

FREEBORN SOIL AND WATER CONSERVATION DISTRICT  
ALBERT LEA, MINNESOTA

STATEMENT OF NET ASSETS AND  
GOVERNMENTAL FUND BALANCE SHEET  
FOR THE YEAR ENDED DECEMBER 31, 2009

	General Fund	Adjustments See Notes	Statement of Net Assets
<b><u>Assets</u></b>			
Cash and investments	\$319,060		\$319,060
Accounts receivable	\$0		\$0
Due from other governments	\$0		\$0
Prepaid items	\$0		\$0
Capital Assets:			
Equipment (net of accumulated depreciation)		\$1,651	\$1,651
<b>Total Assets</b>	<b>\$319,060</b>	<b>\$1,651</b>	<b>\$320,711</b>
<b><u>Liabilities</u></b>			
Current liabilities:			
Due to other governments	\$0		\$0
Salaries payable	\$0		\$0
Deferred revenue	\$52,031		\$52,031
Long-term liabilities:			\$0
Due within one year		\$0	\$0
Due after one year		\$15,377	\$15,377
<b>Total Liabilities</b>	<b>\$52,031</b>	<b>\$15,377</b>	<b>\$67,408</b>
<b><u>Fund Balance/Net Assets</u></b>			
Fund Balance/Net Assets			
Reserved for prepaid items	\$0	\$0	\$0
Unreserved			
Designated for future projects	\$35,000	(\$35,000)	\$0
Undesignated	\$232,029	(\$232,029)	\$0
<b>Total Fund Balance</b>	<b>\$267,029</b>	<b>(\$267,029)</b>	<b>\$0</b>
Net Assets			
Invested in capital assets		\$1,651	\$1,651
Unrestricted		\$251,652	\$251,652
<b>Total Net Assets</b>		<b>\$253,303</b>	<b>\$253,303</b>

Notes are an integral part of the basic financial statements.

FREEBORN SOIL AND WATER CONSERVATION DISTRICT  
ALBERT LEA, MINNESOTA

STATEMENT OF ACTIVITIES AND  
GOVERNMENTAL FUND REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
FOR THE YEAR ENDED DECEMBER 31, 2009

	General Fund	Adjustments See Notes	Statement of Activities
<b>Revenues</b>			
Intergovernmental	\$237,295	\$0	\$237,295
Charges for services	\$42,078	\$0	\$42,078
Investment earnings	\$2,367	\$0	\$2,367
Miscellaneous	\$224	\$0	\$224
<b>Total Revenues</b>	<b><u>\$281,964</u></b>	<b><u>\$0</u></b>	<b><u>\$281,964</u></b>
<b>Expenditures</b>			
Conservation			
Current	\$260,460	\$2,587	\$263,047
Capital outlay	\$0	\$0	\$0
<b>Total Expenditures</b>	<b><u>\$260,460</u></b>	<b><u>\$2,587</u></b>	<b><u>\$263,047</u></b>
<b>Excess of Revenues Over (Under)</b>			
<b>Expenditures</b>	<b><u>\$21,504</u></b>	<b><u>(\$2,587)</u></b>	<b><u>\$18,917</u></b>
<b>Fund Balance/Net Assets January 1</b>	<b><u>\$245,525</u></b>	<b><u>(\$11,139)</u></b>	<b><u>\$234,386</u></b>
<b>Fund Balance/Net Assets December 31</b>	<b><u><u>\$267,029</u></u></b>	<b><u><u>(\$13,726)</u></u></b>	<b><u><u>\$253,303</u></u></b>

Notes are an integral part of the basic financial statements.

FREEBORN SOIL AND WATER CONSERVATION DISTRICT  
ALBERT LEA, MINNESOTA

BUDGETARY COMPARISON STATEMENT  
BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED DECEMBER 31, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Neg)</u>
<b>Revenues</b>				
<b>Intergovernmental</b>				
County	\$146,000	\$146,000	\$146,000	\$0
State grant	\$99,003	\$99,003	\$79,477	(\$19,526)
SE SWCD Tech Support JPB	\$11,818	\$11,818	\$11,818	\$0
<b>Total intergovernmental</b>	<b>\$256,821</b>	<b>\$256,821</b>	<b>\$237,295</b>	<b>(\$19,526)</b>
<b>Charges for services</b>				
Contribution Agreements w/ NRCS	\$7,500	\$7,500	\$10,170	\$2,670
<b>Total charges for services</b>	<b>\$27,140</b>	<b>\$27,140</b>	<b>\$42,078</b>	<b>\$14,938</b>
<b>Miscellaneous</b>				
Interest earnings	\$2,500	\$2,500	\$2,367	(\$133)
Other	\$100	\$100	\$224	\$124
<b>Total miscellaneous</b>	<b>\$2,600</b>	<b>\$2,600</b>	<b>\$2,591</b>	<b>(\$9)</b>
<b>Total Revenues</b>	<b>\$286,561</b>	<b>\$286,561</b>	<b>\$281,964</b>	<b>(\$4,597)</b>
<b>Expenditures</b>				
<b>District operations</b>				
Personal services	\$178,086	\$178,086	\$171,679	\$6,407
Other services and charges	\$30,680	\$30,680	\$21,860	\$8,820
Supplies	\$800	\$800	\$953	(\$153)
Capital outlay	\$1,000	\$1,000	\$0	\$1,000
<b>Total district operations</b>	<b>\$210,566</b>	<b>\$210,566</b>	<b>\$194,492</b>	<b>\$16,074</b>
<b>Project expenditures</b>				
District	\$16,100	\$16,100	\$22,752	(\$6,652)
State	\$48,077	\$48,077	\$31,398	\$16,679
SE SWCD Tech Support JPB	\$11,818	\$11,818	\$11,818	\$0
<b>Total project expenditures</b>	<b>\$75,995</b>	<b>\$75,995</b>	<b>\$65,968</b>	<b>\$10,027</b>
<b>Total Expenditures</b>	<b>\$286,561</b>	<b>\$286,561</b>	<b>\$260,460</b>	<b>\$26,101</b>
<b>Excess of Revenues Over (Under)</b>				
<b>Expenditures</b>	<b>\$0</b>	<b>\$0</b>	<b>\$21,504</b>	<b>\$21,504</b>
<b>Fund Balance - January 1</b>	<b>\$245,525</b>	<b>\$245,525</b>	<b>\$245,525</b>	<b>\$0</b>
<b>Fund Balance - December 31</b>	<b>\$245,525</b>	<b>\$245,525</b>	<b>\$267,029</b>	<b>\$21,504</b>

Notes are an integral part of the basic financial statements.

**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2009**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial reporting policies of the Freeborn Soil and Water Conservation District (District) conform to generally accepted accounting principles. These statements are prepared in accordance with Government Accounting Standards Board Rule 34, which changes the way both the statement of condition and the statement of revenues and expenses are reported.

**A. Financial Reporting Entity**

The district is organized under the provisions of Minnesota Statutes Chapter 103C and is governed by a Board of Supervisors composed of five members nominated by voters of the District and elected to four-year terms by the voters of the County.

The purpose of the District is to assist land occupiers in applying practices for the conservation of soil and water resources. These practices are intended to control wind and water erosion, pollution of lakes and streams, and damage to wetlands and wildlife habitats.

The Freeborn Soil and Water Conservation District, in cooperation with the U.S. Department of Agriculture Natural Resources Conservation Service and other agencies, provides technical and financial assistance to individuals, groups, organizations, and governments in reducing costly waste of soil and water resulting from soil erosion, sedimentation, pollution, and improper land use.

Each fiscal year the District develops a work plan that is used as a guide in using resources effectively to provide maximum conservation of all lands within its boundaries. The work plan includes guidelines for employees and technicians to follow in order to achieve the District's objectives.

The District is not considered a part of Freeborn County because, even though the County provides a significant amount of the District's revenue in the form of an appropriation, it does not retain any control over the operations of the District.

Generally accepted accounting principles require that the financial reporting entity include the primary government and component units for which the primary government is financially accountable. Under these principles the District does not have any component units.

**B. Basis of Presentation - Fund Accounting**

The accounts of the Freeborn Soil and Water Conservation District are organized on the basis of a fund and two account groups, each of which is considered a separate accounting entity. The operations of the fund are accounted for with a set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, and expenditures.

## B. Basis of Presentation - Fund Accounting (Continued)

### 1. Governmental Funds: General Fund

The General Fund is used to account for all revenues and expenditures incurred in operating the District.

### 2. General Fixed Assets Account Group

This account group is used to record the District's general fixed assets, which include furniture and equipment.

### 3. General Long-Term Debt Account Group

This account group records earned but unpaid vacation and sick leave that has vested or is expected to vest.

## C. Government-Wide Financial Statements

The government-wide financial statements (i.e. The Statement of Net Assets and the Statement of Activities) report information on all the nonfiduciary activities of the District. The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. 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 cash flows. Grants and similar items are recognized as soon as all eligibility requirements imposed by the provider have been met.

### Fund Financial Statements

The government reports the general fund as its only major governmental fund. The general fund accounts for all financial resources of the government.

The District's financial statements (general fund) are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they become susceptible to accrual, that is, both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Revenue sources susceptible to accrual include intergovernmental revenues, charges, and interest. Expenditures are recorded when the corresponding liabilities are incurred.

Intergovernmental revenues are reported in conformity with the legal and contractual requirements of the individual programs. Generally, grant revenues are recognized when the corresponding expenditures are incurred. If the District also receives an annual appropriation from the County, it is recognized as revenue when received, unless it is received prior to the period to which it applies. In that case, revenue recognition is then deferred until the appropriate period.

Investment earnings and revenues from the sale of trees are recognized when earned. Agricultural conservation fees and other revenue are recognized when they are received in cash because they usually are not measurable until then.

Project expenditures represent costs that are funded from federal, state, or district revenues. State project expenditures consist of grants to participants of the cost-Share Program and other state programs. District project expenditures are costs of materials and supplies in District projects.

In accordance with Governmental Accounting Standards Board Statement No. 33, Accounting and Financial Reporting for Nonexchange Transactions, revenues for nonexchange transactions are recognized based on the principal characteristics of the revenue. Exchange transactions are recognized as revenue when the exchange occurs.

#### D. Budget Information

The District adopts an estimated revenue and expenditure budget for the General Fund. Comparisons of estimated revenues and budgeted expenditures to actual are presented in the financial statements in accordance with generally accepted accounting principles. Amendments to the original budget require board approval. Appropriations lapse at year-end. The District does not use encumbrance accounting.

#### E. Assets, Liabilities, and Equity Accounts

##### 1. Assets

Investments are stated at fair value, except for non-negotiable certificates of deposit, which are on a cost basis, and short-term money market investments, which are stated at amortized cost.

Beginning with statement year 2004, fixed assets (capital assets) are no longer reported on a gross basis. They are now reported on a net (depreciated) basis. General fixed assets are still valued at historical or estimated historical cost.

##### 2. Liabilities

Long-term liabilities, such as compensated absences, are accounted for in the General Long-Term Debt Account Group.

##### 3. Equity

Investment in general fixed assets represents the District's equity in general fixed assets.

Reserved fund balance indicates the portion of fund equity that has been legally segregated for specific purposes or is not appropriable for spending.

Unreserved, designated account indicates the portion of fund equity that the District has set aside for planned future expenditures.

Unreserved, undesignated fund balance account indicates the portion of fund balance that is available for budgeting and spending in future periods.

F. Explanation of Adjustments Column in Statements

1. Capital Assets: In the Statement of Net Assets and Governmental Fund Balance Sheet, an adjustment is made if the district has capital assets. This adjustment equals the net book balance of capitalized assets as of the report date, and reconciles to the amount report in Note IV.

2. Long-Term liabilities: In the Statement of Net Assets and Government Fund Balance Sheet, an adjustment is made to reflect the total of Compensated Absence liability the district has as of the report date. See Note 1-G below.

3. Depreciation and Change in Compensated Absences for the year: In the Statement of Activities and Governmental Fund Revenues, Expenditures and Changes in Fund Balance, the adjustment equals the total depreciation for the year reported, plus or minus the change in Compensated Absences between the reporting year and the previous year. This number is supported by figures in Note IV and in Note I-G below.

G. Vacation and Sick Leave

Under the District's personnel policies, employees are granted vacation leave in varying amounts based on their length of service. Vacation leave accrual varies from 40 to 200 hours per year. Sick leave accrual is 13 days per year. The limit on the accumulation of annual leave is 200 hours and the limit on sick leave is 1200 hours. Upon termination from the District by retirement, employees are paid accrued vacation leave and up to 25% of accrued sick leave. On termination of employment by illness or death, employees are paid accrued vacation and up to 25% of accrued sick leave.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. General Fund Deficit

At December 31, 2009, the District's General Fund had a deficit fund balance of \$ N/A. The deficit is expected to be eliminated by future revenue sources.

B. Excess of Expenditures Over Budget

During 2009, actual expenditures, \$ N/A, exceeded budgeted expenditures, \$ N/A, by \$ N/A.

C. Uncollateralized deposits

During 2009, the District's deposits with financial institutions did not exceed insurance, surety bond, or collateral.

III. DEPOSITS AND INVESTMENTS

Minnesota Statutes 118A.02 and 118A.04 authorize the District to deposit its cash and to invest in certificates of deposit in financial institutions designated by the Board of Supervisors. At December 31, 2009, the District's deposits totaled \$281,965, of which \$281,965 were cash deposits and \$ 0 was invested in certificates of deposit. Minnesota Statutes require that all District deposits be covered by insurance, surety bond, or collateral. At December 31, 2009, all the District's deposits were covered by insurance or collateralized with securities held by the District or its agent in the District's name.

IV. CHANGES IN CAPITAL ASSETS

Equipment

Balance January 1, 2009	\$ <u>3,181</u>
Additions	\$ <u>0</u>
Deletions	\$ <u>0</u>
2009 depreciation	\$ <u>1,530</u>
Balance December 31, 2009	\$ <u>1,651</u>

Note: Beginning and Ending Balance are net of accumulated depreciation, which totaled \$ 1,651 as of December 31, 2009.

The District uses a threshold of \$ 1,000 for capitalizing assets purchased. Those physical assets under \$1,000 are expenses directly and not capitalized.

V. DEFERRED REVENUE

Deferred Revenue represents unearned advances from the Minnesota Board of Water and Soil Resources and Freeborn County for various programs. Revenues will be recognized when the related program expenditures are recorded.

Total Deferred Revenue as itemized on "Deferred Revenue Breakdown" is \$ 52,031.

VI. COMPENSATED ABSENCES PAYABLE

Changes in long-term debt for the period ended December 31, 2009 are:

Balance January 1, 2009	\$ <u>14,320</u>
Net Changes in Compensated Absences	\$ <u>1,057</u>

Balance December 31, 2009 \$ 15,377

VI – B. ADJUSTMENTS TO FINANCIAL STATEMENTS

See Note 1-F.

VII. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; employee health; and natural disasters. To cover these risks, the District has purchased commercial insurance. Property and casualty liabilities and workers' compensation are insured through The Minnesota Counties Intergovernmental Trust. The District is covered for errors and omissions through The Minnesota Counties Intergovernmental Trust.

The Minnesota Counties Intergovernmental Trust is a public entity risk pool currently operated as a common risk management and insurance program for its members.

There were no significant reductions in insurance from the previous year or settlements in excess of insurance coverage for any of the past three fiscal years.

VIII. PENSION PLAN

A. Plan Description

The District contributes to a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees Retirement Association of Minnesota (PERA). The PERA provides retirement benefits as well as disability to members, and benefits to survivors upon death of eligible members. PERA administers the Public Employees Retirement Fund (PERF.) The plan and its benefits are established and administered in accordance with Minnesota Statute Chapters 353 and 356. PERA issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Public Employees Retirement Association, 60 Empire Drive, Suite 200, St. Paul, Minnesota, 55103-1855.

B. Funding Policy

Minnesota Statutes Chapter 353 sets the rates for employer and employee contributions. These statutes are established and amended by the state legislature. The District makes annual contributions to the pension plan equal to the amount required by state statutes. PERA Coordinated Plan members were required to contribute 6.0% of their annual covered salary in 2009. The District was required to contribute the following percentage of annual covered payroll: 6.75% for Coordinated Plan PERA members. Employer contribution rates for the Coordinated Plan will increase to 7.00% effective January 1, 2010. The District's employer share of contributions to PERA for the years ending December 31, 2009, 2008, and 2007 were \$ 8,469, \$ 7,691, and \$ 7,059 respectively, equal to the contractually required contributions for each year as set by Minnesota Statute.

IX. OPERATING LEASES

The District leases office space on a yearly basis. Under the current agreement, total costs for 2009 were \$ 8,112.

**BREAKDOWN OF COUNTY REVENUE**  
**2009**

COUNTY REVENUES (breakdown):

ANNUAL ALLOCATION	\$ <u>141,000</u>
WATER PLAN MONEY	\$ _____
WETLAND MONEY	\$ <u>5,000</u>
FEEDLOT MONEY	\$ _____
ABANDONED WELL	\$ _____
DNR SHORELAND	\$ _____
OTHER (specify)	\$ _____
 TOTAL	 \$ <u><u>146,000</u></u>

NOTE: The total should agree with amount reported as **County Revenue** in the "Budgetary Comparison Schedule."

List other "non-cash" county support (i.e. rent, health insurance, etc.) that does not show up anywhere on your annual report.

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## **MANAGEMENT’S DISCUSSION AND ANALYSIS**

### **USING THIS ANNUAL REPORT**

This annual report consists of three parts: management’s discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include a series of financial statements. The Statement of Net Assets and the Statement of Activities (on page 1) provide information about the activities of the Freeborn County Soil and Water Conservation District as a whole and present a longer-term view of the Freeborn County SWCD’s finances. Fund financial statements start on page 2. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Freeborn County SWCD’s operations in more detail than the government-wide statements by providing information about the Freeborn County SWCD’s most significant funds. Since SWCD’s are single-purpose special purpose governments they are generally able to combine the government-wide and fund financial statements into single presentations. Freeborn County SWCD has elected to present in this format.

### **The Statement of Net Assets and the Statement of Activities**

Our analysis of the Freeborn County SWCD as a whole begins on page 2. One of the most important questions asked about the Freeborn County SWCD’s finances is, “Is the Freeborn County SWCD as a whole better or worse off as a result of the year’s activities?” The Statement of Net Assets and the Statement of Activities report information about the Freeborn County SWCD as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year’s revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Freeborn County SWCD’s net assets and changes in them. You can think of the Freeborn County SWCD’s net assets — the difference between assets and liabilities—as one way to measure the Freeborn County SWCD’s financial health, or financial position. Over time, increases or decreases in the Freeborn County SWCD’s net assets are one indicator of whether its financial health is improving or deteriorating.

In the Statement of Net Assets and the Statement of Activities, the Freeborn County SWCD presents Governmental activities. All of the Freeborn County SWCD’s basic services are reported here. Appropriations from the county and state finance most activities.

### **Reporting the Freeborn County SWCD’s General Fund**

#### **Fund Financial Statements**

The fund financial statements provide detailed information about the general fund—not the Freeborn County SWCD as a whole. The Freeborn County SWCD presents only a general fund, which is a governmental fund. All of the Freeborn County SWCD’s basic services are reported in the general fund, which focuses on how money flows into and out of those funds and the balances left at year-end that are available for spending. The fund is reported using an accounting method called modified accrual accounting. This method measures cash and all other financial assets that can be readily converted to cash. The general fund statements provide a detailed short-term view of the Freeborn County SWCD’s general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Freeborn County SWCD’s programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in a reconciliation included with the financial statements.

### **THE FREEBORN COUNTY SWCD AS A WHOLE**

The Freeborn County SWCD's combined net assets were higher, increasing from \$234,385 to \$253,303. In contrast, last year net assets increased by \$18,918. Looking at the net assets and net expenses of governmental and business-type activities separately, however, two very different stories emerge. Our analysis below focuses on the net assets (Table 1) and changes in net assets (Table 2) of the Freeborn County SWCD's governmental and business-type activities.

**Table 1 - Net Assets**

	<u>Governmental Activities</u>	
	<u>2008</u>	<u>2009</u>
Current and other assets	348,287	319,060
Capital assets	3,180	1,651
Total assets	351,467	320,711
Long-term debt outstanding	14,320	15,377
Other liabilities	102,762	52,031
Total liabilities	117,082	67,408
Net assets		
Invested in capital assets,	3,180	1,651
Unrestricted	231,205	251,652
Total net assets	234,385	253,303

Net assets of the Freeborn County SWCD's governmental activities increased by 8 percent \$234,385 compared to \$253,303. Unrestricted net assets—the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements—changed from a \$231,205 to \$251,652 at the end of this year.

**Table 2 - Changes in Net Assets**

	<u>Governmental Activities</u>	
	<u>2008</u>	<u>2009</u>
<b>Revenues</b>		
Program revenues	146,000	146,000
Charges for service	23,590	42,078
State grants and entitlements	49,601	91,296
Federal grant	0.00	0.00
General revenues		
Interest Earnings	3524	2367
Other general revenues	205	224
Total revenues	222,920	281,965
<b>Program expenses</b>		
General government		
Conservation	226,567	260,460
Total expenses	226,547	260,460

The Freeborn County SWCD's total revenues increased by 26 percent \$59,045. The total cost of all programs and services increased by \$33,913, with no new programs added this year.

**Governmental Activities**

Revenues for the Freeborn County SWCD's governmental activities increased by 26 percent \$59,045 while total expenses increased just over 15 percent \$33,913. Overall, the Freeborn County SWCD's governmental program revenues, including intergovernmental aid and fees for services, increased in 2009.

## **THE FREEBORN COUNTY SWCD'S FUNDS**

As the Freeborn County SWCD completed the year, its general fund reported a combined fund balance of \$267,029, which is greater than last year's total of \$245,525. Included in this year's total change in fund balance, is an increase of \$21,504\* in the Freeborn County SWCD's General Fund.

### **General Fund Budgetary Highlights**

Over the course of the year, the Board of Supervisors reviewed the Freeborn County SWCD's budget and did not make changes to appropriations over the final budget amounts.

## **CAPITAL ASSET AND DEBT ADMINISTRATION**

### **Capital Assets**

At the end of 2009, the Freeborn County SWCD's had \$1,651 invested in a broad range of capital assets, including (computers, vehicle, trailer and tree planter). This amount represents a net decrease including (including additions and deletions) of \$3,181 over last year.

### **Long-Term Liabilities**

Freeborn County SWCD obligations include accrued vacation leave and sick leave. More detailed information about the Freeborn County SWCD's long-term liabilities is presented in the Notes to the Financial Statements.

## **CONTACTING THE FREEBORN COUNTY SWCD'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the Freeborn County SWCD's finances and to show the Freeborn County SWCD's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Freeborn County SWCD at 1400 W Main Street, Albert Lea, MN 56007. The telephone number is (507) 373-5607.

\*The increase in revenue is due to a large number of CREP II Program tree plantings and a Contribution Agreement with NRCS for Technical Assistance.