

**DO
MORE.**

City of Marshall
Audit Presentation

May 26, 2020

Components of the Audit

- **Opinion on the City's Basic Financial Statements**
 - Unmodified Opinion – Best opinion an auditor is able to offer
Provides assurance that the financial statements are fairly presented in all material respects
- **Report on the results of an audit performed in accordance with *Government Auditing Standards***
 - Prior Period Adjustments
- **Report on Compliance for each Major Program and on Internal Control over Compliance Required by the Uniform Guidance**
 - Capitalization Grants for Clean Water State Revolving Funds, No compliance findings or internal control findings

Components of the Audit (Continued)

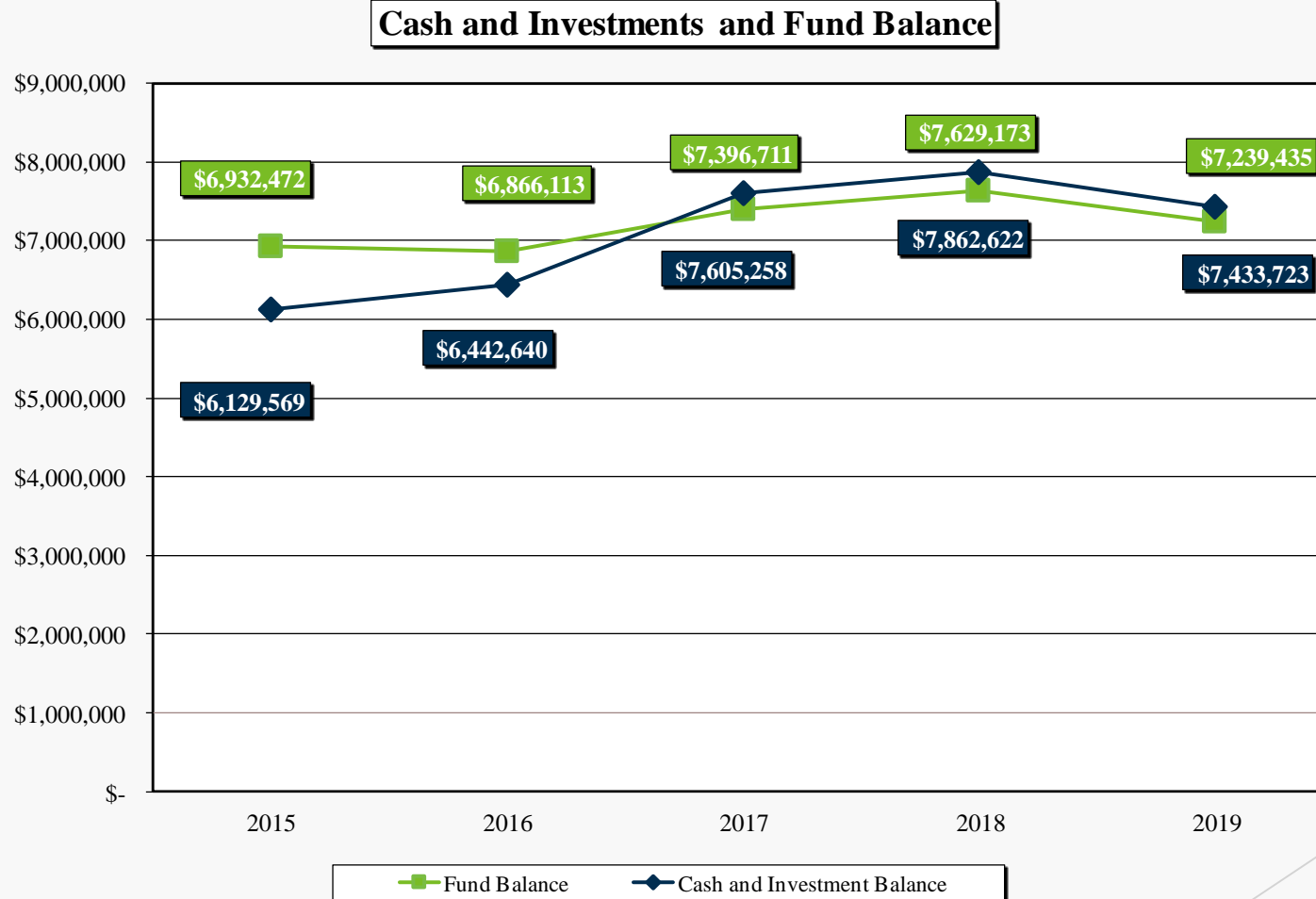
- Report on the results of testing on *Minnesota Legal Compliance*
 - No findings
- Required Communication
- Financial Analysis and Management Recommendations as provided in our Communications Letter

General Fund Budget to Actual

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget - Over (Under) |
|--|--------------------|-------------------|-------------------|---|
| Revenues | | | | |
| Taxes | \$5,080,788 | \$5,080,788 | \$5,167,825 | \$ 87,037 |
| Licenses and permits | 261,851 | 261,851 | 409,622 | 147,771 |
| Special assessments | - | - | 2,862 | 2,862 |
| Intergovernmental | 3,094,857 | 3,094,857 | 3,151,228 | 56,371 |
| Charges for services | 2,297,738 | 2,297,738 | 2,161,714 | (136,024) |
| Fines and forfeitures | 101,400 | 101,400 | 127,425 | 26,025 |
| Investment earnings | 30,000 | 30,000 | 162,709 | 132,709 |
| Miscellaneous | 959,594 | 959,594 | 1,219,004 | 259,410 |
| Total revenue | <u>11,826,228</u> | <u>11,826,228</u> | <u>12,402,389</u> | <u>576,161</u> |
| Expenditures | | | | |
| General government | 3,227,163 | 3,227,163 | 3,180,045 | (47,118) |
| Public safety | 3,742,562 | 3,742,562 | 3,821,620 | 79,058 |
| Public works | 2,861,300 | 2,861,300 | 3,182,712 | 321,412 |
| Culture and recreation | 1,912,574 | 1,912,574 | 1,742,781 | (169,793) |
| Airport | 459,362 | 459,362 | 489,969 | 30,607 |
| Total expenditures | <u>12,202,961</u> | <u>12,202,961</u> | <u>12,417,127</u> | <u>214,166</u> |
| Excess of revenue over (under) expenditures | (376,733) | (376,733) | (14,738) | 361,995 |
| Other Financing Sources (Uses) | | | | |
| Proceeds from sale of capital assets | 30,000 | 30,000 | - | (30,000) |
| Net transfers | 225,000 | 225,000 | (375,000) | (600,000) |
| Total other financing sources (uses) | <u>255,000</u> | <u>255,000</u> | <u>(375,000)</u> | <u>(630,000)</u> |
| Net change in fund balances | \$ (121,733) | \$ (121,733) | \$ (389,738) | \$ (268,005) |

General Fund

Cash and Investments and Fund Balance



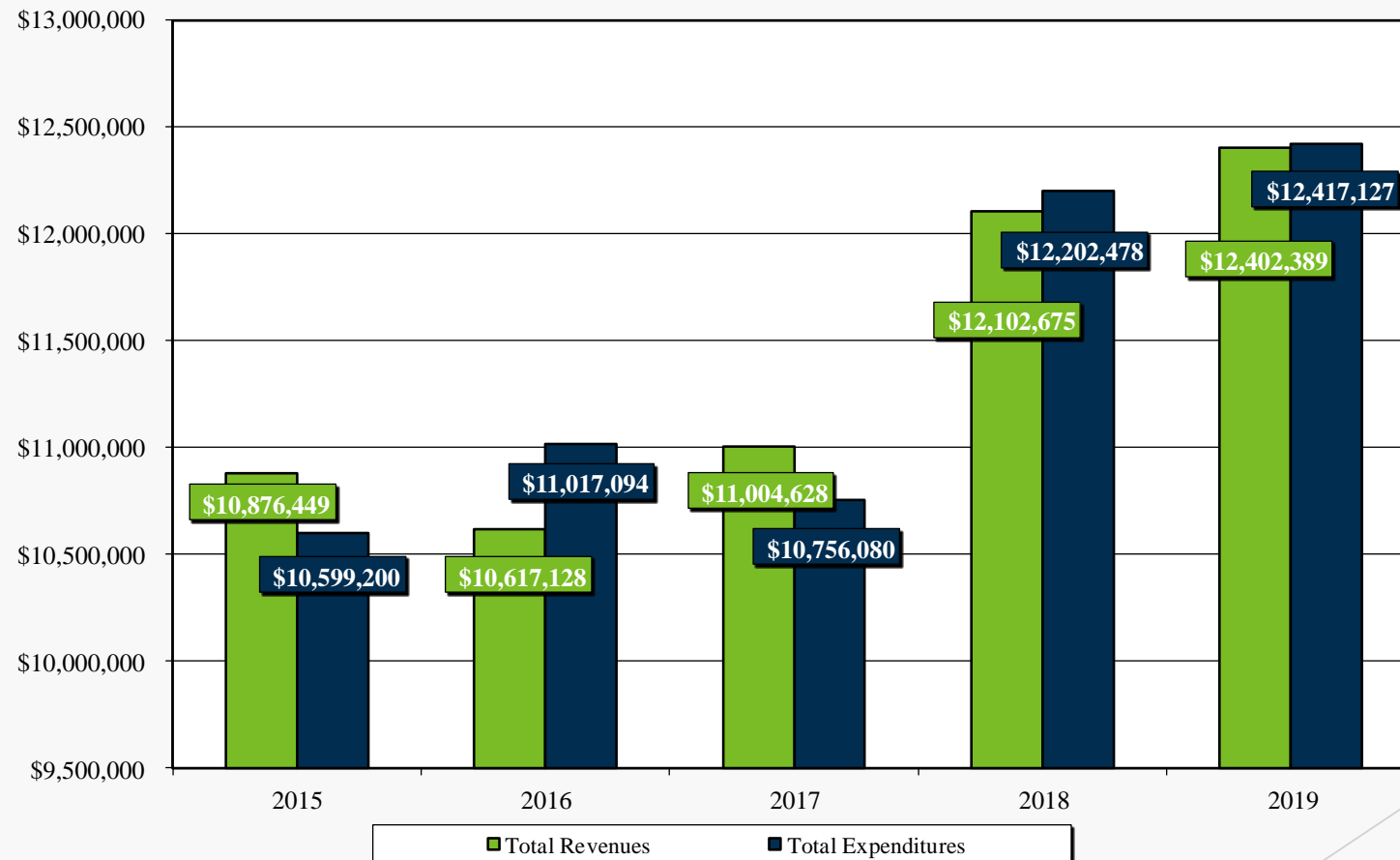
General Fund

Revenues and Expenditures

| | 2015 | 2016 | 2017 | 2018 | 2019 |
|---|-------------------|--------------------|-------------------|-------------------|---------------------|
| Revenues | \$ 10,876,449 | \$ 10,617,128 | \$ 11,004,628 | \$ 12,102,675 | \$ 12,402,389 |
| Expenditures | 10,599,200 | 11,017,094 | 10,756,080 | 12,202,478 | 12,417,127 |
| Proceeds from the sale of capital assets | 34,574 | 31,585 | 29,945 | 5,160 | - |
| Net transfers | (24,057) | 302,022 | 252,105 | 327,105 | (375,000) |
| Net change in fund balance | \$ 287,766 | \$ (66,359) | \$ 530,598 | \$ 232,462 | \$ (389,738) |

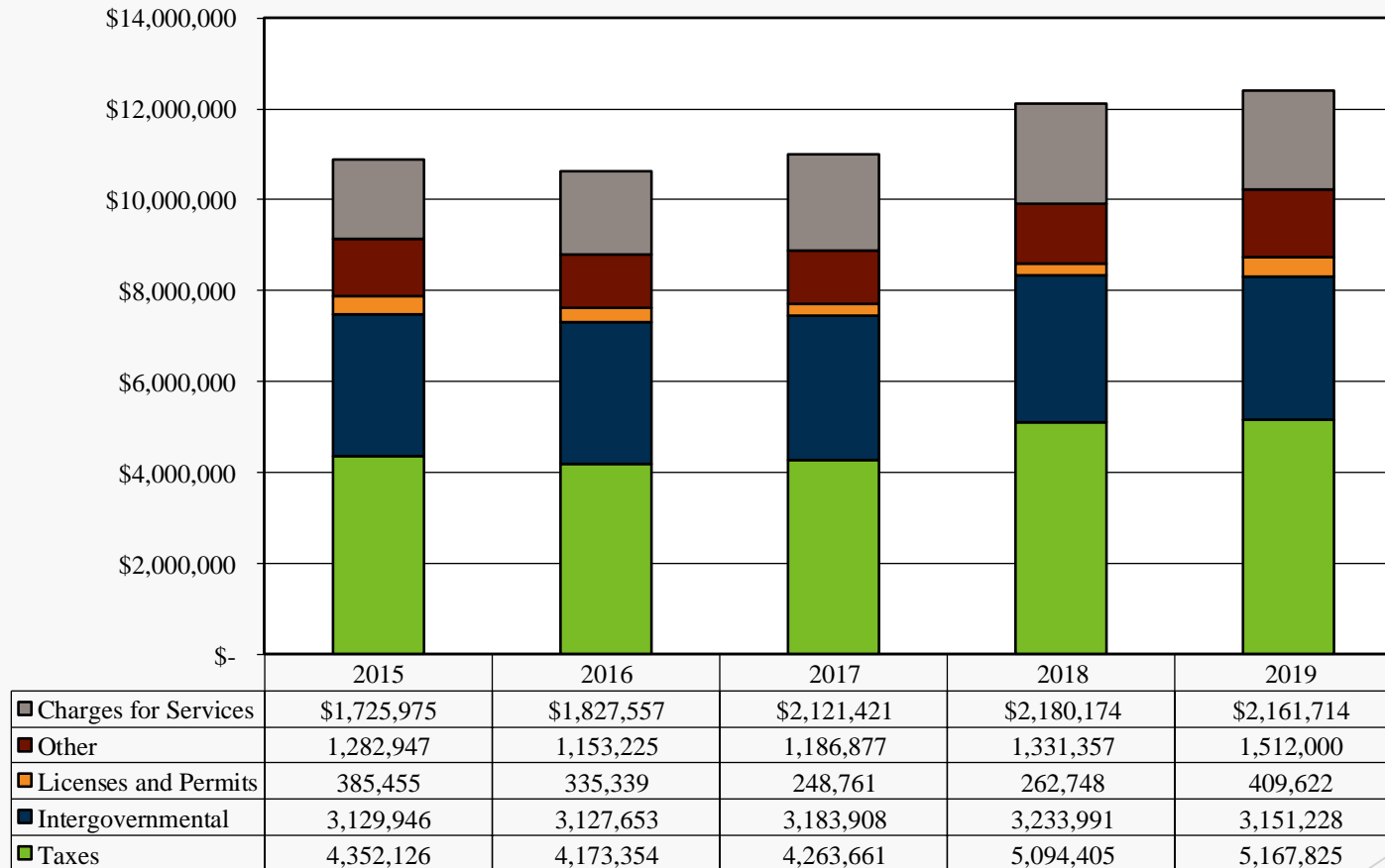
General Fund Revenues and Expenditures

Revenues and Expenditures



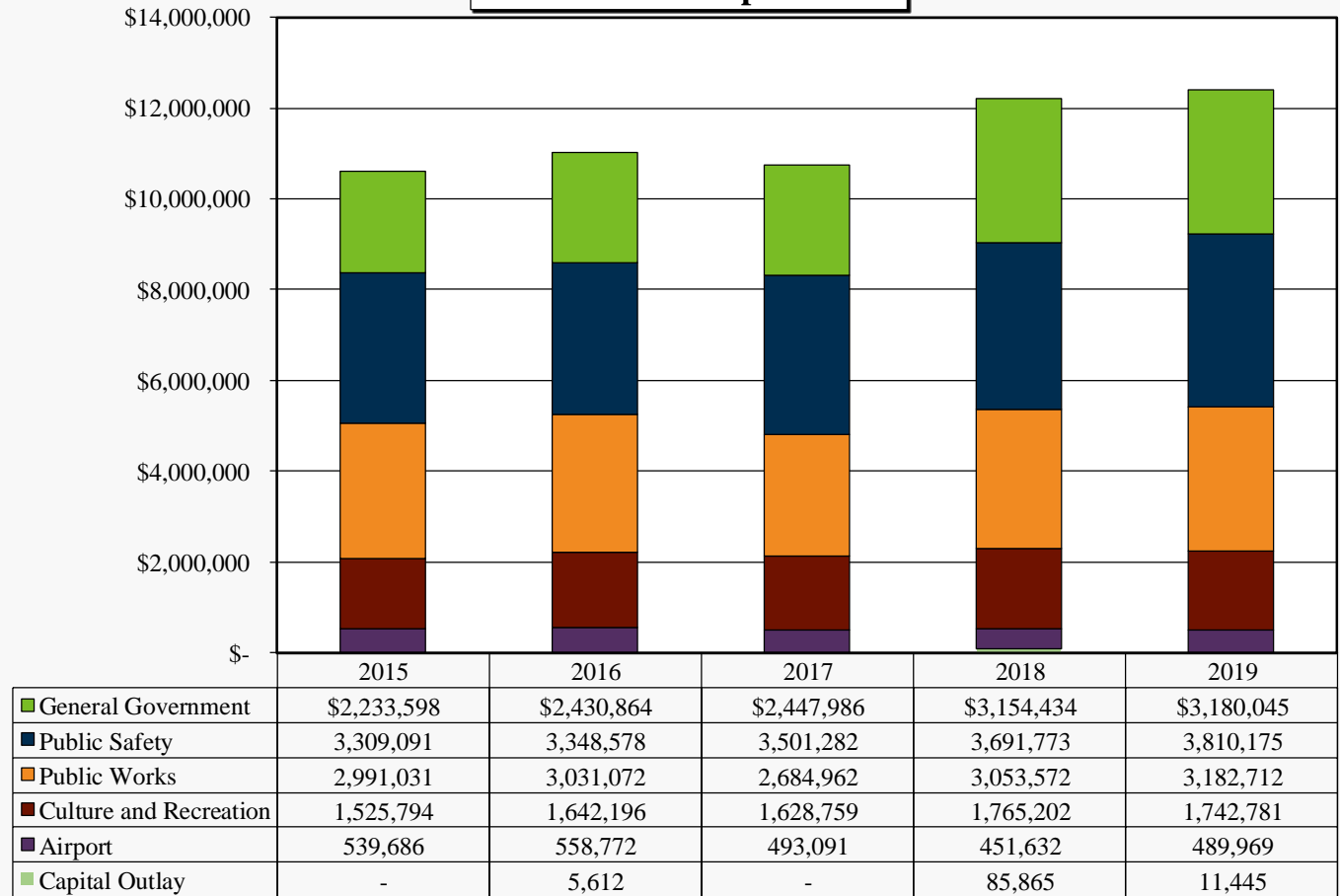
General Fund Revenues

General Fund Revenues



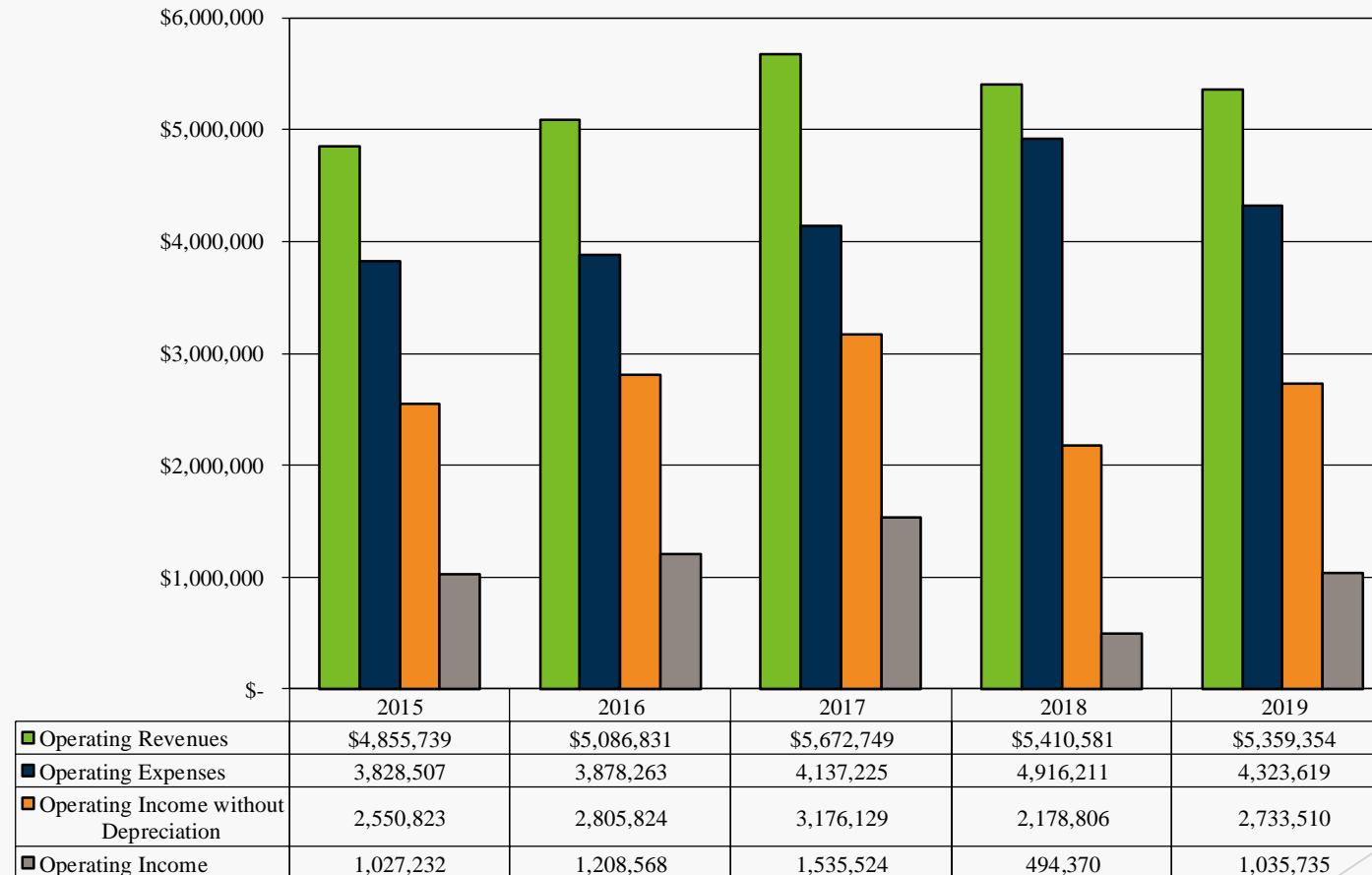
General Fund Expenditures

General Fund Expenditures



Wastewater Treatment Fund Operations

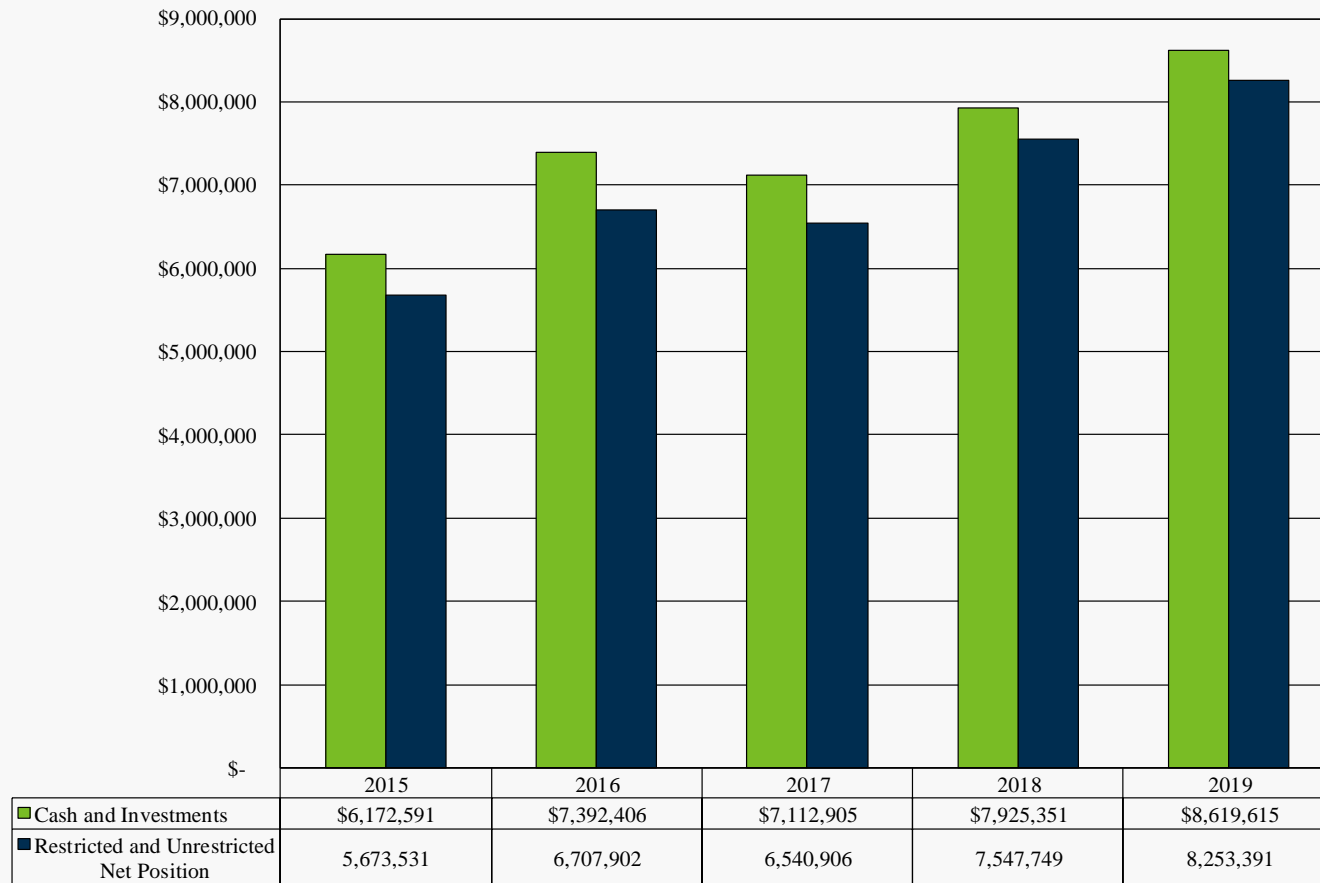
Wastewater Treatment Operations



Wastewater Treatment Fund

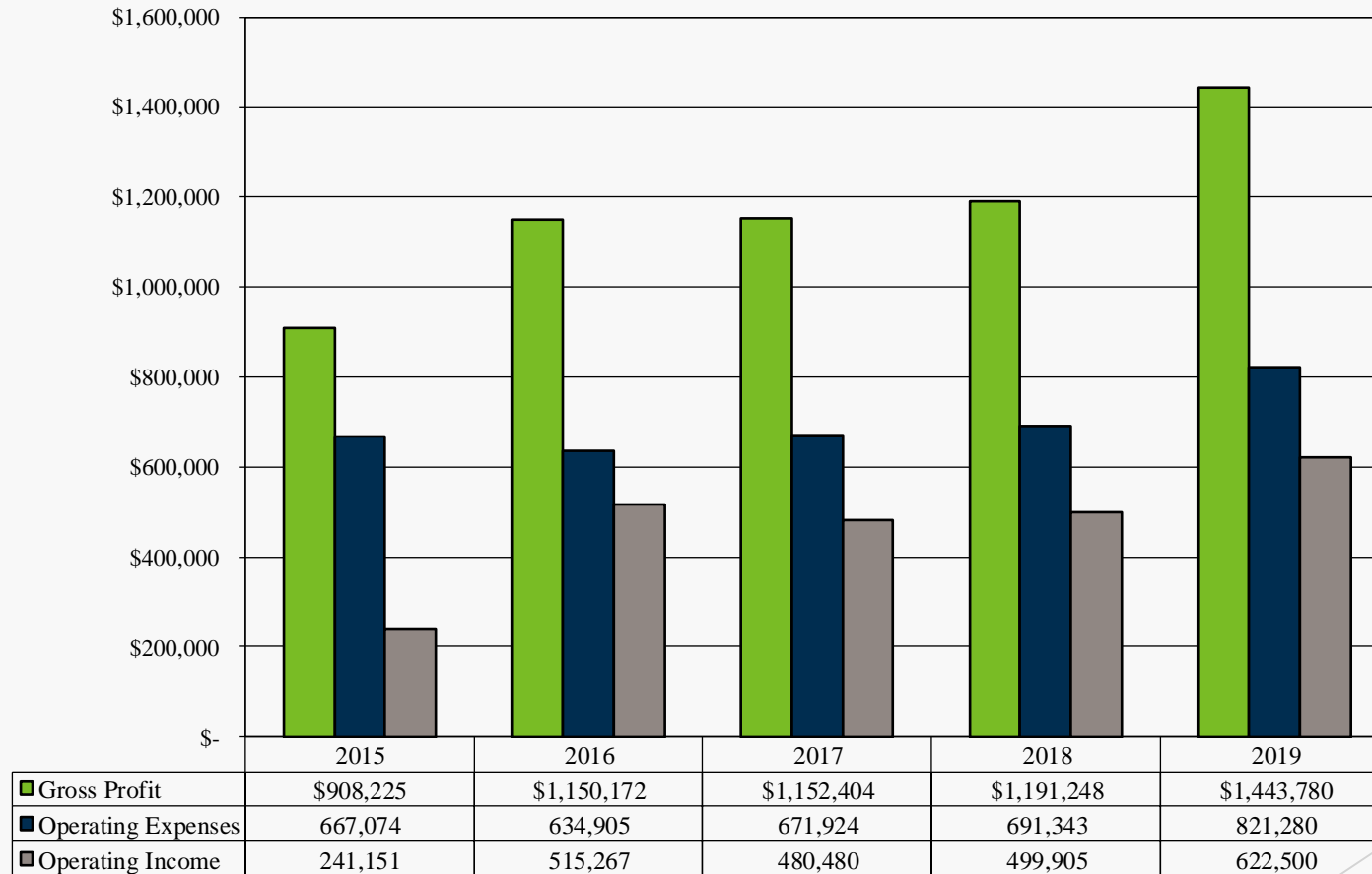
Cash and Investments and Net Position

Wastewater Treatment Fund



Municipal Liquor Store Fund Operations

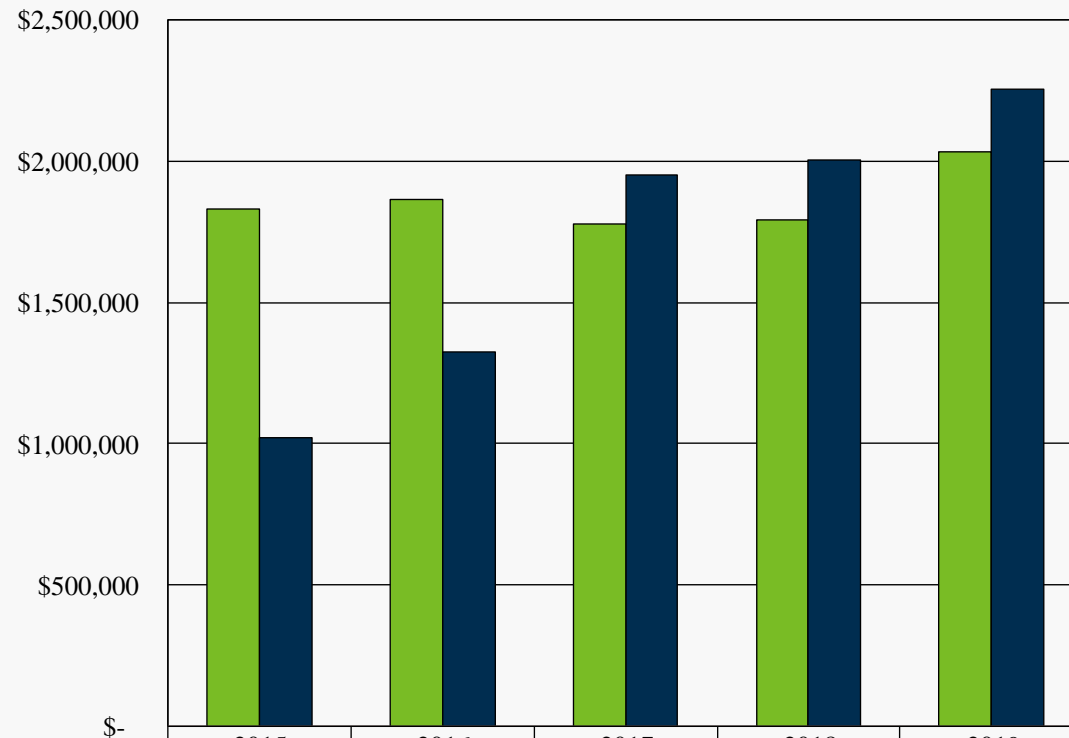
Municipal Liquor Store Operations



Municipal Liquor Store Fund

Cash and Investments and Net Position

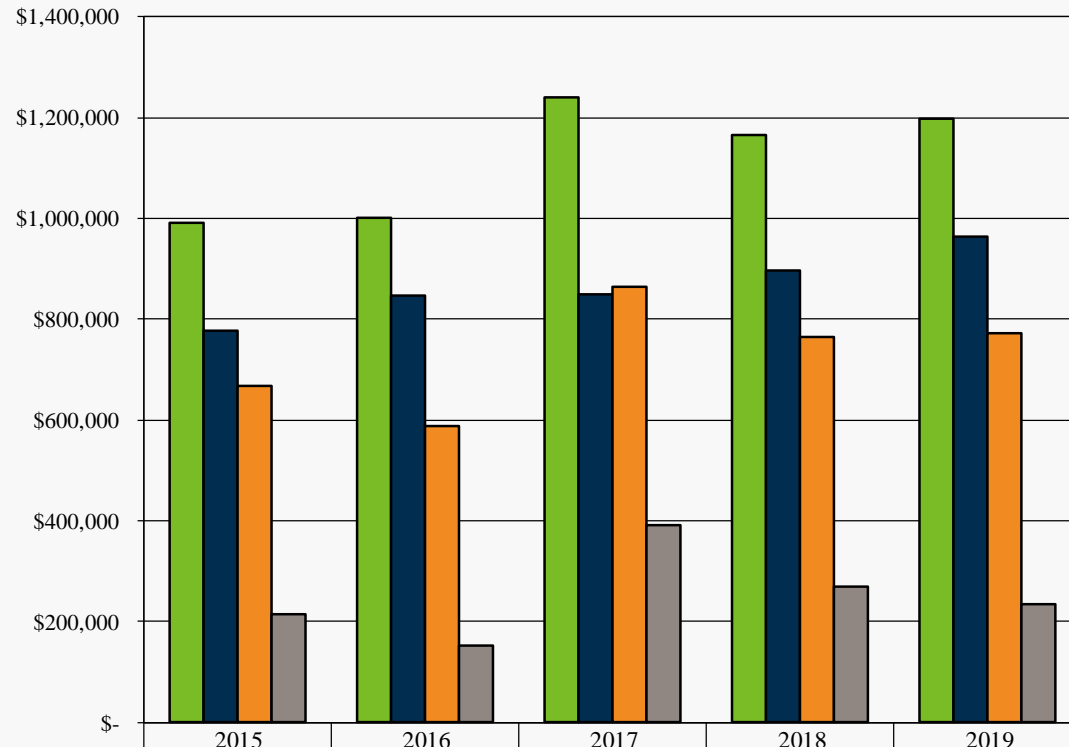
Municipal Liquor Store Fund



| | 2015 | 2016 | 2017 | 2018 | 2019 |
|--|-------------|-------------|-------------|-------------|-------------|
| ■ Cash and Investments | \$1,829,311 | \$1,865,418 | \$1,778,769 | \$1,794,175 | \$2,036,309 |
| ■ Restricted and Unrestricted Net Position | 1,022,498 | 1,323,523 | 1,950,601 | 2,003,097 | 2,254,908 |

Surface Water Management Fund Operations

Surface Water Management Operations

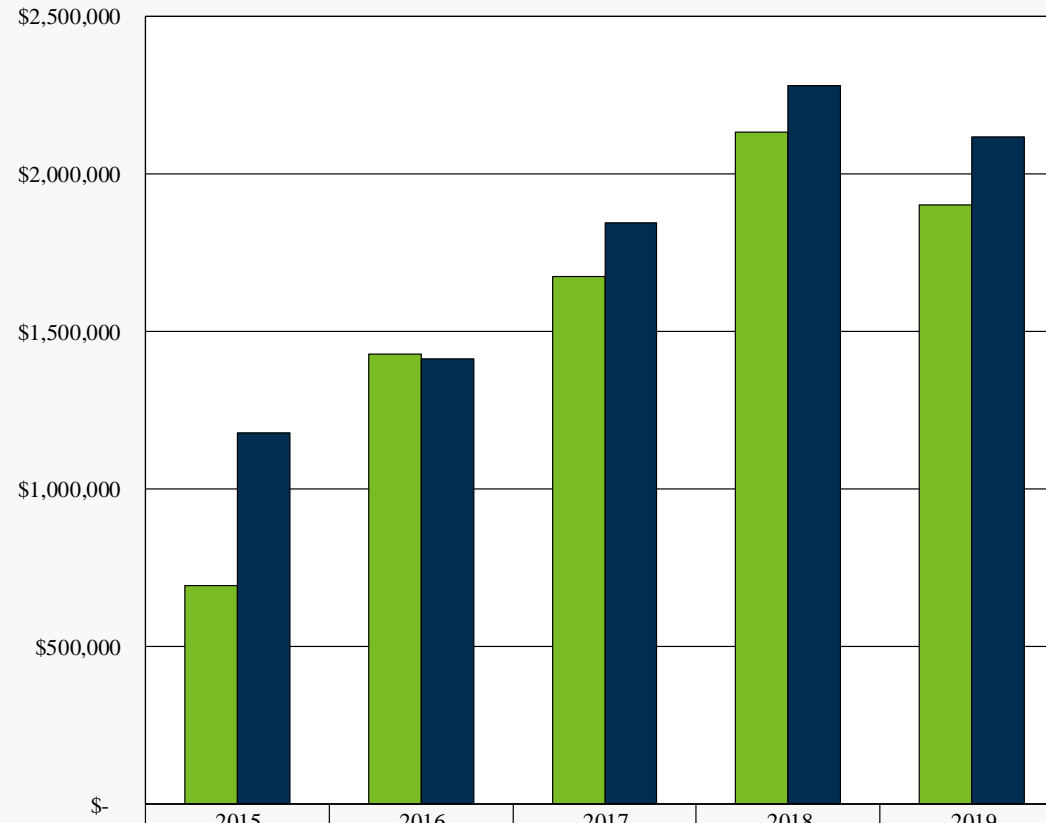


| | | | | | |
|---|-----------|-------------|-------------|-------------|-------------|
| ■ Operating Revenues | \$992,480 | \$1,001,246 | \$1,241,042 | \$1,165,997 | \$1,197,997 |
| ■ Operating Expenses | 778,173 | 848,176 | 848,636 | 897,843 | 962,843 |
| ■ Operating Income without Depreciation | 666,872 | 588,472 | 863,592 | 764,837 | 773,137 |
| ■ Operating Income | 214,307 | 153,070 | 392,406 | 268,154 | 235,154 |

Surface Water Management Fund

Cash and Investments and Net Position

Surface Water Management Fund



| | | | | | |
|--|-----------|-------------|-------------|-------------|-------------|
| ■ Cash and Investments | \$694,833 | \$1,426,717 | \$1,674,910 | \$2,134,155 | \$1,903,710 |
| ■ Restricted and Unrestricted Net Position | 1,178,209 | 1,412,722 | 1,846,029 | 2,280,679 | 2,119,204 |

Questions?

- Andrew Grice, CPA
- Andrew.Grice@bergankdv.com
- 952-563-6800

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THANK
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YOU

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