEER ENGINEERING INC	14,338	TREASURY DIVISION ACCOUNTING	7,402
CANNON VALLEY FAIR ASSN	13,825	IO DYNAMICS	32,574	PINE ISLAND CITY	1,887,560	TRIMIN SYSTEMS INC	27,495
CANNON VALLEY TRAIL	33,219	IRS (PAYROLL)	3,841,721	PINE ISLAND TOWNSHIP	140,256	TRI-STATE BUSINESS MACHINES IN	16,560
CARGILL INC	150,971	IRWIN COMMERCIAL FINANCE CORP	10,890	PLAAS MECHANICAL INC	13,457	TWIN CITIES MACK AND VOLVO TRU	82,674
CARLSON TRACTOR & EQUIPMENT CO	17,403	J A SEXAUER	5,691	PORT GROUP HOME	25,138	TWIN RIVER RIDERS-CANNON FALLS	12,840
CATHOLIC CHARITIES (WINONA)	5,581	JC ENVIRONMENTAL AND DEMOLITIO	16,467	PRAIRIE LAKES YOUTH PROGRAMS	5,649	UNIFORMS UNLIMITED INC	22,224
CDW GOVERNMENT INC	107,231	JOHNSON TIRE SERVICE	15,124	PREMIER LIGHTING INC	64,525	UNITED STATES POSTAL SERVICE	90,000
CHERRY GROVE TOWNSHIP	119,997	JOHNSON/SUSAN K	59,446	PRO SOUND DESIGN	17,808	UNITED WAY GOODHUE-WABASHA-PIE	22,868
CHILDS/JESUS R	8,733	JOHNSTON LP PHD/CHRIS	16,397	PROACT INC	23,528	UNIVERSITY OF MN FAIRVIEW MED	8,250
CHRISTIANSEN/REGINALD	17,232	JR'S APPLIANCE DISPOSAL INC	7,011	PROFESSIONAL PORTABLE XRAY INC	327,171	UNIVERSITY OF MN-FISCAL	64,731
COLORADO PREVENTION CENTER	5,000	KENYON CITY	629,518	PROJECT PATHFINDER	7,500	US BANK	1,878,025
COMMISSIONER OF TRANSPORTATION	27,483	KENYON MUNICIPAL UTILITIES	5,926	PSC ALLIANCE INC	7,388	VANGUARD APPRAISALS INC	78,180
COMPUTER INFORMATION	212,441	KENYON SNOWDRIFTERS-KENYON	14,971	QUALITY POWER SOLUTIONS	38,752	VANGUARD SYSTEMS	7,282
CORNER DRUG	47,523	KENYON TOWNSHIP	122,629	QUILL CORPORATION	48,649	VARITECH INDUSTRIES INC	8,635
COUNTRYWIDE (SIMI VALLEY)	6,595	KENYON-WANAMINGO PUBLIC SCHOOL	18,766	QWEST	7,730	VASA TOWNSHIP	167,241
COVERED BRIDGE FAMILY RESOURCE	25,430	KNAPP/ELISE	38,213	QWEST (911 MAINT)	58,529	VOA/BAR NONE	81,449
COVERED BRIDGE RIDERS-ZUMBROTA	19,000	KRIS ENGINEERING	19,572	RAY O'HERRON CO INC	12,082	VOGEL & GORMAN PLC	18,108
CRABTREE COMPANIES INC	19,066	KUMMET/STEVE OR MARIE	9,213	RECHTZIGEL/DAN JAMES	29,032	WACOUTA TOWNSHIP	123,236
CRYSTEEL TRUCK EQUIPMENT	24,001	LAB CORP	6,468	RED WING ACE HARDWARE	7,195	WALKER/FRED	11,848
D & R VENDING	111,276	LAKE CITY	494,937	RED WING CHEVROLET	7,743	WANAMINGO CITY	494,858
D & S HEATING AND A-C INC	9,857	LAKES GAS CO	5,567	RED WING CITY AMBULANCE	23,207	WANAMINGO TOWNSHIP	159,014
D & T VENTURES	5,876	LARDY/DON & JUDY	14,639	RED WING CITY-FINANCE	10,921	WARSAW TOWNSHIP	178,255
DAKOTA CO FINANCIAL SERVICES	136,629	LARRY D JOHNSON LAW OFFICE	16,913	RED WING CITY-PUBLIC WORKS	14,079,097	WELCH TOWNSHIP	206,975
DAKOTA CO RECEIVING CENTER	123,335	LARUFFA/LUCIA	6,028	RED WING CONSTRUCTION CO	66,073	WELLS CREEK RIDERS-FRONTENAC	19,384
DAKOTA COUNTY TREASURER-AUDITO	27,573	LASERSHARP INC	6,776	RED WING CORNER DRUG	421,905	WELLS FARGO BANK-RED WING	11,548
DAVIS/ROBERT A	11,043	LAUGEN/KENT	12,724	RED WING RIVER VIEW RIDERS-RW	13,451	WELLS FARGO BANKS	25,672
DELL MARKETING LP	42,109	LEON TOWNSHIP	171,760	RED WING YOUTH OUTREACH PROG	20,387	WENDEN RECOVERY INC	8,023
DENNIS PHD/KENNETH L	6,750	LEXISNEXIS MATTHEW BENDER	7,929	REGINA MEDICAL CENTER	10,012	WEST PAYMENT CENTER	66,512
DENNISON CITY	113,039	LICENSE CENTER	7,202	RIVER CITY FLOOR COVERINGS INC	83,495	WESTERBERG CONSTRUCTION	13,500
DEPARTMENT OF REVENUE	1,443,014	LIFEWORKS SERVICES, INC	49,032	RIVER COUNTRY COOPERATIVE	8,450	WHITE ROCK BANK - CF	54,045
DHS - ANOKA FORENSIC - 472	11,292	LINDAHL TIRE SERVICE-CANNON FA	10,041	RIVERFRONT FORD	5,997	WHITEWATER WIRELESS INC	61,322
DHS - METO - 433	15,154	LOCKRIDGE GRINDAL NAUEN	20,000	RIVERTOWN NEWSPAPER GROUP	47,619	WI DEPT OF REVENUE (PAYROLL)	86,050
DHS-MSOP-MN SEX OFFENDER PRGM	57,350	LOMEN/JUDY	6,242	ROCHESTER SAND & GRAVEL	34,027	WIDESHT SMITH NOLTING	32,165
DIERCKS/ARLEN W	122,568	LUNDBERG FUNERAL HOME	5,395	ROSCOE TOWNSHIP	199,696	WILSON OIL AND GAS COMPANY	24,737
DIORIO/LEAH M	13,840	LUTHERAN SOCIAL SERVICES/IN HO	32,692	ROSENBERGER/GINA	6,573	WORKFORCE DEVELOPMENT INC	301,680
DOWNEY SIDE INC.	5,200	MALMQUIST HOME FURNISHINGS	7,018	RS EDEN	7,909	WRITE ON	8,317
DPS TRANSPORT	14,318	MATHY CONSTRUCTION	2,777,842	RUNNINGS SUPPLY INC	24,463	XCEL ENERGY	465,074
DULTMER SALES	8,279	MATTHEES OIL INC	5,503	RYAN MECHANICAL INC	19,390	XEROX CORPORATION	6,741
DUSTCOATING INC	56,781	MAYO CLINIC MRL	5,250	S B FOOT TANNING COMPANY	10,558	ZACK JONES AND MAGNUS ATTORNEY	10,441
EARL F ANDERSEN INC	9,982	MCEBEATH PHD/BRUCE	10,229	SANOFI PASTEUR INC	19,966	ZIEGLER INC	122,297
ELECTION SYSTEMS & SOFTWARE IN	16,979	MCCC MI 33	133,544	SARGENTS NURSERY INC	6,012	ZIEMER/JOHN	15,159
ELK RIVER CHRYSLER INC	41,726	MCF-TOGO/THISTLEDEW	70,107	SATURN SYSTEMS INC	17,712	ZIXCORP	8,060
ELM HOMES	13,641	MCGUIRE FAMILY THERAPY CENTER	20,250	SCHAFER REAL ESTATE	11,377	ZUMBRO VALLEY MENTAL HEALTH	63,076
					11,377	ZUMBROTA CITY	1,325,354
					11,377	ZUMBROTA ECONOMIC DEVELOPMENT	9,475
					11,377	ZUMBROTA FORD	61,809
					11,377	ZUMBROTA TOWNSHIP	140,247
					11,377	VENDORS UNDER \$5,000	1,521,975
					11,377	TOTAL	82,161,683