

MAURICE RIVER
FIRE DISTRICT NO. 3
COUNTY OF CUMBERLAND
REPORT OF AUDIT
DECEMBER 31, 2016

MAURICE RIVER TOWNSHIP FIRE DISTRICT NO. 3

COUNTY OF CUMBERLAND

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MAURICE RIVER TOWNSHIP FIRE DISTRICT NO. 3

COUNTY OF CUMBERLAND

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MAURICE RIVER
FIRE DISTRICT NO. 3
ROSTER OF OFFICIALS

The following officials were in office during 2016:

<u>NAME</u>	<u>TITLE</u>
<u>Board of Commissioners</u>	
Glenn Ewan	President
Keith Kelley	Secretary
Jack Lafferty, Jr.	Commissioner
John Lafferty, Sr.	Commissioner
Jeffrey Rascone	Commissioner

A blanket surety bond was in force with Selective Insurance Company of America in the amount of \$100,000.

FINANCIAL SECTION

NIGHTLINGER, COLAVITA & VOLPA

*A Professional Association
Certified Public Accountants*

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April 25, 2017

INDEPENDENT AUDITOR'S REPORT

Chairman and Members of the
Maurice River Fire District No. 3
County of Cumberland
P.O. Box 31
Port Elizabeth, New Jersey 08348

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of the Maurice River Fire District No. 3, in the County of Cumberland, State of New Jersey as of and for the year ended December 31, 2016, which collectively comprise the basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

The Fire District's Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these basic financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; standards applicable to financial audits contained in **Government Auditing Standards** issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Bureau of Authority Regulation, Division of Local Government Services, State of New Jersey. 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinions.

Opinions

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, and each major fund of the Maurice River Township Fire District No. 3, County of Cumberland, State of New Jersey, as of December 31, 2016, and the respective changes in financial position thereof and for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the accompanying Management Discussion and Analysis on pages 6 through 12 along with budgetary comparison information on pages 31 through 33 as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Fire District's basic financial statements as a whole. The related major fund supporting statements and schedules listed in the table of contents are also presented for purposes of additional analysis and are not a required part of the basic financial statements. These statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with **Government Auditing Standards**, we have also issued our report dated April 25, 2017 on our consideration of the Fire District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with **Government Auditing Standards** and should be considered in assessing the results of our audit.

Respectfully submitted,

NIGHTLINGER, COLAVITA & VOLPA, P.A.

Raymond Colavita, C.P.A.
Registered Municipal Accountant

NIGHTLINGER, COLAVITA & VOLPA

A Professional Association

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April 25, 2017

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

INDEPENDENT AUDITOR'S REPORT

Chairman and Members of the
Maurice River Fire District No. 3
County of Cumberland
P.O. Box 31
Millville, New Jersey 08348

We have audited the financial statements of the governmental activities and each major fund of the Maurice River Fire District No. 3, in the County of Cumberland, State of New Jersey as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the Maurice River Fire District No. 3's basic financial statements and have issued our report thereon dated April 25, 2017. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and in compliance with audit requirements as prescribed by the Bureau of Authority Regulation, New Jersey Division of Local Government Services, State of New Jersey.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatement on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did identify two deficiencies in internal control, labeled 2016-1 and 2016-2, that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance And Other Matters

As part of obtaining reasonable assurance about whether the Fire District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed three instances of noncompliance or other matters that are required to be reported under **Government Auditing Standards**.

Purpose of this Report

The purpose of this report is solely describe the scope of our testing of internal control and compliance and the results of that testing and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with **Government Auditing Standards** in considering the entity's internal control and compliance. However, this report is a matter of public record.

Respectfully submitted,

NIGHTLINGER, COLAVITA & VOLPA, P.A.

Raymond Colavita, C.P.A.
Registered Municipal Accountant

REQUIRED SUPPLEMENTARY INFORMATION – PART I

**MAURICE RIVER TOWNSHIP FIRE DISTRICT NO. 3
COUNTY OF CUMBERLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2016
UNAUDITED**

As management of the Maurice River Township Fire District No. 3, we offer readers of the Maurice River Township Fire District No. 3 financial statements this narrative overview and analysis of the financial activities of the Fire District for the year ended December 31, 2016. The intent of this discussion and analysis is to look at the Fire District's financial performance as a whole. Readers should also review the information furnished in the notes to the basic financial statements along with the financial statements to enhance their understanding of the Fire District's financial performance.

Financial Highlights

- The assets of Maurice River Township Fire District No. 3 exceeded its liabilities at the close of the most recent year by \$202,881 (Net Position).
- As of the close of the current year, the Maurice River Township Fire District No. 3's governmental funds reported combined ending fund balances of \$136,861, which is a decrease of \$33,877 in comparison with the prior year.

Overview of Financial Statements

This discussion and analysis is intended to serve as an introduction to the Maurice Township Fire District No. 3's basic financial statements. The Fire District's basic financial statements comprise three components: (1) district-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements.

District-wide Financial Statements. The district-wide financial statements are designed to provide readers with a broad overview of the Maurice River Township Fire District No. 3's finances, in a manner similar to a private sector business.

The Statement of Net Position presents information on all of the Maurice River Township Fire District No. 3's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Maurice River Township Fire District No. 3 is improving or deteriorating.

The Statement of Activities presents information showing how the Maurice River Township Fire District No. 3's net position changed during the most recent year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.

Thus, revenues and expenses are reported in this statement for certain items that will result in cash flows in future periods.

Both of the district-wide financial statements distinguish functions of the Maurice River Township Fire District No. 3 that are principally supported by taxes and intergovernmental revenues (governmental activities). The activities of the Fire District include fire-fighting/suppression services that are provided to the citizens of the Maurice River Township Fire District No. 3.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Maurice River Township Fire District No. 3, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Fire District constitute one fund type, which is the governmental fund type.

Governmental Funds. All of the Maurice River Township Fire District No. 3's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future periods. These funds are reported using an accounting method called the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Maurice River Township Fire District No. 3's general government operations and the basic services it provides. Government fund information provides insight as to determining a range of financial resources available to finance fire-fighting/suppression services in the near future.

The Maurice River Township Fire District No. 3 maintains a maximum of four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund, special revenue fund, capital projects fund, and the debt service fund.

The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Also, Maurice River Township Fire District No. 3 adopts an annual budget in accordance with N.J.S.A. 40A:14:78-3. Budgetary comparison schedules have been provided to demonstrate compliance regarding spending within the budget, as well as provide management with a planning tool to achieve the goals of the District.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the district-wide and fund financial statements. The notes to financial statements are an integral part of the financial statements.

District-wide Financial Analysis

The net position reported each year, and amount of change thereon, provide a useful indicator of a government's financial position. In the case of the Maurice River Township Fire District No. 3, assets exceeded liabilities by \$202,881 at the close of the current year.

A portion of the Fire District's Net Position reflects its investment in capital assets (i.e., land buildings, equipment) less any related debt used to acquire those assets that is still outstanding. The District uses these assets to provide fire-fighting/suppression services to the citizens of the Maurice River Township Fire District No. 3. Consequently these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from operating sources, since the capital assets themselves cannot be used to liquidate those liabilities.

Statement of Net Position

Table 1 provides a comparative summary of the Fire District's net position for the years ended in 2016 and 2015.

**Table 1
Net Position**

	<u>2016</u>	<u>2015</u>
Assets		
Cash	\$ 138,247	\$ 180,494
Prepaid Expense	8,260	
Capital Assets, Net	239,208	3,865
Total Assets	<u>385,715</u>	<u>184,359</u>
Liabilities		
Accounts Payable	46	156
Accrued Interest on Long-Term Debt	3,728	
Due Within One Year	16,927	
Reserve for LOSAP	9,600	9,600
Due Beyond One Year	152,533	
Total Liabilities	<u>182,834</u>	<u>9,756</u>
Net Position	<u>\$ 202,881</u>	<u>\$ 174,603</u>
Analysis of Net Position		
Invested in Capital Assets, Net of Related Debt	\$ 69,748	\$ 3,865
Restricted for		
Future Capital Outlay	59,612	38,565
Debt Service	713	
Unrestricted	72,808	132,173
Total Net Position	<u>\$ 202,881</u>	<u>\$ 174,603</u>

Net position of governmental activities increased \$28,278 from the previous year, resulting from an increase in total assets of \$201,356 and an increase in total liabilities of \$173,078.

During 2016, \$60,000 was used for the purpose of funding the down payment on the new fire truck.

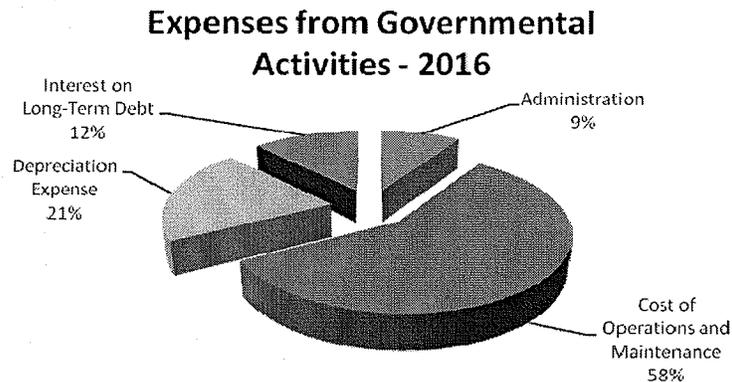
The District's investment in capital assets (net of related debt) increased by \$235,343, due to the addition of the new fire truck.

Governmental Activities. The Statement of Activities shows the cost of the governmental activities program services and the charges for services and grants offsetting those services for the year's 2016 and 2015.

Table 2
Statement of Activities

	<u>2015</u>	<u>2014</u>
Expenses		
Operating Expenses		
Administration	\$ 6,472	\$ 10,369
Cost of Operations and Maintenance	40,337	41,792
Depreciation Expense	14,345	19,483
Interest on Long-Term Debt	8,637	
	<u>69,791</u>	<u>71,644</u>
Total Program Expenses		
Program Revenues		
Operating Grants & Contributions	576	576
	<u>69,215</u>	<u>71,068</u>
Net Program Expenses		
Taxes:		
Property Taxes, Levied for General Purpose	75,382	89,056
Property Taxes, Levied for Debt Service	21,400	
Unrestricted Investment Earnings	111	129
Miscellaneous	600	5,712
	<u>97,493</u>	<u>94,897</u>
Total General Revenues		
Increase in Net Position	28,278	23,829
Net Position, January 1	174,603	150,774
Net Position, December 31	<u>\$ 202,881</u>	<u>\$ 174,603</u>

Property taxes constituted 99% of revenues for government activities for the Fire District for the year 2016. The following chart depicts the allocation of District expenses for the year 2016:



Financial Analysis of the Government Funds

As stated earlier, the Maurice River Township Fire District No. 3 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Fund - The focus of the Maurice River Township Fire District No. 3's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Maurice River Township Fire District No. 3's financing requirements. In particular, unrestricted fund balance may serve as a useful measure of a government's net resources available for spending at the end of the year and as a useful measure of permitting a governmental unit to maintain cash flow in anticipation of tax collections.

As of the end of the current year, the Maurice River Township Fire District No. 3's governmental funds reported combined ending fund balances of \$136,861, which is a decrease of \$33,877 in comparison with the prior year.

The unrestricted portion of the District's fund balance constituted \$76,536, of which, \$16,950 has been utilized to fund the District's 2017 Budget and \$59,586 is unassigned in the general fund. The restricted portion of \$59,612 is in reserve for future capital outlay and \$713 for debt service. Use of these funds are subject to approval of the voters of the Maurice River Township Fire District No. 3. The general fund is the main operating fund of the Maurice River Township Fire District No. 3.

The fund balance of Maurice River Township Fire District No. 3's general fund decreased \$33,877 during the current year. Key factors are as follows:

- The Maurice River Township Fire District No. 3 expended \$60,000 for the down payment of the new fire truck.
- Actual expenditures were \$20,678 less than anticipated. The more significant (\$1,000 or more) under spent line items are as follows:

- Maintenance and Repairs by \$7,225
- Supplies by \$7,350
- Training and Education by \$2,150
- Professional Services by \$1,672
- Testing & Inspections by \$1,011

Revenues increased \$2,596 from the year before, as a result of an increase in the tax levy of \$7,726 and decreases in miscellaneous of \$5,112 and interest of \$18. Operating expenses increased \$58,385 over the same time period.

Capital Projects Fund

The capital projects fund has a balance of \$2,591, consisting of \$91 remaining from a VESO loan and \$2,500 donated by the Port Elizabeth Fire Company.

General Fund Budgetary Highlights

During the course of the 2016 year the District modified its general fund budget in conformance with statute through budget transfers approved in the minutes. None of these transfers was considered material.

No grants or aid were awarded during the year other than \$576 from the Supplemental Fire Services Program.

The original budgetary revenue estimate of \$75,958 was the same as the final budget. This amount was made up of \$75,382 for property taxes (local tax levy), and \$576 for state aid revenues (supplemental fire services grant).

The original budgetary estimate of \$92,458 was the same as the final budget for planned expenditure appropriations.

The final budgetary basis expenditures appropriation estimate exceeded the final budgetary basis revenue in the amount of \$16,500. This represents the amount of Fund Balance required to balance the 2016 Budget.

Capital Assets and Debt Administration

The Maurice River Township Fire District No. 3's investment in capital assets for its governmental activities as of December 31, 2016 amounts to \$239,208. This investment in capital assets includes building improvements, vehicles and firefighting equipment.

The balance in accumulated depreciation, as of December 31, 2016 was \$14,355.

CAPITAL ASSETS (NET OF ACCUMULATED DEPRECIATION COMPUTED)

	2016	2015
Vehicle	\$ 233,476	\$
Firefighting Equipment	5,732	3,865
	<u>\$ 239,208</u>	<u>\$ 3,865</u>

Additional information on the Maurice River Township Fire District No. 3's capital assets can be found in Note 4 in the notes to financial statements.

Long-Term Obligations

As of December 31, 2016, the Maurice River Township Fire District No. 3 had one obligation under a capital lease agreement for a fire truck.

Economic Factors and Next Years Budget

For the 2016 year the Maurice River Township Fire District No. 3 was able to sustain its budget through the district tax levy and other sources of revenue. Approximately 99% of total revenue is from the local tax levy, while the remaining 1% is from other sources.

The Board of Fire Commissioners adopted the 2017 budget January 3, 2017 and the voters subsequently approved the budget at the annual fire district election held on February 21, 2017.

Contacting the Fire District's Financial Management

This financial report is designed to provide our patrons, citizens, taxpayers, and creditors with a general overview of the Fire District's finances and to show the Fire District's accountability for the money it receives. If you have questions about this report or need additional information contact Mr. Glenn Ewan, Chairman, Maurice River Fire District No. 3, PO Box 383, Port Elizabeth, NJ 08348.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

MAURICE RIVER FIRE DISTRICT NO. 3
STATEMENT OF NET POSITION
DECEMBER 31, 2016

	<u>Governmental Activities</u>
ASSETS	
Cash and Cash Equivalents (Note 2)	\$ 138,247
Prepaid Expense	8,260
Capital Assets, Net (Note 4)	239,208
Total Assets	<u>385,715</u>
LIABILITIES	
Accounts Payable	46
Accrued Interest on Long-Term Debt	3,728
Due Within One Year (Note 6)	16,927
Noncurrent Liabilities:	
Reserve for LOSAP	9,600
Due Beyond One Year (Note 6)	152,533
Total Liabilities	<u>182,834</u>
NET POSITION	
Invested in Capital Assets, Net of Related Debt	69,748
Restricted:	
Future Capital Outlay	59,612
Debt Service	713
Unrestricted	72,808
Total Net Position	<u>\$ 202,881</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

MAURICE RIVER FIRE DISTRICT NO. 3
STATEMENT OF ACTIVITIES
DECEMBER 31, 2016

	<u>Governmental Activities</u>
Expenses:	
Operating Appropriations:	
Administration	\$ 6,472
Cost of Operations and Maintenance	40,337
Depreciation Expense (Note 4)	14,345
Interest on Long-Term Debt	8,637
	<hr/>
Total Program Expenses	69,791
	<hr/>
Program Revenues:	
Operating Grants and Contributions	576
	<hr/>
Net Program Expenses	69,215
	<hr/>
General Revenues:	
Taxes:	
Property Taxes, Levied for General Purposes	75,382
Property Taxes, Levied for Debt Service	21,400
Unrestricted Investment Earnings	111
Miscellaneous	600
	<hr/>
Total General Revenues	97,493
	<hr/>
Increase in Net Position	28,278
	<hr/>
Net Position, January 1	174,603
	<hr/>
Net Position, December 31	\$ 202,881
	<hr/> <hr/>

The accompanying Notes to Financial Statements are an integral part of this statement.

FUND FINANCIAL STATEMENTS

MAURICE RIVER FIRE DISTRICT NO. 3
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2016

	General Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS				
Cash and Cash Equivalents	\$ 134,943	\$ 2,591	\$ 713	\$ 138,247
Prepaid Expense	8,260			8,260
Total Assets	\$ 143,203	\$ 2,591	\$ 713	\$ 146,507
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 46			\$ 46
Reserve for LOSAP	9,600			9,600
Total Liabilities	9,646			9,646
Fund Balances:				
Restricted for:				
Future Capital Outlay	57,021	2,591		59,612
Debt Service Fund			713	713
Assigned Fund Balance				
Designated for Subsequent Year's Expenditures	16,950			16,950
Unassigned, Reported in:				
General Fund	59,586			59,586
Total Fund Balances	133,557	2,591	713	136,861
Total Liabilities and Fund Balances	\$ 143,203	\$ 2,591	\$ 713	

Amounts reported for *governmental activities* in the statement of net position (A-1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$347,103. Accumulated Depreciation was computed at \$107,895. (Note 4)	239,208
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(169,460)
Accrued interest on the Capital lease is not paid within the current period and therefore, not reported in the Governmental Funds.	(3,728)
Net position of governmental activities	\$ 202,881

The accompanying Notes to Financial Statements are an integral part of this statement.

MAURICE RIVER FIRE DISTRICT NO. 3
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
REVENUES				
Amount to be Raised by Taxation	\$ 75,382	\$	\$ 21,400	\$ 96,782
Operating Grant Revenue	576			576
Non-Budgetary Revenues	711			711
Total Revenues	<u>76,669</u>		<u>21,400</u>	<u>98,069</u>
EXPENDITURES				
Operating Appropriations:				
Administration	6,472			6,472
Cost of Operations and Maintenance	44,261			44,261
Capital Lease				
Principal			16,491	16,491
Interest			4,909	4,909
Capital Outlay	59,813			59,813
Total Expenditures	<u>110,546</u>		<u>21,400</u>	<u>131,946</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(33,877)</u>			<u>(33,877)</u>
OTHER FINANCING SOURCES (USES)				
Total Other Financing Sources and Uses				
Net Change in Fund Balances	<u>(33,877)</u>			<u>(33,877)</u>
Fund Balance—Jan 1	<u>167,434</u>	<u>2,591</u>	<u>713</u>	<u>170,738</u>
Fund Balance—Dec 31	<u>\$ 133,557</u>	<u>\$ 2,591</u>	<u>\$ 713</u>	<u>\$ 136,861</u>

The accompanying Notes to Financial Statements are an integral part of this statement.