

FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITOR'S REPORT

**City of Deer Lodge**

*June 30, 2014*

**INTRODUCTORY**

**SECTION**

**CITY OF DEER LODGE  
ELECTED OFFICIALS/OFFICERS**

OFFICE	NAME OF CITY/TOWN OFFICIALS/OFFICERS	DATE TERM EXPIRES
Mayor	Zane A. Cosby	12/31/2017
Councilperson	Rex E. Anderson	12/31/2015
Councilperson	David L. Austin	12/31/2015
Councilperson	Kurt Sager	12/31/2017
Councilperson	Tom I. Goddard	12/31/2015
Councilperson	Terry Jennings	12/31/2017
Councilperson	Robert Stone	12/31/2017
Councilperson	Brian Bender	12/31/2017
Councilperson	John Molendyke	12/31/2015
City manager		
Attorney	Jayne Mitchell	N/A
Chief of police	Mike Grey	N/A
Clerk	Donna Seaton	N/A
Treasurer	Judi Whitney	N/A
Finance Director		
Police Judge		
Utility billing/collection clerk	Kathleen McNally	N/A

IN ACCORDANCE WITH STATE LAW, I HEREBY TRANSMIT THE  
CITY OF DEER LODGE  
ANNUAL FINANCIAL REPORT FOR THE  
FISCAL YEAR ENDING JUNE 30, 2014

Respectfully submitted;

\_\_\_\_\_  
City/Town Treasurer

\_\_\_\_\_  
Date

**FINANCIAL**

**SECTION**

## INDEPENDENT AUDITOR'S REPORT

To the Mayor and City Council  
City of Deer Lodge

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Deer Lodge, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the City of Deer Lodge's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

The City of Deer Lodge'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 financial statements based on our audit. 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 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 the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Deer Lodge, as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to 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. Our opinion on the financial statements is not affected by this missing information.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Deer Lodge's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparisons and schedule of federal and state grants are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, budgetary comparisons and schedule of federal and state grants 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparisons and schedule of federal and state grants is 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 June 5, 2015 on our consideration of the City of Deer Lodge's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and 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 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 of Deer Lodge's internal control over financial reporting and compliance.



Wipfli LLP  
Helena, Montana  
June 5, 2015

**BASIC  
FINANCIAL  
STATEMENTS**

**CITY OF DEER LODGE**  
**STATEMENT OF NET POSITION**  
**FISCAL YEAR ENDING JUNE 30, 2014**

	Primary Government			Component Units	
	Governmental	Business-type	Total		
	Activities	Activities			
<b>ASSETS</b>					
Cash and cash equivalents	1,425,539.26	1,136,340.53	2,561,879.79		
Investments	0.00	0.00	0.00		
Petty Cash	0.00	0.00	0.00		
Restricted Assets:					
Cash and cash equivalents	34,217.25	1,770,125.03	1,804,342.28		
Investments (at fair value)	0.00	0.00	0.00		
Taxes/Assessments Receivable - (net of allowance for uncollectibles)	166,102.00	0.00	166,102.00		
Accounts/other receivables - (net of allowance for uncollectibles)	1,019.28	152,346.70	153,365.98		
Internal Balances	0.00	0.00	0.00		
Due from other governments	77,517.38	85,876.21	163,393.59		
Prepaid expense	0.00	0.00	0.00		
Inventories	0.00	929.00	929.00		
Other debits	0.00	0.00	0.00		
Capital assets not being depreciated					
Land	84,971.00	0.00	84,971.00		
Construction in progress	0.00	1,692,220.58	1,692,220.58		
Capital assets being depreciated (net of accumulated depreciation)	1,806,672.10	3,275,218.36	5,081,890.46		
<b>Total Assets</b>	<b>3,596,038.27</b>	<b>8,113,056.41</b>	<b>11,709,094.68</b>	<b>0.00</b>	<b>0.00</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Deferred Outflows of Resources	0.00	0.00	0.00		
Deferred Outflows of Resources	0.00	0.00	0.00		
<b>Total Deferred Outflows of Resources</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>LIABILITIES</b>					
Accounts payable and other current liabilities	7,878.27	129,956.67	137,834.94		
Matured bonds and interest payable	0.00	0.00	0.00		
Due to other governments	0.00	0.00	0.00		
Revenues collected in advance	0.00	0.00	0.00		
Contracts/Loans/Notes Payable	0.00	0.00	0.00		
Noncurrent liabilities:					
Due within one year	35,000.00	0.00	35,000.00		
Due in more than one year	587,595.00	1,241,854.00	1,829,449.00		
<b>Total Liabilities</b>	<b>630,473.27</b>	<b>1,371,810.67</b>	<b>2,002,283.94</b>	<b>0.00</b>	<b>0.00</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred Inflows of Resources	0.00	0.00	0.00		
Deferred Inflows of Tax Resources	0.00	0.00	0.00		
<b>Total Deferred Inflows of Resources</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>NET POSITION</b>					
Net Investment in Capital Assets	1,321,643.10	3,764,069.94	5,085,713.04		
Restricted for:	(0.00)		(0.00)		
Debt Service			0.00		
Bond Indenture Requirements		103,741.61	103,741.61		
General Government			0.00		
Public Safety			0.00		
Public Works	1,001,339.66		1,001,339.66		
Public Health			0.00		
Culture/Recreation			0.00		
Economic Development			0.00		
Other:			0.00		
Non-spendable (other than Perm Fund)	0.00		0.00		
Permanent Fund principal			0.00		
Unrestricted	642,582.24	2,873,434.19	3,516,016.43		
<b>Total Net Position</b>	<b>2,965,565.00</b>	<b>6,741,245.74</b>	<b>9,706,810.74</b>	<b>0.00</b>	<b>0.00</b>
<i>Balance check (should equal zero):</i>	0.00	0.00	0.00		

**CITY OF DEER LODGE  
STATEMENT OF ACTIVITIES  
FISCAL YEAR ENDING JUNE 30, 2014**

		Program Revenues			Net (Expense) Revenue and Changes in Net Position				
Functions/Programs	Expenses	Charges for	Operating	Capital	Primary Government			Component Units	
		Services, Fines, Forfeitures, etc.	Grants and Contributions	Grants and Contributions	Governmental Activities	Business-type Activities	Total		
<b>Primary government:</b>									
Governmental activities:									
General government	166,740.28	19,377.79	15,110.00	0.00	(132,252.49)		(132,252.49)		
Public safety	457,657.04	20,000.00	0.00	0.00	(437,657.04)		(437,657.04)		
Public works	318,773.79	344,406.40	72,358.88	0.00	97,991.49		97,991.49		
Public health	75,742.21	1,031.25	0.00	0.00	(74,710.96)		(74,710.96)		
Social and economic services	0.00	0.00	0.00	0.00	0.00		0.00		
Culture and recreation	144,859.88	12,143.24	12,705.00	0.00	(120,011.64)		(120,011.64)		
Housing/Community Development	1,493.28	0.00	0.00	0.00	(1,493.28)		(1,493.28)		
Conservation of Natural Resources	0.00	0.00	0.00	0.00	0.00		0.00		
Interest on long-term debt	29,315.00	0.00	0.00	0.00	(29,315.00)		(29,315.00)		
Miscellaneous	42,994.51	0.00	0.00	0.00	(42,994.51)		(42,994.51)		
Unallocated costs	0.00				0.00		0.00		
<b>Total governmental activities</b>	<b>1,237,575.99</b>	<b>396,958.68</b>	<b>100,173.88</b>	<b>0.00</b>	<b>(740,443.43)</b>		<b>(740,443.43)</b>		
Business-type activities:									
Hospital						0.00	0.00		
Water	406,893.60	374,279.02				(32,614.58)	(32,614.58)		
ϕ Sewer	510,473.18	762,704.67				252,231.49	252,231.49		
Solid Waste/Landfill	159,726.10	178,878.27				19,152.17	19,152.17		
Ambulance						0.00	0.00		
Airport						0.00	0.00		
Gas/Electric						0.00	0.00		
<b>Total business-type activities</b>	<b>1,077,092.88</b>	<b>1,315,861.96</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>238,769.08</b>	<b>238,769.08</b>		
<b>Total primary government</b>	<b>2,314,668.87</b>	<b>1,712,820.64</b>	<b>100,173.88</b>	<b>0.00</b>	<b>(740,443.43)</b>	<b>238,769.08</b>	<b>(501,674.35)</b>		
<b>Component Units:</b>									
<b>Total component units</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>				<b>0.00</b>	<b>0.00</b>
General revenues:									
Property taxes					381,762.11	0.00	381,762.11		
Local option taxes					68,064.45		68,064.45		
Licenses and permits					69,303.90		69,303.90		
Unrestricted Federal/State shared revenues					412,068.50	466,252.04	878,320.54		
Unrestricted grants and contributions					0.00		0.00		
Unrestricted investment earnings					2,428.13	4,483.59	6,911.72		
Miscellaneous					45,485.38		45,485.38		
Gain on sale of capital assets					0.00	0.00	0.00		
Transfers					0.00	0.00	0.00		
Special/Extraordinary items					0.00	0.00	0.00		
							0.00		
<b>Total general revenues and transfers</b>					<b>979,112.47</b>	<b>470,735.63</b>	<b>1,449,848.10</b>	<b>0.00</b>	<b>0.00</b>
Change in net position									
Total net position - July 1, 2013 as previously reported					238,669.04	709,504.71	948,173.75	0.00	0.00
Prior period adjustments					2,726,895.96	6,031,741.03	8,758,636.99		
Total net position - July 1, 2013 as restated					0.00	0.00	0.00		
Total net position - June 30, 2014					2,726,895.96	6,031,741.03	8,758,636.99		
					2,965,565.00	6,741,245.74	9,706,810.74	0.00	0.00

CITY OF DEER LODGE					
BALANCE SHEET					
GOVERNMENTAL FUNDS					
FISCAL YEAR ENDING JUNE 30, 2014					
Account Number	Description	Major Funds			Total Governmental Funds
		Fund #1000 General	Fund #2510 Street Maint. Dist #4	Other Governmental Funds	
<b>ASSETS</b>					
101000	Cash and cash equivalents	198,672.54	602,664.85	624,201.87	1,425,539.26
103000	Petty cash			0.00	0.00
101100	Investments			0.00	0.00
Restricted Assets:					
102200	Cash and cash equivalents	648.11		33,569.14	34,217.25
102300	Investments			0.00	0.00
106000	Valuation of investments to fair value			0.00	0.00
110000	Tax/assessment receivable (net of allowance for uncollectibles)	66,267.03	43,811.30	56,023.67	166,102.00
120000	Accounts/other receivables - (net of allowance for uncollectibles)	769.28	250.00	0.00	1,019.28
131000	Due from other funds	7,043.31		0.00	7,043.31
132000	Due from other governments	31,286.88	21,591.37	24,639.13	77,517.38
133000	Advances to other funds			0.00	0.00
140000	Prepaid expense			0.00	0.00
150000	Inventories			0.00	0.00
170000	Other debits			0.00	0.00
<b>Total Assets</b>		<b>304,687.15</b>	<b>668,317.52</b>	<b>738,433.81</b>	<b>1,711,438.48</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
190000	Deferred Outflows of Resources			0.00	0.00
19xxxx	Deferred Outflows of Resources			0.00	0.00
<b>Total Deferred Outflows of Resources</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>LIABILITIES</b>					
201000	Warrants payable			0.00	0.00
202100	Accounts payable	4,817.91		3,060.36	7,878.27
203100	Judgments payable			0.00	0.00
204000	Contracts/loans/notes payable			0.00	0.00
205200	Matured interest payable			0.00	0.00
206100	Other accrued payables			0.00	0.00
211000	Due to other funds			7,043.31	7,043.31
212000	Due to other governments	0.00		0.00	0.00
214000	Deposits payable			0.00	0.00
216000	Revenues collected in advance	0.00		0.00	0.00
233000	Advances from other funds			0.00	0.00
<b>Total Liabilities</b>		<b>4,817.91</b>	<b>0.00</b>	<b>10,103.67</b>	<b>14,921.58</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
220000	Deferred Inflows of Resources			0.00	0.00
223000	Deferred Inflows of Tax Revenues	66,267.03	43,811.30	56,023.67	166,102.00
<b>Total Deferred Inflows of Resources</b>		<b>66,267.03</b>	<b>43,811.30</b>	<b>56,023.67</b>	<b>166,102.00</b>
<b>FUND BALANCES:</b>					
250100	Non-spendable			0.00	0.00
	Inventory				0.00
250200	Restricted			0.00	0.00
	General government				0.00
	Public Safety				0.00
	Public Works		624,506.22	376,833.44	1,001,339.66
	Culture and Recreation				0.00
	Other: GO Bond debt service				0.00
260100	Committed			0.00	0.00
	General government			31,364.44	31,364.44
	Public Safety			47,586.56	47,586.56
	Public Works			149,472.18	149,472.18
	Culture and Recreation			71,994.85	71,994.85
	Other: (input explanation)				0.00
260200	Assigned			0.00	0.00
					0.00
					0.00
					0.00
271000	Unassigned	233,602.21		(4,945.00)	228,657.21
<b>Total Fund Balances</b>		<b>233,602.21</b>	<b>624,506.22</b>	<b>672,306.47</b>	<b>1,530,414.90</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>		<b>304,687.15</b>	<b>668,317.52</b>	<b>738,433.81</b>	
Amounts reported for governmental activities in the statement of net position are different because:					
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.					
					1,891,643.10
Other long-term assets are not available to pay current-period expenditures and, therefore, are deferred omf:pws of resources in the funds.					
					166,102.00
Internal service funds are used by management to charge the costs of providing services within the government. The assets and liabilities of the internal service funds are included in governmental activities in the government-wide statement of net position.					
Current assets					
Accounts payable					
					0.00
Net amount allocated to business-type/external activities					
					0.00
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.					
					(622,595.00)
<b>Net position of governmental activities</b>					
					<b>2,965,565.00</b>

CITY OF DEER LODGE					
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES					
GOVERNMENTAL FUNDS					
FISCAL YEAR ENDING JUNE 30, 2014					
		Major Funds			
		Fund #1000	Fund #2510	Other	Total
Account Number	Description	General	Street Maint. Dist #4	Governmental Funds	Governmental Funds
<b>REVENUES</b>					
310000/ 363000	Taxes/assessments	274,794.49	266,195.51	211,035.60	752,025.60
320000	Licenses and permits	24,048.87		45,255.03	69,303.90
330000	Intergovernmental revenues	409,995.24		102,247.14	512,242.38
340000	Charges for services	33,344.29		5,775.00	39,119.29
350000	Fines and forfeitures	18,376.00		0.00	18,376.00
360000	Miscellaneous	45,308.69	167.40	6,677.53	52,153.62
370000	Investment and royalty earnings	2,028.04		400.09	2,428.13
					0.00
	<b>Total Revenues</b>	<b>807,895.62</b>	<b>266,362.91</b>	<b>371,390.39</b>	<b>1,445,648.92</b>
<b>EXPENDITURES</b>					
Current:					
410000	General government	164,244.66		0.00	164,244.66
420000	Public safety	416,531.14		0.00	416,531.14
430000	Public works	29,491.01	155,815.63	62,176.21	247,482.85
440000	Public health	74,376.95		0.00	74,376.95
450000	Social and economic services	0.00		0.00	0.00
460000	Culture and recreation	23,147.92		109,522.77	132,670.69
470000	Housing and community development	1,493.28		0.00	1,493.28
480000	Conservation of natural resources	0.00		0.00	0.00
490000	Debt Service:				
	Principal	0.00		0.00	0.00
	Interest	0.00		0.00	0.00
					0.00
	Capital outlay	53,479.40	57,890.00	0.00	111,369.40
500000	Internal Services				0.00
510000	Miscellaneous	7,369.94		99,939.57	107,309.51
	<b>Total Expenditures</b>	<b>770,134.30</b>	<b>213,705.63</b>	<b>271,638.55</b>	<b>1,255,478.48</b>
	<b>Excess of revenues (under) expenditures</b>	<b>37,761.32</b>	<b>52,657.28</b>	<b>99,751.84</b>	<b>190,170.44</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
381010/40	Bonds issued	0.00		0.00	0.00
381010/40	Discount on bonds issued	0.00		0.00	0.00
381050	Inception of capital lease	0.00		0.00	0.00
381070	Notes/loans/intercap issued	0.00		0.00	0.00
382010	Sale of capital assets	0.00		0.00	0.00
383000	Transfers In	0.00		0.00	0.00
521000	Transfers out (Enter as negative)	0.00		0.00	0.00
384000	Special items - revenue	0.00		0.00	0.00
385000	Extraordinary items - revenue	0.00		0.00	0.00
524000	Special items - expenditure (Negative)	0.00		0.00	0.00
525000	Extraordinary items - expenditure (Negative)	0.00		0.00	0.00
	<b>Total other financing sources (uses)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	<b>Net change in fund balances</b>	<b>37,761.32</b>	<b>52,657.28</b>	<b>99,751.84</b>	<b>190,170.44</b>
	<b>Fund balances - July 1, 2013 as previously reported</b>	<b>195,840.89</b>	<b>571,848.94</b>	<b>572,554.63</b>	<b>1,340,244.46</b>
	<b>Prior period adjustments</b>	<b>0.00</b>		<b>0.00</b>	<b>0.00</b>
	<b>Fund balances - July 1, 2013 as restated</b>	<b>195,840.89</b>	<b>571,848.94</b>	<b>572,554.63</b>	<b>1,340,244.46</b>
	<b>Fund balances - June 30, 2014</b>	<b>233,602.21</b>	<b>624,506.22</b>	<b>672,306.47</b>	<b>1,530,414.90</b>
-7-					

**CITY OF DEER LODGE  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FISCAL YEAR ENDING JUNE 30, 2014**

<b>Net change in fund balances - total governmental funds (page 16 )</b>	<u>190,170.44</u>
Amounts reported for governmental activities in the statement of activities (page 5 ) are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:	
Capital assets purchased	111,369.40
Depreciation expense	<u>(106,262.91)</u>
In the Statement of Activities, the loss or gain on the sale or disposal of capital assets is recognized. The fund financial statements recognize only the proceeds from the sale of these assets:	
Gain (loss) on the disposal of capital assets	
Proceeds from the sale of capital assets	<u>0.00</u>
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:	
Long-term receivables (deferred revenue)	<u>30,596.11</u>
Long-term debt proceeds provide current financial resources to the governmental funds, but issuing debt increases long-term liabilities in the statement of net position:	
Capital lease proceeds	0.00
Bond sale proceeds	<u>0.00</u>
Loan proceeds	<u>0.00</u>
Repayment of debt principal is and expenditure in the governmental funds, but the repayment reduces long-term debt in the Statement of Net Position:	
Capital lease obligation principal payments	
Long-term loan/contract principal payments	
Long-term bond principal payments	<u>35,000.00</u>
Internal service funds are used by management to charge the costs of certain activities, such as insurance and data processing, to individual funds. The net revenue of the internal service funds is reported with the governmental activities of the government-wide statement of activities net of the amounts allocated to business-type activities and depreciation expense	
Change in net position	<u>0.00</u>
Net of amount allocated to business-type/external activities	<u>0.00</u>
Depreciation Expense	<u>0.00</u> 0.00
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	
Accrued compensated absences	<u>(22,204.00)</u>
<b>Change in Net Position in Governmental Activities</b>	<u><u>238,669.04</u></u>

**CITY OF DEER LODGE**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**FISCAL YEAR ENDING JUNE 30, 2014**

		Business-type Activities				Governmental
		Major Enterprise Funds			Nonmajor	Activities
Account Number	Description	Fund #5210 Water	Fund #5310 Sewer	Fund #5410 Solid Waste	Enterprise Funds	Internal Service
		Totals				
<b>ASSETS</b>						
<b>Current Assets</b>						
101000	Cash and cash equivalents	67,352.65	744,792.49	324,195.39	0.00	1,136,340.53
103000	Petty cash				0.00	0.00
101100	Investments (at fair value)				0.00	0.00
110000	Tax/assessment receivable (net of allowance for uncollectibles)				0.00	0.00
120000	Accounts/other receivables - (net of allowance for uncollectibles)	31,288.71	102,306.23	18,751.76	0.00	152,346.70
131000	Due from other funds				0.00	0.00
132000	Due from other governments		85,876.21		0.00	85,876.21
141000	Prepaid expense	929.00			0.00	929.00
150000	Inventories				0.00	0.00
<b>Total Current Assets</b>		<b>99,570.36</b>	<b>932,974.93</b>	<b>342,947.15</b>	<b>0.00</b>	<b>1,375,492.44</b>
<b>Noncurrent Assets</b>						
Restricted Assets:						
102200	Cash and cash equivalents	777,889.73	639,171.63	353,063.67	0.00	1,770,125.03
102300	Investments				0.00	0.00
133000	Advances to other funds				0.00	0.00
170000	Other debits				0.00	0.00
180000	Capital assets:					
	Land				0.00	0.00
	Construction in progress		1,692,220.58		0.00	1,692,220.58
	Buildings				0.00	0.00
	Improvements other than buildings				0.00	0.00
	Machinery and equipment	213,686.07	316,765.83	453,811.23	0.00	984,263.13
	Infrastructure (utility systems)	2,724,621.83	3,402,519.19		0.00	6,127,141.02
	Less: accumulated depreciation	(1,701,333.06)	(1,681,041.50)	(453,811.23)	0.00	(3,836,185.79)
	Capital assets - net of accumulated depreciation	1,236,974.84	3,730,464.10	0.00	0.00	4,967,438.94
<b>Total Noncurrent Assets</b>		<b>2,014,864.57</b>	<b>4,369,635.73</b>	<b>353,063.67</b>	<b>0.00</b>	<b>6,737,563.97</b>
<b>Total Assets</b>		<b>2,114,434.93</b>	<b>5,302,610.66</b>	<b>696,010.82</b>	<b>0.00</b>	<b>8,113,056.41</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
190000	Deferred Outflows of Resources				0.00	0.00
<b>Total Deferred Outflows of Resources</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
202100	Accounts payable	39.96	129,916.71		0.00	129,956.67
203100	Judgments payable				0.00	0.00
204000	Contracts/loans/notes payable				0.00	0.00
205200	Matured interest payable				0.00	0.00
206100	Other accrued payables				0.00	0.00
209100	Compensated absences				0.00	0.00
211000	Due to other funds				0.00	0.00
212000	Due to other governments				0.00	0.00
214000	Deposits payable				0.00	0.00
216000	Revenues collected in advance				0.00	0.00
<b>Total Current Liabilities</b>		<b>39.96</b>	<b>129,916.71</b>	<b>0.00</b>	<b>0.00</b>	<b>129,956.67</b>
<b>Noncurrent Liabilities</b>						
231000	Bonds payable		377,000.00		0.00	377,000.00
233000	Advance from other funds				0.00	0.00
234000	Judgments payable				0.00	0.00
235000	Contracts/loans/notes payable		826,369.00		0.00	826,369.00
236000	Closure/postclosure care costs				0.00	0.00
238000	OPEB Liability				0.00	0.00
239000	Compensated absences	10,880.00	11,554.00	16,051.00	0.00	38,485.00
<b>Total Noncurrent Liabilities</b>		<b>10,880.00</b>	<b>1,214,923.00</b>	<b>16,051.00</b>	<b>0.00</b>	<b>1,241,854.00</b>
<b>Total Liabilities</b>		<b>10,919.96</b>	<b>1,344,839.71</b>	<b>16,051.00</b>	<b>0.00</b>	<b>1,371,810.67</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
220000	Deferred Inflows of Resources				0.00	0.00
22xxxx	Deferred Inflows of Resources				0.00	0.00
<b>Total Deferred Inflows of Resources</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>NET POSITION</b>						
Net Investmentment in Capital Assets		1,236,974.84	2,527,095.10	0.00	0.00	3,764,069.94
Restricted for:				103,741.61	0.00	103,741.61
					0.00	0.00
					0.00	0.00
					0.00	0.00
Unrestricted		866,540.13	1,430,675.85	576,218.21	0.00	2,873,434.19
<b>Total Net Position</b>		<b>2,103,514.97</b>	<b>3,957,770.95</b>	<b>679,959.82</b>	<b>0.00</b>	<b>6,741,245.74</b>
<i>Balance check (Should equal zero):</i>		<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	
Reconciliation to government-wide statement of net position:						
Adjustment to reflect the consolidations of internal service funds activities related to enterprise funds						
<b>Net position of business-type activities</b>						<b>6,741,245.74</b>

	A	B	C	D	E	G	H	I
1		<b>CITY OF DEER LODGE</b>						
2		<b>STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION</b>						
3		<b>PROPRIETARY FUNDS</b>						
4		<b>FISCAL YEAR ENDING JUNE 30, 2014</b>						
5								<b>Governmental</b>
6			<b>Business-type Activities</b>					<b>Activities</b>
7								
8			<b>Major Enterprise Funds</b>			<b>Nonmajor</b>		
9	<b>Account</b>		<b>Fund #5210</b>	<b>Fund #5310</b>	<b>Fund #5410</b>	<b>Enterprise</b>		<b>Internal</b>
10	<b>Number</b>	<b>Description</b>	<b>Water</b>	<b>Sewer</b>	<b>Solid Waste</b>	<b>Funds</b>	<b>Totals</b>	<b>Service</b>
11		<b>OPERATING REVENUES</b>						
12	340000	Charges for services	374,279.02	762,704.67	178,878.27	0.00	1,315,861.96	0.00
13	360000	Miscellaneous revenues				0.00	0.00	0.00
14	363000	Special assessments				0.00	0.00	0.00
15						0.00	0.00	
16		<b>Total Operating Revenues</b>	374,279.02	762,704.67	178,878.27	0.00	1,315,861.96	0.00
17								
18		<b>OPERATING EXPENSES</b>						
19	100	Personal services	151,396.95	200,232.36	105,467.39	0.00	457,096.70	0.00
20	200	Supplies	12,914.23	12,073.07	25,890.78	0.00	50,878.08	0.00
21	300	Purchased services	147,111.46	191,045.03	18,374.49	0.00	356,530.98	0.00
22	400	Building materials				0.00	0.00	0.00
23	500	Fixed charges	14,495.92	17,680.36	9,993.44	0.00	42,169.72	0.00
24	810	Loss/Bad debt expense				0.00	0.00	0.00
25	830	Depreciation	80,975.04	80,602.36		0.00	161,577.40	0.00
26						0.00	0.00	
27		<b>Total Operating Expenses</b>	406,893.60	501,633.18	159,726.10	0.00	1,068,252.88	0.00
28		Operating Income (Loss)	(32,614.58)	261,071.49	19,152.17	0.00	247,609.08	0.00
29		<b>NONOPERATING REVENUES (EXPENSES)</b>						
30	310000	Taxes/assessment revenue				0.00	0.00	0.00
31	320000	Licenses/permits revenue				0.00	0.00	0.00
32	330000	Intergovernmental revenue		466,252.04		0.00	466,252.04	0.00
33	371000	Interest revenue	1,694.72	1,732.26	1,056.61	0.00	4,483.59	0.00
34	382030	Gain/Loss on Sale of Capital Assets (Loss is negative)				0.00	0.00	0.00
35	490000	Debt service interest expense (Enter as negative)		(8,840.00)		0.00	(8,840.00)	0.00
36	384000	Special items - revenue				0.00	0.00	0.00
37	385000	Extraordinary items - revenue				0.00	0.00	0.00
38	524000	Special items - expense (enter as negative)				0.00	0.00	0.00
39	525000	Extraordinary items - expense (enter as negative)				0.00	0.00	0.00
40		<b>Total Non-Operating Revenues (Expenses)</b>	1,694.72	459,144.30	1,056.61	0.00	461,895.63	0.00
41		Income (Loss) before contributions and transfers	(30,919.86)	720,215.79	20,208.78	0.00	709,504.71	0.00
42		Capital contributions				0.00	0.00	0.00
43		Transfers in (out)				0.00	0.00	0.00
44		Change in net position	(30,919.86)	720,215.79	20,208.78	0.00	709,504.71	0.00
45		Total net position - July 1, 2013 as previously reported	2,134,434.83	3,237,555.16	659,751.04	0.00	6,031,741.03	0.00
46		Prior period adjustments				0.00	0.00	0.00
47		Total net position - July 1, 2013 as restated	2,134,434.83	3,237,555.16	659,751.04	0.00	6,031,741.03	0.00
48		Total net position - June 30, 2014	2,103,514.97	3,957,770.95	679,959.82	0.00	6,741,245.74	0.00
49								
50				Reconciliation to government-wide statement of activities:				
51				Adjustment to reflect the consolidation of internal service fund				
52				activities related to enterprise funds				
53				<b>Change in net position of business-type activities</b>				709,504.71
54								
55								
56								
57								

**CITY OF DEER LODGE**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FISCAL YEAR ENDING JUNE 30, 2014**

	Business-type Activities				Governmental	
	Major Enterprise Funds				Activities	
	Fund #5210	Fund #5310	Fund #5410	Nonmajor		
Description	Water	Sewer	Solid Waste	Enterprise	Totals	Internal
				Funds		Service
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>						
Cash received from customers	374,966.98	680,164.73	178,918.58	0.00	1,234,050.29	0.00
Cash paid to suppliers	(174,525.64)	(98,633.80)	(54,258.71)	0.00	(327,418.15)	0.00
Cash paid to employees	(150,586.95)	(199,772.36)	(103,160.39)	0.00	(453,519.70)	0.00
Cash received from interfund services provided				0.00	0.00	0.00
Cash paid for interfund services used				0.00	0.00	0.00
Net cash provided (used) by operating activities	49,854.39	381,758.57	21,499.48	0.00	453,112.44	0.00
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>						
Transfers from (to) other funds	0.00	0.00	0.00	0.00	0.00	0.00
Advances from (to) other funds				0.00	0.00	0.00
Subsidies from taxes and other governments	0.00	466,252.04	0.00	0.00	466,252.04	0.00
Net cash provided (used) by capital and related financing activities	0.00	466,252.04	0.00	0.00	466,252.04	0.00
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>						
Proceeds from debt		826,369.00		0.00	826,369.00	0.00
Capital contributions	0.00	0.00	0.00	0.00	0.00	0.00
Purchases/acquisition/construction of capital assets	0.00	(1,532,097.73)		0.00	(1,532,097.73)	0.00
Principal on debt (Enter as a negative)		(20,000.00)		0.00	(20,000.00)	0.00
Interest paid on debt (Negative)	0.00	(8,840.00)	0.00	0.00	(8,840.00)	0.00
Capital lease down payment				0.00	0.00	0.00
Proceeds from sales of capital assets				0.00	0.00	0.00
Net cash provided (used) by capital and related financing activities	0.00	(734,568.73)	0.00	0.00	(734,568.73)	0.00
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
Proceeds from sales of investments				0.00	0.00	0.00
Purchase of investments (Enter as negative)				0.00	0.00	0.00
Interest earnings	1,694.72	1,732.26	1,056.61	0.00	4,483.59	0.00
Net cash provided (used) by investing activities	1,694.72	1,732.26	1,056.61	0.00	4,483.59	0.00
Net increase (decrease) in cash and cash equivalents	51,549.11	115,174.14	22,556.09	0.00	189,279.34	0.00
Cash and cash equivalents - July 1, 2013	793,693.27	1,268,789.98	654,702.97	0.00	2,717,186.22	0.00
Cash and cash equivalents - June 30, 2014	845,242.38	1,383,964.12	677,259.06	0.00	2,906,465.56	0.00
<b>Reconciliation of operating income to net cash provided (used) by operating activities:</b>						
Operating income	(32,614.58)	261,071.49	19,152.17	0.00	247,609.08	0.00
Adjustments to reconcile operating income to net cash provided (used) by operating activities						
Depreciation expense	80,975.04	80,602.36	0.00	0.00	161,577.40	0.00
(Increase) Decrease in accounts receivable	687.96	(29,971.36)	40.31	0.00	(29,243.09)	0.00
(Increase) Decrease in intergovernmental receivables		(52,568.58)		0.00	(52,568.58)	0.00
(Increase) Decrease in due from other funds				0.00	0.00	0.00
Increase in allowance for uncollectible accounts				0.00	0.00	0.00
(Increase) decrease in inventories				0.00	0.00	0.00
(Increase) decrease in prepaid items				0.00	0.00	0.00
Increase (decrease) in customer deposits				0.00	0.00	0.00
Increase (decrease) in accounts payable	(4.03)	122,164.66	0.00	0.00	122,160.63	0.00
Increase (decrease) in compensated absences pay.	810.00	460.00	2,307.00	0.00	3,577.00	0.00
Increase (decrease) in intergovernmental payables				0.00	0.00	0.00
Increase (decrease) in due to other funds				0.00	0.00	0.00
Total adjustments	82,468.97	120,687.08	2,347.31	0.00	205,503.36	0.00
Net cash provided (used) by operating activities	49,854.39	381,758.57	21,499.48	0.00	453,112.44	0.00
		0.00				
<b>Noncash investing, capital, and financing activities:</b>						
Borrowing under capital lease				0.00	0.00	0.00
Contributions of capital assets from government				0.00	0.00	0.00
Purchase of equipment on account				0.00	0.00	0.00
Increase in fair value of investments				0.00	0.00	0.00
Capital asset trade-ins				0.00	0.00	0.00

CITY OF DEER LODGE					
STATEMENT OF FIDUCIARY NET POSITION					
FIDUCIARY FUNDS					
FISCAL YEAR ENDING JUNE 30, 2014					
		Trust Funds			Agency Funds
		Pension	Investment	Private Purpose	
Account		Trust Funds	Trust Funds	Trust Funds	Agency Composite
Number	Description	(7000-7005)	(7006-7009)	(7010-7099)	(7100-7999)
	<b>ASSETS</b>				
101000	Cash and cash equivalents			119,107.55	282,417.19
	Receivables:				
110000	Tax/assessment receivable (net of allowance for uncollectibles)				
120000	Accounts/other receivables - (net of allowance for uncollectibles)				0.00
128000	Interest receivable				
101100	Investments (at fair value)				
-12					
	<b>Total Assets</b>	0.00	0.00	119,107.55	282,417.19
190000	<b>Deferred Outflows of Resources</b>				
	<b>LIABILITIES</b>				
201100	Warrants payable				274,332.19
202100	Accounts payable				
203100	Judgments payable				
204100	Contracts payable				
211000	Due to other funds				
212000	Due to other governments				8,085.00
216000	Revenues Collected in Advance				
	<b>Total Liabilities</b>	0.00	0.00	0.00	282,417.19
220000	<b>Deferred Inflows of Resources</b>				
	<b>NET POSITION</b>				
	Held in trust for pension benefits and other purposes	0.00	0.00	119,107.55	

CITY OF DEER LODGE					
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION					
FIDUCIARY FUNDS					
FISCAL YEAR ENDING JUNE 30, 2014					
			Trust Funds		
			Pension	Investment	Private Purpose
Account			Trust Funds	Trust Funds	Trust Funds
Number	Description		(7000-7005)	(7006-7009)	(7010-7099)
	<b>ADDITIONS:</b>				
310000	Tax revenue				
330000	Intergovernmental revenue				
360000	Miscellaneous revenue				
370000	Investment earnings				811.56
366000	Contributions to pension plan				
366000	Contributions to investment trust				3,560.00
-13-					
	<b>Total Additions</b>		0.00	0.00	4,371.56
	<b>DEDUCTIONS:</b>				
	Administrative expenses				
	Refunds of contributions				
	Benefit payments				
	Distribution of investments				
	Due to other funds				
	Due to other governments				
	<b>Total Deductions</b>		0.00	0.00	0.00
	Change in net position		0.00	0.00	4,371.56
	Total net position - July 1, 2013 as previously reported				114,735.99
	Prior period adjustments				
	Total net position - July 1, 2013 as restated		0.00	0.00	114,735.99
	Total net position - June 30, 2014		0.00	0.00	119,107.55

**CITY OF DEER LODGE  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FISCAL YEAR ENDING JUNE 30, 2014**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The City of Deer Lodge is a political subdivision of the State of Montana governed by a Mayor and Council (Commission) duly elected by the registered voters of the City/Town. The City utilizes the Mayor/Council form of government. The accompanying financial statements present the primary government and its component units, entities for which the government is considered to be financially accountable. Blended component units are part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government, but is financially accountable to or fiscally dependent upon the primary government or their omission from the financial statements would be misleading or incomplete.

**B. Government-wide and fund financial statements**

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary governments is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: 1) charges to customers who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide statements. Major individual governmental funds and major individual enterprise funds are reported in separate columns in the fund financial statements.

**CITY OF DEER LODGE  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FISCAL YEAR ENDING JUNE 30, 2014**

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - cont.**

**C. Measurement focus, basis of accounting, and financial statement presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government. Taxes and assessments receivable remaining uncollected at year end are offset by a deferred revenue since they are not available to pay liabilities of the current period.

The government reports the following major governmental funds:

General Fund - This is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Street Maintenance District #4 - This fund accounts for assessments for street costs of District #4 within the City.

The government reports the following major proprietary funds:

Water Enterprise Fund - This fund is used to account for the operating and nonoperating revenues and expenses of the public water utility system. The fund is maintained on the full accrual basis of accounting.

Sewer Enterprise Fund - This fund is used to account for the operating and nonoperating revenues and expenses of the public sewer utility system. The fund is maintained on the full accrual basis of accounting.

Solid Waste Fund - This fund is used to account for the operating and nonoperating revenues and expenses of the public solid waste utility system. The fund is maintained on the full accrual basis of accounting.

Additionally, the government reports the following fund types:

Private Purpose Trust Funds - These funds are used to account for resources legally held in trust for use by another government, individual, or organization as identified by the donor. The use of these funds may be restricted to only the interest earned on the investment of the principal or the entire amount may be used in accordance with the terms of the donor.

**CITY OF DEER LODGE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDING JUNE 30, 2014**

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - cont.**

**C. Measurement focus, basis of accounting, and financial statement presentation - cont.**

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the governments' enterprise functions and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions.

Amounts reported as program revenues include: 1) charges to customers for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and the government's internal service funds are charges to customers for services provided. Operating expenses for enterprise funds and internal service funds include the cost of providing such services and the depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**D. Assets, liabilities, and net position or equity**

**1. Deposits and investments**

The cash and cash equivalents are considered to be cash on hand, demand and time deposits and short-term investments with original maturity dates of three months or less from the date of acquisition.

State statutes authorize the Local Government to invest in direct obligations of the U.S. Government, such as U.S. Treasury bills and notes and U.S. Government securities as defined by law, repurchase agreements and the State Short-Term Investment Pool (STIP)

Investments are reported at fair value. The State Short-Term Investment Pool operates in accordance with State laws and regulations and is administered by the State Department of Administration.

**2. Receivables and payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at fiscal year end are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). Advances between funds are not available for appropriation and are not expendable available financial resources.

Accounts receivables are shown net of allowance for uncollectibles. Property tax receivables are offset by a deferred inflow account since they are not available to pay liabilities of the current period. All property tax levies are set at the time of the adoption of the annual budget. The real estate taxes are payable in two installments, the first due by November 30 and the second by May 31. Personal property taxes are assessed in April or May and are payable within 30 days of the issuance of the notice.

**3. Inventories and prepaid items**

All inventories are valued at cost. Inventories are recorded as expenditures when purchased (when consumed).

Certain payments reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

**4. Restricted assets**

Certain assets of the enterprise funds are restricted for specific use as required by the bond indenture agreement covenants established with the issuance and sale of the revenue bonds representing a liability to the enterprise funds. These restricted assets represent cash and cash equivalents restricted for use to repay current debt, establish a reserve for future debt and the establish a replacement and depreciation reserve for the purpose of replacing the system in the future.

**CITY OF DEER LODGE  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FISCAL YEAR ENDING JUNE 30, 2014**

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - cont.**

**D. Assets, liabilities, and net position or equity - cont.**

**5. Capital assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, curbs, etc), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets, other than infrastructure assets, are defined by the Local Government as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of 5 years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Property, plant, and equipment of the primary government, as well as the component units, is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	<u>50-105</u>
Building improvements	<u>10-30</u>
Public domain infrastructure	<u>          </u>
System infrastructure	<u>10-70</u>
Vehicles	<u>10-30</u>
Equipment other than vehicles	<u>10-30</u>
Office equipment	<u>          </u>
Computer equipment	<u>5-10</u>

**6. Compensated absences**

As required by State law, the Local Government allows for employees to accumulate earned but unused vacation and sick leave benefits. Unused vacation leave benefits are 100 percent payable upon termination and 1/4 of unused sick leave benefits are payable upon termination. Such amounts are reported as liabilities in the appropriate governmental or business-type activity in the government wide statements. Expenditures for unpaid vacation and sick leave benefits are recorded when paid in the governmental funds on the modified accrual basis of accounting and expenses for vacation and sick leave benefits are recorded when accrued in the proprietary funds on the full accrual basis of accounting.

**7. Long-term obligations**

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bond issue using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**CITY OF DEER LODGE  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FISCAL YEAR ENDING JUNE 30, 2014**

**2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position**

The governmental fund balance sheet includes a reconciliation between fund balance - total governmental funds and net position - governmental activities as reported in the government-wide statement of net position.

See financial statements

**B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities.

See financial statements

**C. Explanation of certain differences between the proprietary fund statement of net position and the government-wide statement of net position.**

The proprietary fund statement of net position includes a reconciliation between *net position - total enterprise funds* and *net position of business-type activities* as reported in the government-wide statement of net position.

See financial statements

**CITY OF DEER LODGE  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FISCAL YEAR ENDING JUNE 30, 2014**

**3. COMPLIANCE AND ACCOUNTABILITY**

**A. Budgetary Information**

The Local Government adopts an annual budget for all of its funds in accordance with Title 7, Chapter 6, Part 40 of the Montana Code Annotated. Statute requires the adoption of a preliminary budget, public hearings on the preliminary budget and the final adoption of the budget by the later of the first Thursday after the first Tuesday in September or within 30 calendar days of the receipt of the certified taxable valuations from the Department of Revenue. The Local Government must also submit a copy of the final budget to the Department of Administration by the later of October 1 or 60 days after the receipt of taxable values from the Department of Revenue.

State statute limits the making of expenditures or incurring of obligations to the amount of the final budget as adopted or as amended. Budget transfers and amendments are authorized by law, and in some instances, may require further public hearings. Any budget amendments providing for additional appropriations must identify the fund reserves, unanticipated revenue, or previously unbudgeted revenue that will fund the appropriations.

Appropriations are created by fund, function, and activity and may further be detailed by department. Expenditure limitations imposed by law extend to the department level which is identified as the legal level of budgetary control.

Encumbrance accounting is (is not) employed for the governmental funds. Encumbrances (e.g. purchase orders, contracts) outstanding at year end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent fiscal year.

**B. Excess of expenditures over appropriations**

The following funds were overspent:

2190 - Comprehensive Liability was overspent by \$689.38

4500 - Reserve - Depreciation & Replacement was overspent by \$10,022.15

**C. Deficit fund equity**

The following funds had negative fund balances:

2190 - Comprehensive Liability has a negative fund balance of \$4,661.92

2250 - City Planning has a negative fund balance of \$283.08

**CITY OF DEER LODGE  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FISCAL YEAR ENDING JUNE 30, 2014**

**4. DETAILED NOTES ON ALL FUNDS**

**A. Deposits and Investments**

*Concentration of credit risk. As of June 30, 2014 the City did not have a stated Interest rate risk policy.*

*Custodial credit risk. In the case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. For an investment, this is the risk that, in the event of the failure of the counterparty, the local government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State law governs the amount and types of security required to cover that portion of the deposits which is not guaranteed or insured according to law. Per state law, when negotioatiable securites are furnished, such securities may be placed in trust and the trustee's receipt may be accepted in lieu of actual securities when such receipt is in favor of the treasurer or town clerk and his successors. Sections 7-6-202 and 7-6-206, MCA severely limit the types of investments and time deposits which are permitted by the local government. Compliance with these statutes minimizes the local government's custodial credit risk.*

**B. Interfund receivables and payables**

The due from/advance from other funds and due to/advance to other funds consist(s) of the following:

Account Number 131XXX/133XXX		Account 211XXX/233XXX	
Due from 2190	6,760.23	Due to 1000	7,043.31
Due from 2250	283.08		-
			-
			-
			-
<b>Total Due From Other Funds</b>	<b>7,043.31</b>	<b>Total Due From Other Funds</b>	<b>7,043.31</b>

**CITY OF DEER LODGE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDING JUNE 30, 2014**

**4. DETAILED NOTES ON ALL FUNDS - cont.**

**C. Capital assets**

Capital asset activity for the fiscal year ended June 30, 2014 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental activities:</b>				
Capital assets not being depreciated				
Land	84,971.00	0.00	0.00	84,971.00
Construction in progress	28,950.00	0.00	(28,950.00)	0.00
Total capital assets not being depreciated	113,921.00	0.00	(28,950.00)	84,971.00
Capital assets being depreciated				
Buildings	1,535,955.53	59,129.40	0.00	1,595,084.93
Intangibles/works of art	0.00	0.00	0.00	0.00
Improvements other than buildings	420,966.38	0.00	0.00	420,966.38
Machinery and equipment	896,820.37	23,300.00	0.00	920,120.37
Infrastructure	606,062.01	57,890.00	0.00	663,952.01
Total capital assets being depreciated	3,459,804.29	140,319.40	0.00	3,600,123.69
Less accumulated depreciation for:				
Buildings	(561,852.37)	0.00	(23,096.43)	(584,948.80)
Intangibles/works of art	0.00	0.00	0.00	0.00
Improvements other than buildings	(207,181.19)	0.00	(17,499.61)	(224,680.80)
Machinery and equipment	(764,335.24)	0.00	(32,444.00)	(796,779.24)
Infrastructure	(153,819.88)	0.00	(33,222.87)	(187,042.75)
Total accumulated depreciation	(1,687,188.68)	0.00	(106,262.91)	(1,793,451.59)
Total capital assets being depreciated	1,772,615.61	140,319.40	(106,262.91)	1,806,672.10
Governmental activities capital assets net	1,886,536.61	140,319.40	(135,212.91)	1,891,643.10
<b>Business-type activities:</b>				
Capital assets not being depreciated				0.00
Land				0.00
Construction in progress	160,122.85	1,532,097.73		1,692,220.58
Total capital assets not being depreciated	160,122.85	1,532,097.73	0.00	1,692,220.58
Capital assets being depreciated				
Buildings and system				0.00
Intangibles/works of art				0.00
Improvements other than buildings				0.00
Machinery and equipment	984,263.13			984,263.13
Source of supply	951,824.42			951,824.42
Pumping plant	656,448.48			656,448.48
Treatment plant	1,125,347.57			1,125,347.57
Transmission and distribution	3,185,072.55			3,185,072.55
General plant	208,448.00			208,448.00
Total capital assets being depreciated	7,111,404.15	0.00	0.00	7,111,404.15
Less accumulated depreciation for:				
Buildings and system				0.00
Intangibles/works of art				0.00
Improvements other than buildings				0.00
Machinery and equipment	(649,282.31)		(33,535.76)	(682,818.07)
Source of supply	(417,601.72)		(19,077.67)	(436,679.39)
Pumping plant	(289,686.24)		(15,874.96)	(305,561.20)
Treatment plant	(736,485.65)		(22,653.08)	(759,138.73)
Transmission and distribution	(1,383,177.47)		(66,489.93)	(1,449,667.40)
General plant	(198,375.00)		(3,946.00)	(202,321.00)
Total accumulated depreciation	(3,674,608.39)	0.00	(161,577.40)	(3,836,185.79)
Total capital assets being depreciated	3,436,795.76	0.00	(161,577.40)	3,275,218.36
Business-type activities capital assets net	3,596,918.61	1,532,097.73	(161,577.40)	4,967,438.94

*Balance check with page 18:*

0.00

**CITY OF DEER LODGE  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FISCAL YEAR ENDING JUNE 30, 2014**

**4. DETAILED NOTES ON ALL FUNDS - cont.**

**C. Capital assets - cont.**

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:		
General government	5,232.62	
Public safety	18,914.90	
Public works	70,888.94	
Public health	827.26	
Social and economic services	0.00	
Culture and recreation	10,399.19	
Housing and community development	0.00	
Conservation of natural resources	0.00	
Uncategorized	0.00	
Total depreciation expense - governmental activities	106,262.91	
Business-type activities:		
Water utilities	75,877.32	
Sewer utilities	79,858.76	
Solid Waste services	5,841.32	
Ambulance services		
Total depreciation expense - business-type activities	161,577.40	

**D. Operating leases**

As of June 30, 2014, the city had no operating leases.

**E. Long-term debt**

The Local Government has assumed the following long-term debt:

**1. General Obligation Bonds** Bonds payable at June 30, 2014 are comprised of the following issues:

<u>Purpose</u>	<u>Issue Date</u>	<u>Interest Rate</u>	<u>Term of years</u>	<u>Final maturity</u>	<u>Bonds issued</u>	<u>Outstanding June 30, 2014</u>	<u>Annual serial payment</u>
Fire Hall	6/28/05	varies	20	2026	800,000	570,000	35,000
<b>Total G.O. Bonds</b>						570,000	35,000

Annual debt service requirements to maturity for general obligation bonds are as follows

<u>Fiscal Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>
2015	35,000	27,740
2016	35,000	26,147
2017	40,000	24,538
2018	40,000	22,677
2019	45,000	20,798
Thereafter	375,000	78,409
	\$ 570,000	\$ 200,309

**CITY OF DEER LODGE  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FISCAL YEAR ENDING JUNE 30, 2014**

**4. DETAILED NOTES ON ALL FUNDS - cont.**

**E. Long-term debt - cont.**

**2. Revenue Bonds**

Bonds payable at June 30, 2014 are comprised of the following issues:

<u>Purpose</u>	<u>Issue Date</u>	<u>Interest Rate</u>	<u>Term of years</u>	<u>Final maturity</u>	<u>Bonds issued</u>	<u>Outstanding 6/30/2014</u>	<u>Annual serial payment</u>
Wastewater Plant	10/6/09	1.75%	20	7/1/29	389,300	281,000	16,000
Wastewater Plant	12/29/09	3.75%	20	1/1/30	113,138	96,000	4,000
<b>Total Revenue Bonds</b>						377,000	20,000

Annual debt service requirements to maturity for revenue bonds are as follows

<u>Fiscal Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>
2015	20,000	6,927
2016	20,000	6,568
2017	21,000	6,207
2018	23,000	5,821
2019	24,000	5,396
Thereafter	269,000	29,467
	<u>\$ 377,000</u>	<u>\$ 60,386</u>

**3. Subsequent Events**

Management has performed an analysis of the activities and transactions subsequent to June 30, 2014 to determine the need for any adjustments to and/or disclosures within the audited financial statements for the year ended June 30, 2014. Management has performed this analysis through June 5, 2015, the date the financial statements were available to be issued. There were no material subsequent events that required recognition or additional disclosure in these financial statements.

**F. Property leased to others**

The following represents property owned by the Local Government which is leased to other governments, organizations, or individuals for specific purposes:

<u>Whom leased to</u>	<u>Description of leased property</u>	<u>Duration of lease</u>	<u>Minimum annual payment</u>
Powell County	Vehicle Graveyard		\$ 600
Patricia Cahill	KOA Campground	9/1/2011-8/31/15	\$ 1,815
Charter Communications	Land		\$ 7,200
Gene Burt	Pasture - Parcel B	7/1/2012-6/30/14	\$ 600
Arlene Beck	Pasture - Parcel C	7/1/2012-6/30/14	\$ 726
Gene Burt	Pasture - Parcel D	7/1/2012-6/30/14	\$ 600

**CITY OF DEER LODGE  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FISCAL YEAR ENDING JUNE 30, 2014**

4. DETAILED NOTES ON ALL FUNDS - cont.

G. Pending Litigation (None)

H. Restatements/prior period adjustments (None)

I. Pension and retirement plans

The entity participates in the Montana Public Employees Retirement System, the Sheriff's Retirement System, and the Teacher's Retirement System. The contributions to the plans for the fiscal year are as follows:	<b>Employer share of retirement contribution expenses</b>	<b>Employee share of retirement contribution</b>	<b>Total</b>
a. Public Employee's Retirement System (County/City/Town)	48,177.54	49,219.80	97,397.34
b. Sheriff's Retirement System (County)			0.00
c. Teacher's Retirement System (County)			0.00
d. Other			0.00
<b>Total</b>	48,177.54	49,219.80	97,397.34

**CITY OF DEER LODGE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDING JUNE 30, 2014**

**Fund Balance Disclosure:**

The Governmental Accounting Standards Board, Statement No. 54, requires presentation of governmental fund balances by specific purpose. In the basic financial statements, the fund balance classifications are presented in the aggregate for the following fund balance classifications: non-spendable, restricted, committed, assigned and unassigned.

Non-spendable includes fund balances that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.

Restricted includes fund balances that are constrained for specific purposes which are externally imposed by providers such as creditors, or amounts constrained due to law, constitutional provisions or enabling legislation.

Committed includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision-making authority and does not lapse at year-end.

Assigned includes fund balance amounts that are intended to be used for a specific purpose that are neither considered restricted or committed.

Unassigned fund balance includes positive fund balance within the General Fund which has not been classified within the above mentioned classifications. Negative fund balances in other governmental funds will be reported as unassigned.

**Spending policy:**

The Local Government receives inflows from revenue and other financial sources from numerous sources for use in the General fund. The Fund will expend those resources on multiple purposes of the local government. The intention of this spending policy is to identify the expenditure order of resource categories for the General Fund. Resources will be categorized according to Generally Accepted Accounting Principles (GAAP) for state and local governments. When both restricted and unrestricted resources are available in the General Fund, the following spending policy will apply or the default will apply if a policy has not been adopted:

1st:	<u>Restricted</u>
2nd:	<u>Committed</u>
3rd:	<u>Assigned</u>
4th:	<u>Unassigned</u>

The Local Government receives inflows from revenue and other financial sources from numerous sources for use in the Special Revenue, Debt Service and Capital Projects funds. These funds will expend those resources on the specific purpose of the fund.

The intention of this spending policy is to identify the expenditure order of resource categories for these Funds. Resources will be categorized according to Generally Accepted Accounting Principles (GAAP) for state and local governments. When both restricted and unrestricted resources are available in these funds, the following spending policy will apply or the default will apply if a policy has not been adopted:

1st:	<u>Restricted</u>
2nd:	<u>Committed</u>
3rd:	<u>Assigned</u>

**CITY OF DEER LODGE**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDING JUNE 30, 2014**

**Minimum Fund Balance Policy:**

The Local Government has/or does not have a minimum fund balance policy in place.

**Major Special Revenue Funds:**

The purpose of each major special revenue fund and revenue source is listed below:

<b>Major Special Revenue Fund:</b>	<b>Revenue Source:</b>
Street Maintenance (2510)	Assessments

**The Non-spendable Fund Balance is comprised of the following:**

Amounts legally or contractually required to remain intact include the following:

7010 - Cemetery Perpetual Fund principal -

**Committed Fund Balance:**

The Government committed fund balance by taking the following action:

<b>Major Purpose:</b>	<b>Amount:</b>	<b>Action Taken:</b>
Culture/Recreation	28,762.61	Budget
Culture/Recreation	20,038.18	Budget
General Government	10,454.68	Budget
General Government	14,573.69	Budget
General Government	2,422.22	Budget
General Government	3,913.85	Budget
Public Works	146,113.85	Budget
Culture/Recreation	19,066.31	Budget
Public Safety	47,586.56	Budget
Public Works	3,358.33	Budget
Culture/Recreation	4,127.75	Budget

**Restricted Fund Balance:**

Fund balance is restricted by:

<b>Major Purpose:</b>	<b>Amount:</b>	<b>Source of Restriction</b>
Public Works	95,093.79	Vote
Public Works	18,926.80	Vote
Public Works	18,885.44	Vote
Public Works	14,101.13	Vote
Public Works	624,506.22	Vote
Public Works	229,826.28	MCA

**CITY OF DEER LODGE  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FISCAL YEAR ENDING JUNE 30, 2014**

**5. BOC SUPPLEMENT SCHEDULE**

1. **Intergovernmental expenditures** - Of the expenditures reported, detail below those expenditures made to other governments on a cost-sharing basis.

Purpose	Amount - Omit Cents	
	Paid to local governments	Paid to state
Airports	M01	
Libraries	M52	
Health	M32	
Local schools	M12	
Welfare	M79	L79
Other: Interlocal JP and Dispatch, Elections	M89	L89
	97,289	

2. **Salaries and Wages** - Report here the total salaries and wages paid to all employees of your government before deductions for social security, retirement, etc. Include also salaries and wages paid to employees of any utility owned and operated by your government.

Amount - Omit cents
716,809

3. **Debt outstanding**

**A. Long-term debt outstanding, issued and retired**

Purpose	Bonds Outstanding July 1, 2013	Amount -- Omit cents			
		Bonds during the fiscal year		Outstanding as of 1/0/1900	
		Issued	Retired	General Obligation	Revenue bonds
Water utility	19A	29A	39A	41A	44A
Sewer utility	19X 397,000	29X 826,369	39X 20,000	41X 826,369	44X 377,000
Gas utility	19C	29C	39C	41C	44C
Electric utility	19B	29B	39B	41B	44B
All other	19X 605,000	29X	39X 35,000	41X 570,000	44X

4. **Cash balances by fund type** - Cash may consist of cash on hand, checking, savings, repurchase agreements, certificates of deposit, securities, or any other cash related item.

Type of funds	Amount -- Omits cents
General fund (1000)	W61 199,321
Special revenue funds (2000)	W61 1,044,847
Debt Service funds (3000)	W01
Capital projects funds (4000)	W31 215,589
Enterprise funds (5000)	W61 2,906,466
Internal services funds (6000)	0
Trust and agency funds (7000)	401,525
Permanent funds (8000)	0
Total cash all funds	4,767,748

Form BOC-1

**REQUIRED  
SUPPLEMENTARY  
INFORMATION**

CITY OF DEER LODGE					
GENERAL FUND					
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE					
BUDGET AND ACTUAL					
FISCAL YEAR ENDING JUNE 30, 2014					
		BUDGETED AMOUNTS			VARIANCE WITH
Account Number	Description	ORIGINAL	FINAL	ACTUAL AMOUNTS	FINAL BUDGET POSITIVE (NEGATIVE)
<b>REVENUES</b>					
<b>Taxes:</b>					
311000/312000	Property taxes	239,300.00	239,300.00	205,419.86	(33,880.14)
314140	Local option taxes	74,000.00	74,000.00	69,374.63	(4,625.37)
<b>Licenses and permits</b>					
322010	Alcoholic beverage licenses	3,200.00	3,200.00	3,150.00	(50.00)
322020	General business licenses	20,750.00	20,750.00	14,621.75	(6,128.25)
323010	Building permits	3,500.00	3,500.00	1,913.62	(1,586.38)
323030	Animal licenses	6,450.00	6,450.00	4,363.50	(2,086.50)
323050	Other permits				0.00
<b>Intergovernmental revenue (See supplemental section for detail)</b>					
331000	Federal grants	15,000.00	15,000.00	0.00	(15,000.00)
332000/333	Federal shared revenues	0.00	0.00	0.00	0.00
334000	State grants	0.00	0.00	2,000.00	2,000.00
335000/336	State shared revenues	417,500.00	417,500.00	407,995.24	(9,504.76)
337000	Local grants				0.00
338000	Local shared revenues				0.00
<b>Charges for services</b>					
341000	General government	725.00	725.00	701.79	(23.21)
342000	Public safety	1,040.00	1,040.00	20,000.00	18,960.00
343000	Public works	15,200.00	15,200.00	11,611.25	(3,588.75)
344000	Public health	1,800.00	1,800.00	1,031.25	(768.75)
345000	Social/economic services				0.00
346000	Culture and recreation				0.00
<b>Fines and forfeitures</b>					
351010	Justice court				0.00
351020	District court				0.00
351030	City court	24,000.00	24,000.00	18,376.00	(5,624.00)
360000	Miscellaneous	45,550.00	45,550.00	45,308.69	(241.31)
370000	Investment and royalty earnings	44,000.00	44,000.00	2,028.04	(41,971.96)
	<b>Total revenues</b>	<b>912,015.00</b>	<b>912,015.00</b>	<b>807,895.62</b>	<b>(104,119.38)</b>
<b>EXPENDITURES</b>					
<b>Current:</b>					
<b>General Government:</b>					
410100	<b>Legislative services</b>				
100	Personal services	16,290.00	16,290.00	15,969.43	320.57
200-800	Supplies/services/materials, etc	1,300.00	1,300.00	1,263.18	36.82
900	Capital outlay				0.00
410200	<b>Executive services</b>				
100	Personal services	22,625.00	22,625.00	22,565.30	59.70
200-800	Supplies/services/materials, etc	3,105.00	3,105.00	3,088.91	16.09
900	Capital outlay				0.00
410300	<b>Judicial services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc	26,650.00	26,650.00	23,037.54	3,612.46
900	Capital outlay				0.00

CITY OF DEER LODGE					
GENERAL FUND					
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE					
BUDGET AND ACTUAL					
FISCAL YEAR ENDING JUNE 30, 2014					
Account Number	Description	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH
		ORIGINAL	FINAL		FINAL BUDGET
					POSITIVE (NEGATIVE)
410400	<b>Administrative services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
410500	<b>Financial services</b>				
100	Personal services	7,405.00	7,405.00	6,872.61	532.39
200-800	Supplies/services/materials, etc	49,000.00	49,000.00	7,298.13	41,701.87
900	Capital outlay				0.00
410600	<b>Elections</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc	1,715.00	1,715.00	1,700.47	14.53
900	Capital outlay				0.00
410900	<b>Records administration</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
411100	<b>Legal services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc	57,370.00	57,370.00	55,669.29	1,700.71
900	Capital outlay				0.00
411200	<b>Facilities administration</b>				
100	Personal services	1,410.00	1,410.00	1,369.94	40.06
200-800	Supplies/services/materials, etc	55,550.00	55,550.00	25,409.86	30,140.14
900	Capital outlay			30,179.40	(30,179.40)
411600	<b>Public school administration</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
420000	<b>Public Safety:</b>				
420100	<b>Law enforcement services</b>				
100	Personal services	269,900.00	269,900.00	262,557.00	7,343.00
200-800	Supplies/services/materials, etc	103,710.00	103,710.00	84,704.59	19,005.41
900	Capital outlay	27,000.00	27,000.00	23,300.00	3,700.00
420200	<b>Detention and correction</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
420300	<b>Probation and parole</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
420400	<b>Fire protection</b>				
100	Personal services	26,155.00	26,155.00	23,897.29	2,257.71
200-800	Supplies/services/materials, etc	44,726.00	44,726.00	37,960.95	6,765.05
900	Capital outlay	20,000.00	20,000.00	0.00	20,000.00
420500	<b>Protective inspections</b>				
100	Personal services	5,745.00	5,745.00	4,674.17	1,070.83
200-800	Supplies/services/materials, etc	2,675.00	2,675.00	2,737.14	(62.14)
900	Capital outlay				0.00

CITY OF DEER LODGE					
GENERAL FUND					
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE					
BUDGET AND ACTUAL					
FISCAL YEAR ENDING JUNE 30, 2014					
Account Number	Description	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH
		ORIGINAL	FINAL		FINAL BUDGET POSITIVE (NEGATIVE)
420600	<b>Civil defense</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
420700	<b>Emergency services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
430000	<b>Public Works:</b>				
430100	<b>Public works administration</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
430200	<b>Road and street services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc	7,840.00	7,840.00	7,151.47	688.53
900	Capital outlay				0.00
430300	<b>Airport</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
430400	<b>Transit systems</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
430500	<b>Water utilities</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
430600	<b>Sewer utilities</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
430800	<b>Solid waste services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
430900	<b>Cemetery services</b>				
100	Personal services	16,984.00	16,984.00	15,700.44	1,283.56
200-800	Supplies/services/materials, etc	9,900.00	9,900.00	6,639.10	3,260.90
900	Capital outlay				0.00
431100	<b>Weed control</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
431300	<b>Central shop services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00

CITY OF DEER LODGE					
GENERAL FUND					
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE					
BUDGET AND ACTUAL					
FISCAL YEAR ENDING JUNE 30, 2014					
		BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
Account	Description	ORIGINAL	FINAL	AMOUNTS	FINAL BUDGET
Number					POSITIVE (NEGATIVE)
440000	<b>Public Health:</b>				
440100	<b>Public health services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
440200	<b>Hospitals</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
440300	<b>Nursing homes</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
440400	<b>Mental health center</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
440600	<b>Animal control services</b>				
100	Personal services	56,690.00	56,690.00	56,155.47	534.53
200-800	Supplies/services/materials, etc	15,280.00	15,280.00	15,400.33	(120.33)
900	Capital outlay	20,000.00	20,000.00	0.00	20,000.00
440700	<b>Insect and pest controls</b>				
100	Personal services	2,615.00	2,615.00	2,527.65	87.35
200-800	Supplies/services/materials, etc	535.00	535.00	293.50	241.50
900	Capital outlay				0.00
450000	<b>Social and Economic Services:</b>				
450100	<b>Welfare</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
450200	<b>Veteran's services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
450300	<b>Aging services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
450400	<b>Extension services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00

CITY OF DEER LODGE					
GENERAL FUND					
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE					
BUDGET AND ACTUAL					
FISCAL YEAR ENDING JUNE 30, 2014					
					VARIANCE WITH
		BUDGETED AMOUNTS			FINAL BUDGET
Account Number	Description	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
460000	<b>Culture and Recreation:</b>				
460100	<b>Library services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
460200	<b>Fairs</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
460300	<b>Other community events</b>				
100	Personal services	0.00	0.00		0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
460400	<b>Parks</b>				
100	Personal services	11,240.00	11,240.00	11,205.72	34.28
200-800	Supplies/services/materials, etc	7,285.00	7,285.00	11,942.20	(4,657.20)
900	Capital outlay	4,340.00	4,340.00		4,340.00
460440	<b>Participant recreation</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc	0.00	0.00		0.00
900	Capital outlay				0.00
460450	<b>Spectator recreation</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc	0.00	0.00	0.00	0.00
900	Capital outlay				0.00
470000	<b>Housing and Community Development:</b>				
470100	<b>Community public facility projects</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
470200	<b>Housing rehabilitation</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
470300	<b>Economic development</b>				
100	Personal services	1,500.00	1,500.00	1,493.28	6.72
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00
470400	<b>TSEP/Home/Infrastructure rehabilitation</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	Capital outlay				0.00



**CITY OF DEER LODGE**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**MAJOR SPECIAL REVENUE FUNDS**  
**FISCAL YEAR ENDED JUNE 30, 2014**

		Fund #2510			
		Street Maint. Dist #4			
		BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes	268,275.00	268,275.00	266,195.51	(2,079.49)
314140	Local option taxes				0.00
	<b>Licenses and permits</b>				
322010	Alcoholic beverage licenses				0.00
322020	General business licenses				0.00
323010	Building permits				0.00
323030	Animal licenses				0.00
323050	Other permits				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
332000/333	Federal shared revenues				0.00
334000	State grants				0.00
335000/336	State shared revenues				0.00
337000	Local grants				0.00
338000	Local shared revenue				0.00
	<b>Charges for services</b>				
341000	General government				0.00
342000	Public safety				0.00
343000	Public works				0.00
344000	Public health				0.00
345000	Social/economic services				0.00
346000	Culture and recreation				0.00
	<b>Fines and forfeitures</b>				
351010	Justice court				0.00
351020	District court				0.00
351030	City court				0.00
360000	<b>Miscellaneous</b>			167.40	167.40
370000	<b>Investment and royalty earnings</b>				0.00
	<b>Total revenues</b>	268,275.00	268,275.00	266,362.91	(1,912.09)

**CITY OF DEER LODGE  
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL**

**MAJOR SPECIAL REVENUE FUNDS**

**FISCAL YEAR ENDED JUNE 30, 2014** Fund #2510

		Street Maint. Dist #4			VARIANCE
		BUDGETED AMOUNTS			WITH FINAL
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	BUDGET POSITIVE (NEGATIVE)
	<b>EXPENDITURES</b>				
	<b>Current:</b>				
410000	<b>General Government:</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
420000	<b>Public Safety</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
430000	<b>Public Works</b>				
100	Personal services	41,053.00	41,053.00	36,228.93	4,824.07
200-800	Supplies/services/materials, etc	94,900.00	94,900.00	119,586.70	(24,686.70)
440000	<b>Public Health</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
450000	<b>Social and Economic Services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
460000	<b>Culture and Recreation</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
470000	<b>Housing and Community Development</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
480000	<b>Conservation of Natural Resources</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	<b>Capital expenditures</b>	90,000.00	90,000.00	57,890.00	32,110.00
490000	<b>Debt Service</b>				
610	Principal				0.00
620	Interest				0.00
510000	<b>Miscellaneous</b>				0.00
	<b>Total expenditures</b>	225,953.00	225,953.00	213,705.63	12,247.37
	<b>Excess of revenues over (under)expenditures</b>	42,322.00	42,322.00	52,657.28	10,335.28
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued				0.00
381000	Discount on bonds issued				0.00
381050	Inception of capital lease				0.00
381070	Notes/loans/intercap issued				0.00
382010	Sale of assets				0.00
383000	Transfers In				0.00
520000	Transfers out (enter as a negative)				0.00
384000	Special items - revenue				0.00
385000	Extraordinary items - revenue				0.00
524000	Special items - expenditure (enter as negative)				0.00
525000	Extraordinary items - expenditure(enter as negative)				0.00
	<b>Total other financing sources (uses)</b>	0.00	0.00	0.00	0.00
	<b>Net change in fund balance</b>	42,322.00	42,322.00	52,657.28	10,335.28
	<b>Fund balances - July 1, 2013 as previously reported</b>			571,848.94	
	<b>Prior period adjustments</b>				
	<b>Fund balances - July 1, 2013 as restated</b>			571,848.94	
	<b>Fund balances - June 30, 2014</b>			624,506.22	

**OTHER  
SUPPLEMENTARY  
INFORMATION**

**CITY OF DEER LODGE  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2014**

		FUND #2020	FUND #2190	FUND #2220	FUND #2250
		Parks	Comp. Insurance	Library	City Planning
ACCOUNT					
NUMBER	DESCRIPTION				
	<b>ASSETS</b>				
101000	Cash and cash equivalents	28,762.61	0.00	14,444.25	0.00
103000	Petty cash				
101100	Investments				
102000	Cash and cash equivalents - restricted				
102300	Investments - restricted				
106000	Valuation of investments to fair value				
	Taxes receivable:				
111000	Mobiles				
113000	Real estate		1,066.39	3,028.98	
114000	Net proceeds				
115000	Personal		1,804.96	5,214.30	
116000	Protested		2,623.42	7,447.31	
118000	Special assessments				
120000	Accounts/other receivables (net of allowance for uncollectibles)				
131000	Due from other funds				
132000	Due from other governments		2,098.31	5,959.69	
133000	Advances to other funds				
140000	Prepaid expense				
150000	Inventories				
170000	Other debits				
	<b>Total Assets</b>	28,762.61	7,593.08	36,094.53	0.00
	<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
190000	Deferred Outflows of Resources				
19xxxx	Deferred Outflows of Resources				
	<b>Total Deferred Outflows of Resources</b>	0.00	0.00	0.00	0.00
	<b>LIABILITIES</b>				
201000	Warrants payable				
202100	Accounts payable			365.76	
203100	Judgments payable				
204000	Contracts/loans/notes payable				
205200	Matured interest payable				
206100	Other accrued payables				
211000	Due to other funds		6,760.23		283.08
212000	Due to other governments				
214000	Deposits payable				
216000	Revenues collected in advance				
233000	Advances from other funds				
	<b>Total Liabilities</b>	0.00	6,760.23	365.76	283.08
	<b>DEFERRED INFLOWS OF RESOURCES</b>				
220000	Deferred Inflows of Resources				
223000	Deferred Inflows of Tax Revenues		5,494.77	15,690.59	
	<b>Total Deferred Inflows of Resources</b>	0.00	5,494.77	15,690.59	0.00
	<b>FUND BALANCES:</b>				
250100	Non-spendable				
250200	Restricted				
260100	Committed	28,762.61		20,038.18	
260200	Assigned				
271000	Unassigned (negative balance only)		(4,661.92)		(283.08)
	<b>Total Fund Balances</b>	28,762.61	(4,661.92)	20,038.18	(283.08)
	<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	28,762.61	7,593.08	36,094.53	0.00
		-36-			

**CITY OF DEER LODGE  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2014**

ACCOUNT NUMBER	DESCRIPTION	FUND #2370	FUND #2371	FUND #2410	FUND #2420
		PERS	Health Insurance	Light MTC District #94	Light MTC District #101
<b>ASSETS</b>					
101000	Cash and cash equivalents	10,110.06	13,813.63	93,954.87	18,567.49
103000	Petty cash				
101100	Investments				
102000	Cash and cash equivalents - restricted				
102300	Investments - restricted				
106000	Valuation of investments to fair value				
	Taxes receivable:				
111000	Mobiles				
113000	Real estate	175.09	386.53		
114000	Net proceeds				
115000	Personal	301.82	658.66		
116000	Protested	430.83	954.53		
118000	Special assessments			8,701.94	354.50
120000	Accounts/other receivables (net of allowance for uncollectibles)				
131000	Due from other funds				
132000	Due from other governments	344.62	760.06	3,833.52	359.31
133000	Advances to other funds				
140000	Prepaid expense				
150000	Inventories				
170000	Other debits				
	<b>Total Assets</b>	<b>11,362.42</b>	<b>16,573.41</b>	<b>106,490.33</b>	<b>19,281.30</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
190000	Deferred Outflows of Resources				
19xxxx	Deferred Outflows of Resources				
	<b>Total Deferred Outflows of Resources</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>LIABILITIES</b>					
201000	Warrants payable				
202100	Accounts payable			2,694.60	
203100	Judgments payable				
204000	Contracts/loans/notes payable				
205200	Matured interest payable				
206100	Other accrued payables				
211000	Due to other funds				
212000	Due to other governments				
214000	Deposits payable				
216000	Revenues collected in advance				
233000	Advances from other funds				
	<b>Total Liabilities</b>	<b>0.00</b>	<b>0.00</b>	<b>2,694.60</b>	<b>0.00</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
220000	Deferred Inflows of Resources				
223000	Deferred Inflows of Tax Revenues	907.74	1,999.72	8,701.94	354.50
	<b>Total Deferred Inflows of Resources</b>	<b>907.74</b>	<b>1,999.72</b>	<b>8,701.94</b>	<b>354.50</b>
<b>FUND BALANCES:</b>					
250100	Non-spendable				
250200	Restricted			95,093.79	18,926.80
260100	Committed	10,454.68	14,573.69		
260200	Assigned				
271000	Unassigned (negative balance only)				
	<b>Total Fund Balances</b>	<b>10,454.68</b>	<b>14,573.69</b>	<b>95,093.79</b>	<b>18,926.80</b>
	<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>11,362.42</b>	<b>16,573.41</b>	<b>106,490.33</b>	<b>19,281.30</b>
		<b>-37-</b>			

**CITY OF DEER LODGE  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2014**

		<b>FUND #2430</b>	<b>FUND #2440</b>	<b>FUND #2810</b>	<b>FUND #2820</b>
		<b>Light MTC</b>	<b>Light MTC</b>	<b>Police Pension &amp;</b>	<b>Gas Tax</b>
<b>ACCOUNT</b>		<b>District #102</b>	<b>District #103</b>	<b>Training</b>	
<b>NUMBER</b>	<b>DESCRIPTION</b>				
	<b>ASSETS</b>				
101000	Cash and cash equivalents	18,029.51	12,251.34	0.00	229,826.28
103000	Petty cash				
101100	Investments				
102000	Cash and cash equivalents - restricted				
102300	Investments - restricted				
106000	Valuation of investments to fair value				
	Taxes receivable:				
111000	Mobiles				
113000	Real estate				
114000	Net proceeds				
115000	Personal				
116000	Protested				
118000	Special assessments	177.81	356.74		
120000	Accounts/other receivables (net of allowance for uncollectibles)				
131000	Due from other funds				
132000	Due from other governments	855.93	1,849.79		
133000	Advances to other funds				
140000	Prepaid expense				
150000	Inventories				
170000	Other debits				
	<b>Total Assets</b>	<b>19,063.25</b>	<b>14,457.87</b>	<b>0.00</b>	<b>229,826.28</b>
	<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
190000	Deferred Outflows of Resources				
19xxxx	Deferred Outflows of Resources				
	<b>Total Deferred Outflows of Resources</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	<b>LIABILITIES</b>				
201000	Warrants payable				
202100	Accounts payable				
203100	Judgments payable				
204000	Contracts/loans/notes payable				
205200	Matured interest payable				
206100	Other accrued payables				
211000	Due to other funds				
212000	Due to other governments				
214000	Deposits payable				
216000	Revenues collected in advance				
233000	Advances from other funds				
	<b>Total Liabilities</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	<b>DEFERRED INFLOWS OF RESOURCES</b>				
220000	Deferred Inflows of Resources				
223000	Deferred Inflows of Tax Revenues	177.81	356.74		
	<b>Total Deferred Inflows of Resources</b>	<b>177.81</b>	<b>356.74</b>	<b>0.00</b>	<b>0.00</b>
	<b>FUND BALANCES:</b>				
250100	Non-spendable				
250200	Restricted	18,885.44	14,101.13		229,826.28
260100	Committed				
260200	Assigned				
271000	Unassigned (negative balance only)				
	<b>Total Fund Balances</b>	<b>18,885.44</b>	<b>14,101.13</b>	<b>0.00</b>	<b>229,826.28</b>
	<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>19,063.25</b>	<b>14,457.87</b>	<b>0.00</b>	<b>229,826.28</b>
		<b>-38-</b>			

**CITY OF DEER LODGE  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2014**

		FUND #2935 Historical Preservation	NONMAJOR SPECIAL REVENUE FUNDS
ACCOUNT NUMBER	DESCRIPTION		
	<b>ASSETS</b>		
101000	Cash and cash equivalents	2,422.22	442,182.26
103000	Petty cash		0.00
101100	Investments		0.00
102000	Cash and cash equivalents - restricted		0.00
102300	Investments - restricted		0.00
106000	Valuation of investments to fair value		0.00
	Taxes receivable:		
111000	Mobiles		0.00
113000	Real estate		4,656.99
114000	Net proceeds		0.00
115000	Personal		7,979.74
116000	Protested		11,456.09
118000	Special assessments		9,590.99
120000	Accounts/other receivables (net of allowance for uncollectibles)		0.00
131000	Due from other funds		0.00
132000	Due from other governments		16,061.23
133000	Advances to other funds		0.00
140000	Prepaid expense		0.00
150000	Inventories		0.00
170000	Other debits		0.00
	<b>Total Assets</b>	2,422.22	491,927.30
	<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
190000	Deferred Outflows of Resources		0.00
19xxxx	Deferred Outflows of Resources		0.00
	<b>Total Deferred Outflows of Resources</b>	0.00	0.00
	<b>LIABILITIES</b>		
201000	Warrants payable		0.00
202100	Accounts payable		3,060.36
203100	Judgments payable		0.00
204000	Contracts/loans/notes payable		0.00
205200	Matured interest payable		0.00
206100	Other accrued payables		0.00
211000	Due to other funds		7,043.31
212000	Due to other governments		0.00
214000	Deposits payable		0.00
216000	Revenues collected in advance		0.00
233000	Advances from other funds		0.00
	<b>Total Liabilities</b>	0.00	10,103.67
	<b>DEFERRED INFLOWS OF RESOURCES</b>		
220000	Deferred Inflows of Resources		0.00
223000	Deferred Inflows of Tax Revenues		33,683.81
	<b>Total Deferred Inflows of Resources</b>	0.00	33,683.81
	<b>FUND BALANCES:</b>		
250100	Non-spendable		0.00
250200	Restricted		376,833.44
260100	Committed	2,422.22	76,251.38
260200	Assigned		0.00
271000	Unassigned (negative balance only)		(4,945.00)
	<b>Total Fund Balances</b>	2,422.22	448,139.82
	<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	2,422.22	491,927.30
		<b>-39-</b>	

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #2020			
		Parks			
		BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes				0.00
314140	Local option taxes				0.00
	<b>Licenses and permits</b>				
322010	Alcoholic beverage licenses				0.00
322020	General business licenses				0.00
323010	Building permits				0.00
323030	Animal licenses				0.00
323050	Other permits	22,650.00	22,650.00	22,627.52	(22.48)
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
332000/333	Federal shared revenues				0.00
334000	State grants				0.00
335000/336	State shared revenues				0.00
337000	Local grants				0.00
338000	Local shared revenues				0.00
	<b>Charges for services</b>				
341000	General government				0.00
342000	Public safety				0.00
343000	Public works				0.00
344000	Public health				0.00
345000	Social/economic services				0.00
346000	Culture and recreation	8,780.00	8,780.00	5,775.00	(3,005.00)
	<b>Fines and forfeitures</b>				
351010	Justice court				0.00
351020	District court				0.00
351030	City court				0.00
360000	<b>Miscellaneous</b>				0.00
370000	<b>Investment and royalty earnings</b>				0.00
	<b>Total revenues</b>	31,430.00	31,430.00	28,402.52	(3,027.48)

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #2190			
		Comp. Insurance			
		BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes	19,260.00	19,260.00	17,091.40	(2,168.60)
314140	Local option taxes				0.00
	<b>Licenses and permits</b>				
322010	Alcoholic beverage licenses				0.00
322020	General business licenses				0.00
323010	Building permits				0.00
323030	Animal licenses				0.00
323050	Other permits				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
332000/333	Federal shared revenues				0.00
334000	State grants				0.00
335000/336	State shared revenues	4,900.00	4,900.00	4,862.42	(37.58)
337000	Local grants				0.00
338000	Local shared revenues				0.00
	<b>Charges for services</b>				
341000	General government				0.00
342000	Public safety				0.00
343000	Public works				0.00
344000	Public health				0.00
345000	Social/economic services				0.00
346000	Culture and recreation				0.00
	<b>Fines and forfeitures</b>				
351010	Justice court				0.00
351020	District court				0.00
351030	City court				0.00
360000	<b>Miscellaneous</b>				0.00
370000	<b>Investment and royalty earnings</b>				0.00
	<b>Total revenues</b>	24,160.00	24,160.00	21,953.82	(2,206.18)

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #2220			
		Library			
		BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes	57,500.00	57,500.00	48,542.41	(8,957.59)
314140	Local option taxes				0.00
	<b>Licenses and permits</b>				
322010	Alcoholic beverage licenses				0.00
322020	General business licenses				0.00
323010	Building permits				0.00
323030	Animal licenses				0.00
323050	Other permits	22,650.00	22,650.00	22,627.51	(22.49)
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
332000/333	Federal shared revenues				0.00
334000	State grants	0.00	0.00		0.00
335000/336	State shared revenues	11,000.00	11,000.00	9,683.60	(1,316.40)
337000	Local grants	1,480.00	1,480.00	1,480.00	0.00
338000	Local shared revenues	6,000.00	6,000.00	6,000.00	0.00
	<b>Charges for services</b>				
341000	General government				0.00
342000	Public safety				0.00
343000	Public works				0.00
344000	Public health				0.00
345000	Social/economic services				0.00
346000	Culture and recreation				0.00
	<b>Fines and forfeitures</b>				
351010	Justice court				0.00
351020	District court				0.00
351030	City court				0.00
360000	<b>Miscellaneous</b>	7,054.00	7,054.00	4,368.24	(2,685.76)
370000	<b>Investment and royalty earnings</b>				0.00
	<b>Total revenues</b>	105,684.00	105,684.00	92,701.76	(12,982.24)

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #2250 City Planning			
		BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes	0.00	0.00	0.00	0.00
314140	Local option taxes				0.00
	<b>Licenses and permits</b>				
322010	Alcoholic beverage licenses				0.00
322020	General business licenses				0.00
323010	Building permits				0.00
323030	Animal licenses				0.00
323050	Other permits				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
332000/333	Federal shared revenues				0.00
334000	State grants				0.00
335000/336	State shared revenues				0.00
337000	Local grants				0.00
338000	Local shared revenues				0.00
	<b>Charges for services</b>				
341000	General government				0.00
342000	Public safety				0.00
343000	Public works				0.00
344000	Public health				0.00
345000	Social/economic services				0.00
346000	Culture and recreation				0.00
	<b>Fines and forfeitures</b>				
351010	Justice court				0.00
351020	District court				0.00
351030	City court				0.00
360000	<b>Miscellaneous</b>				0.00
370000	<b>Investment and royalty earnings</b>				0.00
	<b>Total revenues</b>	0.00	0.00	0.00	0.00

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #2370			
		PERS			
		BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes	3,072.00	3,072.00	2,806.93	(265.07)
314140	Local option taxes				0.00
	<b>Licenses and permits</b>				
322010	Alcoholic beverage licenses				0.00
322020	General business licenses				0.00
323010	Building permits				0.00
323030	Animal licenses				0.00
323050	Other permits				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
332000/333	Federal shared revenues				0.00
334000	State grants				0.00
335000/336	State shared revenues	2,650.00	2,650.00	2,637.24	(12.76)
337000	Local grants				0.00
338000	Local shared revenues				0.00
	<b>Charges for services</b>				
341000	General government				0.00
342000	Public safety				0.00
343000	Public works				0.00
344000	Public health				0.00
345000	Social/economic services				0.00
346000	Culture and recreation				0.00
	<b>Fines and forfeitures</b>				
351010	Justice court				0.00
351020	District court				0.00
351030	City court				0.00
360000	<b>Miscellaneous</b>				0.00
370000	<b>Investment and royalty earnings</b>				0.00
	<b>Total revenues</b>	5,722.00	5,722.00	5,444.17	(277.83)

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #2371			
		Health Insurance			
		BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes	6,885.00	6,885.00	6,192.13	(692.87)
314140	Local option taxes				0.00
	<b>Licenses and permits</b>				
322010	Alcoholic beverage licenses				0.00
322020	General business licenses				0.00
323010	Building permits				0.00
323030	Animal licenses				0.00
323050	Other permits				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
332000/333	Federal shared revenues				0.00
334000	State grants				0.00
335000/336	State shared revenues				0.00
337000	Local grants				0.00
338000	Local shared revenues				0.00
	<b>Charges for services</b>				
341000	General government				0.00
342000	Public safety				0.00
343000	Public works				0.00
344000	Public health				0.00
345000	Social/economic services				0.00
346000	Culture and recreation				0.00
	<b>Fines and forfeitures</b>				
351010	Justice court				0.00
351020	District court				0.00
351030	City court				0.00
360000	<b>Miscellaneous</b>				0.00
370000	<b>Investment and royalty earnings</b>				0.00
	<b>Total revenues</b>	6,885.00	6,885.00	6,192.13	(692.87)

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #2410			
		Light MTC District #94			
					VARIANCE WITH FINAL
		BUDGETED AMOUNTS			BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes	49,500.00	49,500.00	48,950.33	(549.67)
314140	Local option taxes				0.00
	<b>Licenses and permits</b>				
322010	Alcoholic beverage licenses				0.00
322020	General business licenses				0.00
323010	Building permits				0.00
323030	Animal licenses				0.00
323050	Other permits				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
332000/333	Federal shared revenues				0.00
334000	State grants				0.00
335000/336	State shared revenues				0.00
337000	Local grants				0.00
338000	Local shared revenues				0.00
	<b>Charges for services</b>				
341000	General government				0.00
342000	Public safety				0.00
343000	Public works				0.00
344000	Public health				0.00
345000	Social/economic services				0.00
346000	Culture and recreation				0.00
	<b>Fines and forfeitures</b>				
351010	Justice court				0.00
351020	District court				0.00
351030	City court				0.00
360000	<b>Miscellaneous</b>				0.00
370000	<b>Investment and royalty earnings</b>				0.00
	<b>Total revenues</b>	49,500.00	49,500.00	48,950.33	(549.67)

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		<b>FUND #2420</b>			
		<b>Light MTC District #101</b>			
		<b>BUDGETED AMOUNTS</b>			<b>VARIANCE WITH FINAL BUDGET</b>
<b>ACCOUNT NUMBER</b>	<b>DESCRIPTION</b>	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL AMOUNTS</b>	<b>POSITIVE (NEGATIVE)</b>
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes	5,463.00	5,463.00	5,513.21	50.21
314140	Local option taxes				0.00
	<b>Licenses and permits</b>				
322010	Alcoholic beverage licenses				0.00
322020	General business licenses				0.00
323010	Building permits				0.00
323030	Animal licenses				0.00
323050	Other permits				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
332000/333	Federal shared revenues				0.00
334000	State grants				0.00
335000/336	State shared revenues				0.00
337000	Local grants				0.00
338000	Local shared revenues				0.00
	<b>Charges for services</b>				
341000	General government				0.00
342000	Public safety				0.00
343000	Public works				0.00
344000	Public health				0.00
345000	Social/economic services				0.00
346000	Culture and recreation				0.00
	<b>Fines and forfeitures</b>				
351010	Justice court				0.00
351020	District court				0.00
351030	City court				0.00
360000	<b>Miscellaneous</b>				0.00
370000	<b>Investment and royalty earnings</b>				0.00
	<b>Total revenues</b>	5,463.00	5,463.00	5,513.21	50.21

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		<b>FUND #2430</b>			
		<b>Light MTC District #102</b>			
		<b>BUDGETED AMOUNTS</b>			<b>VARIANCE WITH FINAL BUDGET</b>
<b>ACCOUNT NUMBER</b>	<b>DESCRIPTION</b>	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL AMOUNTS</b>	<b>POSITIVE (NEGATIVE)</b>
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes	6,623.00	6,623.00	6,580.51	(42.49)
314140	Local option taxes				0.00
	<b>Licenses and permits</b>				
322010	Alcoholic beverage licenses				0.00
322020	General business licenses				0.00
323010	Building permits				0.00
323030	Animal licenses				0.00
323050	Other permits				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
332000/333	Federal shared revenues				0.00
334000	State grants				0.00
335000/336	State shared revenues				0.00
337000	Local grants				0.00
338000	Local shared revenues				0.00
	<b>Charges for services</b>				
341000	General government				0.00
342000	Public safety				0.00
343000	Public works				0.00
344000	Public health				0.00
345000	Social/economic services				0.00
346000	Culture and recreation				0.00
	<b>Fines and forfeitures</b>				
351010	Justice court				0.00
351020	District court				0.00
351030	City court				0.00
360000	<b>Miscellaneous</b>				0.00
370000	<b>Investment and royalty earnings</b>				0.00
	<b>Total revenues</b>	6,623.00	6,623.00	6,580.51	(42.49)

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		<b>FUND #2440</b>			
		<b>Light MTC District #103</b>			
					<b>VARIANCE WITH FINAL BUDGET</b>
		<b>BUDGETED AMOUNTS</b>		<b>ACTUAL AMOUNTS</b>	<b>POSITIVE (NEGATIVE)</b>
<b>ACCOUNT NUMBER</b>	<b>DESCRIPTION</b>	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL AMOUNTS</b>	<b>POSITIVE (NEGATIVE)</b>
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes	5,589.00	5,589.00	5,555.59	(33.41)
314140	Local option taxes				0.00
	<b>Licenses and permits</b>				
322010	Alcoholic beverage licenses				0.00
322020	General business licenses				0.00
323010	Building permits				0.00
323030	Animal licenses				0.00
323050	Other permits				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
332000/333	Federal shared revenues				0.00
334000	State grants				0.00
335000/336	State shared revenues				0.00
337000	Local grants				0.00
338000	Local shared revenues				0.00
	<b>Charges for services</b>				
341000	General government				0.00
342000	Public safety				0.00
343000	Public works				0.00
344000	Public health				0.00
345000	Social/economic services				0.00
346000	Culture and recreation				0.00
	<b>Fines and forfeitures</b>				
351010	Justice court				0.00
351020	District court				0.00
351030	City court				0.00
360000	<b>Miscellaneous</b>				0.00
370000	<b>Investment and royalty earnings</b>				0.00
	<b>Total revenues</b>	5,589.00	5,589.00	5,555.59	(33.41)

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		<b>FUND #2810</b>			
		<b>Police Pension &amp; Training</b>			
					<b>VARIANCE WITH FINAL BUDGET</b>
		<b>BUDGETED AMOUNTS</b>		<b>ACTUAL AMOUNTS</b>	<b>POSITIVE (NEGATIVE)</b>
<b>ACCOUNT NUMBER</b>	<b>DESCRIPTION</b>	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL AMOUNTS</b>	<b>POSITIVE (NEGATIVE)</b>
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes				0.00
314140	Local option taxes				0.00
	<b>Licenses and permits</b>				
322010	Alcoholic beverage licenses				0.00
322020	General business licenses				0.00
323010	Building permits				0.00
323030	Animal licenses				0.00
323050	Other permits				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
332000/333	Federal shared revenues				0.00
334000	State grants				0.00
335000/336	State shared revenues	3,700.00	3,700.00	0.00	(3,700.00)
337000	Local grants				0.00
338000	Local shared revenues				0.00
	<b>Charges for services</b>				
341000	General government				0.00
342000	Public safety				0.00
343000	Public works				0.00
344000	Public health				0.00
345000	Social/economic services				0.00
346000	Culture and recreation				0.00
	<b>Fines and forfeitures</b>				
351010	Justice court				0.00
351020	District court				0.00
351030	City court				0.00
360000	<b>Miscellaneous</b>				0.00
370000	<b>Investment and royalty earnings</b>				0.00
	<b>Total revenues</b>	3,700.00	3,700.00	0.00	(3,700.00)

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		<b>FUND #2820</b>			
		<b>Gas Tax</b>			
		<b>BUDGETED AMOUNTS</b>			<b>VARIANCE WITH FINAL BUDGET</b>
<b>ACCOUNT NUMBER</b>	<b>DESCRIPTION</b>	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL AMOUNTS</b>	<b>POSITIVE (NEGATIVE)</b>
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes				0.00
314140	Local option taxes				0.00
	<b>Licenses and permits</b>				
322010	Alcoholic beverage licenses				0.00
322020	General business licenses				0.00
323010	Building permits				0.00
323030	Animal licenses				0.00
323050	Other permits				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
332000/333	Federal shared revenues				0.00
334000	State grants				0.00
335000/336	State shared revenues	52,350.00	52,350.00	54,269.14	1,919.14
337000	Local grants				0.00
338000	Local shared revenues				0.00
	<b>Charges for services</b>				
341000	General government				0.00
342000	Public safety				0.00
343000	Public works				0.00
344000	Public health				0.00
345000	Social/economic services				0.00
346000	Culture and recreation				0.00
	<b>Fines and forfeitures</b>				
351010	Justice court				0.00
351020	District court				0.00
351030	City court				0.00
360000	<b>Miscellaneous</b>				0.00
370000	<b>Investment and royalty earnings</b>	100.00	100.00	116.85	16.85
	<b>Total revenues</b>	52,450.00	52,450.00	54,385.99	1,935.99

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		<b>FUND #2935</b>			
		<b>Historical Preservation</b>			
					<b>VARIANCE WITH FINAL BUDGET</b>
		<b>BUDGETED AMOUNTS</b>			<b>POSITIVE (NEGATIVE)</b>
<b>ACCOUNT NUMBER</b>	<b>DESCRIPTION</b>	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL AMOUNTS</b>	
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes				0.00
314140	Local option taxes				0.00
	<b>Licenses and permits</b>				
322010	Alcoholic beverage licenses				0.00
322020	General business licenses				0.00
323010	Building permits				0.00
323030	Animal licenses				0.00
323050	Other permits				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants	5,500.00	5,500.00	5,225.00	(275.00)
332000/333	Federal shared revenues				0.00
334000	State grants				0.00
335000/336	State shared revenues				0.00
337000	Local grants				0.00
338000	Local shared revenues				0.00
	<b>Charges for services</b>				
341000	General government				0.00
342000	Public safety				0.00
343000	Public works				0.00
344000	Public health				0.00
345000	Social/economic services				0.00
346000	Culture and recreation				0.00
	<b>Fines and forfeitures</b>				
351010	Justice court				0.00
351020	District court				0.00
351030	City court				0.00
360000	<b>Miscellaneous</b>	150.00	150.00	109.29	(40.71)
370000	<b>Investment and royalty earnings</b>				0.00
	<b>Total revenues</b>	5,650.00	5,650.00	5,334.29	(315.71)

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

ACCOUNT NUMBER	DESCRIPTION	TOTALS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
		ORIGINAL	FINAL		
<b>REVENUES</b>					
<b>Taxes:</b>					
311000/312000	Property taxes	153,892.00	153,892.00	141,232.51	(12,659.49)
314140	Local option taxes	0.00	0.00	0.00	0.00
<b>Licenses and permits</b>					
322010	Alcoholic beverage licenses	0.00	0.00	0.00	0.00
322020	General business licenses	0.00	0.00	0.00	0.00
323010	Building permits	0.00	0.00	0.00	0.00
323030	Animal licenses	0.00	0.00	0.00	0.00
323050	Other permits	45,300.00	45,300.00	45,255.03	(44.97)
<b>Intergovernmental revenue (See supplemental section for detail)</b>					
331000	Federal grants	5,500.00	5,500.00	5,225.00	(275.00)
332000/333	Federal shared revenues	0.00	0.00	0.00	0.00
334000	State grants	0.00	0.00	0.00	0.00
335000/336	State shared revenues	74,600.00	74,600.00	71,452.40	(3,147.60)
337000	Local grants	1,480.00	1,480.00	1,480.00	0.00
338000	Local shared revenues	6,000.00	6,000.00	6,000.00	0.00
<b>Charges for services</b>					
341000	General government	0.00	0.00	0.00	0.00
342000	Public safety	0.00	0.00	0.00	0.00
343000	Public works	0.00	0.00	0.00	0.00
344000	Public health	0.00	0.00	0.00	0.00
345000	Social/economic services	0.00	0.00	0.00	0.00
346000	Culture and recreation	8,780.00	8,780.00	5,775.00	(3,005.00)
<b>Fines and forfeitures</b>					
351010	Justice court	0.00	0.00	0.00	0.00
351020	District court	0.00	0.00	0.00	0.00
351030	City court	0.00	0.00	0.00	0.00
360000	<b>Miscellaneous</b>	7,204.00	7,204.00	4,477.53	(2,726.47)
370000	<b>Investment and royalty earnings</b>	100.00	100.00	116.85	16.85
<b>Total revenues</b>		302,856.00	302,856.00	281,014.32	(21,841.68)





**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #2220			
		Library			
		BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	(NEGATIVE)
	<b>EXPENDITURES</b>				
	<b>Current:</b>				
410000	<b>General Government:</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
420000	<b>Public Safety</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
430000	<b>Public Works</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
440000	<b>Public Health</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
450000	<b>Social and Economic Services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
460000	<b>Culture and Recreation</b>				
100	Personal services	61,143.00	61,143.00	60,920.05	222.95
200-800	Supplies/services/materials, etc	30,500.00	30,500.00	24,519.81	5,980.19
470000	<b>Housing and Community Development</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
480000	<b>Conservation of Natural Resources</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	<b>Capital expenditures</b>				0.00
490000	<b>Debt Service</b>				
610	Principal				0.00
620	Interest				0.00
510000	<b>Miscellaneous</b>	1,000.00	1,000.00	390.24	609.76
	<b>Total expenditures</b>	92,643.00	92,643.00	85,830.10	6,812.90
	<b>Excess of revenues over expenditures</b>	13,041.00	13,041.00	6,871.66	(6,169.34)
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued				0.00
381000	Discount on bonds issued				0.00
381050	Inception of capital lease				0.00
381070	Notes/loans/intercap issued				0.00
382010	Sale of assets				0.00
383000	Transfers In				0.00
520000	Transfers out (enter as a negative)				0.00
384000	Special items - revenue				0.00
385000	Extraordinary items - revenue				0.00
524000	Special items - expenditure (enter as negative)				0.00
525000	Extraordinary items - expenditure(enter as negative)				0.00
	<b>Total other financing sources (uses)</b>	0.00	0.00	0.00	0.00
	<b>Net change in fund balance</b>	13,041.00	13,041.00	6,871.66	(6,169.34)
	<b>Fund balances - July 1, 2013 as previously reported</b>			13,166.52	
	<b>Prior period adjustments</b>				
	<b>Fund balances - July 1, 2013 as restated</b>			13,166.52	
	<b>Fund balances - June 30, 2014</b>			20,038.18	
		-56-			

**CITY OF DEER LODGE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 BUDGET AND ACTUAL  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #2250			
		City Planning			
					VARIANCE
					WITH FINAL
		BUDGETED AMOUNTS			BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>EXPENDITURES</b>				
	<b>Current:</b>				
410000	<b>General Government:</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc	0.00	0.00	0.00	0.00
420000	<b>Public Safety</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
430000	<b>Public Works</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
440000	<b>Public Health</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
450000	<b>Social and Economic Services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
460000	<b>Culture and Recreation</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
470000	<b>Housing and Community Development</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
480000	<b>Conservation of Natural Resources</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	<b>Capital expenditures</b>				0.00
490000	<b>Debt Service</b>				
610	Principal				0.00
620	Interest				0.00
510000	<b>Miscellaneous</b>				0.00
	<b>Total expenditures</b>	0.00	0.00	0.00	0.00
	<b>Excess of revenues over expenditures</b>	0.00	0.00	0.00	0.00
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued				0.00
381000	Discount on bonds issued				0.00
381050	Inception of capital lease				0.00
381070	Notes/loans/intercap issued				0.00
382010	Sale of assets				0.00
383000	Transfers In				0.00
520000	Transfers out (enter as a negative)				0.00
384000	Special items - revenue				0.00
385000	Extraordinary items - revenue				0.00
524000	Special items - expenditure (enter as negative)				0.00
525000	Extraordinary items - expenditure(enter as negative)				0.00
	<b>Total other financing sources (uses)</b>	0.00	0.00	0.00	0.00
	<b>Net change in fund balance</b>	0.00	0.00	0.00	0.00
	<b>Fund balances - July 1, 2013 as previously reported</b>			(283.08)	
	<b>Prior period adjustments</b>				
	<b>Fund balances - July 1, 2013 as restated</b>			(283.08)	
	<b>Fund balances - June 30, 2014</b>			(283.08)	
		-57-			

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #2370			
		PERS			
					VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
		BUDGETED AMOUNTS		ACTUAL AMOUNTS	
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL		
	<b>EXPENDITURES</b>				
	<b>Current:</b>				
410000	<b>General Government:</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
420000	<b>Public Safety</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
430000	<b>Public Works</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
440000	<b>Public Health</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
450000	<b>Social and Economic Services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
460000	<b>Culture and Recreation</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
470000	<b>Housing and Community Development</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
480000	<b>Conservation of Natural Resources</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	<b>Capital expenditures</b>				0.00
490000	<b>Debt Service</b>				
610	Principal				0.00
620	Interest				0.00
510000	<b>Miscellaneous</b>				0.00
	<b>Total expenditures</b>	0.00	0.00	0.00	0.00
	<b>Excess of revenues over expenditures</b>	5,722.00	5,722.00	5,444.17	(277.83)
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued				0.00
381000	Discount on bonds issued				0.00
381050	Inception of capital lease				0.00
381070	Notes/loans/intercap issued				0.00
382010	Sale of assets				0.00
383000	Transfers In				0.00
520000	Transfers out (enter as a negative)	(4,500.00)	(4,500.00)		4,500.00
384000	Special items - revenue				0.00
385000	Extraordinary items - revenue				0.00
524000	Special items - expenditure (enter as negative)				0.00
525000	Extraordinary items - expenditure(enter as negative)				0.00
	<b>Total other financing sources (uses)</b>	(4,500.00)	(4,500.00)	0.00	4,500.00
	<b>Net change in fund balance</b>	1,222.00	1,222.00	5,444.17	4,222.17
	<b>Fund balances - July 1, 2013 as previously reported</b>			5,010.51	
	<b>Prior period adjustments</b>				
	<b>Fund balances - July 1, 2013 as restated</b>			5,010.51	
	<b>Fund balances - June 30, 2014</b>			10,454.68	
		-58-			

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #2371			
		Health Insurance			
					VARIANCE
					WITH FINAL
		BUDGETED AMOUNTS			BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>EXPENDITURES</b>				
	<b>Current:</b>				
410000	<b>General Government:</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
420000	<b>Public Safety</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
430000	<b>Public Works</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
440000	<b>Public Health</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
450000	<b>Social and Economic Services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
460000	<b>Culture and Recreation</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
470000	<b>Housing and Community Development</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
480000	<b>Conservation of Natural Resources</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	<b>Capital expenditures</b>				0.00
490000	<b>Debt Service</b>				
610	Principal				0.00
620	Interest				0.00
510000	<b>Miscellaneous</b>				0.00
	<b>Total expenditures</b>	0.00	0.00	0.00	0.00
	<b>Excess of revenues over expenditures</b>	6,885.00	6,885.00	6,192.13	(692.87)
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued				0.00
381000	Discount on bonds issued				0.00
381050	Inception of capital lease				0.00
381070	Notes/loans/intercap issued				0.00
382010	Sale of assets				0.00
383000	Transfers In				0.00
520000	Transfers out (enter as a negative)	(6,500.00)	(6,500.00)	0.00	6,500.00
384000	Special items - revenue				0.00
385000	Extraordinary items - revenue				0.00
524000	Special items - expenditure (enter as negative)				0.00
525000	Extraordinary items - expenditure(enter as negative)				0.00
	<b>Total other financing sources (uses)</b>	(6,500.00)	(6,500.00)	0.00	6,500.00
	<b>Net change in fund balance</b>	385.00	385.00	6,192.13	5,807.13
	<b>Fund balances - July 1, 2013 as previously reported</b>			8,381.56	
	<b>Prior period adjustments</b>				
	<b>Fund balances - July 1, 2013 as restated</b>			8,381.56	
	<b>Fund balances - June 30, 2014</b>			14,573.69	
		-59-			

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #2410			
		Light MTC District #94			
					VARIANCE
					WITH FINAL
		BUDGETED AMOUNTS			BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>EXPENDITURES</b>				
	<b>Current:</b>				
410000	<b>General Government:</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
420000	<b>Public Safety</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
430000	<b>Public Works</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc	44,500.00	44,500.00	46,278.07	(1,778.07)
440000	<b>Public Health</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
450000	<b>Social and Economic Services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
460000	<b>Culture and Recreation</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
470000	<b>Housing and Community Development</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
480000	<b>Conservation of Natural Resources</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	<b>Capital expenditures</b>				0.00
490000	<b>Debt Service</b>				
610	Principal				0.00
620	Interest				0.00
510000	<b>Miscellaneous</b>				0.00
	<b>Total expenditures</b>	44,500.00	44,500.00	46,278.07	(1,778.07)
	<b>Excess of revenues over expenditures</b>	5,000.00	5,000.00	2,672.26	(2,327.74)
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued				0.00
381000	Discount on bonds issued				0.00
381050	Inception of capital lease				0.00
381070	Notes/loans/intercap issued				0.00
382010	Sale of assets				0.00
383000	Transfers In				0.00
520000	Transfers out (enter as a negative)				0.00
384000	Special items - revenue				0.00
385000	Extraordinary items - revenue				0.00
524000	Special items - expenditure (enter as negative)				0.00
525000	Extraordinary items - expenditure(enter as negative)				0.00
	<b>Total other financing sources (uses)</b>	0.00	0.00	0.00	0.00
	<b>Net change in fund balance</b>	5,000.00	5,000.00	2,672.26	(2,327.74)
	<b>Fund balances - July 1, 2013 as previously reported</b>			92,421.53	
	<b>Prior period adjustments</b>				
	<b>Fund balances - July 1, 2013 as restated</b>			92,421.53	
	<b>Fund balances - June 30, 2014</b>			95,093.79	
		-60-			



**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #2430			
		Light MTC District #102			
					VARIANCE
					WITH FINAL
		BUDGETED AMOUNTS			BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>EXPENDITURES</b>				
	<b>Current:</b>				
410000	<b>General Government:</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
420000	<b>Public Safety</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
430000	<b>Public Works</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc	4,100.00	4,100.00	4,049.99	50.01
440000	<b>Public Health</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
450000	<b>Social and Economic Services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
460000	<b>Culture and Recreation</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
470000	<b>Housing and Community Development</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
480000	<b>Conservation of Natural Resources</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	<b>Capital expenditures</b>				0.00
490000	<b>Debt Service</b>				
610	Principal				0.00
620	Interest				0.00
510000	<b>Miscellaneous</b>				0.00
	<b>Total expenditures</b>	4,100.00	4,100.00	4,049.99	50.01
	<b>Excess of revenues over expenditures</b>	2,523.00	2,523.00	2,530.52	7.52
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued				0.00
381000	Discount on bonds issued				0.00
381050	Inception of capital lease				0.00
381070	Notes/loans/intercap issued				0.00
382010	Sale of assets				0.00
383000	Transfers In				0.00
520000	Transfers out (enter as a negative)				0.00
384000	Special items - revenue				0.00
385000	Extraordinary items - revenue				0.00
524000	Special items - expenditure (enter as negative)				0.00
525000	Extraordinary items - expenditure(enter as negative)				0.00
	<b>Total other financing sources (uses)</b>	0.00	0.00	0.00	0.00
	<b>Net change in fund balance</b>	2,523.00	2,523.00	2,530.52	7.52
	<b>Fund balances - July 1, 2013 as previously reported</b>			16,354.92	
	<b>Prior period adjustments</b>				
	<b>Fund balances - July 1, 2013 as restated</b>			16,354.92	
	<b>Fund balances - June 30, 2014</b>			18,885.44	
		-62-			

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #2440			
		Light MTC District #103			
					VARIANCE
					WITH FINAL
		BUDGETED AMOUNTS			BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>EXPENDITURES</b>				
	<b>Current:</b>				
410000	<b>General Government:</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
420000	<b>Public Safety</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
430000	<b>Public Works</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc	3,500.00	3,500.00	3,444.67	55.33
440000	<b>Public Health</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
450000	<b>Social and Economic Services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
460000	<b>Culture and Recreation</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
470000	<b>Housing and Community Development</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
480000	<b>Conservation of Natural Resources</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	<b>Capital expenditures</b>				0.00
490000	<b>Debt Service</b>				
610	Principal				0.00
620	Interest				0.00
510000	<b>Miscellaneous</b>				0.00
	<b>Total expenditures</b>	3,500.00	3,500.00	3,444.67	55.33
	<b>Excess of revenues over expenditures</b>	2,089.00	2,089.00	2,110.92	21.92
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued				0.00
381000	Discount on bonds issued				0.00
381050	Inception of capital lease				0.00
381070	Notes/loans/intercap issued				0.00
382010	Sale of assets				0.00
383000	Transfers In				0.00
520000	Transfers out (enter as a negative)				0.00
384000	Special items - revenue				0.00
385000	Extraordinary items - revenue				0.00
524000	Special items - expenditure (enter as negative)				0.00
525000	Extraordinary items - expenditure(enter as negative)				0.00
	<b>Total other financing sources (uses)</b>	0.00	0.00	0.00	0.00
	<b>Net change in fund balance</b>	2,089.00	2,089.00	2,110.92	21.92
	<b>Fund balances - July 1, 2013 as previously reported</b>			11,990.21	
	<b>Prior period adjustments</b>				
	<b>Fund balances - July 1, 2013 as restated</b>			11,990.21	
	<b>Fund balances - June 30, 2014</b>			14,101.13	
		-63-			



**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #2820			
		Gas Tax			
					VARIANCE
					WITH FINAL
		BUDGETED AMOUNTS			BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>EXPENDITURES</b>				
	<b>Current:</b>				
410000	<b>General Government:</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
420000	<b>Public Safety</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
430000	<b>Public Works</b>				
100	Personal services	16,200.00	16,200.00	4,285.29	11,914.71
200-800	Supplies/services/materials, etc			0.00	0.00
440000	<b>Public Health</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
450000	<b>Social and Economic Services</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
460000	<b>Culture and Recreation</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
470000	<b>Housing and Community Development</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
480000	<b>Conservation of Natural Resources</b>				
100	Personal services				0.00
200-800	Supplies/services/materials, etc				0.00
900	<b>Capital expenditures</b>	45,000.00	45,000.00	0.00	45,000.00
490000	<b>Debt Service</b>				
610	Principal				0.00
620	Interest				0.00
510000	<b>Miscellaneous</b>				0.00
	<b>Total expenditures</b>	61,200.00	61,200.00	4,285.29	56,914.71
	<b>Excess of revenues over expenditures</b>	(8,750.00)	(8,750.00)	50,100.70	58,850.70
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued				0.00
381000	Discount on bonds issued				0.00
381050	Inception of capital lease				0.00
381070	Notes/loans/intercap issued				0.00
382010	Sale of assets				0.00
383000	Transfers In				0.00
520000	Transfers out (enter as a negative)				0.00
384000	Special items - revenue				0.00
385000	Extraordinary items - revenue				0.00
524000	Special items - expenditure (enter as negative)				0.00
525000	Extraordinary items - expenditure(enter as negative)				0.00
	<b>Total other financing sources (uses)</b>	0.00	0.00	0.00	0.00
	<b>Net change in fund balance</b>	(8,750.00)	(8,750.00)	50,100.70	58,850.70
	<b>Fund balances - July 1, 2013 as previously reported</b>			179,725.58	
	<b>Prior period adjustments</b>				
	<b>Fund balances - July 1, 2013 as restated</b>			179,725.58	
	<b>Fund balances - June 30, 2014</b>			229,826.28	
		-65-			



**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		TOTALS			
		BUDGETED AMOUNTS		VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	
	<b>EXPENDITURES</b>				
	<b>Current:</b>				
410000	<b>General Government:</b>				
100	Personal services	0.00	0.00	0.00	0.00
200-800	Supplies/services/materials, etc	0.00	0.00	0.00	0.00
420000	<b>Public Safety</b>				
100	Personal services	0.00	0.00	0.00	0.00
200-800	Supplies/services/materials, etc	0.00	0.00	0.00	0.00
430000	<b>Public Works</b>				
100	Personal services	16,200.00	16,200.00	4,285.29	11,914.71
200-800	Supplies/services/materials, etc	56,300.00	56,300.00	57,890.92	(1,590.92)
440000	<b>Public Health</b>				
100	Personal services	0.00	0.00	0.00	0.00
200-800	Supplies/services/materials, etc	0.00	0.00	0.00	0.00
450000	<b>Social and Economic Services</b>				
100	Personal services	0.00	0.00	0.00	0.00
200-800	Supplies/services/materials, etc	0.00	0.00	0.00	0.00
460000	<b>Culture and Recreation</b>				
100	Personal services	72,246.00	72,246.00	69,270.49	2,975.51
200-800	Supplies/services/materials, etc	54,140.00	54,140.00	40,252.28	13,887.72
470000	<b>Housing and Community Development</b>				
100	Personal services	0.00	0.00	0.00	0.00
200-800	Supplies/services/materials, etc	0.00	0.00	0.00	0.00
480000	<b>Conservation of Natural Resources</b>				
100	Personal services	0.00	0.00	0.00	0.00
200-800	Supplies/services/materials, etc	0.00	0.00	0.00	0.00
900	<b>Capital expenditures</b>	45,000.00	45,000.00	0.00	45,000.00
490000	<b>Debt Service</b>				
610	Principal	0.00	0.00	0.00	0.00
620	Interest	0.00	0.00	0.00	0.00
510000	<b>Miscellaneous</b>	23,700.00	23,700.00	23,033.44	666.56
	<b>Total expenditures</b>	267,586.00	267,586.00	194,732.42	72,853.58
	<b>Excess of revenues over expenditures</b>	35,270.00	35,270.00	86,281.90	51,011.90
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued	0.00	0.00	0.00	0.00
381000	Discount on bonds issued	0.00	0.00	0.00	0.00
381050	Inception of capital lease	0.00	0.00	0.00	0.00
381070	Notes/loans/intercap issued	0.00	0.00	0.00	0.00
382010	Sale of assets	0.00	0.00	0.00	0.00
383000	Transfers In	0.00	0.00	0.00	0.00
520000	Transfers out (enter as a negative)	(11,000.00)	(11,000.00)	0.00	11,000.00
384000	Special items - revenue	0.00	0.00	0.00	0.00
385000	Extraordinary items - revenue	0.00	0.00	0.00	0.00
524000	Special items - expenditure (enter as negative)	0.00	0.00	0.00	0.00
525000	Extraordinary items - expenditure(enter as negative)	0.00	0.00	0.00	0.00
	<b>Total other financing sources (uses)</b>	(11,000.00)	(11,000.00)	0.00	11,000.00
	<b>Net change in fund balance</b>	24,270.00	24,270.00	86,281.90	62,011.90
	<b>Fund balances - July 1, 2013 as previously reported</b>			361,857.92	
	<b>Prior period adjustments</b>			0.00	
	<b>Fund balances - July 1, 2013 as restated</b>			361,857.92	
	<b>Fund balances - June 30, 2014</b>			448,139.82	

**CITY OF DEER LODGE  
COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS  
JUNE 30, 2014**

		FUND #4000	FUND #4300	FUND #4500	FUND #4505
		Capital Project - General Fund	Capital Project - Gas Tax	Reserve - Deprc. & Replacement	Capital Project - Fire Department
ACCOUNT NUMBER	DESCRIPTION				
	<b>ASSETS</b>				
101000	Cash and cash equivalents	3,913.85	146,113.85	19,066.31	5,439.52
103000	Petty cash				
101100	Investments				
102000	Cash and cash equivalents - restricted				33,569.14
102300	Investments - restricted				
106000	Valuation of investments to fair value				
	Taxes receivable:				
111000	Mobiles				
113000	Real estate				4,359.50
114000	Net proceeds				
115000	Personal				7,261.51
116000	Protested				10,718.85
118000	Special assessments				
120000	Accounts/other receivables (net of allowance for uncollectibles)				
131000	Due from other funds				
132000	Due from other governments				8,577.90
133000	Advances to other funds				
140000	Prepaid expense				
150000	Inventories				
170000	Other debits				
	<b>TOTAL ASSETS</b>	<b>3,913.85</b>	<b>146,113.85</b>	<b>19,066.31</b>	<b>69,926.42</b>
	<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
190000	Deferred Outflows of Resources				
19xxxx	Deferred Outflows of Resources				
	<b>Total Deferred Outflows of Resources</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	<b>LIABILITIES</b>				
201000	Warrants payable				
202100	Accounts payable				
203100	Judgments payable				
204000	Contracts/loans/notes payable				
205200	Matured interest payable				
206100	Other accrued payables				
211000	Due to other funds				
212000	Due to other funds/governments				
214000	Deposits payable				
216000	Revenues collected in advance				
233000	Advances from other funds				
	<b>TOTAL LIABILITIES</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	<b>DEFERRED INFLOWS OF RESOURCES</b>				
220000	Deferred Inflows of Resources				
223000	Deferred Inflows of Tax Revenues				22,339.86
	<b>Total Deferred Inflows of Resources</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>22,339.86</b>
	<b>FUND BALANCE</b>				
250100	Non-spendable				
250200	Restricted				
260100	Committed	3,913.85	146,113.85	19,066.31	47,586.56
260200	Assigned				
271000	Unassigned <i>(Negative balance only)</i>				
	<b>Total Fund Balances</b>	<b>3,913.85</b>	<b>146,113.85</b>	<b>19,066.31</b>	<b>47,586.56</b>
	<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>3,913.85</b>	<b>146,113.85</b>	<b>19,066.31</b>	<b>69,926.42</b>
			<b>-68-</b>		

**CITY OF DEER LODGE  
COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS  
JUNE 30, 2014**

ACCOUNT NUMBER	DESCRIPTION	FUND #4506	FUND #4508	NONMAJOR
		Capital Project - Cemetery	Capital Project - Parks	CAPITAL PROJECTS FUNDS
	<b>ASSETS</b>			
101000	Cash and cash equivalents	3,358.33	4,127.75	182,019.61
103000	Petty cash			0.00
101100	Investments			0.00
102000	Cash and cash equivalents - restricted			33,569.14
102300	Investments - restricted			0.00
106000	Valuation of investments to fair value			0.00
	Taxes receivable:			
111000	Mobiles			0.00
113000	Real estate			4,359.50
114000	Net proceeds			0.00
115000	Personal			7,261.51
116000	Protested			10,718.85
118000	Special assessments			0.00
120000	Accounts/other receivables (net of allowance for uncollectibles)			0.00
131000	Due from other funds			0.00
132000	Due from other governments			8,577.90
133000	Advances to other funds			0.00
140000	Prepaid expense			0.00
150000	Inventories			0.00
170000	Other debits			0.00
	<b>TOTAL ASSETS</b>	<b>3,358.33</b>	<b>4,127.75</b>	<b>246,506.51</b>
	<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
190000	Deferred Outflows of Resources			0.00
19xxxx	Deferred Outflows of Resources			0.00
	<b>Total Deferred Outflows of Resources</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	<b>LIABILITIES</b>			
201000	Warrants payable			0.00
202100	Accounts payable			0.00
203100	Judgments payable			0.00
204000	Contracts/loans/notes payable			0.00
205200	Matured interest payable			0.00
206100	Other accrued payables			0.00
211000	Due to other funds			0.00
212000	Due to other funds/governments			0.00
214000	Deposits payable			0.00
216000	Revenues collected in advance			0.00
233000	Advances from other funds			0.00
	<b>TOTAL LIABILITIES</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	<b>DEFERRED INFLOWS OF RESOURCES</b>			
220000	Deferred Inflows of Resources			0.00
223000	Deferred Inflows of Tax Revenues			22,339.86
	<b>Total Deferred Inflows of Resources</b>	<b>0.00</b>	<b>0.00</b>	<b>22,339.86</b>
	<b>FUND BALANCE</b>			
250100	Non-spendable			0.00
250200	Restricted			0.00
260100	Committed	3,358.33	4,127.75	224,166.65
260200	Assigned			0.00
271000	Unassigned <i>(Negative balance only)</i>			0.00
	<b>Total Fund Balances</b>	<b>3,358.33</b>	<b>4,127.75</b>	<b>224,166.65</b>
	<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>3,358.33</b>	<b>4,127.75</b>	<b>246,506.51</b>

**CITY OF DEER LODGE**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECTS FUNDS**  
**FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #4000			
		Capital Project - General Fund			
					VARIANCE
					WITH FINAL
		BUDGETED AMOUNTS			BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes				0.00
314140	Local option taxes				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
					0.00
332000	Federal shared revenues				0.00
334000	State grants				0.00
					0.00
335000	State shared revenues				0.00
	<b>Charges for services</b>				
341010	Miscellaneous collections				0.00
341070	Planning fees				0.00
343000	Public works charges				0.00
360000	<b>Miscellaneous</b>				
361000	Rents and leases				0.00
362000	Other miscellaneous revenue				0.00
365000	Contributions/donations				0.00
370000	<b>Investment and royalty earnings</b>	72.00	72.00	70.19	(1.81)
	<b>Total revenues</b>	72.00	72.00	70.19	(1.81)
	<b>EXPENDITURES</b>				
510000	<b>Miscellaneous</b>				0.00
900-950	<b>Capital expenditures</b>				0.00
	<b>Total expenditures</b>	0.00	0.00	0.00	0.00
	<b>Excess of revenues over (under) expenditures</b>	72.00	72.00	70.19	(1.81)
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued				0.00
381000	Discount on bonds issued				0.00
381070	Notes/loans/intercap issued				0.00
382010	Sale of assets				0.00
383000	Transfers In				0.00
520000	Transfers out (enter as negative)				0.00
384000	Special items - revenue				0.00
385000	Extraordinary items - revenue				0.00
524000	Special items - expenditure (enter as negative)				0.00
525000	Extraordinary items - expenditure(enter as negative)				0.00
	<b>Total other financing sources (uses)</b>	0.00	0.00	0.00	0.00
	<b>Net change in fund balance</b>	72.00	72.00	70.19	(1.81)
	<b>Fund balances - July 1, 2013 as previously reported</b>			3,843.66	
	<b>Prior period adjustments</b>				
	<b>Fund balances - July 1, 2013 as restated</b>			3,843.66	
	<b>Fund balances - June 30, 2014</b>			3,913.85	

**CITY OF DEER LODGE**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECTS FUNDS**  
**FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #4300			
		Capital Project - Gas Tax			
					VARIANCE
					WITH FINAL
		BUDGETED AMOUNTS			BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes				0.00
314140	Local option taxes				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
					0.00
332000	Federal shared revenues				0.00
334000	State grants				0.00
					0.00
335000	State shared revenues	18,300.00	18,300.00	18,089.74	(210.26)
	<b>Charges for services</b>				
341010	Miscellaneous collections				0.00
341070	Planning fees				0.00
343000	Public works charges				0.00
360000	<b>Miscellaneous</b>				
361000	Rents and leases				0.00
362000	Other miscellaneous revenue				0.00
365000	Contributions/donations				0.00
370000	<b>Investment and royalty earnings</b>	100.00	100.00	108.70	8.70
	<b>Total revenues</b>	18,400.00	18,400.00	18,198.44	(201.56)
	<b>EXPENDITURES</b>				
510000	<b>Miscellaneous</b>				0.00
900-950	<b>Capital expenditures</b>				0.00
	<b>Total expenditures</b>	0.00	0.00	0.00	0.00
	<b>Excess of revenues over (under) expenditures</b>	18,400.00	18,400.00	18,198.44	(201.56)
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued				0.00
381000	Discount on bonds issued				0.00
381070	Notes/loans/intercap issued				0.00
382010	Sale of assets				0.00
383000	Transfers In				0.00
520000	Transfers out (enter as negative)				0.00
384000	Special items - revenue				0.00
385000	Extraordinary items - revenue				0.00
524000	Special items - expenditure (enter as negative)				0.00
525000	Extraordinary items - expenditure(enter as nega				0.00
	<b>Total other financing sources (uses)</b>	0.00	0.00	0.00	0.00
	<b>Net change in fund balance</b>	18,400.00	18,400.00	18,198.44	(201.56)
	<b>Fund balances - July 1, 2013 as previously reported</b>			127,915.41	
	<b>Prior period adjustments</b>				
	<b>Fund balances - July 1, 2013 as restated</b>			127,915.41	
	<b>Fund balances - June 30, 2014</b>			146,113.85	

**CITY OF DEER LODGE**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECTS FUNDS**  
**FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #4500			
		Reserve - Deprc. & Replacement			
					VARIANCE
					WITH FINAL
		BUDGETED AMOUNTS			BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes				0.00
314140	Local option taxes				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
					0.00
332000	Federal shared revenues				0.00
334000	State grants				0.00
					0.00
335000	State shared revenues				0.00
	<b>Charges for services</b>				
341010	Miscellaneous collections				0.00
341070	Planning fees				0.00
343000	Public works charges				0.00
360000	<b>Miscellaneous</b>				
361000	Rents and leases				0.00
362000	Other miscellaneous revenue				0.00
365000	Contributions/donations	2,200.00	2,200.00	2,200.00	0.00
370000	<b>Investment and royalty earnings</b>	50.00	50.00	68.98	18.98
	<b>Total revenues</b>	2,250.00	2,250.00	2,268.98	18.98
	<b>EXPENDITURES</b>				
510000	<b>Miscellaneous</b>	5,200.00	5,200.00	12,291.13	(7,091.13)
900-950	<b>Capital expenditures</b>	5,800.00	5,800.00		5,800.00
	<b>Total expenditures</b>	11,000.00	11,000.00	12,291.13	(1,291.13)
	<b>Excess of revenues over (under) expenditures</b>	(8,750.00)	(8,750.00)	(10,022.15)	(1,272.15)
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued				0.00
381000	Discount on bonds issued				0.00
381070	Notes/loans/intercap issued				0.00
382010	Sale of assets				0.00
383000	Transfers In				0.00
520000	Transfers out (enter as negative)				0.00
384000	Special items - revenue				0.00
385000	Extraordinary items - revenue				0.00
524000	Special items - expenditure (enter as negative)				0.00
525000	Extraordinary items - expenditure(enter as nega				0.00
	<b>Total other financing sources (uses)</b>	0.00	0.00	0.00	0.00
	<b>Net change in fund balance</b>	(8,750.00)	(8,750.00)	(10,022.15)	(1,272.15)
	<b>Fund balances - July 1, 2013 as previously reported</b>			29,088.46	
	<b>Prior period adjustments</b>				
	<b>Fund balances - July 1, 2013 as restated</b>			29,088.46	
	<b>Fund balances - June 30, 2014</b>			19,066.31	

**CITY OF DEER LODGE**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECTS FUNDS**  
**FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #4505			
		Capital Project - Fire Department			
					VARIANCE
					WITH FINAL
		BUDGETED AMOUNTS			BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes	73,382.00	73,382.00	69,803.09	(3,578.91)
314140	Local option taxes				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
					0.00
332000	Federal shared revenues				0.00
334000	State grants				0.00
					0.00
335000	State shared revenues				0.00
	<b>Charges for services</b>				
341010	Miscellaneous collections				0.00
341070	Planning fees				0.00
343000	Public works charges				0.00
360000	<b>Miscellaneous</b>				
361000	Rents and leases				0.00
362000	Other miscellaneous revenue				0.00
365000	Contributions/donations				0.00
370000	<b>Investment and royalty earnings</b>	65.00	65.00	20.81	(44.19)
	<b>Total revenues</b>	73,447.00	73,447.00	69,823.90	(3,623.10)
	<b>EXPENDITURES</b>				
510000	<b>Miscellaneous</b>	64,800.00	64,800.00	64,615.00	185.00
900-950	<b>Capital expenditures</b>				0.00
	<b>Total expenditures</b>	64,800.00	64,800.00	64,615.00	185.00
	<b>Excess of revenues over (under) expenditures</b>	8,647.00	8,647.00	5,208.90	(3,438.10)
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued				0.00
381000	Discount on bonds issued				0.00
381070	Notes/loans/intercap issued				0.00
382010	Sale of assets				0.00
383000	Transfers In				0.00
520000	Transfers out (enter as negative)				0.00
384000	Special items - revenue				0.00
385000	Extraordinary items - revenue				0.00
524000	Special items - expenditure (enter as negative)				0.00
525000	Extraordinary items - expenditure(enter as nega				0.00
	<b>Total other financing sources (uses)</b>	0.00	0.00	0.00	0.00
	<b>Net change in fund balance</b>	8,647.00	8,647.00	5,208.90	(3,438.10)
	<b>Fund balances - July 1, 2013 as previously reported</b>			42,377.66	
	<b>Prior period adjustments</b>				
	<b>Fund balances - July 1, 2013 as restated</b>			42,377.66	
	<b>Fund balances - June 30, 2014</b>			47,586.56	

**CITY OF DEER LODGE**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECTS FUNDS**  
**FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #4506			
		Capital Project - Cemetery			
		BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes				0.00
314140	Local option taxes				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
					0.00
332000	Federal shared revenues				0.00
334000	State grants				0.00
					0.00
335000	State shared revenues				0.00
	<b>Charges for services</b>				
341010	Miscellaneous collections				0.00
341070	Planning fees				0.00
343000	Public works charges				0.00
360000	<b>Miscellaneous</b>				
361000	Rents and leases				0.00
362000	Other miscellaneous revenue				0.00
365000	Contributions/donations				0.00
370000	<b>Investment and royalty earnings</b>	20.00	20.00	6.69	(13.31)
	<b>Total revenues</b>	20.00	20.00	6.69	(13.31)
	<b>EXPENDITURES</b>				
510000	<b>Miscellaneous</b>				0.00
900-950	<b>Capital expenditures</b>			0.00	0.00
	<b>Total expenditures</b>	0.00	0.00	0.00	0.00
	<b>Excess of revenues over (under) expenditures</b>	20.00	20.00	6.69	(13.31)
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued				0.00
381000	Discount on bonds issued				0.00
381070	Notes/loans/intercap issued				0.00
382010	Sale of assets				0.00
383000	Transfers In				0.00
520000	Transfers out (enter as negative)				0.00
384000	Special items - revenue				0.00
385000	Extraordinary items - revenue				0.00
524000	Special items - expenditure (enter as negative)				0.00
525000	Extraordinary items - expenditure(enter as nega				0.00
	<b>Total other financing sources (uses)</b>	0.00	0.00	0.00	0.00
	<b>Net change in fund balance</b>	20.00	20.00	6.69	(13.31)
	<b>Fund balances - July 1, 2013 as previously reported</b>			3,351.64	
	<b>Prior period adjustments</b>				
	<b>Fund balances - July 1, 2013 as restated</b>			3,351.64	
	<b>Fund balances - June 30, 2014</b>			3,358.33	

**CITY OF DEER LODGE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FISCAL YEAR ENDED JUNE 30, 2014**

		FUND #4508			
		Capital Project - Parks			
					VARIANCE WITH FINAL
		BUDGETED AMOUNTS			BUDGET
ACCOUNT NUMBER	DESCRIPTION	ORIGINAL	FINAL	ACTUAL AMOUNTS	POSITIVE (NEGATIVE)
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes				0.00
314140	Local option taxes				0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants				0.00
					0.00
332000	Federal shared revenues				0.00
334000	State grants				0.00
					0.00
335000	State shared revenues				0.00
	<b>Charges for services</b>				
341010	Miscellaneous collections				0.00
341070	Planning fees				0.00
343000	Public works charges				0.00
360000	<b>Miscellaneous</b>				
361000	Rents and leases				0.00
362000	Other miscellaneous revenue				0.00
365000	Contributions/donations				0.00
370000	<b>Investment and royalty earnings</b>	20.00	20.00	7.87	(12.13)
	<b>Total revenues</b>	20.00	20.00	7.87	(12.13)
	<b>EXPENDITURES</b>				
510000	<b>Miscellaneous</b>				0.00
900-950	<b>Capital expenditures</b>			0.00	0.00
	<b>Total expenditures</b>	0.00	0.00	0.00	0.00
	<b>Excess of revenues over (under) expenditures</b>	20.00	20.00	7.87	(12.13)
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued				0.00
381000	Discount on bonds issued				0.00
381070	Notes/loans/intercap issued				0.00
382010	Sale of assets				0.00
383000	Transfers In				0.00
520000	Transfers out (enter as negative)				0.00
384000	Special items - revenue				0.00
385000	Extraordinary items - revenue				0.00
524000	Special items - expenditure (enter as negative)				0.00
525000	Extraordinary items - expenditure(enter as nega				0.00
	<b>Total other financing sources (uses)</b>	0.00	0.00	0.00	0.00
	<b>Net change in fund balance</b>	20.00	20.00	7.87	(12.13)
	<b>Fund balances - July 1, 2013 as previously reported</b>			4,119.88	
	<b>Prior period adjustments</b>				
	<b>Fund balances - July 1, 2013 as restated</b>			4,119.88	
	<b>Fund balances - June 30, 2014</b>			4,127.75	

**CITY OF DEER LODGE**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECTS FUNDS**  
**FISCAL YEAR ENDED JUNE 30, 2014**

ACCOUNT NUMBER	DESCRIPTION	TOTALS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
		BUDGETED AMOUNTS		ACTUAL AMOUNTS	
		ORIGINAL	FINAL		
	<b>REVENUES</b>				
	<b>Taxes:</b>				
311000/312000	Property taxes	73,382.00	73,382.00	69,803.09	(3,578.91)
314140	Local option taxes	0.00	0.00	0.00	0.00
	<b>Intergovernmental revenue (See supplemental section for detail)</b>				
331000	Federal grants	0.00	0.00	0.00	0.00
		0.00	0.00	0.00	0.00
332000	Federal shared revenues	0.00	0.00	0.00	0.00
334000	State grants	0.00	0.00	0.00	0.00
		0.00	0.00	0.00	0.00
335000	State shared revenues	18,300.00	18,300.00	18,089.74	(210.26)
	<b>Charges for services</b>				
341010	Miscellaneous collections	0.00	0.00	0.00	0.00
341070	Planning fees	0.00	0.00	0.00	0.00
343000	Public works charges	0.00	0.00	0.00	0.00
360000	<b>Miscellaneous</b>				
361000	Rents and leases	0.00	0.00	0.00	0.00
362000	Other miscellaneous revenue	0.00	0.00	0.00	0.00
365000	Contributions/donations	2,200.00	2,200.00	2,200.00	0.00
370000	<b>Investment and royalty earnings</b>	327.00	327.00	283.24	(43.76)
	<b>Total revenues</b>	<b>94,209.00</b>	<b>94,209.00</b>	<b>90,376.07</b>	<b>(3,832.93)</b>
	<b>EXPENDITURES</b>				
510000	<b>Miscellaneous</b>	70,000.00	70,000.00	76,906.13	(6,906.13)
900-950	<b>Capital expenditures</b>	5,800.00	5,800.00	0.00	5,800.00
	<b>Total expenditures</b>	<b>75,800.00</b>	<b>75,800.00</b>	<b>76,906.13</b>	<b>(1,106.13)</b>
	<b>Excess of revenues over (under) expenditures</b>	<b>18,409.00</b>	<b>18,409.00</b>	<b>13,469.94</b>	<b>(4,939.06)</b>
	<b>OTHER FINANCING SOURCES (USES)</b>				
381000	Bonds issued	0.00	0.00	0.00	0.00
381000	Discount on bonds issued	0.00	0.00	0.00	0.00
381070	Notes/loans/intercap issued	0.00	0.00	0.00	0.00
382010	Sale of assets	0.00	0.00	0.00	0.00
383000	Transfers In	0.00	0.00	0.00	0.00
520000	Transfers out (enter as negative)	0.00	0.00	0.00	0.00
384000	Special items - revenue	0.00	0.00	0.00	0.00
385000	Extraordinary items - revenue	0.00	0.00	0.00	0.00
524000	Special items - expenditure (enter as negative)	0.00	0.00	0.00	0.00
525000	Extraordinary items - expenditure(enter as nega	0.00	0.00	0.00	0.00
	<b>Total other financing sources (uses)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	<b>Net change in fund balance</b>	<b>18,409.00</b>	<b>18,409.00</b>	<b>13,469.94</b>	<b>(4,939.06)</b>
	<b>Fund balances - July 1, 2013 as previously reported</b>			210,696.71	
	<b>Prior period adjustments</b>			0.00	
	<b>Fund balances - July 1, 2013 as restated</b>			210,696.71	
	<b>Fund balances - June 30, 2014</b>			224,166.65	

**CITY OF DEER LODGE  
SCHEDULE OF FEDERAL/STATE GRANTS,  
ENTITLEMENTS, AND SHARED REVENUES  
FISCAL YEAR ENDING JUNE 30, 2014**

	REVENUE CODE	RECEIVING FUND	AMOUNT
<b><u>FEDERAL GRANTS/ENTITLEMENTS - (LIST)</u></b>			
Historical Preservation Grants	331170	2935	5,225.00
<b>Total Federal Grants/Entitlements</b>			5,225.00
<b><u>FEDERAL SHARED REVENUES - (LIST)</u></b>			
<b>Total Federal Shared Revenues</b>			0.00
<b><u>STATE GRANTS/ENTITLEMENTS - (LIST)</u></b>			
TSEP Grant	334120	5310	376,252.04
RRGL Grant	334122	5310	90,000.00
Dept of Commerce Grant	334200	1000	2,000.00
<b>Total State Grants/Entitlements</b>			468,252.04
<b><u>STATE SHARED REVENUES - (LIST)</u></b>			
Gas Tax	335040	2820	54,269.14
Gas Tax	335040	4300	18,089.74
Gaming Machine Permits	335120	1000	13,110.00
State Entitlement Share	335230	1000	394,885.24
State Entitlement Share	335230	2190	4,862.42
State Entitlement Share	335230	2220	9,683.60
State Entitlement Share	335230	2370	2,637.24
<b>Total State Shared Revenues</b>			497,537.38
<b><u>LOCAL GRANTS - (LIST)</u></b>			
State of Montana	337000		1,480.00
Powell County	338000		6,000.00
<b>Total Local Grants</b>			7,480.00
<b>TOTAL</b>			<b>978,494.42</b>

**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

To the Mayor and City Council  
City of Deer Lodge

We have audited, 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Deer Lodge as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the City of Deer Lodge's basic financial statements, and have issued our report thereon dated June 5, 2015.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City of Deer Lodge'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 of Deer Lodge's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Deer Lodge'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 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 over financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and responses as 2014-001 that we consider to be a significant deficiency.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City of Deer Lodge'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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## **The City of Deer Lodge's Response to Findings**

The City of Deer Lodge's response to the findings identified in our audit are described in the accompanying schedule of findings and responses. The City of Deer Lodge's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

## **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 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. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Wipfli LLP". The signature is written in a cursive, flowing style.

Wipfli LLP  
Helena, Montana  
June 5, 2015

City of Deer Lodge  
SCHEDULE OF FINDINGS AND RESPONSES  
June 30, 2014

**Finding 2014-001: Significant Deficiency - Segregation of Duties**

*Criteria:* Custody of assets, record keeping, and reconciliations should be properly segregated between employees.

*Condition:* There is a lack of segregation of duties within the utilities department. Clerks can enter bills into the accounting system and manually adjust accounts (record keeping), receive payments, and make deposits (custody). Manual adjustments to accounts are not reviewed by a second individual to verify the validity of such adjustments.

*Cause:* The City has not reviewed the billing, collection and accounting procedures of the utility department clerks to segregate incompatible job duties.

*Effect or Potential Effect:* Based on the current controls in place within the utilities department, employees have the ability and opportunity to misappropriate City assets by having both access to cash payments and system rights that allow for manipulation or modification of transactions. Management does not review manual entries to identify suspicious or unsubstantiated account adjustments.

*Recommendation:* The City has a sufficient number of staff within the utilities and accounting department to segregate incompatible job duties. We recommend that the City evaluate the current processes to identify fraud risk areas. Billing, collections and deposits should be split between multiple employees and utility clerks should not have the ability to manually adjust customer accounts.

*Responsible Official's Response:*

- 1) Separation of clerk/treasurer into separate position.
- 2) External accounting firm is currently reviewing and implementing new process in all financial functions of the City.
- 3) New treasurer position is to ensure minimal aspects of fraudulent practices.
- 4) No adjustments are to be made to accounts without the knowledge of the Mayor, or the Mayor's replacement if the Mayor is not available or the Finance committee.
- 5) The City will look into the accounts software to install a security measure to ensure clerks are not making adjustments to accounts without prior authorization.