

Request for Proposals
 FY2014-15 Jefferson County Commission Audit/Review Services
 RFP #15-133

As of September 30, 2015 the County Commission of Jefferson County is seeking written proposals to perform our annual examination in accordance with the standards, requirements, terms, and conditions specified by the WV State Auditor's Office, Chief Inspector Division's *Procedures Manual for Procuring and Conducting Audits and Reviews of Local Governments*, which is incorporated into the Request for Proposal by reference. The audit proposal and cost must be received by NOON, Thursday, October 15, 2015. Audit proposals will be opened by the Jefferson County Commission's Audit Committee at 10:00AM on Friday, October 16, 2015 in the County Commission meeting room in the basement of the Old Charles Town Library.


Entity name & address	Jefferson County Commission PO Box 250 124 East Washington St. Charles Town, WV 25414
Contact person and telephone number	Stephanie Grove-County Administrator (304) 728-3284
Location and telephone number of the office where the accounting records are maintained, if different from the above	Jefferson County Finance Office 100 East Washington Street Charles Town, WV 25414 (304) 728-3215
Audit year(s) to be contracted	Fiscal Year ending June 30, 2015.
Type of Audit Use Code	A-Single Audit in accordance with OMB Circular A-133
Date the audit needs to be completed	March 24, 2016
Financial statements and accounting records will be ready for audit on	October 15, 2015
Approximate Date we would like the audit scheduled	November 16, 2015
The separate legal organizations (i.e. component units) we would like audited with our entity	A copy of the Jefferson County Draft Financial Statement, which lists the discretely presented component units, is attached.
The primary type(s) of service(s) provided to our citizens	The Jefferson County Commission provides a variety of typical government services to the citizens of Jefferson County.
The total number of bank accounts maintained.	Thirty-five (35) plus active accounts.
The name of each fund maintained, type of fund, and the approximate amount of revenue for each fund	A copy of the Jefferson County Draft Financial Statement is attached.
Form of accounting records	Computerized and maintained by the Jefferson County Finance Department in the Jefferson County Clerk's Office

We have the following number of employees	Full-Time: 176 Part-Time: 31
We participated in the following State and Federal Grant Programs	A copy of the Jefferson County Draft Financial Statement, which lists each federal and state grant, is attached.
We have the following approximate number of invoices paid per year	3,000
Our employees participate in the following pension plans:	Deputy Sheriff's Retirement System (DSRS) Public Employee Retirement System (PERS)
We require the following number of copies of the issued report be sent to the following individual to disseminate to officials within the entity.	10 copies
	Stephanie Grove County Administrator

We request the firm to provide any other pertinent information in order for the proposal to be evaluated in accordance with the criteria outlined in the Chief Inspector Division's *Procedures Manual for Procuring and Conducting Audits and Reviews of Local Governments*.

County Commission
of Jefferson County

By: _____


Stephanie F. Grove

Title: County Administrator

Date: _____

09/30/2015

JEFFERSON COUNTY, WEST VIRGINIA
SCHEDULE OF FUNDS INCLUDED IN REPORT (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

FIDUCIARY FUND TYPE

Agency Funds

State
School
Municipal
Other Agency

DISCRETELY PRESENTED COMPONENT UNITS

Board of Health
Economic Development Authority
Historic Landmarks Commission
Farmland Protection Board
Emergency Services Agency
Parks and Recreation Commission

BLENDED COMPONENT UNITS

JEFFERSON COUNTY, WEST VIRGINIA
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Fiscal Year Ended June 30, 2015

	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Number</u>	<u>Total Expenditures</u>
U. S. Department of the Interior			
Direct programs:			
<u>Program Title</u>			
Payment in Lieu of Taxes	15.226		\$ 28,660
			-
Total U. S. Department of the Interior			<u><u>28,660</u></u>
U. S. Department of Justice			
Pass-through Programs From:			
West Virginia Department of			
Criminal Justice Services			
<u>Program Title</u>			
Crime Victim Assistance	16.575	13-VA-016	53,974
Enforcing Underage Drinking Laws Program	16.727	13-EUD-116	25,327
Total U. S. Department of Justice			<u><u>79,301</u></u>
U.S. Department of Homeland Security			
Pass-through Programs From:			
West Virginia Office of			
Emergency Services			
<u>Program Title</u>			
Emergency Mgt Performance Grants	97.042	2013EMPG	101,582
Homeland Security Grant	97.067	12-SHS-04	26,775
Homeland Security Grant - Sheriff's Tablets	97.067	11-SHS-74	231,830
Homeland Security Grant - JC Board of Ed	97.067	12-SHS-03	45,147
Homeland Security Grant - WVU Health Care	97.067	11-SHS-45	52,496
Homeland Security Grant - Panasonic Toughbook	97.067	13-SHS-36	9,140

JEFFERSON COUNTY, WEST VIRGINIA
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Fiscal Year Ended June 30, 2015

	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Number</u>	<u>Total Expenditures</u>
Homeland Security Grant - HLS Generator	97.067	13-SHS-10	3,181
Homeland Security Grant -Sheriff's Vests	97.067		35,000
Homeland Security Grant - Radio Grant	97.067	13-LE-58	<u>40,500</u>
Total U.S. Department of Homeland Security			<u><u>545,651</u></u>
Land & Wate Conservation Fund			
Pass-through Programs			
Land & Water - JC Parks	15.916		30,000
Land & Water - JC Parks Hite Road Soccer Field	15.916	13-202	<u>74,250</u>
Total Land & Water Conservation Fund			<u><u>104,250</u></u>
TOTAL FEDERAL AWARDS EXPENDITURES			<u><u>\$ 757,862</u></u>

The accompanying notes are an integral part of this schedule.

JEFFERSON COUNTY, WEST VIRGINIA
SCHEDULE OF FUNDS INCLUDED IN REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

GOVERNMENTAL FUND TYPES

MAJOR FUNDS

General
Coal Severance Tax
County Capital Outlay
Impact Fees

NONMAJOR FUNDS

Special Revenue Funds

Dog and Kennel
General School
Magistrate Court
Worthless Check
Home Confinement
Federal Grant
State Grant
Flood Hazard Mitigation
Waste Coal
Assessor's Valuation
Farmland Protection
Concealed Weapons
Voters Registration
Jury & Witness
Law Enforcement Forfeiture
Pros. Attny Forfeiture
Sub-Division Bond Forfeiture
Teen Court
Bardane Public Health Center

Capital Project Funds

Parks & Recreation Land Development

JEFFERSON COUNTY, WEST VIRGINIA
STATEMENT OF NET POSITION
June 30, 2015

	Component Units						
	Governmental Activities	Board of Health	Development Authority	Historic Landmarks	Farmland Protection Board	Emergency Services	Parks and Recreation
ASSETS							
Current assets:							
Cash and cash equivalents	\$ 9,307,861	\$ 1,348,568	\$ 673,640	\$ 16,403	\$ 1,800,499	\$ 178,194	\$ 723,856
Petty Cash	200	--	--	--	--	--	--
Receivables:							
Taxes	679,106	--	--	--	61,267	--	--
Accounts	--	63,276	26,670	--	--	21,172	2,525
Other Receivables	111,485	--	--	--	--	--	--
Loans	--	--	--	--	--	--	--
Accrued interest	--	--	--	--	--	--	--
Lease	--	--	--	--	--	--	--
Contributions	--	--	--	--	--	--	--
Other fees	--	--	--	--	--	--	--
Insurance premium surtax	--	--	--	--	--	--	--
Internal balances	--	--	--	--	--	--	--
Due from:							
Other Funds	--	--	--	--	--	--	--
Component units	--	--	--	--	--	--	--
Primary government	--	--	--	--	--	--	--
Advances to other funds	--	--	--	--	--	--	--
Inventory, at cost	14,269	--	--	--	--	--	--
Prepaid expenses	39,172	4,979	10,407	--	3,010	84,839	--
Total current assets	<u>10,152,093</u>	<u>1,416,823</u>	<u>710,717</u>	<u>16,403</u>	<u>1,864,766</u>	<u>284,215</u>	<u>726,381</u>
Restricted assets:							
Other Assets	--	--	7,821	--	--	--	--
Restricted cash	1,944,699	--	15,421	--	--	616,470	--
Capital assets:							
Nondepreciable:							
Land	866,554	--	7,085,222	231,650	--	550,000	688,335
Construction in progress	--	--	--	--	--	--	--
Depreciable:							
Buildings	19,024,780	--	--	493,200	--	1,366,998	129,841
Structures and improvements	2,141,827	--	--	--	--	--	--
Infrastructure	--	--	--	--	--	--	--
Vehicles	1,936,482	--	--	--	--	--	--
Machinery and equipment	7,063,939	--	34,417	--	509	539,462	--
Leasehold improvements	--	--	--	--	--	--	--
Less: accumulated depreciation	(12,343,899)	--	(15,682)	(60,492)	--	(716,524)	(77,671)
Loan acquisition costs	--	--	--	--	--	--	--
Total noncurrent assets	<u>20,634,382</u>	<u>--</u>	<u>7,127,202</u>	<u>664,358</u>	<u>509</u>	<u>2,366,406</u>	<u>740,505</u>
Total assets	<u>30,786,475</u>	<u>1,416,823</u>	<u>7,837,919</u>	<u>680,763</u>	<u>1,865,275</u>	<u>2,650,611</u>	<u>1,466,886</u>
DEFERRED OUTFLOWS							
Related to Pension Plans	<u>1,127,259</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total deferred outflows of resources	<u>1,127,259</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
LIABILITIES							
Current liabilities payable							
from current assets:							
Accounts payable	361,580	33,158	17,285	--	1,017	7,617	--
Refunds payable	--	--	--	--	--	--	--
Payroll payable	417,622	34,368	--	--	--	262	32,076
Other accrued expenses	61,382	--	--	--	--	--	--
Contracts payable	--	--	--	--	--	--	--
Benefits Payable-IRA	83,334	--	--	--	--	--	--
OPEB Obligation	25,790	173,712	--	--	--	--	82,346
Interest payable	--	--	113,587	--	--	1,214	--
Noncurrent liabilities:							
Notes payable - due within one year	--	--	147,663	--	--	26,121	--
Notes payable - due in more than one year	--	--	5,166,845	--	--	1,123,541	--
Leases payable - due within one year	--	--	--	--	--	--	--
Net Pension Liability	1,027,173	--	--	--	--	--	--
Compensated absences payable	636,813	--	--	--	--	67,107	13,505
Total liabilities	<u>2,632,694</u>	<u>241,238</u>	<u>5,445,300</u>	<u>--</u>	<u>1,037</u>	<u>1,225,862</u>	<u>127,927</u>
DEFERRED INFLOWS							
Unavailable revenue - taxes	--	--	--	--	--	--	--
Related to Pension Plans	<u>2,170,610</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total deferred inflows of resources	<u>2,170,610</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
NET POSITION							
Net investment in capital assets	18,689,683	--	18,735	664,358	--	535,432	740,505
Restricted for:							
Other purposes - Impact Fees	1,944,699	--	23,245	--	685,999	707,470	--
Unrestricted	6,473,048	1,175,585	2,350,639	16,403	1,178,239	141,847	598,454
Total net position	<u>\$ 27,109,430</u>	<u>\$ 1,175,585</u>	<u>\$ 2,392,619</u>	<u>\$ 680,763</u>	<u>\$ 1,864,238</u>	<u>\$ 1,424,749</u>	<u>\$ 1,338,930</u>

The notes to the financial statements are an integral part of this statement.

JEFFERSON COUNTY, WEST VIRGINIA
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2015

Transfers / Programs	Program Revenues			Net (Expenses) Revenues and Changes in Net Position								
	Expenses	Changes for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities	Total	Board of Health	Development Authority	Historic Landmarks	Component Units	Emergency Services	Parks and Recreation
General government	\$ 16,905,521	\$ 3,764,599	\$ 338,638	\$ 3,181	\$ (12,782,084)	\$ (12,782,084)						
Public safety	10,668,817		346,003		(10,319,653)	(10,319,653)						
Streets and transportation			30,000		13,986	13,986						
Health and sanitation	16,014											
Administrative and general	1,217,776		74,250		(1,143,526)	(1,143,526)						
Bonuses paid												
Insurance premiums												
Social services	22,235		52,496		29,971	29,971						
Capital projects	506,633				(506,633)	(506,633)						
Education			45,147		45,147	45,147						
Interest on long-term debt												
Total governmental activities	29,557,086	3,764,599	985,534	3,181	(24,662,772)	(24,662,772)						
Component units:												
Board of Health	1,043,461	259,551	525,051				\$ (230,859)	\$				
Economic Development	620,194							(620,194)				
Historic Landmark	1,439,877		1,439,107						(24,770)			
Fairland Promotion	382,967		155,192							(227,775)		
Emergency Services Agency	1,641,756	61,116	200								(1,580,440)	
Parks and Recreation	1,708,897	477,160	585,555									(547,802)
Total component units	6,862,752	777,827	2,801,085				(230,859)	(620,194)	(26,770)	(227,775)	(1,580,440)	(547,802)
General revenues:												
All valorem property taxes					12,138,751	12,138,751						
Alcoholic beverages tax					32,966	32,966						
Utility services tax												
Hotel occupancy tax					600,591	600,591						
Animal tax												
Gas and oil severance tax					81,957	81,957						
Amusement tax												
Other taxes					628,507	628,507				593,582		270,487
Coal severance tax					147,727	147,727						
Licenses and permits					2,626,418	2,626,418						
Intergovernmental:												
Federal												
State												
Local												
Interest and investment earnings					62,684	62,684			17,925			
Rebonds					228,635	228,635				9,450		283,329
Reimbursements					5,695	5,695						4,059
Net gifts (less) on sale of investments												
Receivable investment earnings												
Contributions from other entities												
Gains on sale of capital assets												
Unallocated depreciation												
Miscellaneous					5,354,405	5,354,405		158	2,718			16,994
Transfers												
Total general revenues					21,903,335	21,903,335	14,795	498,625	20,643	603,032	2,222,166	557,885
Change in net position					(2,759,437)	(2,759,437)	(266,066)	(121,571)	(6,127)	375,257	641,726	10,053
Net position - beginning					29,868,867	29,868,867	1,441,651	2,514,190	686,890	1,488,981	735,023	1,328,876
Net position - ending					27,109,430	27,109,430	1,175,585	2,392,619	680,763	1,864,238	1,426,749	1,338,929

The notes to the financial statements are an integral part of this statement.

JEFFERSON COUNTY, WEST VIRGINIA
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2015

	General	Coal Severance Tax	County Capital Outlay	Impact Fees	Other Nonmajor Governmental Funds	Total Governmental Funds
ASSETS AND DEFERRED OUTFLOWS						
Assets:						
Current:						
Cash and cash equivalents	\$ 4,544,893	\$ 6,229	\$ 4,336,768	\$ --	\$ 419,971	\$ 9,307,861
Petty Cash in Office	200	--	--	--	--	200
Receivables:						
Taxes	679,106	--	--	--	--	679,106
Accounts	--	--	--	--	--	--
Grants	--	--	--	--	--	--
Other Receivables	--	--	--	--	111,485	111,485
Loans	--	--	--	--	--	--
Due from:						
Other funds	34,187	--	--	--	--	34,187
Other governments	--	--	--	--	--	--
Component units	--	--	--	--	--	--
Inventory, at cost	14,269	--	--	--	--	14,269
Prepaid expenses	39,172	--	--	--	--	39,172
Restricted cash	--	--	--	1,944,699	--	1,944,699
Intergovernmental receivable-restricted	--	--	--	--	--	--
Total assets	5,311,827	6,229	4,336,768	1,944,699	531,456	12,130,979
Deferred Outflows:						
	--	--	--	--	--	--
Total deferred outflows of resources	--	--	--	--	--	--
Total assets and deferred outflows of resources	\$ 5,311,827	\$ 6,229	\$ 4,336,768	\$ 1,944,699	\$ 531,456	\$ 12,130,979
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES						
Liabilities:						
Accounts payable	357,070	--	--	--	4,510	361,580
Payroll payable	417,622	--	--	--	--	417,622
Compensated absences payable	--	--	--	--	--	--
Other accrued expenses	61,382	--	--	--	--	61,382
Benefits Payable- HRA	83,334	--	--	--	--	83,334
OPEB payable	--	--	--	--	--	--
Benefits Payable	--	--	--	--	--	--
Due to:						
Component unit	--	--	--	--	--	--
Other funds	--	--	--	--	34,187	34,187
Unearned revenue:						
Deferred revenue	--	--	--	--	--	--
Taxes	--	--	--	--	--	--
License fees	--	--	--	--	--	--
Charges for services	--	--	--	--	--	--
Customer advances	--	--	--	--	--	--
Other	--	--	--	--	--	--
Liabilities payable from restricted assets	--	--	--	--	--	--
Total liabilities	919,408	--	--	--	38,697	958,105
Deferred Inflows:						
Unavailable revenue - taxes	501,024	--	--	--	--	501,024
Deferred revenue	--	--	--	--	--	--
Total deferred inflows of resources	501,024	--	--	--	--	501,024
Total liabilities and deferred inflows of resources	1,420,432	--	--	--	38,697	1,459,129
Fund balances:						
Nonspendable	53,441	--	--	--	--	53,441
Restricted	--	6,229	--	1,944,699	428,313	2,379,241
Committed	--	--	4,336,768	--	--	4,336,768
Assigned	3,837,954	--	--	--	64,482	3,902,436
Unassigned	--	--	--	--	(36)	(36)
Total fund balances	3,891,395	6,229	4,336,768	1,944,699	492,759	10,671,850
Total liabilities, deferred inflows and fund balances	\$ 5,311,827	\$ 6,229	\$ 4,336,768	\$ 1,944,699	\$ 531,456	\$ 12,130,979

The notes to the financial statements are an integral part of this statement.

JEFFERSON COUNTY, WEST VIRGINIA
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
June 30, 2015

Total fund balances on the governmental fund's balance sheet	\$ 10,671,850
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 are therefore not reported in the funds. (Note IV - C)	18,689,683
Certain revenues are not available to fund current year expenditures and therefore are deferred in the funds. (Note II - B)	501,024
Deferred outflows and inflows of resources related to pensions are applicable to future periods and are therefore not reported in the funds	(1,043,351)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. This is Increase/Decrease in Compensated Absences and OPEB Liability (Note II - A), and Net Pension Liability	<u>(1,709,776)</u>
Net position of governmental activities	<u>\$ 27,109,430</u>

The notes to the financial statements are an integral part of this statement.

JEFFERSON COUNTY, WEST VIRGINIA
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2015

	General	Coal Severance Tax	County Capital Outlay	Impact Fees	Other Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Taxes:						
Ad valorem property taxes	\$ 12,183,309	\$ --	\$ --	\$ --	\$ --	\$ 12,183,309
Alcoholic beverages tax	32,965	--	--	--	--	32,965
Hotel occupancy tax	600,591	--	--	--	--	600,591
Animal tax	--	--	--	--	--	--
Gas and oil severance tax	81,957	--	--	--	--	81,957
Amusement tax	--	--	--	--	--	--
Other taxes	594,847	--	--	--	--	594,847
Coal severance tax	--	147,727	--	--	--	147,727
Licenses and permits	160,801	--	--	2,386,578	79,039	2,626,418
Intergovernmental:						
Federal	160,021	--	--	--	551,077	711,098
State	--	--	--	--	198,617	198,617
Charges for services	3,237,401	--	--	--	96,772	3,334,173
Fines and forfeits	96,912	--	--	--	333,514	430,426
Interest and investment earnings	25,435	348	27,325	8,131	1,445	62,684
Refunds	228,635	--	--	--	--	228,635
Reimbursements	--	--	529	--	5,166	5,695
Payments in lieu of taxes	28,660	--	--	--	--	28,660
Contributions and donations	--	--	--	--	100	100
Miscellaneous	4,144,376	--	--	--	1,209,929	5,354,305
Total revenues	<u>21,575,910</u>	<u>148,075</u>	<u>27,854</u>	<u>2,394,709</u>	<u>2,475,659</u>	<u>26,622,207</u>
EXPENDITURES						
Current:						
General government	10,563,106	10,652	--	2,386,019	1,556,768	14,516,545
Public safety	9,768,588	125,000	--	--	92,827	9,986,415
Health and sanitation	1,500	14,514	--	--	--	16,014
Culture and recreation	1,115,082	--	--	--	--	1,115,082
Benefits paid	--	--	--	--	--	--
Insurance premiums	--	--	--	--	--	--
Social services	10,275	--	--	--	12,250	22,525
Capital outlay	--	--	339,171	--	436,285	775,456
Total expenditures	<u>21,458,551</u>	<u>150,166</u>	<u>339,171</u>	<u>2,386,019</u>	<u>2,098,130</u>	<u>26,432,037</u>
Excess (deficiency) of revenues over expenditures	<u>117,359</u>	<u>(2,091)</u>	<u>(311,317)</u>	<u>8,690</u>	<u>377,529</u>	<u>190,170</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	761,875	--	--	--	12,936	774,811
Transfers (out)	(12,936)	--	--	--	(761,875)	(774,811)
Total other financing sources (uses)	<u>748,939</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(748,939)</u>	<u>--</u>
Net change in fund balances	<u>866,298</u>	<u>(2,091)</u>	<u>(311,317)</u>	<u>8,690</u>	<u>(371,410)</u>	<u>190,170</u>
Fund balances - beginning	3,025,097	8,320	4,648,085	1,936,009	864,169	10,481,680
Fund balances - ending	<u>\$ 3,891,395</u>	<u>\$ 6,229</u>	<u>\$ 4,336,768</u>	<u>\$ 1,944,699</u>	<u>\$ 492,759</u>	<u>\$ 10,671,850</u>

The notes to the financial statements are an integral part of this statement.

JEFFERSON COUNTY, WEST VIRGINIA
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, 2015

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

Net change in fund balances - total governmental funds	\$	190,170
Capital outlays are reported as an expenditure in the governmental funds but are considered an asset at the government-wide level. This is the amount of capital assets that were purchased during the fiscal year. (Note II-B)		268,823
Capital outlays are reported as an expenditure in the governmental funds. In the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount of depreciation expense charged during the year. (Note II-B).		(1,085,857)
Governmental Funds report pension contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.		(2,070,524)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This is the difference between prior and current year deferred revenues. (Notes II-B)		(44,558)
Prior year deferred revenues:	\$ 545,582	
Current year deferred revenues:	\$ 501,024	
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. Decrease in Compensated Absences plus OPEB (Note II-B)		<u>(17,491)</u>
Change in net position of governmental activities	\$	<u><u>(2,759,437)</u></u>

The notes to the financial statements are an integral part of this statement.