

CITY OF MOBRIDGE
AUDITED FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2018

KOHLMAN, BIERSCHBACH & ANDERSON, LLP
CERTIFIED PUBLIC ACCOUNTANTS

**CITY OF MOBRIDGE
CITY OFFICIALS
DECEMBER 31, 2018**

Mayor:

Gene Cox

Governing Board:

Jade Mound
Jeffery Laundreaux
Curtis Reichert
Tom O'Connell
Tony Yellowboy
Randy Carlson

City Administrator:

Christine Goldsmith

Financial Officer:

Heather Beck

Attorney:

Austin Hoffman
Rick Cain

CITY OF MOBRIDGE

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KOHLMAN, BIERSCHBACH & ANDERSON, LLP
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WITH OFFICE IN
MILLER, SOUTH DAKOTA

INDEPENDENT AUDITORS' 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

City Council
City of Mobridge
Mobridge, South Dakota

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Mobridge, South Dakota (City), as of and for the year ended December 31, 2018, which collectively comprise the City's basic financial statements and have issued our report thereon dated September 30, 2019, which was adverse because of financial statement deficiencies. Our report includes a reference to other auditors who audited the financial statements of Mobridge Housing and Redevelopment Commission, as described in our report on the City of Mobridge's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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 City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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 misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the City'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 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 and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Current Audit Findings that we consider to be material weaknesses. These are listed as items 2018-001 through 2018-005.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from 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 an instance of noncompliance or other matter that is required to be reported under Government Auditing

Standards and which is described in the accompanying Schedule of Current Audit Findings as item 2018-004.

City's Responses to Findings

The City's responses to the findings identified in our audit are described in the accompanying Corrective Action Plan. The City's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to 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 City'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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. As required by South Dakota Codified Law 4-11-11, this report is a matter of public record and its distribution is not limited.

September 30, 2019

Kobler, Dillion & Ad, LLP

CITY OF MOBRIDGE
SCHEDULE OF PRIOR AUDIT FINDINGS
DECEMBER 31, 2018

PRIOR AUDIT FINDINGS:

2017-001

A material weakness was reported for lack of segregation of duties for cash and investments, revenues and receivables, inventories, capital assets, equity, debt, expenditures, and payroll.

Status:

This finding has not been corrected and is restated as current audit finding 2018-001.

2017-002

During the course of our engagement, we proposed material audit adjustments that would not have been identified as a result of the City's existing internal controls, and therefore could have resulted in a material misstatement of the City's financial statements.

Status:

This finding has not been corrected and is restated as current audit finding 2018-002.

2017-003

The City does not have an internal control system designed to provide for the preparation of the annual financial statements being audited, including required footnotes and disclosures, in accordance with generally accepted accounting principles. As auditors, we were requested to draft the financial statements.

Status:

This finding has not been corrected and is restated as current audit finding 2018-003.

2017-004

A material weakness was reported for a lack of proper general capital asset records to support the amounts reported for general capital assets, enterprise capital assets, and depreciation expense; therefore, the City is not in compliance with SDCL 5-24-4.

Status:

This finding has not been corrected and is restated as current audit finding 2018-004.

2017-005

The City does not have controls in place to restrict access of the Mayor's signature stamp.

Status:

This finding has not been corrected and is restated as current audit finding 2018-005.

CITY OF MOBRIDGE
SCHEDULE OF CURRENT AUDIT FINDINGS
DECEMBER 31, 2018

CURRENT AUDIT FINDINGS:

Internal Control-Related Findings - Material Weaknesses:

2018-001

Criteria

Internal control can help the City achieve its performance targets and prevent loss of resources. It can help ensure reliable financial reporting and it can help ensure that the City complies with laws and regulations.

Condition Found

A material weakness was reported for lack of segregation of duties for cash, investments, revenues, receivables, inventories, capital assets, equity, debt, expenditures and payroll.

Cause

The City of Mobridge has a limited number of employees who prepare all records for cash, investments, revenues, receivables, inventories, capital assets, equity, debt, expenditures and payroll.

Effect

This is undesirable from an internal control viewpoint and could result in a loss of control over accounting transactions and errors not found in a timely manner.

Recommendation

We recommend the City Council take a more active role in their oversight of cash, investments, revenues, receivables, inventories, capital assets, equity, debt, expenditures and payroll.

Identification as a repeat finding

Yes, this is a restatement of 2017-001.

Management's Response

See the City's corrective action plan on pages 8 - 9.

2018-002

Criteria

An organization's internal control structure should provide for the recording of all necessary material adjustments in order to ensure that accounting records are in accordance with generally accepted accounting principles.

Condition Found

During the course of our engagement, we proposed material audit adjustments that would not have been identified as a result of the City's existing internal controls, and therefore could have resulted in a material misstatement of the City's financial statements.

CITY OF MOBRIDGE
SCHEDULE OF CURRENT AUDIT FINDINGS
DECEMBER 31, 2018
(Continued)

Cause

The City of Mobridge does not have sufficient staff to ensure all adjustments are recorded.

Effect

This condition may affect the City's ability to record, process, summarize, and report financial statement data consistent with the assertions of management in the financial statements.

Recommendation

This circumstance is not unusual in an organization of your size. It is the responsibility of management and those charged with governance to make the decision whether to accept the degree of risk associated with this condition because of cost or other considerations.

Identification as a repeat finding

Yes, this is a restatement of 2017-002.

Management's Response

See the City's corrective action plan on pages 8 - 9.

2018-003

Criteria

An organization's internal control structure should provide for the preparation of financial statements in accordance with generally accepted accounting principles (GAAP).

Condition Found

The City does not have an internal control system designed to provide for the preparation of the annual financial statements being audited, including required footnotes and disclosures, in accordance with the generally accepted accounting principles. As auditors, we were requested to draft the financial statements.

Cause

The City does not have sufficient staff to ensure the preparation of the financial statements in accordance with generally accepted accounting principles (GAAP).

Effect

This condition may affect the City's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

Recommendation

This circumstance is not unusual in an organization of your size. It is the responsibility of management and those charged with governance to make the decision whether to accept the degree of risk associated with this condition because of cost or other considerations.

CITY OF MOBRIDGE
SCHEDULE OF CURRENT AUDIT FINDINGS
DECEMBER 31, 2018
(Continued)

Identification as a repeat finding

Yes, this is a restatement of 2017-003.

Management's Response

See the City's corrective action plan on pages 8 - 9.

2018-004

Criteria

The City is responsible for maintaining proper general capital assets, enterprise capital assets, and depreciation records.

Condition Found

A material weakness was reported for not maintaining proper capital asset records to support the amounts reported for general capital assets, enterprise capital assets, and depreciation expense; therefore, the City is not in compliance with SDCL 5-24-4.

Cause

The City does not have complete records of capital assets on file.

Effect

This has resulted in diminished controls over capital assets and can result in misleading information being presented to the users of the financial statements.

Recommendation

We recommend the City Council conduct a comprehensive physical inventory of all capital assets and update the subsidiary records accordingly. Cost (or estimated cost) of the assets should be properly documented.

Identification as a repeat finding

Yes, this is a restatement of 2017-004.

Management's Response

See the City's corrective action plan on pages 8 - 9.

2018-005

Criteria

The City's internal control structure should be designed to prevent unauthorized use of the Mayor's signature stamp.

Condition Found

The City does not have controls in place to restrict access of the Mayor's signature stamp.

CITY OF MOBRIDGE
SCHEDULE OF CURRENT AUDIT FINDINGS
DECEMBER 31, 2018
(Continued)

Cause

The City's Finance Officer has access to the Mayor's signature stamp without restriction.

Effect

This condition may allow for unauthorized use of the signature stamp to issue checks without proper approval or review from the City Council.

Recommendation

The City should have controls in place that restrict the use and access of this stamp to the Mayor.

Identification as a repeat finding

Yes, this is a restatement of 2017-005.

Management's Response

See the City's corrective action plan on pages 8 - 9.

Compliance and Other Matters:

2018-004

See detail above in Internal Control-Related Findings - Material Weaknesses.

Closing Conference

The contents of this report were discussed with Heather Beck, Finance Officer; Christine Goldsmith, City Administrator; Gene Cox, Mayor; and Curtis Reichert, Council Member on August 6, 2019.



MOBRIDGE

BRIDGE CITY

Corrective Action Plan (Unaudited)

City of Mobridge submits the following corrective action plan for the year ended December 31, 2018:

Current Audit Findings:

2018-001

Condition: A material weakness was reported for a lack of segregation of duties for cash and investments, revenues and receivables, inventories, capital assets, equity, debt, and expenditures and payroll.

Views of responsible officials and planned corrective actions: Heather Beck, Finance Officer
Although the City is unable to afford more office staff, we will continue to review policies and procedures to come up with ways to account for lack of segregation of duties.

2018-002

Condition: During the course of our engagement, we proposed material audit adjustments that would not have been identified as a result of the City's existing internal controls, and therefore could have resulted in a material misstatement of the City's financial statements.

Views of responsible officials and planned corrective actions: Heather Beck, Finance Officer – same as above

2018-003

Condition: The City does not have an internal control system designed to provide for the preparation of the annual financial statements being audited, including required footnotes and disclosures, in accordance with the generally accepted accounting principles. As auditors, we are requested to draft the financial statements.

Views of responsible officials and planned corrective actions: Heather Beck, Finance Officer – Beck will review the process with auditors to start preparing the annual financial statements.

2018-004

Condition: A material weakness was reported for not maintaining proper capital asset records to support the amounts reported for general capital assets, enterprise capital assets, and depreciation expense; therefore, the City is not in compliance with SDCL 5-24-4.

Views of responsible officials and planned corrective actions: Heather Beck, Finance Officer
The City continues to work on adequate fixed asset records.

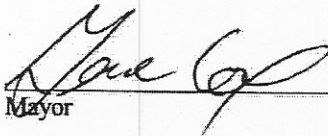
2018-005

Condition: The City does not have controls in place to restrict access of the Mayor's signature stamp.

View of responsible officials and planned corrective actions: Gene Cox, Mayor
Mayor Cox will work on putting controls in place to restrict access of his signature stamp.



Finance Officer



Mayor

UKOHLMAN, BIERSCHBACH & ANDERSON, LLP
CERTIFIED PUBLIC ACCOUNTANTS

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WITH OFFICE IN
MILLER, SOUTH DAKOTA

INDEPENDENT AUDITORS' REPORT

City Council
City of Mobridge
Mobridge, South Dakota

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Mobridge, South Dakota (City), as of and for the year ended December 31, 2018, which collectively comprise the City's basic financial statements as listed in the Table of Contents. Management has elected to omit the related notes to the financial statements; therefore, we did not audit the related notes.

Management's Responsibility for the Financial Statements

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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of Mobridge Housing and Redevelopment Commission, which represent 100 percent of the assets, liabilities, net position, revenues and expenses of the aggregate discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Mobridge Housing and Redevelopment Commission, is based solely on the report of the other auditors. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 auditors' 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 City'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 City'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 the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse audit opinions.

Basis for Adverse Opinion on the Financial Statements as a Whole

Management has not recorded certain capital assets in the governmental and business-type activities and, accordingly, has not recorded depreciation expense on those assets. Accounting principles generally accepted in the United States of America require that those capital assets be capitalized and depreciated, which would increase the assets, net position, and expenses of the governmental activities and business-type activities. The amount by which this departure would affect the assets, net position, and expenses of the governmental and business-type activities has not been determined.

The City has not prepared notes to the financial statements. As a result, numerous disclosures required by U.S. generally accepted accounting principles are not made a part of these financial statements. The amount by which this departure would affect these financial statements is not reasonably determinable.

Adverse Opinion

In our opinion, because of the significance of the matters discussed in the "Basis for Adverse Opinion on the Financial Statements as a Whole" paragraphs, the financial statements referred to previously do not present fairly the financial position of the reporting entity of the City of Mobridge as of December 31, 2018, or the changes in financial position and cash flows, where applicable, thereof for the year then ended in accordance 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 Pension Schedules on pages 21 through 22 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.

The City has omitted the Management's Discussion and Analysis (MD&A) and the Budgetary Comparison Schedules that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining nonmajor fund financial statements listed in the Table of Contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements, however, for reasons stated in the "Basis for Adverse Opinion" paragraphs, the financial statements referred to above do not present fairly in conformity with accounting principles generally accepted in the United States of America, the financial position of the governmental activities and the changes in financial position. Therefore, we do not express an opinion on the accompanying combining nonmajor fund financial statements.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated September 30, 2019, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the City's internal control over financial reporting and compliance.

September 30, 2019

Kopler, Seidlhuber & Anderson, LLP

CITY OF MOBRIDGE
STATEMENT OF NET POSITION
DECEMBER 31, 2018

	Primary Government			Component Unit
	Govern- mental Activities	Business- Type Activities	Total	
ASSETS:				
Cash and cash equivalents	\$ 1,094,845	\$ 999,481	\$2,094,326	\$ 82,385
Investments	1,868,153	1,692,987	3,561,140	10,600
Accounts receivable, net	428,440	3,250	431,690	32,950
Internal balances	35,309	(35,309)	-	-
Inventories of supplies	-	96,084	96,084	-
Prepaid expenses	18,487	-	18,487	3,746
Restricted cash and cash equivalents	37,124	26,348	63,472	28,805
Net pension asset	1,455	287	1,742	-
Capital Assets:				
Land, improvements and construction in progress	167,758	189,894	357,652	23,696
Other capital assets, net of depreciation	1,664,704	4,503,856	6,168,560	843,715
TOTAL ASSETS	5,316,275	7,476,878	12,793,153	1,025,897
DEFERRED OUTFLOWS OF RESOURCES:				
Pension related deferred outflows	446,815	109,165	555,980	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	446,815	109,165	555,980	-
LIABILITIES :				
Accounts payable	104,284	28,815	133,099	2,455
Other current liabilities	11,785	-	11,785	31,651
Noncurrent Liabilities:				
Due within one year	264,170	119,547	383,717	37,456
Due in more than one year	3,239,476	3,505,663	6,745,139	1,046,219
TOTAL LIABILITIES	3,619,715	3,654,025	7,273,740	1,117,781
DEFERRED INFLOWS OF RESOURCES:				
Pension related deferred inflows	126,188	27,715	153,903	-
TOTAL DEFERRED INFLOWS OF RESOURCES	126,188	27,715	153,903	-
NET POSITION:				
Net investment in capital assets	-	1,037,870	1,037,870	-
Restricted for:				
Capital projects purposes	36,153	-	36,153	-
Debt service purposes	45,057	23,777	68,834	-
SDRS pension purposes	322,082	81,737	403,819	-
Other purposes	693,912	2,571	696,483	-
Unrestricted (Deficit)	919,983	2,758,348	3,678,331	(91,884)
TOTAL NET POSITION	\$2,017,187	\$3,904,303	\$5,921,490	\$ (91,884)

CITY OF MOBRIDGE
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2018

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Operating Grants and Contributions		Primary Government		Component Unit
		Charges for Services	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	
Primary Government:						
Governmental Activities:						
General government	\$ 403,202	\$ -	\$ 64,916	\$ (300,043)	\$ (300,043)	
Public safety	1,655,791	346,671	172,061	(1,111,966)	(1,111,966)	
Public works	818,714	155,478	148,497	(202,404)	(202,404)	
Health and welfare	70,470	-	-	(70,470)	(70,470)	
Culture and recreation	734,968	2,024	-	(670,014)	(670,014)	
Conservation and development	125,152	-	-	(125,152)	(125,152)	
Miscellaneous	150	-	-	(150)	(150)	
*Interest on long-term debt	129,340	-	-	(129,340)	(129,340)	
Total Governmental Activities	3,937,787	504,173	385,474	(2,609,539)	(2,609,539)	
Business-Type Activities:						
Water	589,828	-	-	\$ 281,539	281,539	
Sewer	388,421	-	-	169,620	169,620	
Airport	404,080	-	4,500	(18,291)	(18,291)	
Cemetery	20,731	-	159,156	(2,931)	(2,931)	
Water and sewer main	-	-	-	10,476	10,476	
Total Business-Type Activities	1,403,060	-	163,656	440,413	440,413	
Total Primary Government	\$ 5,340,847	\$ 504,173	\$ 549,130	(2,609,539)	(2,169,126)	
Component Units:						
Housing and Redevelopment Commission	\$ 883,582	\$ 745,901	\$ -		\$ (2,781)	
General Revenues:						
Taxes:						
Property taxes			664,013		664,013	
Sales taxes			1,750,300		1,750,300	
State shared revenues			39,349		39,349	
Unrestricted investment earnings			13,676	10,927	24,603	162
Miscellaneous revenue			68,890	185,374	254,264	6,134
Transfers			(5,000)	5,000	-	-
Total General Revenues and Transfers			2,531,228	201,301	2,732,529	6,296
Change in Net Position			(78,311)	641,714	563,403	3,515
Net Position - Beginning			2,095,498	3,262,589	5,358,087	(95,399)
Net Position - Ending			\$ 2,017,187	\$ 3,904,303	\$ 5,921,490	\$ (91,884)

* The City does not have interest expense related to the functions presented above. This amount includes indirect interest expense on general long-term debt.

CITY OF MOBRIDGE
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2018

	General Fund	PSAP Fund	Other Governmental Funds	Total Governmental Funds
ASSETS:				
Cash and cash equivalents	\$ 871,473	\$ 151,957	\$ 71,415	\$ 1,094,845
Investments	1,499,511	250,783	117,859	1,868,153
Taxes receivable - delinquent	37,319	-	-	37,319
Accounts receivable, net	841	115,120	-	115,961
Special assessments receivable - delinquent	6,368	-	5,153	11,521
Notes receivable	33,756	-	-	33,756
Due from other fund	52,898	-	-	52,898
Due from state government	216,043	2,991	10,849	229,883
Prepaid expenses	18,487	-	-	18,487
Restricted cash and cash equivalents	37,124	-	-	37,124
TOTAL ASSETS	\$ 2,773,820	\$ 520,851	\$ 205,276	\$ 3,499,947
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:				
LIABILITIES:				
Accounts payable	\$ 83,582	\$ 10,625	\$ 10,077	\$ 104,284
Due to the General Fund	-	-	17,589	17,589
Accrued taxes payable	4,485	-	-	4,485
Customer deposits	7,300	-	-	7,300
TOTAL LIABILITIES	95,367	10,625	27,666	133,658
DEFERRED INFLOWS OF RESOURCES:				
Unavailable revenue - property taxes	28,854	-	-	28,854
Unavailable revenue - special assessments	5,797	-	4,548	10,345
Other deferred inflows of resources	60,640	-	2,403	63,043
TOTAL DEFERRED INFLOWS OF RESOURCES	95,291	-	6,951	102,242
FUND BALANCES:				
Nonspendable:				
Prepays	18,487	-	-	18,487
Restricted:				
Debt services	35,100	-	9,957	45,057
Capital project purposes	-	-	36,153	36,153
Pool purposes	2,024	-	-	2,024
Facilities and promoting the City	-	-	8,447	8,447
Park purposes	-	-	2,570	2,570
911 service purposes	-	510,226	-	510,226
24/7 sobriety purposes	-	-	104,051	104,051
Other	-	-	26,737	26,737
Assigned:				
Subsequent year's budget	333,142	-	-	333,142
Capital outlay accumulations	659,595	-	-	659,595
Unassigned	1,534,814	-	(17,256)	1,517,558
TOTAL FUND BALANCES	2,583,162	510,226	170,659	3,264,047
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 2,773,820	\$ 520,851	\$ 205,276	\$ 3,499,947

CITY OF MOBRIDGE
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2018

Total Fund Balances - Governmental Funds \$ 3,264,047

Amounts reported for governmental activities in the statement of net position are different because:

Net pension asset reported in governmental activities is not an available financial resource and therefore is not reported in the funds. 1,455

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. 1,832,462

Pension related deferred outflows are components of pension liability (asset) and therefore are not reported in the funds. 446,815

Long-term liabilities, including bonds payable and accrued leave payable, are not due and payable in the current period and therefore are not reported in the funds.

Revenue bonds	\$	3,319,948	
Accrued leave		58,292	
Other long-term debt		125,406	(3,503,646)

Assets, such as taxes receivable (delinquent) and special assessment receivables (current, delinquent, and deferred), are not available to pay for current period expenditures and therefore are deferred in the funds.

Property taxes	\$	28,854	
Special assessments		10,345	
Other deferred inflows		63,043	102,242

Pension related deferred inflows are components of pension liability (asset) and therefore are not reported in the funds. (126,188)

Net Position - Governmental Activities \$ 2,017,187

CITY OF MOBRIDGE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2018

	General Fund	PSAP Fund	Other Govern- mental Funds	Total Govern- mental Funds
REVENUES:				
Taxes:				
General property taxes	\$ 657,436	\$ -	\$ -	\$ 657,436
Airflight property tax	2,145	-	-	2,145
General sales and use taxes	1,616,557	-	117,751	1,734,308
Gross receipts business taxes	2,727	-	-	2,727
Amusement taxes	36	-	-	36
Tax deed revenue	2,595	-	-	2,595
Penalties and interest on delinquent taxes	4,283	-	-	4,283
Licenses and Permits	25,633	-	-	25,633
Intergovernmental Revenue:				
Federal grants	36,843	108	-	36,951
State grants	6,500	-	-	6,500
State shared revenue:				
Bank franchise tax	17,555	-	-	17,555
Prorate license fees	5,245	-	-	5,245
Liquor tax reversion (25%)	21,794	-	-	21,794
Motor vehicle licenses	29,582	-	-	29,582
Local government highway and bridge fund	94,878	-	-	94,878
911 remittances	-	305,720	-	305,720
County shared revenue:				
County road tax (25%)	8,216	-	-	8,216
County road and bridge tax (25%)	13	-	-	13
County wheel tax	11,899	-	-	11,899
Other intergovernmental revenues	3,839	172,061	-	175,900
Charges for Goods and Services:				
General government	3,898	-	-	3,898
Public safety	18,753	-	6,315	25,068
Highways and streets	3,723	-	-	3,723
Sanitation	308,612	-	-	308,612
Culture and recreation	56,443	-	-	56,443
Fines and Forfeits:				
Court fines and costs	25	-	-	25
Library	6,487	-	-	6,487
Miscellaneous Revenue:				
Investment earnings	11,258	2,288	130	13,676
Rentals	8,712	-	-	8,712
Special assessments	62,958	-	178,762	241,720
Maintenance assessments	2,233	-	-	2,233
Contributions and donations from private sources	67,940	-	-	67,940
Other	59,325	1,654	872	61,851
TOTAL REVENUE	3,158,143	481,831	303,830	3,943,804
EXPENDITURES:				
General Government:				
Legislative	40,416	-	-	40,416
Executive	102,197	-	-	102,197
Elections	1,524	-	-	1,524
Financial administration	134,517	-	-	134,517
Other	112,445	-	-	112,445

	General Fund	PSAP Fund	Other Govern- mental Funds	Total Govern- mental Funds
Public Safety:				
Police	1,122,117	316,889	11,499	1,450,505
Fire	131,416	-	-	131,416
Other protection	292	-	-	292
Public Works:				
Highways and streets	573,028	-	-	573,028
Sanitation	240,764	-	-	240,764
Health and Welfare:				
Health	65,798	-	-	65,798
Hospitals, nursing homes and rest homes	2,500	-	-	2,500
Culture and Recreation:				
Recreation	108,813	-	1,500	110,313
Parks	183,092	-	-	183,092
Libraries	150,105	-	-	150,105
Auditorium	276,633	-	-	276,633
Museums	6,000	-	-	6,000
Conservation and Development:				
Economic development and assistance	7,707	-	117,445	125,152
Debt Service	135,100	-	252,979	388,079
Miscellaneous:				
Liquor operating agreements	150	-	-	150
TOTAL EXPENDITURES	<u>3,394,614</u>	<u>316,889</u>	<u>383,423</u>	<u>4,094,926</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>(236,471)</u>	<u>164,942</u>	<u>(79,593)</u>	<u>(151,122)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	206,773	-	110,000	316,773
Sale of municipal property	3,200	-	-	3,200
Transfers out	(115,000)	(206,773)	-	(321,773)
TOTAL OTHER FINANCING SOURCES (USES)	<u>94,973</u>	<u>(206,773)</u>	<u>110,000</u>	<u>(1,800)</u>
NET CHANGE IN FUND BALANCES	(141,498)	(41,831)	30,407	(152,922)
FUND BALANCE - BEGINNING	<u>2,724,660</u>	<u>552,057</u>	<u>140,252</u>	<u>3,416,969</u>
FUND BALANCE - ENDING	<u>\$ 2,583,162</u>	<u>\$ 510,226</u>	<u>\$ 170,659</u>	<u>\$ 3,264,047</u>

CITY OF MOBRIDGE
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN THE FUND BALANCES TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2018

Net Change in Fund Balances - Total Governmental Funds \$ (152,922)

Amounts reported for governmental activities in the statement of activities are different because:

Payment of principal on long-term debt is an expenditure in the governmental funds but the payment reduces long-term liabilities in the statement of net position.

Revenue bonds	\$ 158,739	
Other long-term debt	<u>100,000</u>	258,739

The fund financial statement governmental fund property tax accruals differ from the government-wide statement property tax accruals in that the fund financial statements require the amounts to be "available". (3,064)

The fund financial statement governmental fund sales and use tax accruals differ from the government-wide statement sales and use tax accruals in that the fund financial statements require the amounts be "available". 15,992

Governmental funds report special assessments as revenue when "available", but the statement of activities includes the full amount of special assessments as revenue upon completion of the project at the point when an enforceable legal claim arises. (95,456)

Governmental funds recognize expenditures for amounts of compensated absences actually paid to employees with current financial resources during the fiscal year. Amounts of compensated absences earned by employees are not recognized in the funds. In the statement of activities, expenses for these benefits are recognized when the employees earn leave credits. 5,435

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (551)

Changes in the pension related deferred outflows/inflows are direct components of pension liability (asset) and are not reflected in the governmental funds. (106,484)

Change in Net Position of Governmental Activities \$ (78,311)

CITY OF MOBRIDGE
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2018

	Enterprise Funds				Totals
	Major			Nonmajor	
	Water Fund	Sewer Fund	Airport Fund		
ASSETS:					
Current Assets:					
Cash and cash equivalents	\$ 479,480	\$ 495,708	\$ -	\$ 24,293	\$ 999,481
Investments	830,555	818,096	-	44,336	1,692,987
Accounts receivable, net	-	281	1,769	1,200	3,250
Inventory of supplies	77,002	6,000	13,082	-	96,084
Total Current Assets	1,387,037	1,320,085	14,851	69,829	2,791,802
Noncurrent Assets:					
Restricted cash and cash equivalents	23,777	-	-	2,571	26,348
Net pension asset	195	92	-	-	287
Capital Assets:					
Land	104,395	34	84,900	565	189,894
Buildings	4,619,438	3,816,429	-	-	8,435,867
Improvements other than buildings	1,136,091	-	-	-	1,136,091
Machinery and equipment	151,782	206,163	-	18,789	376,734
Less: accumulated depreciation	(2,779,084)	(2,647,733)	-	(18,019)	(5,444,836)
Total Noncurrent Assets	3,256,594	1,374,985	84,900	3,906	4,720,385
TOTAL ASSETS	4,643,631	2,695,070	99,751	73,735	7,512,187
DEFERRED OUTFLOWS OF RESOURCES:					
Pension related deferred outflows	74,914	34,251	-	-	109,165
TOTAL DEFERRED OUTFLOWS OF RESOURCES	74,914	34,251	-	-	109,165
LIABILITIES:					
Current Liabilities:					
Accounts payable	13,624	10,632	1,729	2,830	28,815
Due to General Fund	-	-	35,309	-	35,309
Compensated absences payable - current	1,343	273	-	-	1,616
Bonds payable - current	59,870	58,061	-	-	117,931
Total Current Liabilities	74,837	68,966	37,038	2,830	183,671
Noncurrent Liabilities:					
Bonds Payable:					
Revenue	2,136,216	1,354,907	-	-	3,491,123
Compensated absences payable - noncurrent	12,083	2,457	-	-	14,540
Total Noncurrent Liabilities	2,148,299	1,357,364	-	-	3,505,663
TOTAL LIABILITIES	2,223,136	1,426,330	37,038	2,830	3,689,334

	Enterprise Funds				Totals
	Major			Nonmajor	
	Water Fund	Sewer Fund	Airport Fund		
DEFERRED INFLOWS OF RESOURCES:					
Pension related deferred inflows	18,147	9,568	-	-	27,715
TOTAL DEFERRED INFLOWS OF RESOURCES	18,147	9,568	-	-	27,715
NET POSITION:					
Net investment in capital assets	1,036,535	-	-	1,335	1,037,870
Restricted for:					
Revenue bond debt service	23,777	-	-	-	23,777
SDRS pension purposes	56,962	24,775	-	-	81,737
Other purposes	-	-	-	2,571	2,571
Unrestricted	1,359,988	1,268,648	62,713	66,999	2,758,348
TOTAL NET POSITION	\$ 2,477,262	\$ 1,293,423	\$ 62,713	\$ 70,905	\$ 3,904,303

CITY OF MOBRIDGE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2018

	Enterprise Funds				Totals
	Major			Nonmajor	
	Water Fund	Sewer Fund	Airport Fund		
OPERATING REVENUE:					
Charges for goods and services	\$ 871,367	\$ 553,541	\$ 226,633	\$ 28,276	\$ 1,679,817
Contributions and donations	-	-	1,081	-	1,081
Miscellaneous	1,333	177,380	3,380	-	182,093
TOTAL OPERATING REVENUE	872,700	730,921	231,094	28,276	1,862,991
OPERATING EXPENSES:					
Personal services	270,336	171,658	-	-	441,994
Other current expense	263,230	174,232	244,872	20,731	703,065
Materials (cost of goods sold)	-	-	159,208	-	159,208
TOTAL OPERATING EXPENSES	533,566	345,890	404,080	20,731	1,304,267
OPERATING INCOME (LOSS)	339,134	385,031	(172,986)	7,545	558,724
NONOPERATING REVENUE (EXPENSE):					
Capital grants	-	4,500	159,157	-	163,657
Investment earnings	5,264	5,407	-	256	10,927
Rental revenue	1,100	1,100	-	-	2,200
Interest expense	(56,262)	(42,531)	-	-	(98,793)
TOTAL NONOPERATING REVENUE (EXPENSE)	(49,898)	(31,524)	159,157	256	77,991
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	289,236	353,507	(13,829)	7,801	636,715
TRANSFERS IN	-	-	-	5,000	5,000
CHANGE IN NET POSITION	289,236	353,507	(13,829)	12,801	641,715
NET POSITION - BEGINNING	2,188,026	939,916	76,543	58,104	3,262,589
NET POSITION - ENDING	\$ 2,477,262	\$ 1,293,423	\$ 62,714	\$ 70,905	\$ 3,904,304

CITY OF MOBRIDGE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2018

	Enterprise Funds				Totals
	Major			Nonmajor	
	Water Fund	Sewer Fund	Airport Fund		
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash receipts from customers	\$ 873,529	\$ 722,219	\$ 235,469	\$ 27,076	\$ 1,858,293
Cash payments to employees for services	(254,104)	(154,487)	-	-	(408,591)
Cash payments to suppliers of goods and services	(262,973)	(191,495)	(381,682)	(20,363)	(856,513)
Net cash provided (used) by operating activities	<u>356,452</u>	<u>376,237</u>	<u>(146,213)</u>	<u>6,713</u>	<u>593,189</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Transfers in	-	-	-	5,000	5,000
Payments on interfund borrowing	-	-	(12,944)	-	(12,944)
Net cash provided (used) by noncapital financing activities	<u>-</u>	<u>-</u>	<u>(12,944)</u>	<u>5,000</u>	<u>(7,944)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Capital grants received	-	18,440	159,157	-	177,597
Principal paid on capital debt	(57,313)	(52,689)	-	-	(110,002)
Interest paid on capital debt	(56,262)	(42,531)	-	-	(98,793)
Net cash provided (used) by capital and related financing activities	<u>(113,575)</u>	<u>(76,780)</u>	<u>159,157</u>	<u>-</u>	<u>(31,198)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:					
Cash received for interest	5,264	5,407	-	256	10,927
Net cash provided by investing activities	<u>5,264</u>	<u>5,407</u>	<u>-</u>	<u>256</u>	<u>10,927</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	248,141	304,864	-	11,969	564,974
BALANCES - BEGINNING	<u>1,085,671</u>	<u>1,008,940</u>	<u>-</u>	<u>59,231</u>	<u>2,153,842</u>
BALANCES - ENDING	<u>\$ 1,333,812</u>	<u>\$ 1,313,804</u>	<u>\$ -</u>	<u>\$ 71,200</u>	<u>\$ 2,718,816</u>

RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES

Operating income (loss)	\$ 339,134	\$ 385,031	\$ (172,986)	\$ 7,545	\$ 558,724
Changes in assets and liabilities:					
Net pension asset	559	304	-	-	863
Pension related deferred outflows	12,015	6,447	-	-	18,462
Accounts receivable	829	(281)	4,375	(1,200)	3,723
Inventories	34	(15)	21,992	-	22,011
Accounts payable	223	(17,248)	406	368	(16,251)
Accrued leave payable	813	448	-	-	1,261
Pension related deferred inflows	2,845	1,551	-	-	4,396
Net cash provided (used) by operating activities	<u>\$ 356,452</u>	<u>\$ 376,237</u>	<u>\$ (146,213)</u>	<u>\$ 6,713</u>	<u>\$ 593,189</u>

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF MOBRIDGE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF NET PENSION LIABILITY (ASSET)
LAST 4 FISCAL YEARS*

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
City's proportion of the net pension liability (asset)	0.0747212%	0.0711366%	0.0716432%	0.0694303%
City's proportionate share of the net pension liability (asset)	\$ (1,742)	\$ (6,455)	\$ 242,004	\$ (294,474)
City's covered payroll	\$ 1,408,171	\$ 1,315,458	\$ 1,235,567	\$ 1,166,769
City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	0.12%	0.49%	20%	25%
Plan fiduciary net position as a percentage of the total pension liability (asset)	100%	100%	97%	104%

*The amounts presented for each fiscal year were determined as of the measurement date of the collective net pension liability (asset) which is 6/30. Until a full 10-year trend is compiled, the City will present information for those years for which information is available.

CITY OF MOBRIDGE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY PENSION CONTRIBUTIONS
LAST 10 YEARS

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Contractually required contribution	\$ 92,246	\$ 88,575	\$ 83,230	\$ 76,477	\$ 75,895	\$ 75,590	\$ 77,519	\$ 73,104	\$ 68,683	\$ 68,120
Contributions in relation to the contractually required contributions	92,246	88,575	83,230	76,477	75,895	75,590	77,519	73,104	68,683	68,120
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

City's covered payroll	\$ 1,402,137	\$ 1,353,947	\$ 1,268,362	\$ 1,201,877	\$ 1,175,149	\$ 1,165,222	\$ 1,200,558	\$ 1,126,043	\$ 1,052,564	\$ 1,033,930
Contributions as a percentage of covered payroll	6.58%	6.54%	6.56%	6.36%	6.46%	6.49%	6.46%	6.49%	6.53%	6.59%

SUPPLEMENTARY INFORMATION

CITY OF MOBRIDGE
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2018

	Third Penny Sales Tax Fund	Special Park Gift Project Fund	Storm Sewer Maintenance Fund	Storm Sewer Debt Service Fund	Pool Project Debt Service Fund	Bike Path Project Fund	Riverfront Project Fund	Total Other Governmental Funds
ASSETS:								
Cash and cash equivalents	\$ 3,798	\$ 969	\$ 10,088	\$ 3,654	\$ -	\$ 12,886	\$ 755	\$ 71,415
Investments	6,266	1,601	16,649	6,031	-	21,267	1,245	117,859
Special assessments receivable - delinquent	-	-	-	2,279	2,874	-	-	5,153
Due from state government	10,849	-	-	-	-	-	-	10,849
TOTAL ASSETS	\$ 20,913	\$ 2,570	\$ 26,737	\$ 11,964	\$ 2,874	\$ 34,153	\$ 2,000	\$ 205,276
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
LIABILITIES:								
Accounts payable	\$ 10,063	\$ -	\$ -	\$ 14	\$ -	\$ -	\$ -	\$ 10,077
Due to General Fund	-	-	-	-	17,589	-	-	17,589
TOTAL LIABILITIES	10,063	-	-	14	17,589	-	-	27,666
DEFERRED INFLOWS OF RESOURCES:								
Unavailable revenue - special assessments	-	-	-	2,007	2,541	-	-	4,548
Other deferred inflows of resources	2,403	-	-	-	-	-	-	2,403
TOTAL DEFERRED INFLOWS OF RESOURCES	2,403	-	-	2,007	2,541	-	-	6,951
FUND BALANCES:								
Restricted:								
Capital project purposes	-	-	-	-	-	34,153	2,000	36,153
Facilities and promoting the City	8,447	-	-	-	-	-	-	8,447
Park purposes	-	2,570	-	-	-	-	-	2,570
24/7 sobriety purposes	-	-	-	104,051	-	-	-	104,051
Debt service purposes	-	-	-	9,957	-	-	-	9,957
Other	-	-	26,737	-	-	-	-	26,737
Unassigned	-	-	-	-	(17,256)	-	-	(17,256)
TOTAL FUND BALANCES	8,447	2,570	26,737	104,051	(17,256)	34,153	2,000	170,659
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 20,913	\$ 2,570	\$ 26,737	\$ 11,964	\$ 2,874	\$ 34,153	\$ 2,000	\$ 205,276

CITY OF MOBRIDGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2018

	Third Penny Sales Tax Fund	Special Park Gift Project Fund	Storm Sewer Maintenance Fund	Storm Sewer 24/7 Sobriety Fund	Storm Sewer Debt Service Fund	Pool Project Debt Service Fund	Bike Path Project Fund	Riverfront Project Fund	Total Other Governmental Funds
REVENUES:									
Taxes:									
General sales and use taxes	\$ 117,751	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 117,751
Charges for Goods and Services:									
Public safety	-	-	-	6,315	-	-	-	-	6,315
Miscellaneous Revenue:									
Investment earnings	-	11	119	-	-	-	-	-	130
Special assessments	-	-	-	-	27,375	151,387	-	-	178,762
Other	-	-	-	872	-	-	-	-	872
TOTAL REVENUE	117,751	11	119	7,187	27,375	151,387	-	-	303,830
EXPENDITURES:									
Public Safety:									
Police	-	-	-	11,499	-	-	-	-	11,499
Culture and Recreation:									
Recreation	-	-	-	-	-	1,500	-	-	1,500
Conservation and Development:									
Economic development and assistance	117,445	-	-	-	-	-	-	-	117,445
Debt Service	-	-	-	-	46,899	206,080	-	-	252,979
TOTAL EXPENDITURES	117,445	-	-	11,499	46,899	207,580	-	-	383,423
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	306	11	119	(4,312)	(19,524)	(56,193)	-	-	(79,593)
OTHER FINANCING SOURCES:									
Transfers In	-	-	-	-	60,000	50,000	-	-	110,000
TOTAL OTHER FINANCING SOURCES	-	-	-	-	60,000	50,000	-	-	110,000
NET CHANGE IN FUND BALANCES	306	11	119	(4,312)	40,476	(6,193)	-	-	30,407
FUND BALANCE - BEGINNING	8,141	2,559	26,618	108,363	(30,519)	(11,063)	34,153	2,000	140,252
FUND BALANCE - ENDING	\$ 8,447	\$ 2,570	\$ 26,737	\$ 104,051	\$ 9,957	\$ (17,256)	\$ 34,153	\$ 2,000	\$ 170,659

CITY OF MOBRIDGE
COMBINING STATEMENT OF NET POSITION
NONMAJOR PROPRIETARY FUNDS
DECEMBER 31, 2018

	Cemetery Fund	Water and Sewer Main Fund	Totals
ASSETS:			
Current Assets:			
Cash and cash equivalents	\$ 3,892	\$ 20,401	\$ 24,293
Investments	10,667	33,669	44,336
Accounts receivable, net	1,200	-	1,200
Total Current Assets	15,759	54,070	69,829
Noncurrent Assets:			
Restricted cash and cash equivalents	2,571	-	2,571
Capital Assets:			
Land	565	-	565
Machinery and equipment	18,789	-	18,789
Less: accumulated depreciation	(18,019)	-	(18,019)
Total Noncurrent Assets	3,906	-	3,906
TOTAL ASSETS	19,665	54,070	73,735
LIABILITIES:			
Current Liabilities:			
Accounts payable	2,830	-	2,830
TOTAL LIABILITIES	2,830	-	2,830
NET POSITION:			
Net investment in capital assets	1,335	-	1,335
Restricted for:			
Other purposes	2,571	-	2,571
Unrestricted	12,929	54,070	66,999
TOTAL NET POSITION	\$ 16,835	\$ 54,070	\$ 70,905

CITY OF MOBRIDGE
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
NONMAJOR PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2018

	Cemetery Fund	Water and Sewer Main Fund	Totals
OPERATING REVENUE:			
Charges for goods and services	\$ 17,800	\$ 10,476	\$ 28,276
TOTAL OPERATING REVENUE	17,800	10,476	28,276
OPERATING EXPENSES:			
Other current expense	20,731	-	20,731
TOTAL OPERATING EXPENSES	20,731	-	20,731
OPERATING INCOME (LOSS)	(2,931)	10,476	7,545
NONOPERATING REVENUE:			
Investment earnings	38	218	256
TOTAL NONOPERATING REVENUE	38	218	256
INCOME (LOSS) BEFORE TRANSFERS	(2,893)	10,694	7,801
TRANSFERS IN	5,000	-	5,000
CHANGE IN NET POSITION	2,107	10,694	12,801
NET POSITION - BEGINNING	14,728	43,376	58,104
NET POSITION - ENDING	\$ 16,835	\$ 54,070	\$ 70,905

CITY OF MOBRIDGE
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2018

	<u>Cemetery Fund</u>	<u>Water and Sewer Main Fund</u>	<u>Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash receipts from customers	\$ 16,600	\$ 10,476	\$ 27,076
Cash payments to suppliers of goods and services	(20,363)	-	(20,363)
Net cash provided (used) by operating activities	<u>(3,763)</u>	<u>10,476</u>	<u>6,713</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfers in	5,000	-	5,000
Net cash provided by noncapital financing activities	<u>5,000</u>	<u>-</u>	<u>5,000</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	<u>-</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Cash received for interest	38	218	256
Net cash provided by investing activities	<u>38</u>	<u>218</u>	<u>256</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,275	10,694	11,969
BALANCES - BEGINNING	<u>15,855</u>	<u>43,376</u>	<u>59,231</u>
BALANCES - ENDING	<u>\$ 17,130</u>	<u>\$ 54,070</u>	<u>\$ 71,200</u>

RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES

Operating income (loss)	\$ (2,931)	\$ 10,476	\$ 7,545
Changes in assets and liabilities:			
Accounts receivable	(1,200)	-	(1,200)
Accounts payable	368	-	368
Net cash provided (used) by operating activities	<u>\$ (3,763)</u>	<u>\$ 10,476</u>	<u>\$ 6,713</u>