

MONTANA DEPARTMENT OF ADMINISTRATION  
Local Government Services Bureau

301 S. Park Avenue, Room 340, P.O. Box 200547, Helena, Montana 59620-0547

024103

ENTITY # \_\_\_\_\_ (if known)

**MONTANA**  
**Town of Pinesdale**  
**P.O. Box 410228**

Pinesdale

MONTANA

59841

**ANNUAL FINANCIAL  
REPORT**

**RECEIVED**

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LOCAL GOVERNMENT  
SERVICES BUREAU



**Fiscal Year Ended  
June 30, 2014**

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Prepared by: \_\_\_\_\_

**Town of Pinesdale**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
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**June 30, 2014**

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# **INTRODUCTORY SECTION**

**Town of Pinesdale**  
**LETTER OF TRANSMITTAL**  
**June 30, 2014**

**Town of Pinesdale  
ELECTED OFFICIALS/OFFICERS**

OFFICE	NAME OF CITY/TOWN OFFICIALS/OFFICERS	DATE TERM EXPIRES
Mayor		
Selectman	Stacy Jessop	2014
Selectman	Tim Gold	2015
Advisor	Jeremy Spencer	2014
Advisor	Forrest Jessop	2014
Advisor	Audra Stoker	2015
Advisor	Andy Jessop	2015
Advisor	Erin Fefr	2016
Advisor	Chase Stoker	2016
City manager		
Attorney	Jennifer Lint	
Chief of police	Dewey Allsop	
Clerk	Jill Stoker	
Clerk/Treasurer		
Deputy Clerk/Treasurer		
City Judge		
City Services Supervisor		
Water/Sewer/Garbage Collector	Russell M Jessop	

In accordance with State law, I hereby transmit the  
Town of Pinesdale  
Annual Financial Report for the fiscal year ended  
June 30, 2014

Respectfully submitted;

  
Town Clerk-Treasurer

12-31-14  
Date

# **FINANCIAL SECTION**

**MANAGEMENT'S  
DISCUSSION  
AND  
ANALYSIS**

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# **BASIC FINANCIAL STATEMENTS**

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**Town of Pinesdale  
Statement of Net Position  
June 30, 2014**

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Current assets:			
Cash and investments	\$ 129,004.48	\$ 153,975.30	\$ 282,979.78
Taxes and assessments receivable, net	6,043.04	-	6,043.04
Accounts receivable - net	1,956.67	12,719.85	14,676.52
Total current assets	<u>\$ 137,004.19</u>	<u>\$ 166,695.15</u>	<u>\$ 303,699.34</u>
Noncurrent assets:			
Restricted cash and investments	\$ 1,683.33	\$ 128,732.51	\$ 130,415.84
Capital assets - construction in progress	-	16,648.26	16,648.26
Capital assets - net of depreciation	554,115.67	1,938,701.02	2,492,816.69
Total noncurrent assets	<u>\$ 555,799.00</u>	<u>\$ 2,084,081.79</u>	<u>\$ 2,639,880.79</u>
Total Assets	<u>\$ 692,803.19</u>	<u>\$ 2,250,776.94</u>	<u>\$ 2,943,580.13</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	2,634.02	9,333.66	11,967.68
Accrued payroll	(73.85)	-	(73.85)
Current portion of long-term capital liabilities	2,500.00	18,640.00	21,140.00
Total current liabilities	<u>\$ 5,060.17</u>	<u>\$ 27,973.66</u>	<u>\$ 33,033.83</u>
Noncurrent liabilities:			
Noncurrent portion of long-term capital liabilities	6,368.73	491,388.78	497,757.51
Total noncurrent liabilities	<u>\$ 6,368.73</u>	<u>\$ 491,388.78</u>	<u>\$ 497,757.51</u>
Total Liabilities	<u>\$ 11,428.90</u>	<u>\$ 519,362.44</u>	<u>\$ 530,791.34</u>
<b>NET POSITION</b>			
Net investment in capital assets	\$ 545,246.94	\$ 1,445,320.50	\$ 1,990,567.44
Restricted for:			
Replacement and depreciation	-	99,487.29	99,487.29
Capital projects	-	2,377.22	2,377.22
Debt service	-	26,868.00	26,868.00
Public works	30,013.45	-	30,013.45
Court trust	1,683.33	-	1,683.33
Unrestricted	104,430.57	157,361.49	261,792.06
Total net position	<u>\$ 681,374.29</u>	<u>\$ 1,731,414.50</u>	<u>\$ 2,412,788.79</u>

See accompanying notes to the financial statements

**Town of Pinesdale  
Statement of Activities  
For the Fiscal Year Ended  
June 30, 2014**

Functions/Programs	Program Revenues					Net (Expenses) Revenues and Changes in Net Position		
	Expenses	Charges for Services		Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
						Governmental Activities	Business-Type Activities	Total
<b>Primary government:</b>								
Governmental activities:								
General government	\$ 64,031.46	\$ 10,900.00	\$ -	\$ -	\$ (53,131.46)	\$	\$	\$ (53,131.46)
Public safety	61,134.78	69,441.28	250.00	-	8,556.50			8,556.50
Public works	18,972.48	1,200.00	21,105.10	-	3,332.62			3,332.62
Culture and recreation	14,049.19	-	-	-	(14,049.19)			(14,049.19)
Debt service - interest	445.32	-	-	-	(445.32)			(445.32)
Total Governmental Activities	\$ 158,633.23	\$ 81,541.28	\$ 21,355.10	\$ -	\$ (55,736.85)	\$	\$	\$ (55,736.85)
<b>Business-type activities:</b>								
Water	\$ 132,432.27	\$ 135,195.71	\$ -	\$ -	\$	\$ 2,763.44	\$	\$ 2,763.44
Total business-type activities	\$ 132,432.27	\$ 135,195.71	\$ -	\$ -	\$	\$ 2,763.44	\$	\$ 2,763.44
<b>Total primary government</b>	\$ 291,065.50	\$ 216,736.99	\$ 21,355.10	\$ -	\$ (55,736.85)	\$ 2,763.44	\$	\$ (52,973.41)
<b>General Revenues:</b>								
Property taxes for general purposes					43,180.20	-		43,180.20
Local option tax					1,666.70	-		1,666.70
Permits & Licenses					50.00	-		50.00
Unrestricted Federal/State shared revenues					30,477.99	-		30,477.99
Unrestricted investment earnings					455.49	116.71		572.20
Miscellaneous					10,898.97	22.75		10,921.72
Total general revenues, special items and transfers					\$ 86,729.35	\$ 139.46	\$	\$ 86,868.81
Change in net position					\$ 30,992.50	\$ 2,902.90	\$	\$ 33,895.40
<b>Net position - beginning</b>					644,503.00	1,728,563.60		2,373,066.60
<b>Restatements</b>					5,878.79	(52.00)		5,826.79
<b>Net position - beginning - restated</b>					\$ 650,381.79	\$ 1,728,511.60	\$	\$ 2,378,893.39
<b>Net position - ending</b>					\$ 681,374.29	\$ 1,731,414.50	\$	\$ 2,412,788.79

See accompanying notes to the financial statements

**Town of Pinesdale  
Balance Sheet  
Governmental Funds  
June 30, 2014**

2110

	General Fund	Road	Total Governmental Funds
<b>ASSETS</b>			
Current Assets:			
Cash and investments	\$ 98,371.08	\$ 30,633.40	\$ 129,004.48
Taxes and assessments receivable, net	6,043.04	-	6,043.04
Accounts receivable - net	1,666.67	290.00	1,956.67
<b>Total Current Assets</b>	<b>\$ 106,080.79</b>	<b>\$ 30,923.40</b>	<b>\$ 137,004.19</b>
Noncurrent Assets:			
Restricted cash and investments	\$ 1,683.33	\$ -	\$ 1,683.33
<b>Total Noncurrent Assets</b>	<b>\$ 1,683.33</b>	<b>\$ -</b>	<b>\$ 1,683.33</b>
<b>Total Assets</b>	<b>\$ 107,764.12</b>	<b>\$ 30,923.40</b>	<b>\$ 138,687.52</b>
 <b>LIABILITIES</b>			
Current Liabilities:			
Accounts payable	1,724.07	909.95	2,634.02
Accrued payroll	(73.85)	-	(73.85)
<b>Total Current Liabilities</b>	<b>\$ 1,650.22</b>	<b>\$ 909.95</b>	<b>\$ 2,560.17</b>
<b>Total Liabilities</b>	<b>\$ 1,650.22</b>	<b>\$ 909.95</b>	<b>\$ 2,560.17</b>
 <b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred property tax/special assessment revenue	6,043.04	-	6,043.04
<b>Total Deferred Inflows of Resources</b>	<b>\$ 6,043.04</b>	<b>\$ -</b>	<b>\$ 6,043.04</b>
 <b>Fund Balances</b>			
Restricted for:			
Public works	-	30,013.45	30,013.45
Court trust	1,683.33	-	1,683.33
Unassigned	98,387.53	-	98,387.53
<b>Total Fund Balance</b>	<b>\$ 100,070.86</b>	<b>\$ 30,013.45</b>	<b>\$ 130,084.31</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balance</b>	<b>\$ 107,764.12</b>	<b>\$ 30,923.40</b>	<b>\$ 138,687.52</b>

See accompanying notes to the financial statements

**Town of Pinesdale**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Fiscal Year Ended**  
**June 30, 2014**

	2110		Total Governmental Funds
	General Fund	Road	Funds
<b>REVENUES</b>			
Taxes and assessments	\$ 44,440.21	\$ -	\$ 44,440.21
Licenses and permits	50.00	-	50.00
Intergovernmental	31,113.99	20,469.10	51,583.09
Charges for services	69,441.28	1,200.00	70,641.28
Miscellaneous	11,148.97	-	11,148.97
Investment earnings	441.43	14.06	455.49
Internal services	10,900.00	-	10,900.00
Total revenues	\$ 167,535.88	\$ 21,683.16	\$ 189,219.04
<b>EXPENDITURES</b>			
General government	\$ 64,031.46	\$ -	\$ 64,031.46
Public safety	61,134.78	-	61,134.78
Public works	-	18,972.48	18,972.48
Culture and recreation	14,049.19	-	14,049.19
Debt service - principal	2,554.68	-	2,554.68
Debt service - interest	445.32	-	445.32
Capital outlay	14,342.67	-	14,342.67
Total expenditures	\$ 156,558.10	\$ 18,972.48	\$ 175,530.58
Excess (deficiency) of revenues over expenditures	\$ 10,977.78	\$ 2,710.68	\$ 13,688.46
Net change in fund balance	\$ 10,977.78	\$ 2,710.68	\$ 13,688.46
Fund balances - beginning	\$ 89,093.08	\$ 27,302.77	\$ 116,395.85
Fund balances - beginning restated	\$ 89,093.08	\$ 27,302.77	\$ 116,395.85
Fund balances - ending	\$ 100,070.86	\$ 30,013.45	\$ 130,084.31

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See accompanying notes to the financial statements

**Town of Pinesdale**  
**Reconciliation of the Governmental Funds Balance Sheet to the**  
**Statement of Net Position**  
**June 30, 2014**

<b>Total fund balances - governmental funds</b>	\$	130,084.31
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		554,115.67
Other assets are not available for current-period expenditures and, therefore, are deferred inflows of resources in the funds		6,043.04
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.		(8,868.73)
<b>Total net position - governmental activities</b>	\$	<b>681,374.29</b>

See accompanying notes to the financial statements

**Town of Pinesdale**  
**Reconciliation of the Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances of Governmental Funds**  
**to the Statement of Activities**  
**For the Fiscal Year Ended**  
**June 30, 2014**

<b>Net change in fund balances - total governmental funds</b>	\$	13,688.46
<p>Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:</p>		
- Capital assets purchased		14,342.67
<p>Tax and assessment revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:</p>		
- Tax and assessment receivables (change in deferred revenues)		406.69
<p>Repayment of debt principal is an expenditures in the governmental funds, but the repayment reduces long-term debt in the Statement of Net Position:</p>		
- Long-term debt principal payments		2,554.68
<b>Change in net position - Statement of Activities</b>	<b>\$</b>	<u><u>30,992.50</u></u> ✓

See accompanying notes to the financial statements

**Town of Pinesdale  
Statement of Net Position  
Proprietary Funds  
June 30, 2014**

**Business-Type Activities  
Enterprise Funds**

	5210	
	Water	Totals
<b>ASSETS</b>		
Current Assets		
Cash and investments	\$ 153,975.30	\$ 153,975.30
Accounts receivable - net	12,719.85	12,719.85
Total Current Assets	\$ 166,695.15	\$ 166,695.15
Noncurrent Assets		
Restricted cash and investments	\$ 128,732.51	\$ 128,732.51
Capital assets - construction in progress	16,648.26	16,648.26
Capital assets - net of depreciation	1,938,701.02	1,938,701.02
Total Noncurrent Assets	\$ 2,084,081.79	\$ 2,084,081.79
Total Assets	\$ 2,250,776.94	\$ 2,250,776.94
 <b>LIABILITIES</b>		
Current Liabilities		
Accounts payable	9,333.66	9,333.66
Current portion of long-term capital liabilities	18,640.00	18,640.00
Total Current Liabilities	\$ 27,973.66	\$ 27,973.66
Noncurrent Liabilities		
Noncurrent portion of long-term capital liabilities	491,388.78	491,388.78
Total Noncurrent Liabilities	\$ 491,388.78	\$ 491,388.78
Total Liabilities	\$ 519,362.44	\$ 519,362.44
 <b>NET POSITION</b>		
Government Wide Format:		
Net investment in capital assets	\$ 1,445,320.50	\$ 1,445,320.50
Restricted for replacement and depreciation	99,487.29	99,487.29
Restricted for capital projects	2,377.22	2,377.22
Restricted for debt service	26,868.00	26,868.00
Unrestricted	157,361.49	157,361.49
Total Net Position	\$ 1,731,414.50	\$ 1,731,414.50

See accompanying notes to the financial statements

**Town of Pinesdale**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**Proprietary Funds**  
**For the Fiscal Year Ended**  
**June 30, 2014**  
**Business-Type Activities**  
**Enterprise Funds**

	<b>5210</b>	
	<u>Water</u>	<u>Totals</u>
<b>OPERATING REVENUES</b>		
Charges for services	\$ 135,195.71	\$ 135,195.71
Miscellaneous revenues	22.75	22.75
Total Operating Revenues	<u>\$ 135,218.46</u>	<u>\$ 135,218.46</u>
<b>OPERATING EXPENSES</b>		
Personal services	\$ 20,000.04	\$ 20,000.04
Supplies	35,078.86	35,078.86
Purchased services	15,628.29	15,628.29
Depreciation	40,389.60	40,389.60
Total Operating Expenses	<u>\$ 111,096.79</u>	<u>\$ 111,096.79</u>
Operating Income (Loss)	<u>\$ 24,121.67</u>	<u>\$ 24,121.67</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>		
Interest revenue	116.71	116.71
Debt service interest expense	(21,335.48)	(21,335.48)
Total Non-Operating Revenues (Expenses)	<u>\$ (21,218.77)</u>	<u>\$ (21,218.77)</u>
Income (loss) before contributions, transfers, special & extraordinary items	<u>\$ 2,902.90</u>	<u>\$ 2,902.90</u>
Change in net position	<u>\$ 2,902.90</u>	<u>\$ 2,902.90</u>
Net Position - Beginning of the year	1,728,563.60	1,728,563.60
Restatements	(52.00)	(52.00)
Net Position - Beginning of the year - Restated	<u>\$ 1,728,511.60</u>	<u>\$ 1,728,511.60</u>
Net Position - End of the year	<u>\$ 1,731,414.50</u>	<u>\$ 1,731,414.50</u>

See accompanying notes to the financial statements

Town of Pinesdale  
**STATEMENT OF CASH FLOWS**  
**MAJOR PROPRIETARY FUNDS**  
**FISCAL YEAR ENDED**  
**June 30, 2014**  
**Business-type Activities**

Description	5210 Water	Total Major Business-Type Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash received from customers	134,086.57	134,086.57
Cash paid to suppliers	(42,098.74)	(42,098.74)
Cash paid to employees	(20,000.04)	(20,000.04)
Net cash provided (used) by operating activities	<u>71,987.79</u>	<u>71,987.79</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Purchases/acquisition/construction of capital assets	(16,648.26)	(16,648.26)
Principal on debt	(5,862.11)	(5,862.11)
Interest paid on debt	(21,335.48)	(21,335.48)
Net cash provided (used) by capital and related financing activities	<u>(43,845.85)</u>	<u>(43,845.85)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest earnings	116.71	116.71
Net cash provided (used) by investing activities	<u>116.71</u>	<u>116.71</u>
Net increase (decrease) in cash and cash equivalents	<u>28,258.65</u>	<u>28,258.65</u>
<b>Cash and cash equivalents as of:</b>		
June 29, 2013	254,449.16	254,449.16
June 30, 2014	<u>282,707.81</u>	<u>282,707.81</u>
Operating income (loss)	24,121.67	24,121.67
<b>Adjustments to reconcile operating income to net cash provided (used) by operating activities</b>		
Depreciation expense	40,389.60	40,389.60
(Increase) Decrease in accounts receivable	(1,131.89)	(1,131.89)
Increase (decrease) in warrants/accounts payable	8,660.41	8,660.41
Increase (decrease) in accrued payables	(52.00)	(52.00)
Total adjustments	<u>47,866.12</u>	<u>47,866.12</u>
Net cash provided (used) by operating activities	<u><u>71,987.79</u></u>	<u><u>71,987.79</u></u>

**Town of Pinesdale**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDED**  
**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.

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 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 deferred tax/assessment revenue, a deferred inflow of resources, since they are not available to pay liabilities of the current period.

Both financial statements presented on the accrual basis of accounting and the modified accrual basis of accounting recognize grants and similar items, pending purely routine requirements such as filing reimbursement and/or progress reports, where all eligibility requirements imposed by the provider have been met, other than time requirements, as revenue in the current period. Grants and similar items received prior to meeting time requirements but after all eligibility requirements are met, are recognized as deferred inflows of resources until use is required or first permitted.

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.

Road Department Fund - This fund is used to account for fuel taxes received from the State of Montana for the purposes of maintaining, repaving, etc, of the Town streets and alleys.

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.

**Town of Pinesdale**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDED**  
**June 30, 2014**

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

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

The Governmental Accounting Standards Board (GASB) issued Statement No. 62. The Statement codifies the requirements of all pre-November 30, 1989 FASB and AICPA pronouncements that apply to state and local governments. Both the government-wide and proprietary fund financial statements follow the guidance of the Governmental Accounting Standards Board. Governments can continue to apply, as other accounting literature, post-November 30, 1989 FASB pronouncements that do not conflict with or contradict GASB pronouncements, including Statement No. 62. The government has adopted the provisions of GASB Statement No. 62.

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, deferred outflows of resources, liabilities, deferred outflows of resources, and fund balance/net position**

**1. Deposits and investments**

The Town cash and cash equivalents are considered to be cash on hand, demand and savings accounts.

State statutes authorize the Town 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 deferred revenue accounts 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**

The Town does not record inventory.

The Town did not record any prepaid items as of June 30, 2014.

**Town of Pinesdale**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDED**  
**June 30, 2014**

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

**D. Assets, deferred outflows of resources, liabilities, deferred outflows of resources, and fund balance/net position -cont.**

**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.

**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. The Town did not have a capitalization policy as of June 30, 2014.

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.

**6. Deferred outflows of resources**

Deferred outflow of resources is a financial statement element. A deferred outflow of resources is a consumption of net assets by the government that is applicable to a future reporting period. The government-wide statement of net position, proprietary fund statement of net position, and governmental fund balance sheet report a separate section for deferred outflows of resources. Deferred outflows of resources may be disclosed on the face of the financial statements, in the notes to the financial statements, or a combination of both.  
The Town did not report Deferred outflows of resources at June 30, 2014.

**7. Compensated absences**

As required by State law, the County/City/Town 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.

The Town did not record compensated absence payable as of June 30, 2014.

**Town of Pinesdale**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDED**  
**June 30, 2014**

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

**D. Assets, deferred outflows of resources, liabilities, deferred outflows of resources, and fund balance/net position -cont.**

**8. 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.

**9. Deferred inflows of Resources**

A deferred inflow of resources is an acquisition of net assets by the government that is applicable to a future reporting period. The government-wide statement of net position, proprietary fund statement of net position, and governmental fund balance sheet report a separate section for deferred inflows of resources. Deferred inflows of resources may be disclosed on the face of the financial statements, in the notes to the financial statements, or a combination of both. Deferred inflows of resources are disclosed on the face of the financial statements.

**10. Fund balance/Net Position**

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

GASB Statement No. 63 resulted in presentation changes in the government-wide and proprietary fund financial statements. Among other changes, equity is classified as 'net position'. Components of net position are net investment in capital assets, restricted, and unrestricted. See notes K and L for further information.

**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.

**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.

**Town of Pinesdale**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDED**  
**June 30, 2014**

3. **COMPLIANCE AND ACCOUNTABILITY**

A. **Budgetary Information**

The Town 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 second Monday in August or within 45 calendar days of the receipt of the certified taxable valuations from the Department of Revenue (county assessor). The Town 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 not employed for the governmental funds.

B. **Excess of expenditures over appropriations**

The Town's General fund had an excess of expenditures over appropriations in the amount of 62,793.10.

C. **Deficit fund equity**

The Town had no funds with deficit fund equity balances as of June 30, 2014.

**Town of Pinesdale**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDED**  
**June 30, 2014**

**4. DETAILED NOTES ON ALL FUNDS**

**A. Deposits and Investments**

As of June 30, 2014, the government had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
U.S. Treasuries		
Repurchase Agreements		
State Short-Term Investment Pool (STIP)		
Certificates of Deposits		
Total fair value	<u>\$ -</u>	
Portfolio weighted average maturity		

*Interest rate risk.* The Town had no investment policy as if June 30, 2014.

*Credit risk.* State law authorizes the Town to invest in the State Short-Term Investment Pool (STIP); repurchase agreements; registered warrants of the County or of municipalities or school districts located in the County; U.S. government treasury bills, notes, bonds and other treasury obligations such as state and local government series; general obligations of certain agencies of the United States such as Federal Home Loan Bank; and U.S. government security money market funds if the fund meets certain conditions. Credit risk is minimized by compliance with State law.

*Concentration of credit risk.* The Town had no investment policy as if June 30, 2014.

*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 Town 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 negotiable securities 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 Town. Compliance with these statutes minimizes the Town's custodial credit risk.

**B. Amounts due to/advanced from and due from/advanced to other funds**

The Town had no due from/advance to other funds or due to/advance from other funds as of June 30, 2014.

**Town of Pinesdale**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDED**  
**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	Adjustments	Ending Balance
<b>Governmental activities:</b>				
Buildings	\$ 38,976			\$ 38,976
Improvements other than buildings	\$ 34,329	\$ 14,343	\$ 5,879	\$ 54,550
Machinery and equipment	\$ 435,589			\$ 435,589
Infrastructure	\$ 25,000			\$ 25,000
Other				\$ -
Total capital assets being depreciated	<u>\$ 533,894</u>	<u>\$ 14,343</u>	<u>\$ 5,879</u>	<u>\$ 554,115</u>
Governmental activities capital assets net	<u>\$ 533,894</u>	<u>\$ 14,343</u>	<u>\$ 5,879</u>	<u>\$ 554,115</u>
<b>Business-type activities:</b>				
Construction in progress	\$ -	\$ 16,648		\$ 16,648
Other				\$ -
Total capital assets not being depreciated	<u>\$ -</u>	<u>\$ 16,648</u>	<u>\$ -</u>	<u>\$ 16,648</u>
Capital assets being depreciated				
General plant	\$ 2,019,480			\$ 2,019,480
Other				\$ -
Total capital assets being depreciated	<u>\$ 2,019,480</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,019,480</u>
Less accumulated depreciation for:				
General plant	\$ (40,390)	\$ (40,390)		\$ (80,779)
Prior year accumulated depreciation				\$ -
Total accumulated depreciation	<u>\$ (40,390)</u>	<u>\$ (40,390)</u>	<u>\$ -</u>	<u>\$ (80,779)</u>
Total capital assets being depreciated	<u>\$ 1,979,090</u>	<u>\$ (40,390)</u>	<u>\$ -</u>	<u>\$ 1,938,701</u>
Business-Type activities capital assets net	<u>\$ 1,979,090</u>	<u>\$ (23,741)</u>	<u>\$ -</u>	<u>\$ 1,955,349</u>

**Town of Pinesdale**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDED**  
**June 30, 2014**

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

**C. Capital assets - cont.**

The Town does not maintain a depreciation schedule for capital assets purchased by governmental funds. Therefore, capital asset amounts appearing on the Statement of Net Position in the Governmental Activities column are not shown as net of depreciation, and, no depreciation expense is recorded on the Statement of Activities for Governmental Activities.

Business-type activities:

Water utilities

\$ 40,390

Total depreciation expense - business-type activities

\$ 40,390

**D. Operating leases**

The Town had no operating leases as of June 30, 2014.

**E. Long-term debt**

The Town has assumed the following long-term debt:

1. **General Obligation Bonds** The Town had no Bonds payable at June 30, 2014.

**Town of Pinesdale  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FISCAL YEAR ENDED  
 June 30, 2014**

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

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

**2. Revenue Bonds**

Revenue 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>
2010 RD-Water project	7/2/05	4.250%	40 years	3/31/48	\$ 511,000	482,028.78	27,056.44
<b>Total Revenue Bonds</b>					<b>\$ 511,000</b>	<b>482,028.78</b>	<b>27,056.44</b>

**3. Special Assessment Bonds**

The Town had no Special Assessment Bonds payable at June 30, 2014.

**4. Contracts, Notes, or Loans**

<u>Purpose</u>	<u>Original Amount</u>	<u>Date of Issue</u>	<u>Interest Rate</u>	<u>Outstanding 6/30/2014</u>	<u>Date of Last Payment</u>
Imaging camera and payoff of Fire Truck	17,980.71	7/31/09	4.650%	\$ 8,869	7/31/16
Water project	38,000.00	4/13/12	1.250%	\$ 28,000	2/15/15
<b>Total Contracts, Notes, or Loans</b>	<b>55,980.71</b>			<b>\$ 36,869</b>	

**F. Property leased to others**

The following represents property owned by the Town 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>

**Town of Pinesdale**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDED**  
**June 30, 2014**

**OTHER POST EMPLOYMENT BENEFITS (OPEB) NOTE DISCLOSURE**

**Post Employment Benefits Other Than Pensions (OPEB)**

The Town does not offer it's employees post employment benefits.

**Town of Pinesdale**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDED**  
**June 30, 2014**

4. DETAILED NOTES ON ALL FUNDS - cont.

G. Pending Litigation

The following is a list of pending litigation against the entity and the amount of damages claimed by the plaintiff. Indicate in the potential of loss column if all or a portion of the damages will be covered by insurance if the entity suffers a loss.

Case	Damages requested	Potential of loss* (Mark with X)		
		1	2	3

\*The potential for loss

- 1 - **Probable** - The future event or events are likely to occur.
- 2 - **Reasonably possible** - The chance of the future event or events occurring is more than remote but less than likely.
- 3 - **Remote** - The chance of the future event or events occurring is slight.

H. Restatements/prior period adjustments

During the current fiscal year, adjustments relating to prior year's transactions were made to the fund balance and net position accounts. The following is a schedule of these adjustments:

Fund	Amount	Reason for adjustment
Water fund	(52.00)	restatement of prior year expenses.
Total	(52.00)	

I. Significant difference between deferred outflow of resources or deferred inflow of resources and the balance of the related asset or liability

There were no significant differences between deferred outflows of resources or deferred inflow of resources and the balance of the related asset or liability as of June 30, 2014.

J. Pension and retirement plans

The entity does not participate in the Montana Public Employees Retirement System.

**Town of Pinesdale**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDED**  
**June 30, 2014**

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

**K. Fund Balance/Net Position**

**1. Fund Balance**

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.

The non-spendable fund balance classification represents the portion of fund balances that cannot be spent either because it is not in spendable form such as inventories, the long-term portion of notes & loans receivable, land held for resale of which the future proceeds are not committed, and pre-paid expenses, or because of legal or contractual constraints such as the corpus of a permanent fund.

The restricted fund balance/net position classification includes amounts that can be spent only for specific purposes which are externally imposed either by:

- a) providers such as creditors (such as through debt covenants), grantors, contributors, and laws and regulations of other governments; or
- b) imposed by law through constitutional provisions or enabling legislation.

The committed fund balance classification includes 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, Town Council through Resolution and does not lapse at year-end.

The assigned fund balance classification includes amounts that are intended to be used by the government for a specific purpose that do not meet the criteria to be classified as restricted or committed.

Assignments of fund balance may be created by the following designated individuals, positions or bodies:

\_\_\_\_\_  
\_\_\_\_\_

by means of the following procedure:  
(Describe the procedure)

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in other classifications. In governmental funds other than the general fund, the unassigned classification is only used to report a deficit balance resulting from overpending for specific purposes for which amounts had been restricted, committed, or assigned.

**2. Net Position**

The government-wide and proprietary fund financial statements report net position. Net position represent the difference between assets plus deferred outflow of resources and liabilities plus deferred inflows of resources. Components of net position are net investment in capital assets, restricted, and unrestricted. Net investment in capital assets consists of capital assets net of accumulated depreciation plus capital related deferred outflows of resources, less outstanding balance of any related borrowing used for the acquisition, construction, or improvement of those assets and capital related deferred inflows of resources. Restricted net position is defined above (see J1.), and unrestricted net position is any portion of net position that does not meet the definition of net investment in capital assets and restricted.

**Town of Pinesdale**  
**NOTE TO THE FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDED**  
**June 30, 2014**

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

- L. Fund Balance Classifications** - GASB Statement No 54 requires presentation of specific purpose details by fund balance classification either on the face of the balance sheet-governmental funds, in the notes to the financial statements, or a combination of both.

Specific purposes details by fund balance classification are presented on the Balance Sheet-Governmental Funds.

**Town of Pinesdale**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDED**  
**June 30, 2014**

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

M. **Major Special Revenue Funds:**

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

<b>Major Special Revenue Fund:</b>	<b>Revenue Source(s):</b>
Road Fund	Gas Tax Apportionment-State shared revenue
	Charges for services, and
	interest revenue

N. **Spending policy:**

The Town 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: Restricted
- 2nd: Committed
- 3rd: Assigned
- 4th: Unassigned

The Town 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: Restricted
- 2nd: Committed
- 3rd: Assigned

O. **Minimum Fund Balance Policy:**

The Town does not have a minimum fund balance policy in place.

**Town of Pinesdale**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDED**  
**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	M89	L89

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
59,039.96

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 June 30, 2014	
		Issued	Retired	General Obligation	Revenue bonds
Water utility	19A \$ 487,891	29A	39A \$ 5,862	41A	44A \$ 482,029

B. **Short-term debt**

Type	Beginning of fiscal year	End of fiscal year
Registered warrants	61V	64V
Contracts payable		
Notes payable		
<b>Totals</b>		

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 \$ 100,054
Special revenue funds (2000)	W61 \$ 30,633
Debt Service funds (3000)	W01 \$ -
Capital projects funds (4000)	W31 \$ -
Enterprise funds (5000)	W61 \$ 282,708
Internal services funds (6000)	\$ -
Trust and agency funds (7000)	\$ -
Permanent funds (8000)	\$ -
Total cash all funds	\$ 413,396

Form BOC-1

**REQUIRED  
SUPPLEMENTARY  
INFORMATION**

Town of Pinesdale  
GENERAL FUND  
STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN  
FUND BALANCE  
BUDGET AND ACTUAL  
FOR FISCAL YEAR ENDED  
June 30, 2014

Account Number	Description	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
		ORIGINAL	FINAL		
<b>310000/363000</b>	<b>REVENUES</b>				
	<b>TAXES AND ASSESSMENTS</b>				
311000 to 312999	Property taxes		44,000.00	42,773.51	(1,226.49)
314100	Local option taxes	-	-	1,666.70	1,666.70
	<b>Total Taxes and assessments</b>		44,000.00	44,440.21	440.21
<b>320000</b>	<b>LICENSES AND PERMITS</b>				
322000	Business licenses and permits	-	-	-	-
	<b>Total License and permits</b>		-	50.00	50.00
<b>330000</b>	<b>INTERGOVERNMENTAL</b>				
334000	State grants	660.00	660.00	636.00	(24.00)
335000	State shared revenues	27,000.00	27,000.00	30,477.99	3,477.99
	<b>Total Intergovernmental</b>	27,660.00	27,660.00	31,113.99	3,453.99
<b>340000</b>	<b>CHARGES FOR SERVICES</b>				
342000	Public safety	-	-	69,441.28	69,441.28
	<b>Total Charges for services</b>	-	-	69,441.28	69,441.28
<b>360000</b>	<b>MISCELLANEOUS</b>				
361000	Rents and leases	1,500.00	1,500.00	4,225.00	2,725.00
362000	Other miscellaneous revenue	-	-	1,373.97	1,373.97
365000	Contributions and donations	-	-	250.00	250.00
367000	Sale of junk or salvage	-	-	5,300.00	5,300.00
	<b>Total Miscellaneous</b>	1,500.00	1,500.00	11,148.97	9,648.97
<b>370000</b>	<b>INVESTMENT AND ROYALTY EARNINGS</b>				
<b>390000</b>	<b>INTERNAL SERVICES</b>				
	<b>Total Revenues</b>	84,060.00	84,060.00	167,535.88	83,475.88
<b>410000</b>	<b>GENERAL GOVERNMENT</b>				
100	Personal services			43,881.22	(27,381.22)
200-500 & 700-800	Supplies/services/materials, etc	16,500.00	16,500.00	20,150.24	(650.24)
900	Capital outlay	1,500.00	1,500.00	-	1,500.00
	<b>Total General government</b>	37,500.00	37,500.00	64,031.46	(26,531.46)
<b>420000</b>	<b>PUBLIC SAFETY</b>				
200-500 & 700-800	Supplies/services/materials, etc	32,260.00	32,260.00	61,134.78	(28,874.78)
610	Debt service - principal	-	-	2,554.68	(2,554.68)
620-630	Debt service - interest	-	-	445.32	(445.32)
900	Capital outlay	3,500.00	3,500.00	14,342.67	(10,842.67)
	<b>Total Public safety</b>	35,760.00	35,760.00	78,477.45	(42,717.45)

Town of Pinesdale  
GENERAL FUND  
STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN  
FUND BALANCE  
BUDGET AND ACTUAL  
FOR FISCAL YEAR ENDED  
June 30, 2014

Account Number	Description	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
		ORIGINAL	FINAL		
460000	CULTURE AND RECREATION	-	-	-	-
200-500 & 700-800	Supplies/services/materials, etc	4,000.00	4,000.00	14,049.19	(10,049.19)
900	Capital outlay	8,000.00	8,000.00	-	8,000.00
	Total Culture and recreation	12,000.00	12,000.00	14,049.19	(2,049.19)
490000	DEBT SERVICE	-	-	-	-
610 obj	Debt service - principal	5,000.00	5,000.00	-	5,000.00
	Total Debt Service	5,000.00	5,000.00	-	5,000.00
510000	Miscellaneous	3,505.00	3,505.00	-	3,505.00
	Total Expenditures	93,765.00	93,765.00	156,538.10	(62,793.10)
	Excess of revenues over (under) expenditures	(9,705.00)	(9,705.00)	10,977.78	146,268.98
	Net change in fund balance			10,977.78	
	Fund balances - beginning			89,093.08	
	Fund balances - beginning restated			89,093.08	
	Fund balances - ending			100,070.86	

Town of Pinesdale  
**MAJOR SPECIAL REVENUE FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**FOR FISCAL YEAR ENDED**  
 June 30, 2014

2110  
Road

Account Number	Description	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
		ORIGINAL	FINAL		
<b>REVENUES</b>					
330000	INTERGOVERNMENTAL	-	-	-	-
335000	State shared revenues	20,469.00	20,469.00	20,469.10	0.10
	Total Intergovernmental	20,469.00	20,469.00	20,469.10	0.10
340000	CHARGES FOR SERVICES	-	-	-	-
343000	Public works	1,200.00	1,200.00	1,200.00	-
	Total Charges for services	1,200.00	1,200.00	1,200.00	-
370000	INVESTMENT AND ROYALTY EARNINGS	-	-	14.06	14.06
	Total Revenues	21,669.00	21,669.00	21,683.16	14.16

Account Number	Description	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
		ORIGINAL	FINAL		
<b>EXPENDITURES</b>					
430000	PUBLIC WORKS	-	-	-	-
100	Personal services	3,000.00	3,000.00	-	3,000.00
200-500 & 700-800	Supplies/services/materials, etc	12,440.00	12,440.00	18,972.48	(6,532.48)
900	Capital outlay	46,229.00	46,229.00	-	46,229.00
	Total Public works	61,669.00	61,669.00	18,972.48	42,696.52

Account Number	Description	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
		ORIGINAL	FINAL		
<b>INTERNAL SERVICES</b>					
500000	INTERNAL SERVICES	-	-	-	-
100	Personal services	-	-	-	-
	Total Expenditures	61,669.00	61,669.00	18,972.48	42,696.52
	Excess of revenues over (under) expenditures	(40,000.00)	(40,000.00)	2,710.68	(42,682.36)
380000 (520000)	OTHER FINANCING SOURCES (USES)	-	-	-	-
382000	Proceeds from the sale of general capital asset disposition	40,000.00	40,000.00	-	(40,000.00)
	Total Other Financing Sources (Uses)	40,000.00	40,000.00	-	(40,000.00)

Total other financing sources (uses), special and extraordinary items		40,000.00	40,000.00	0.00	0.00
Net change in fund balance				2,710.68	2,710.68
Fund balances - beginning				27,302.77	27,302.77
Fund balances - beginning restated					
Fund balances - ending				30,013.45	30,013.45

Town of Pinesdale  
**MAJOR SPECIAL REVENUE FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**FOR FISCAL YEAR ENDED**  
**June 30, 2014**

Total Major Special Revenue Funds						
Account Number	Description	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	
		ORIGINAL	FINAL		FINAL BUDGET POSITIVE (NEGATIVE)	FINAL BUDGET POSITIVE (NEGATIVE)
<b>REVENUES</b>						
330000	INTERGOVERNMENTAL	-	-	-	-	-
335000	State shared revenues	20,469.00	20,469.00	20,469.10	0.10	0.10
	Total Intergovernmental	20,469.00	20,469.00	20,469.10	-	0.10
340000	CHARGES FOR SERVICES	-	-	-	-	-
343000	Public works	1,200.00	1,200.00	1,200.00	-	-
	Total Charges for services	1,200.00	1,200.00	1,200.00	-	-
370000	INVESTMENT AND ROYALTY EARNINGS	-	-	14.06	14.06	14.06
	Total Revenues	21,669.00	21,669.00	21,683.16	14.16	14.16
<b>EXPENDITURES</b>						
<b>PUBLIC WORKS</b>						
430000	Personal services	3,000.00	3,000.00	-	-	3,000.00
200-500 & 700-800	Supplies/services/materials, etc	12,440.00	12,440.00	18,972.48	(6,532.48)	(6,532.48)
900	Capital outlay	46,229.00	46,229.00	-	46,229.00	46,229.00
	Total Public works	61,669.00	61,669.00	18,972.48	42,696.52	42,696.52
<b>INTERNAL SERVICES</b>						
500000	Personal services	-	-	-	-	-
	Total Expenditures	61,669.00	61,669.00	18,972.48	42,696.52	42,696.52
380000 (520000)	OTHER FINANCING SOURCES (USES)	(40,000.00)	(40,000.00)	2,710.68	(42,682.56)	(42,682.56)
382000	Proceeds from the sale of general capital asset disposition	40,000.00	40,000.00	-	(40,000.00)	(40,000.00)
	Total Other Financing Sources (Uses)	40,000.00	40,000.00	-	(40,000.00)	(40,000.00)
<b>Total other financing sources (uses), special and extraordinary items</b>						
	Net change in fund balance	40,000.00	40,000.00	0.00	2,710.68	2,710.68
<b>Fund balances - beginning</b>						
<b>Fund balances - beginning restated</b>						
<b>Fund balances - ending</b>						

**OTHER  
SUPPLEMENTARY  
INFORMATION**

Town of Pinesdale  
**SCHEDULE OF FEDERAL/STATE GRANTS,  
ENTITLEMENTS, AND SHARED REVENUES**  
**FISCAL YEAR ENDED**  
June 30, 2014

	REVENUE CODE	RECEIVING FUND	AMOUNT
<b>FEDERAL GRANTS/ENTITLEMENTS - (LIST)</b>			
Total Federal Grants/Entitlements			0.00
<b>FEDERAL SHARED REVENUES - (LIST)</b>			
Total Federal Shared Revenues			0.00
<b>STATE GRANTS/ENTITLEMENTS - (LIST)</b>			
DNRC grant	334XXX	1000	636.00
Total State Grants/Entitlements			636.00
<b>STATE SHARED REVENUES - (LIST)</b>			
State Entitlement	335XXX	1000	30,477.99
Gas Tax apportionment	335XXX	2110	20,469.10
Total State Shared Revenues			50,947.09
<b>TOTAL</b>			<b>51,583.09</b>

Town of Pinesdale							
ALL FUNDS							
SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS - ALL FUNDS							
FISCAL YEAR ENDED							
June 30, 2014							
Account number	Description	Cash balance					Cash balance
		June 30, 2013	Receipts	Transfers In	Disbursements	Transfers Out	June 30, 2014
1000	GENERAL						
2000	SPECIAL REVENUE FUNDS						
2110	Road						
	TOTAL SPECIAL REVENUE						
5000	ENTERPRISE FUNDS (list)						
5210	Water						
	TOTAL ENTERPRISE FUNDS						
	TOTALS (to be accounted for)						
	*Must agree with total of next page, (Also totals on page 19, item 4 and page 13, item 1i)						

**Town of Pinesdale**  
**ALL FUNDS**  
**CASH RECONCILIATION**  
**June 30, 2014**

Description	BANK NAME				Cash in all depositories
	General Fund	Road	Water		
<b>BALANCE PER STATEMENTS</b>	99,952.86	30,628.36	279,403.95		0.00
<b>ADD</b>					
Deposits in transit			2989.93		0.00
Service charges					0.00
Other					0.00
					0.00
					0.00
<b>Total to add</b>	99,952.86	30,628.36	282,393.88	0.00	0.00
<b>SUBTRACT</b>					
Outstanding checks					0.00
Other					0.00
					0.00
					0.00
<b>Total to subtract</b>	0.00	0.00	0.00	0.00	0.00
<b>TOTAL CASH DEPOSITS</b>	0.00	0.00	0.00	0.00	0.00
<b>ADD</b>					
Investments					0.00
					0.00
					0.00
					0.00
					0.00
<b>Total to add</b>	0.00	0.00	0.00	0.00	0.00
<b>TOTAL IN DEPOSITORIES</b>	0.00	0.00	0.00	0.00	0.00
<b>ADD</b>					
Cash and cash items on hand	101.55	5.04	313.93		0.00
					0.00
					0.00
					0.00
					0.00
					0.00
<b>Total to add</b>	0.00	0.00	0.00	0.00	0.00
<b>**TOTAL ACCOUNTED FOR</b>	100,054.41	30,633.40	282,707.81	0.00	0.00
	0.00	0.00	0.00	0.00	0.00
*Must agree with total of prior page					

**GENERAL  
INFORMATION  
SECTION**

**Town of Pinesdale  
June 30, 2014**

GENERAL INFORMATION (Complete all portions applicable to ENTITY)		
1. Class of county/city	Town	
2. Date of incorporation	1983	
3. County seat	Ravalli	
4. Form of government	Charter	
5. Population (most recent estimate)	1000+	
6. Land area	1.5 square miles	
7. Miles of roads/streets/alleys	9562	
8. Taxable valuation	\$ 295,509	
9. Road taxable valuation (county)		
10. Number of water consumers		
11. Average daily water consumption		
12. Miles of water main		
13. Miles of sanitary and storm sewers		
14. Number of building permits issued		
15. Number of full-time employees		
B. PROPERTY TAX MILL LEVIES - County/City/Town funds only (For fiscal year being reported)		
FUND NUMBER	FUND NAME	MILLS
1000	General	71.00
1000	General-Voted	11.00
<b>TOTAL MILLS</b>		<b>82.00</b>