

**FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORT**

**ROCKY MOUNTAIN DEVELOPMENT
COUNCIL RETIREMENT PLAN**

December 31, 2007 and 2006

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Douglas Wilson & Company, P.C.

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FINANCIAL STATEMENTS

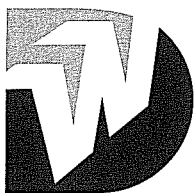
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Douglas WILSON
and Company, PC

To the Board of Directors
Rocky Mountain Development Council
Retirement Plan
Helena, Montana

Douglas N. Wilson, CPA
Randal J. Boysun, CPA
Gerard K. Schmitz, CPA
Michael A. Diekhans, CPA
Myra L. Bakke, CPA
Thomas A. Kopp, CPA

Bruce H. Gaare, CPA
Dixie L. Swanson, CPA

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying statement of net assets available for benefits of Rocky Mountain Development Council Retirement Plan as of December 31, 2007, and the related statement of changes in net assets available for benefits for the year ended December 31, 2007. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, we conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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 audits provide a reasonable basis for our opinion.

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, investment assets held by Crown Point Trust Company and Bank of America, the trustees of the Plan for the nine-month period ended September 30, 2006, and transactions in those assets were excluded from the scope of our audit of the Plan's 2006 financial statements, except for comparing the information provided by the trustees, which is summarized in Note 4, with the related information included in the financial statements.

Because of the significance of the information that we did not audit, we are unable to, and do not, express an opinion on the Plan's financial statements as of December 31, 2006. The form and content of the information included in the 2006 financial statements, other than that derived from the information certified by the trustees, have been audited by us and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

In our opinion, the financial statements, referred to above, of Rocky Mountain Development Council Retirement Plan as of December 31, 2007, and for the year then ended present fairly, in all material respects, the net assets available for benefits of Rocky Mountain Development Council Retirement Plan as of December 31, 2007 and changes in its net assets available for benefits for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit of the Plan's financial statements as of and for the year ended December 31, 2007, was made for the purpose of forming an opinion on the financial statements taken as a whole. The supplemental schedule of assets held at end of year is presented for the purpose of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by the United States Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. The supplemental schedule is the responsibility of the Plan's management. The supplemental schedule has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended December 31, 2007, and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Douglas Wilson + Company, P.C.

Great Falls, Montana
September 26, 2008

ROCKY MOUNTAIN DEVELOPMENT COUNCIL RETIREMENT PLAN

HELENA, MONTANA

STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS
DECEMBER 31, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
ASSETS		
Investments at Fair Value (Note 3):		
Participant Directed:		
Mutual Funds	\$ 943,190	\$ 429,856
Non-Participant Directed:		
Mutual Funds	1,780,922	1,799,182
	<u>2,724,112</u>	<u>2,229,038</u>
Receivables:		
Employer Contributions Receivable	8,801	8,386
Other Receivables	652	2,369
Participant Loans	55,057	-
	<u>64,510</u>	<u>10,755</u>
Total Assets	<u>2,788,622</u>	<u>2,239,793</u>
LIABILITIES		
Accounts Payable	198	-
Total Liabilities	<u>198</u>	<u>-</u>
Net Assets Available for Plan Benefits	<u>\$ 2,788,424</u>	<u>\$ 2,239,793</u>

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

ROCKY MOUNTAIN DEVELOPMENT COUNCIL RETIREMENT PLAN

HELENA, MONTANA

STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS
DECEMBER 31, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
Additions to Net Assets Attributed to:		
Investment Income:		
Net Investment Gains/(Losses)	\$ 31,019	\$ 46,831
Interest, Dividends, Net Realized Gains/(Losses)	182,706	172,107
	<u>213,725</u>	<u>218,938</u>
Employer Contributions	170,987	177,426
Rollover Contributions	345,164	-
Employee Contributions	112,306	120,096
Loan Interest	3,503	-
Total Additions	<u>845,685</u>	<u>516,460</u>
Deductions from Net Assets Attributed to:		
Benefits Paid to Participants	287,197	276,207
Administrative Expense	9,857	25,167
Total Deductions	<u>297,054</u>	<u>301,374</u>
Net Increase	548,631	215,086
Net Assets Available for Benefits:		
Beginning of Year	<u>2,239,793</u>	<u>2,024,707</u>
End of Year	<u>\$ 2,788,424</u>	<u>\$ 2,239,793</u>

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

**ROCKY MOUNTAIN DEVELOPMENT COUNCIL
RETIREMENT PLAN**

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007**

NOTE 1: PLAN DESCRIPTION AND SUMMARY OF ACCOUNTING POLICIES:

The following description of the Rocky Mountain Development Council Retirement Plan (the Plan) Amended and Restated 401(k) provides only general information. Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

General - The Plan is a defined contribution plan covering all employees of Rocky Mountain Development Council (RMDC) who have six months of service, are age twenty or older, and have worked 500 or more hours during the plan year. The Plan is subject to the provisions of the Employee Retirement Security Act of 1974 (ERISA), as amended, up to and including the Internal Revenue Code of 1986.

Accounting Estimates - The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires the Plan administrator to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of additions to and deductions from net assets during the reported period.

Basis of Accounting - The financial statements of the Plan are prepared using the accrual method of accounting.

Contributions - Each year, RMDC provides a discretionary contribution to the Plan determined by the Board of Directors. Contributions were 7% of participant compensation in 2007 and 2006. Participants may contribute up to 100% of their annual compensation subject to certain IRS limitations. Total contributions per participant are subject to annual limits of the lesser of 100% of participant compensation or an annual indexed amount, which was \$46,000 and \$45,000 in 2007 and 2006, respectively.

Participant Accounts - Each participant's account is credited with the participant's contributions and an allocation of (a) RMDC's discretionary contributions; (b) Plan earnings; and (c) forfeitures of terminated participants' non-vested accounts. Allocations are based on participant earnings or account balances, as defined. The benefit to which a participant is entitled is the benefit that can be provided from the participant's account.

Funding - All employer contributions are delivered to the Trustee on a monthly basis. Employee contributions are submitted after each payroll.

Vesting - Participants are immediately 100% vested in their elective deferrals, plus actual earnings thereon. Vesting in the remainder of their account balance is based on years of continuous service. A participant is 100% vested after 5 years of credited service.

Forfeitures - When certain terminations of participation in the plan occur, the nonvested portion of the participant's account, as defined by the Plan, represents a forfeiture. If the participant is re-employed and fulfills certain requirements, as defined by the Plan, the participant's account will be reinstated.

**ROCKY MOUNTAIN DEVELOPMENT COUNCIL
RETIREMENT PLAN**

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007**

Payments of Benefits - On termination of service, a participant may elect to receive either a lump sum amount equal to the vested value of their account, or periodic payments of substantially equal amounts over the participant's life expectancy. Payments of benefits are recorded when paid.

Investments - Quoted market prices are used to value investments in stocks and mutual funds. Cash and cash equivalents held by investment firms are considered to be investments and are valued at cost.

Tax Status - The Internal Revenue Service had determined and informed RMDC by letter dated June 8, 2004, that the Plan and related trust, as then designed, was in compliance with applicable sections of the Internal Revenue Code (IRC). The Plan has been amended since receiving the determination letter. However, the Plan administrator and the Plan's trustees believe that the Plan is currently designed and being operated in compliance with the applicable requirements of the Internal Revenue Code.

Administrative Fees - The Plan administrative fees are paid by the Plan or RMDC.

NOTE 2: PLAN TERMINATION:

Although it has not expressed any intent to do so, RMDC has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA. In the event of plan termination, participants will become 100% vested in their accounts.

NOTE 3: INVESTMENTS:

The following is a summary of investment information regarding the Plan as of December 31, 2007 and 2006, and for the years then ended, included in the Plan's financial statements and supplemental schedule, that was prepared or derived from information prepared by American Funds as of December 31, 2007 and 2006 and furnished to the Plan Administrator.

Fair Value of Investments:

Non-participant directed	<u>2007</u>	<u>2006</u>
American Funds:		
AMCAP Fund	\$ --	\$ 3,110
American Mutual Fund	164,754	180,999
The Growth Fund of America	358,652	358,728
The Bond Fund of America	530,701	519,657
Capital Income Builder	539,418	551,547
Capital World Growth and Income	187,397	185,141
	<u>1,780,922</u>	<u>1,799,182</u>

**ROCKY MOUNTAIN DEVELOPMENT COUNCIL
RETIREMENT PLAN**

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007**

NOTE 3: INVESTMENTS (CONTINUED):

Participant directed	<u>2007</u>	<u>2006</u>
American Funds:		
AMCAP Fund	\$ 40,872	\$ 47,931
American Mutual Fund	80,991	34,638
The Growth Fund of America	75,059	19,098
New Perspective Fund	92,016	18,206
The Bond Fund of America	18,656	23,584
Cash Management Trust of America	60,790	104,654
Fundamental Investors	41,920	13,886
American Balanced Fund	22,331	201
Capital Income Builder	370,567	137,846
U.S. Government Securities Fund	857	154
Capital World Growth and Income	106,957	13,307
New World Fund	<u>32,174</u>	<u>16,351</u>
	<u>943,190</u>	<u>429,856</u>
 Total	 <u>\$ 2,724,112</u>	 <u>\$ 2,229,038</u>

The American Mutual Fund, The Growth Fund of America, The Bond Fund of America, Capital Income Builder, and Capital World Growth and Income each represent 5 percent or more of the Plan's net assets at December 31, 2007 and 2006, respectively.

During 2007 and 2006, the Plan's net unrealized investment gains/(losses) were \$31,019 and \$46,831, respectively. This represents the appreciation in value of the assets held at December 31, 2007. The following schedule reflects the gains/(losses) for each investment held.

NET INVESTMENT GAINS/LOSSES

	<u>2007</u>	<u>2006</u>
Investment gains/losses as determined by the quoted market price:		
American Funds:		
AMCAP Fund	\$ 191	\$ 253
American Mutual Fund	(9,938)	5,634
The Growth Fund of America	12,955	5,906
New Perspective Fund	1,097	(394)
The Bond Fund of America	(11,273)	465
Fundamental Investors	1,612	159
American Balanced Fund	(88)	(4)
Capital Income Builder	17,189	26,837
U.S. Government Securities Fund	17	(1)
Capital World Growth and Income	13,574	5,600
New World Fund	<u>5,683</u>	<u>2,376</u>
	<u>\$ 31,019</u>	<u>\$ 46,831</u>

**ROCKY MOUNTAIN DEVELOPMENT COUNCIL
RETIREMENT PLAN**

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007**

NOTE 4: INFORMATION PREPARED AND CERTIFIED BY TRUSTEES:

The following information included in the accompanying financial statements was obtained from data prepared and certified as complete and accurate by Crown Point Trust Company and Bank of America, trustees for the nine-month period ended September 30, 2006.

Investments, at Fair Value	\$	--
Investment Income	\$	107,208

NOTE 5: PARTICIPANT LOANS RECEIVABLE:

Retirement Plan participants may request loans from vested assets as provided by IRS regulations. Three participants received loans totaling \$62,500 during the year ended December 31, 2007. The loans bear interest at the prime rate effective on the loan date, which was 8.25 percent. Loans must be repaid within five years of origination. Principal payments received during the year totaled \$7,443. The principal balances at December 31, 2007 for the three loans totaled \$55,057. Payment of the remaining principal balance and any accrued interest is due between March 15, 2012 and May 13, 2012.

NOTE 6: CONTINGENCY:

For the years ended December 31, 2007 and 2006, the Plan had no excess deferrals which were returned to participants subsequent to the end of the respective plan years.

NOTE 7: FORFEITED ACCOUNTS:

At December 31, 2007 and 2006, forfeited nonvested accounts totaled \$5,853 and \$12,413, respectively. The forfeitures were allocated to the remaining Plan participants at the end of the respective Plan years.

NOTE 8: PARTY-IN-INTEREST TRANSACTIONS:

The Plan paid expenses totaling \$9,442 and \$25,167 for audit, third-party administrator, and trustee fees during 2007 and 2006, respectively, which qualify as party-in interest transactions.

ACCOMPANYING INFORMATION

ROCKY MOUNTAIN DEVELOPMENT COUNCIL RETIREMENT PLAN

**FORM 5500, SCHEDULE H, PART IV, LINE 4i SCHEDULE OF ASSETS
(HELD AT END OF YEAR) PLAN EIN #81-0296458; PLAN #001
DECEMBER 31, 2007**

(a)	(b)	(c)	(d)	(e)
	<u>Identity of issue, borrower, lessor, or similar party</u>	<u>Description of investment, including maturity date, rate of interest, collateral, par or maturity value</u>	<u>Cost</u>	<u>Current Value</u>
	AMCAP	Mutual Fund 2,048.724 units	\$ 40,681	\$ 40,872
	American Mutual Fund	Mutual Fund 8,726.746 units	255,683	245,745
	The Growth Fund of America	12,938.877 units	420,756	433,711
	New Perspective Fund	Mutual Fund 2,747.569 units	90,919	92,016
	The Bond Fund of America	Mutual Fund 42,064.098 units	560,630	549,357
	Cash Management Trust of America	Mutual Fund 60,790.35 units	60,790	60,790
	Fundamental Investors	Mutual Fund 989.134 units	40,308	41,920
	American Balanced Fund	Mutual Fund 1,160.629 units	22,419	22,331
	Capital Income Builder	Mutual Fund 14,545.797 units	892,796	909,985
	U.S. Government Securities Fund	Mutual Fund 62.851 units	840	857
	Capital World Growth and Income	Mutual Fund 6,628.107 units	280,780	294,354
	New World Fund	Mutual Fund 546.151 units	26,491	32,174
	Participant Loans	8.25% Interest	---	<u>55,057</u>
			<u>\$2,693,093</u>	<u>\$2,779,169</u>