

2014 Financial Report & Budget Analysis



Kittson Soil and Water Conservation District (SWCD)

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Management's Discussion and Analysis

The Kittson Soil and Water Conservation District's (SWCD) discussion and analysis provides an overview of the SWCD's financial activities for the fiscal year ended December 31, 2014. Since this information is designed to focus on the current year's activities, resulting changes and currently known facts, it should be read in conjunction with the SWCD's financial statements.

Financial Highlights

The total net assets are \$ 292,012.00 which \$ 48,047.00 is invested in capital assets and \$ 243,965.00 unrestricted.

At the close of 2014, Kittson SWCD's fund balance was \$ 255,555.00. The fund balance decreased \$ 36,707.00 from the previous year. Of the total fund balance, \$ 9,467.00 is designated for severance pay. The additional \$ 243,965.00 is available to spend at the SWCD's discretion and is noted as unreserved, undesignated fund balance. An adequate fund balance is a necessity to maintain the SWCD's services.

Using this annual report

This annual report consists of three parts: Management's Discussion and Analysis (this section), the basic financial statements, and Notes of the Financial Report. The basic financial statements are per accounting standards. The Statement of Net Assets and the Statement of Activities provide information about the activities of the SWCD as a whole and present a long-term view of the SWCD's finances. Fund financial statements are also available. 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 SWCD's operations in more detail than the government-wide statements providing information about the 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. Kittson Soil and Water Conservation District has elected to present this format.

The statement of Net Assets and the Statement of Activities

One of the most important questions asked about the SWCD's finances is, "Is the 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 SWCD as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities 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 SWCD's net assets and changes in them. You can think of the District's net assets – the difference between assets and liabilities – as a way to measure the District's financial health. Over time, increases or decreases in the SWCD's net assets are an indicator of how the long-term financial health of the SWCD is changing.

In the Statement of Net Assets and the Statement of Activities, the SWCD presents Governmental activities. All the SWCD's basic services are reported here. Appropriations from the county and state finance most operations, with the District generating some revenue from Charges for Services.

Reporting the SWCD's General Fund

The SWCD presents only a general fund, which is a governmental fund. All of the 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 the 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 SWCD's general governmental operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer resources that can be spent in the near future to finance the SWCD's programs and services. We describe the relationship (or differences) between governmental activities (reported in the Statement of

Net Assets and the Statement of Activities) and the governmental funds in a reconciliation included with financial statements.

The SWCD as a Whole

The SWCD's net assets decreased from \$306,310.00 to \$292,012.00. Of the total net assets, \$48,047.00 is invested in capital. These assets are not available for future spending. The unrestricted amount of \$243,965.00 may be used to meet SWCD obligations. A more detailed breakdown of Net Assets is in Table 1.

Table 1

Net Assets

Current and other assets	\$ <u>595,828.00</u>
Capital assets	\$ <u>16,383.00</u>
Total Assets	\$ <u>612,211.00</u>
Long term debt outstanding	\$ <u>11,590.00</u>
Other liabilities	\$ <u>340,273.00</u>
Total Liabilities	\$ <u>351,863.00</u>
Net Assets:	
Invested in capital assets, net of debt	\$ <u>48,047.00</u>
Unrestricted	\$ <u>243,965.00</u>
Total Net Assets	\$ <u>292,012.00</u>

Net assets of the SWCD governmental activities **decreased** by 9.53% (\$306,310.00 compared to \$ 292,012.00). 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 – increased as a result of increased revenue from operations.

Table 2

Changes in Net Assets

Revenues

2014

Program Revenues



Charges for service	\$ <u>38,106.00</u>
State grant and entitlements	\$ <u>36,654.00</u>
General Revenues	
Misc. interest and other Rev	\$ <u>11,169.00</u>
County revenues	\$ <u>163,865.00</u>
Total Revenues	\$ <u>249,794.00</u>
Less Program expenses	
Conservation	\$ <u>286,501.00</u>
Decrease from operations	\$ <u>36,707.00</u>

The SWCD's total revenues **Increased** by \$ 7534.00. The cost of all programs and services **Increased** by \$ 31,165.00, due to the activity in programs.

The SWCD's Funds

As the SWCD completed the year, its general fund (as presented in the balance sheet on page 18 reported a combined fund balance of \$255,555.00 above last year's total of \$297,277.00.

General Fund Budgetary Highlights

The actual revenues were \$ 76,250.00 above the budget amounts. This was due to an increase in programs activity.

Capital Assets

At the end of 2014, the SWCD had \$48,047.00 invested in a broad range of capital assets, including an equipment storage building, tree storage refrigeration unit, two vehicles, an ATV, a Brillion seeder, a Plotmaster seeder as well as computers and miscellaneous office equipment (See Table 3 below). This amount represents a net increase of \$25,945.00 over depreciation.

Table 3
Capital Assets at Year-End
(Net of Depreciation, in Thousands)

	<u>2014</u>	<u>2013</u>
Equipment	48.0	22.1

Long-Term Liabilities

At the end of the fiscal year, the SWCD obligations totaled \$ 11,590.00. This included accrued vacation pay and sick leave payable. A portion of our fund is designated to pay this long term debt. More detailed information about the SWCD's long term liabilities is presented in Notes to the Financial Statements.

Contacting the SWCD's Financial Management

This annual financial reports is designed to provide our citizens a general overview for those interested in the SWCD's finances and to show the SWCD's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Kittson SWCD at 410 South 5th Street, Suite 106, Hallock, MN 56728-4140. The phone number is (218) 843-2619 Extension 3.

COUNTY REVENUES (breakdown):

ANNUAL ALLOCATION	\$66,388.00
WATER PLAN MONEY	\$14,465.00
WETLAND MONEY	\$26,487.00
FEEDLOT MONEY	\$9,875.00
ABANDONED WELL	CLWP
DNR SHORELAND	\$6,237.00
OTHER (SSTS)	\$17,228.00
OTHER (AIS)	\$4,119.00
OTHER (CAI)	\$5,268.00
OTHER (ZONING)	\$13,749.00
OTHER (PLOTMASTER)	\$50.00
TOTAL	\$163,866.00

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.

UNEARNED REVENUE BREAKDOWN - 2014

Balance of BWSR Conservation Delivery: \$ 20,129.00

Balance of unencumbered BWSR Cost-Share Grants: Current fiscal year \$ 9,241.00

Previous fiscal year \$ 0.00

Balance of encumbered BWSR Cost-Share Grant (list each contract separately):

FY	Contract No.	Contract Amount	T & A Encumbered
2013	FY 13-05	\$ 538.00	\$ 134.50
2013	FY 13-07	\$ 792.20	\$ 198.05
2013	FY 13-08	\$ 792.20	\$ 198.05

Total of all Cost-Share Encumbrances \$ 2,653.00

Balance of County WCA Funds: \$ 19,182.00

Balance of County Water Plan Funds: \$ 19,474.00

Balance of Clean water funds \$ 158,639.00

Balance of other funds being deferred (list if any):

Easement Imp. Grant (\$37,232) AIS (-2,059.30) \$ 35,172.70

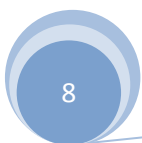
SSTS (\$27,749), Shoreland (\$ 2,278), and Feedlot Pef. (533) \$ 30,560.00

Feedlot (\$11,078), Beaver (\$1,780.00) and CAI (\$ (1,502)) \$ 14,360.00

Well Sealing Levy (1,972), Drainage Ditch Inventory (5,000) \$6,972.00

Subtotal of other funds: \$ 87,065.00

TOTAL OF ALL DEFERRED REVENUE: \$ **316,383.00**



NOTES TO THE FINANCIAL STATEMENTS

December 31, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial reporting policies of the Kittson 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 Kittson 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 Kittson 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 Kittson 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.

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 segments 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 No exchange Transactions, revenues for no exchange 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 is 4-6 hours per pay period. Sick leave accrual is 12 days per year. The limit on the accumulation of annual leave is 240 hours and the limit on sick leave is 880 hours. Upon termination from the District by retirement or illness or death, employees are paid accrued vacation leave and up to 240 hours of accrued sick leave.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

(Use only notes that are applicable to your district—if one does not apply, type "N/A" in those blanks, except item "C")

A. General Fund Deficit

At December 31, 2014, 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 2014, actual expenditures, \$286,501.00 exceeded budgeted expenditures, \$197,959.00 by \$51,650.00.

C. Uncollateralized deposits

During 2014, the District's deposits with financial institutions \$570,014.00 (exceeded at various times, 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, 2014, the District's deposits totaled \$558,868.00, of which \$ 25,060.00 was cash deposits and \$351,868.49 was invested in certificates of deposit. Minnesota Statutes require that all District deposits be covered by insurance, surety bond, or collateral. At December 31, 2014, 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, 2014	\$ <u>22,102</u>
Additions	\$ <u>36,892</u>
Deletions	\$ <u>1,248</u>
2014 depreciation	\$ <u>10,947</u>
Balance December 31, 2014	\$ <u>46,799</u>

Note: Beginning and Ending Balance are net of accumulated depreciation, which totaled \$ 88,380.00 as of December 31, 2014.

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 Kittson 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
\$ 316,383.00

VI. COMPENSATED ABSENCES PAYABLE

Changes in long-term debt for the period ended December 31, 2014 are:

Balance January 1, 2014	\$ <u>13,070.00</u>
Net Changes in Compensated Absences	\$ <u>1480.00</u>
Balance December 31, 2014	\$ <u>11,590.00</u>

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 MN Counties Insurance Trust. The District is covered for errors and omissions through MN Counties Insurance Trust.

The Minnesota Counties Insurance 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 plans equal to the amount required by state statutes. PERF Basic Plan members and Coordinated Plan members were required to contribute 6.25% and 7.25%, respectively, of their annual covered salary in 2014. The District was required to contribute the following percentages of annual covered payroll: 13.5% for Basic Plan PERF members and 7.00% for Coordinated Plan PERA members. Employer contribution rates for the Coordinated Plan will increase/decrease to 7.25% effective January 1, 2014. The District's employer share of contributions to PERA for the years ending December 31, 2014, 2013, and 2012 were \$9633.80, \$8737.41, and \$7360.24 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 2014 were \$8,376.

2015 Kittson SWCD Budget

Revenues:

Intergovernmental Revenue

County	\$86,654	1.
State	\$29,399	2.
Other State Grants	<u>\$60,473</u>	3.
<i>Total Intergovernmental</i>	<i>\$ 176,526</i>	

Charges for Service ***\$39,500***

Miscellaneous Revenue

Interest	\$ 3,000
Other	\$ 226
Misc. (Dividend MCIT & CWA)	\$ 2,500
CWA (Conservation Work Agreement)	<u>\$ \$0</u>
<i>Total Miscellaneous</i>	<i>\$ 5,726</i>

Total Revenues **\$ 379,250**

Expenditures:

District Operations

Personal Services	\$141,764
Other Services & Charges	\$ 27,576
<i>Total Operations Expense</i>	<i>\$169,340</i>

Project Expenditures

District	\$25,000
State (Cost Share)	\$ 7,205
Project Expense	\$ 1,700
CLWP	\$ 9,772
<i>Total Project Expense</i>	<i>\$43,677</i>

Total Expenditures **\$213,017**

1. County Allocation = \$86,654 (\$42,400 + CAI \$10,300 + Zoning \$33,954)
2. BWSR State = \$29,399 (State CS \$9,607 + BWSR Cons. Delivery \$19,184 + Easement Serv. \$368 + Ob Well \$240)
3. Other State Grants = \$60,473 (CLWP \$15,279 + WCA \$16,447 + Feedlot \$7,500 + Shoreland \$2,647 + SSTS \$18,600)

KITTSOON SOIL AND WATER CONSERVATION DISTRICT
HALLOCK, MINNESOTA

STATEMENT OF NET ASSETS AND
GOVERNMENTAL FUND BALANCE SHEET
FOR THE YEAR ENDED DECEMBER 31, 2014

	General Fund	Adjustments See Notes	Statement of Net Assets
<u>Assets</u>			
Cash and investments	\$570,014.00		\$570,014.00
Accounts receivable	\$14,158.00		\$14,158.00
Due from other governments	\$6,960.00		\$6,960.00
Interest Received	\$4,696.00		\$4,696.00
Undeposited Funds	\$0.00		\$0.00
Capital Assets:	\$0.00		\$0.00
Equipment (net of accumulated depreciation)		\$48,047.00	\$48,047.00
Total Assets	<u>\$595,828.00</u>	<u>\$48,047.00</u>	<u>\$643,875.00</u>
<u>Liabilities</u>			
Current liabilities:			
Accounts payable	\$5,335.00		\$5,335.00
Salaries payable	\$5,808.00		\$5,808.00
Sales Tax Payable	\$280.00		\$280.00
Tree Deposits	\$1,175.00		\$1,175.00
Unearned Revenue	\$316,38.00		\$316,383.00
Long-term liabilities			
Due within one year	\$11,292.00	\$0.00	\$11,292.00
Due after one year		\$11,590.00	\$11,590.00
Total Liabilities	<u>\$340,273.00</u>	<u>\$11,590.00</u>	<u>\$351.863.00</u>
<u>Fund Balance/Net Assets</u>			
Fund Balance/Net Assets			
Nonspendable (Prepays, Inventories)			
Unrestricted			
Committed or Assigned			
Unassigned	\$255,555.00	-\$255,555.00	\$0.00
Total Fund Balance	<u>\$255,555.00</u>	<u>-\$255,555.00</u>	<u>\$0.00</u>
Net Assets			
Invested in capital assets		\$48,047.00	\$48,047.00
Unrestricted		\$243,965.00	\$243,965.00
Total Net Assets		<u>\$292,012.00</u>	<u>\$292,012.00</u>

KITTSOON SOIL AND WATER CONSERVATION DISTRICT
HALLOCK, MINNESOTA

STATEMENT OF ACTIVITIES AND
GOVERNMENTAL FUND REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED DECEMBER 31, 2014

	General Fund	Adjustments See Notes	Statement of Activities
Revenues			
Intergovernmental	\$200,519	\$0	\$200,519
Charges for services	38,106	0	38,106
Investment earnings	2,471	0	2,471
Miscellaneous	8,698	0	8,698
Total Revenues	\$249,794	\$0	\$249,794
Expenditures/Expenses			
Conservation			
Current	\$249,609	\$9,467	\$259,076
Capital outlay	\$36,892	(36,892)	0
Total Expenditures/Expenses	\$286,501	(27,425)	\$259,076
Excess of Revenues Over (Under)			
Expenditures/Expenses	(\$36,707)	\$27,425	(\$9,282)
Fund Balance/Net Assets January 1	292,263	9,033	301,296
Fund Balance/Net Assets December 31	\$255,556	\$36,458	\$292,014

Notes are an integral part of the basic financial statements.

KITTSOIL SOIL AND WATER CONSERVATION DISTRICT
HALLOCK, MINNESOTA

BUDGETARY COMPARISON STATEMENT
BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED DECEMBER 31, 2014

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance with Final Budget <u>Positive (Neg)</u>
Revenues				
Intergovernmental				
County	\$51,200	\$51,200	\$163,865	\$112,665
Local	0	0	0	0
Federal	0	0	0	0
State grant	89,752	89,752	36,654	(\$53,098)
Total intergovernmental	\$140,952	\$140,952	\$200,519	\$59,567
Charges for services	\$23,866	\$23,866	\$38,106	\$14,240
Miscellaneous				
Interest earnings	\$3,000	\$3,000	\$2,471	(\$529)
Other	5,726	5,726	8,698	2,972
Total miscellaneous	\$8,726	\$8,726	\$11,169	\$2,443
Total Revenues	\$173,544	\$173,544	\$249,794	\$76,250
Expenditures				
District operations				
Personnel services	\$133,912	\$133,912	\$173,166	(\$39,254)
Other services and charges	2,000	2,000	46,446	(44,446)
Supplies	1,500	1,500	32	1,468
Capital outlay	0	0	36,892	(36,892)
Total district operations	\$137,412	\$137,412	\$256,536	(\$82,232)
Project expenditures				
District	\$53,342	\$53,342	\$18,327	\$35,015
State	7,205	7,205	11,638	(4,433)
Total project expenditures	\$60,547	\$60,547	\$29,965	\$30,582
Total Expenditures	\$197,959	\$197,959	\$286,501	(\$51,650)
Excess of Revenues Over (Under)				
Expenditures	(\$24,415)	(\$24,415)	(36,707)	\$24,600
Fund Balance - January 1	\$252,908	\$252,908	\$292,263	\$0
Fund Balance - December 31	\$228,493	\$228,493	\$255,556	\$24,600

Notes are an integral part of the basic financial statements.