

**Formal Agenda
Bainville Town Council Meeting
Town Hall
211 Clark Avenue East
Monday October 11, 2021 at 7:30 PM**

I. Call to Order

II. Pledge of Allegiance

III. Roll Call—Establish a quorum

___ Mayor, Dennis Portra

___ Councilman, Ron Butikofer

___ Councilman, Matt Giese

___ Councilman, (TBD)

IV. Approve Agenda

V. Approval of Minutes dated September 13, 2021

[Recommended Motion: I move to approve the minutes dated September 13, 2021.]

VI. Public Comments or Formal Complaints on items not on agenda.

- Mail Ballots will be mailed out on October 18, 2021 for the municipal election.

VII. Department or Committee Reports

A. Public Works Report:

- Review and approve Gracie's plan for the low-pressure sanitary sewer service connection to the Town of Bainville's public sanitary sewer forcemain

B. Roosevelt County Sheriff's Department Update

C. Court Report -1 Citation

D. Legal Issues

E. Policy/Ordinance Review

F. Local Emergency Planning Committee

LEPC meeting held: October 12, 2021 at 2:00 PM

VIII. Old Business

A. Discuss the next step in clean up nuisances.

- Council review of nuisance violations

IX. New Business

A. New Permits:

B. Annual Financial Report FY2020

C. Montana League of Cities and Towns Conference Update.

D. Treasurer's Report:

- Approve claims with checks dated October 11, 2021.
- Approve JV, UB Vouchers, Payroll slips.

- Review delinquent accounts.
- Update on the American Rescue Plan Act of 2021.
 - Discussion on possible projects for the ARPA Funding
 - Update on Computer Services:
 - New Email Rollout for the Town of Bainville
dportra@townofbainville.com
rbutikofer@townofbainville.com
mgiese@townofbainville.com
councilperson@townofbainville.com
nrogers@townofbainville.com
llambert@townofbainville.com
Shared email group:
council@townofbainville.com
cityclerk@townofbainville.com

X. Adjourn

Next Meeting will tentatively be November 8, 2021 at 7:30 PM

Regular Meeting Minutes of September 13, 2021 Bainville Town Council

The Regular meeting of the Bainville Town Council was called to order at 7:40 p.m. by Mayor Dennis Portra at the Bainville Town Hall, 211 Clark Avenue East. Present were: Ron Butikofer, Dennis Portra and Matt Giese. A **quorum** was established. Also present were Clerk, Nikki Rogers; Public Works Director, Lyle Lambert; and City Attorney, Greg Hennessey via phone. Guests included: Cora Norton, Patti Malkuch, Jess Malkuch, Toby Romo, and Will Rathbun.

Matt Giese moved to approve the agenda as submitted. Ron Butikofer seconded the motion. All voted in favor and motion carried.

Matt Giese moved to approve the minutes dated August 11, 2021 as submitted. Ron Butikofer seconded the motion. All voted in favor and motion carried.

Public Comment

Clerk Rogers stated the Trenton Indian Service Area Rabies Clinic went well. There were 25 animals vaccinated and 22 Town Dog Licenses given out. Dog Licenses are now available at the Town office.

Public Works Report

Lyle Lambert, Public Works, gave the following report:

- Fire sign has arrived and is located in the corner of Simard Park. The county is still in Stage 1 Fire Restrictions. The western part of the state has been removed from Stage 1 but not the eastern part. Mr. Lambert reported only trees and brush are allowed at the lagoon burn pile and NOT treated lumber or any lumber.
- LEPC is being held in Wolf Point and he will attend. They are talking about the length of sirens in towns on Mondays.
- Public Works will work on putting the sewer camera in the alley behind Butikofer's between Evans and Tubman Street from Rhea to Flynn Avenue.
- Public Works will work on the lights and banners this week, Thursday.
- Mr. Lambert has had some trouble with getting water testing to Energy Labs in a timely manner. USPS has delivered the samples to late or they get too warm.

Roosevelt County Sheriff's Report—None

Court Report

There was one citation for regarding the control of dogs. The court dismissed the citation.

Legal Issues

Greg Hennessey stated he needs to finish up Dorothy Crawley quiet title now that he is back in the office.

Policy/Ordinance Review--None

Local Emergency Planning Committee

LEPC meeting held: September 14, 2021 at 2:00 PM Wolf Point

Old Business

A. Discuss the next step in clean up nuisances.

- Council review of nuisance violations—None

Mr. Hennessey asked what the status of the culverts on Clinton Street/Highway 327. Mayor Portra stated he is still looking for a contractor to haul the culverts away which is following through with the last letter. Mayor Portra asked what the procedure would be to follow through on cleaning up the properties in question. He is afraid the Town would not get paid back in a timely manner. Mr. Hennessey will follow up with Betty Romo on her procedure to assess the taxes and a timeline on payment.

- B. **Resolution**— A resolution fixing the annual appropriations for the Town of Bainville, Montana for the Fiscal Year 2021 - 2022 budget

Clerk Rogers updated the resolution with the corrected numbers to satisfy the state budget document forms. Mayor and Council reviewed the budget document. Matt Giese moved to adopt a resolution fixing the annual appropriations for the Fiscal Year 2021 - 2022 budget. Ron Butikofer seconded the motion. All voted in favor and motion carried.

- C. **Resolution**—A resolution setting and adopting the mill levy on all real and personal property within the town of Bainville for the 2021-22 Fiscal Year

Matt Giese moved to adopt a resolution setting and adopting the mill levy on all real and personal property within the town of Bainville for the 2021-22 Fiscal Year. Ron Butikofer seconded the motion. All voted in favor and motion carried.

New Business

- A. New Permits:

1. William Rathbun—Fence Permit at 12 Clark Avenue West

Mayor and Council reviewed the permit. His property pins have been located. Matt Giese moved to approve the fence permit at 12 Clark Avenue West. Ron Butikofer seconded the motion. All voted in favor and motion carried.

2. Pat Wilson—Garage at 117 5th Avenue East

Mayor and Council reviewed the permit. Matt Giese moved to approve the building permit for a garage at 117 5th Avenue East. Ron Butikofer seconded the motion. All voted in favor and motion carried.

- B. Update from Edward D Jones—Tammi Richardson

Tammie Richardson, Edward D Jones, appeared via telephone. She reviewed the investments and what is coming due with the council.

- C. Upcoming events:

- Montana League of Cities and Towns VIRTUAL Conference October 6-8, 2021 Helena MT—Clerk Rogers will attend the virtual conference. She asked the Mayor and Council if anyone else is willing to participate and to let her know so she can register them.

- D. Treasurer's Report:

- Approve claims with checks dated September 13, 2021 amount of \$42,332.79.
- Approve JV, UB Vouchers, Payroll slips in the amount of \$11,268.06 and void checks 13012-13021 for error in printing.
- Review delinquent accounts. –none were presented
- Update on the American Rescue Plan Act of 2021.
 - Discussion on possible projects for the ARPA Funding
- Contract with Chet McLean to do the Annual Financial Report for 2020.

Clerk Rogers introduced a contract from Chet McLean to help with the Annual Financial Report for 2020. He is asking for 50.00 per hour to work on the report and get the Town caught up. Matt Giese moved to hire Chet McLean to do the Annual Financial Report. Ron Butikofer seconded the motion. All voted in favor and motion carried.

Matt Giese approved the Treasurer's Report. Ron Butikofer seconded the motion. All voted in favor and motion carried.

Matt Giese moved to adjourn the meeting at 8:42 PM.

Attest:

Approved By:

Nikki Rogers, CMC
Clerk-Treasurer

Dennis Portra
Mayor

Roosevelt County Justice Court 2
Citations by Agency
Justice
All Case Types
From 9/1/2021 to 9/30/2021
All Revisions, All Statutes Selected

User: PPURVIS

Agency: Bainville Police Department

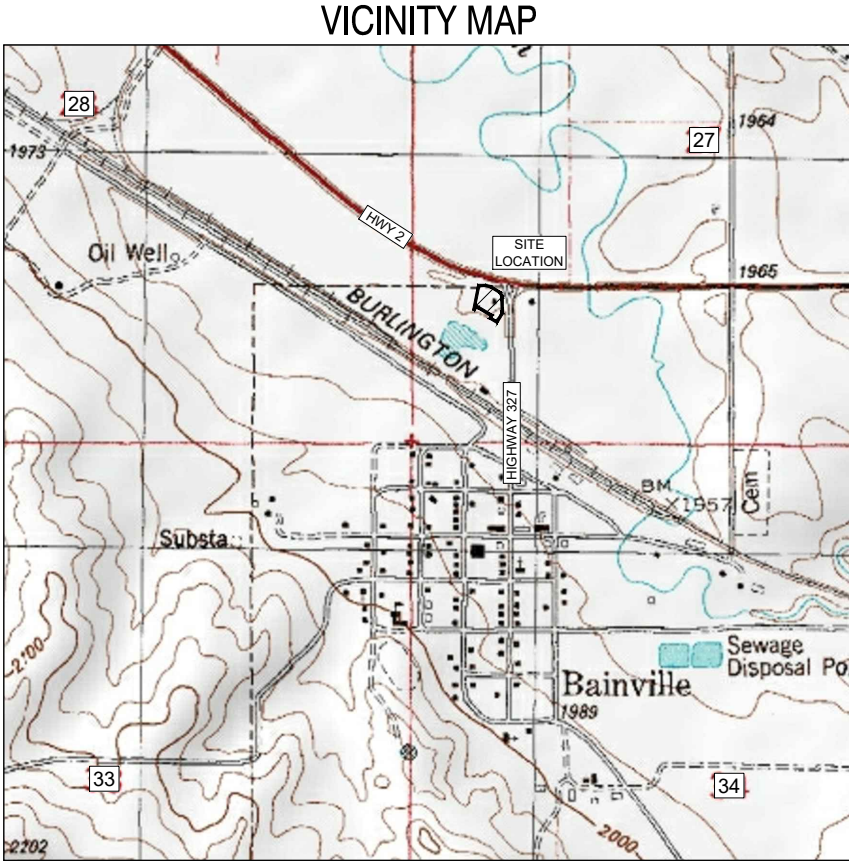
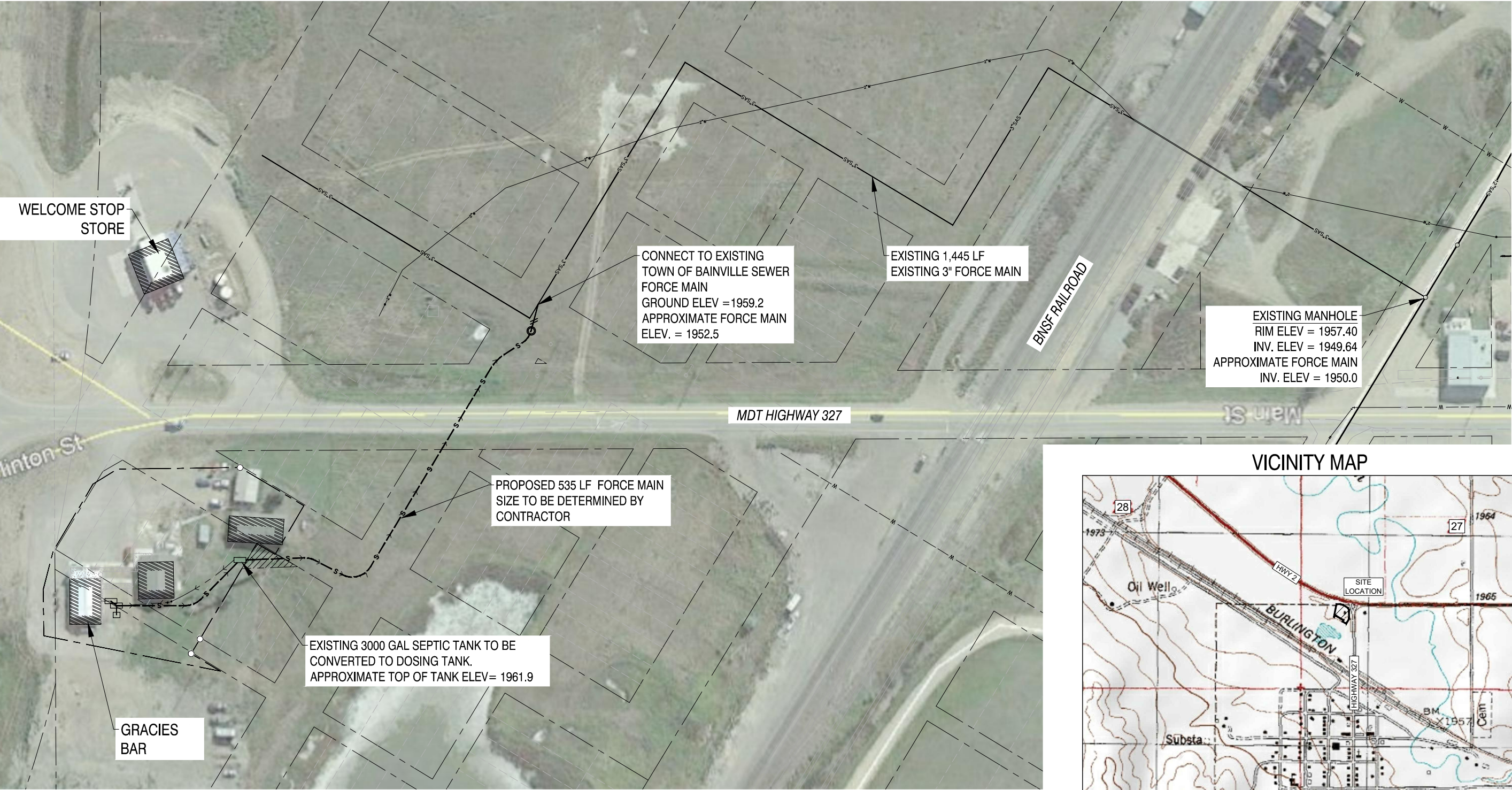
Finding: Guilty					
Citation	Issued	Charge	Plea	Fine	Case
A32353	9/16/2021	45-5-206(1)(c) [1st]	Guilty	285.00	TK-755-2021-0000274
Partner Fam Mem Assault, Causing Reasonable Apprehen Of Bodily Injury In Pt					
Officer: Corbell, Robert, BVPD					
Jail: 3 days					
Finding Totals: Guilty			Citations:	1 Fines:	285.00
Totals for: Bainville Police Department			Citations:	1 Fines:	285.00
Report totals:			All Citations:	1 Fines:	285.00

LOW PRESSURE SANITARY SEWER SERVICE

GRACIES BAR & CASINO

SECTION 27, T28N, R58E, PMM, BAINVILLE, MONTANA

CITY REVIEW/PERMIT SET



Existing Buildings

Property Boundary

Found Rebar

Proposed Septic Tank (sizes vary)

Sewer Line

Lot Line

Block Line

Existing Water Line

Proposed Easement to be obtained by others

SCALE IN FEET

Revision No.	By	Date	Description

SEWER MAIN EXTENSION BAINVILLE, MONTANA	SEC 27, T28N, R58E	S21-04-058 SEPT. 30, 2021
J.J.S./J.D.M.	ROOSEVELT CO., MT	J.L.M.

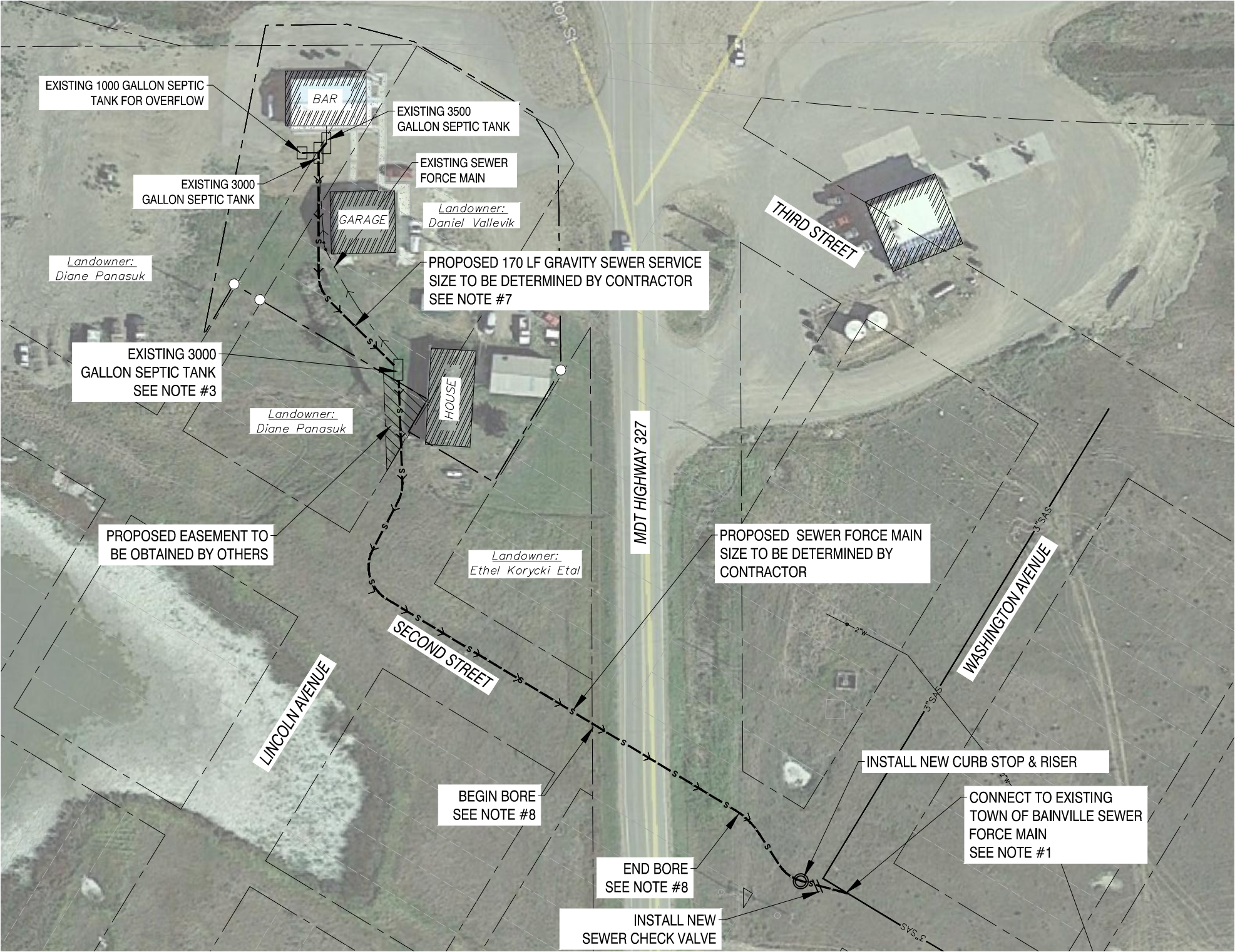
Interstate Engineering, Inc.
P.O. Box 648
2177 Lincoln Avenue SE
Sidney, Montana 59270
Ph (406) 433-5617
Fax (406) 433-5618
www.interstateeng.com
Other offices in Minnesota, North Dakota and South Dakota

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LOW PRESSURE SANITARY SEWER SERVICE

GRACIES BAR & CASINO
SECTION 27, T28N, R58E, PMM, BAINVILLE, MONTANA



GENERAL NOTES

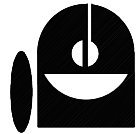
1. CONTRACTOR SHALL VERIFY SIZE, LOCATION AND MATERIAL OF EXISTING TOWN OF BAINVILLE SEWER FORCE MAIN. CONNECTION SHALL BE MADE IN PRESENCE OF TOWN PUBLIC WORKS DIRECTOR.
2. SEWER FORCE MAIN SEWER SHALL HAVE A MINIMUM BURY DEPTH OF 6 FEET. GRAVITY SEWER SERVICE SHALL BE INSTALLED TO PREVENT FREEZING
3. EXISTING 3000 GALLON SEPTIC TANK SHALL BE CONVERTED INTO A DOSING TANK. PUMP SELECTION SHALL BE DETERMINED BY CONTRACTOR. DOSING TANK SHALL MEET REQUIREMENTS OF MONTANA DEQ, CIRCULAR 4.
4. TRACER WIRE SHALL BE INSTALLED ALONG THE LENGTH OF ALL NEW FORCE MAIN SEWER WITH A TRACER WIRE ACCESS BOX AT EACH END, MINIMUM.
5. CONTRACTOR IS RESPONSIBLE FOR LOCATING AND EXPOSING ALL UTILITIES PRIOR TO EXCAVATION WORK. THE CONTRACTOR SHALL CALL FOR UTILITY LOCATES PRIOR TO BEGINNING SAID WORK AND BE RESPONSIBLE FOR PROTECTING ALL UNDERGROUND UTILITIES. ANY PARTY FAILING TO LOCATE UTILITIES RELATIVE TO THE CONSTRUCTION AREA AGREES TO BE FULLY RESPONSIBLE.
6. UNLESS OTHERWISE NOTED, CONSTRUCTION SHALL BE COMPLETED IN ACCORDANCE WITH MONTANA PUBLIC WORKS STANDARD SPECIFICATIONS, LATEST EDITION AND UNIFORM PLUMBING CODE AS ADOPTED BY MONTANA.
7. CONTRACTOR SHALL INSTALL CLEANOUTS TO GRADE AS REQUIRED BY LOCAL STATE AND FEDERAL CODE(S).
8. CONTRACTOR SHALL APPLY FOR AND FOLLOW MDT UTILITY ENCROACHMENT PERMIT REQUIREMENTS.
9. NO WORK SHALL COMMENCE UNTIL WRITTEN APPROVAL/CONCURRENCE HAS BE GIVEN BY TOWN OF BAINVILLE, LOCAL SANITARIAN, MDT, AND PROPERTY OWNER REQUIRING EASEMENT.

CITY REVIEW/
PERMIT SET

Revision No.	Date	By	Description

SEWER MAIN EXTENSION BAINVILLE, MONTANA		J.J.S./J.D.M.	ROOSEVELT CO., MT
SEC 27, T28N, R58E		J.L.M.	SEPT. 30, 2021

Interstate Engineering, Inc.
P.O. Box 648
2177 Lincoln Avenue SE
Sidney, Montana 59270
Ph (406) 433-5617
Fax (406) 433-5618
www.interstateeng.com
Other offices in Minnesota, North Dakota and South Dakota



**INTERSTATE
ENGINEERING**
Professionals you need, people you trust



STATE FINANCIAL SERVICES DIVISION
LOCAL GOVERNMENT SERVICES BUREAU
Mitchell Building Room 255, PO Box 200547, Helena, Montana 59620-0547
[Local Government Services Bureau Portal](#)

ENTITY # 024301
MONTANA
TOWN OF BAINVILLE
211 CLARK AVENUE EAST
BAINVILLE, MT 59212

ANNUAL FINANCIAL REPORT



FISCAL YEAR ENDING JUNE 30, 2020

Town of Bainville
Annual Financial Report
For the Fiscal Year Ended June 30, 2020

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**ANNUAL FINANCIAL REPORT FILING FEE
FISCAL YEAR ENDING JUNE 30, 2020**

24301 Town of Bainville 211 Clark Avenue East Bainville, MT 59212	If the local government entity name or mailing address on the Department's mailing list is inaccurate or has changed recently please note the correction below. <hr/> <hr/>
--	--

****If a filing fee is owed, please print the completed filing fee form and mail with your payment to:**

**Montana Department of Administration
 Local Government Services
 Mitchell Bldg - Room 270
 PO Box 200547
 Helena, MT 59620-0547**

****If no filing fee is owed, you must complete Part II to determine if an audit is required. Please assure a copy of the completed Determination of Filing Fee & Audit Requirement form is either included in your Annual Financial Report (AFR) or if not, a completed copy of the form is uploaded along with your AFR in the portal to ensure we enter the correct amount of adjusted debt proceeds in our system.**

PLEASE NOTE: The "Determination of Filing Fee Form" - page 2 of 2 - is designed to be self-calculating. If you choose to print this form and manually fill

If there is an amount listed in BOX #1 of the Determination of Filing Fee Form (page 2 of 2), please include a check or warrant for that amount, made payable to "State Treasurer" in the amount of the required fee.

LOCAL GOVERNMENT ANNUAL FILING FEE SCHEDULE

The following filing fee schedule is required by Section 2-7-514, MCA, and has been adopted as Section 2.4.402 of the Administrative Rules of Montana.

Annual Resources Exceed:	Annual Resources Equal to or Less Than	Filing Fee
\$0	\$750,000	\$0
\$750,000	\$1,000,000	\$550
\$1,000,000	\$1,500,000	\$800
\$1,500,000	\$2,500,000	\$950
\$2,500,000	\$5,000,000	\$1,300
\$5,000,000	\$10,000,000	\$1,700
\$10,000,000	\$50,000,000	\$2,500
\$50,000,000		\$3,000

FOR DEPARTMENT OF ADMINISTRATION USE ONLY

GL#	Amount Received: \$ _____ Date: _____
TD#	By: _____

REVISED 7-2017 VERSION 17.1

Determination of Filing Fee Form

Note: This form is self-calculating, with defaults of -0- and "NO" in box #1 and #2. Please adjust according if you print this form and enter information manually.

FEE REQUIREMENT: As provided by 2-7-514, MCA, each local government required to have an audit under 2-7-503, MCA, shall pay an annual filing fee to the

GOVERNMENTAL FUNDS - PAGE 16 (STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES)

Total Revenues	174,729.46
Other Financing Sources - Proceeds from Sale of Capital Assets	0.00
Special and/or Extraordinary Items (Revenues only)	0.00

ENTERPRISE FUNDS - PAGE 19 (STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION)

Note: Do not include revenues of Internal Service Funds

Total Operating Revenues	359,584.36	Box #1
Non-Operating Revenues: (Do not include Gain on Sale of Capital Assets)		Filing Fee Owed 0
Taxes/Assessments	0.00	
Licenses/Permits	0.00	
Intergovernmental Revenues	0.00	
Interest Revenues	0.00	
Other Non-operating Revenues not included above		
Capital Contributions	0.00	
Special and/or Extraordinary Items (Revenues only)	0.00	

ENTERPRISE FUNDS - PAGE 20 (STATEMENT OF CASH FLOWS)

Proceeds from Sale of Capital Assets	0.00
--------------------------------------	------

TRUST FUNDS - PAGE 22 (STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS)

NOTE: Do not include additions to Investment Trust Funds

Total Additions to Pension & Private Purpose Trust Funds Only	0.00
---	------

Total Revenues for Calculation of Filing Fee \$534,313.82

If total revenues are equal to or less than \$750,000, no filing fee is required to be paid. However, your entity may be subject to audit requirements as determined in Part II or required by other agencies. Review

Part II below to determine if there is an audit requirement. Manually subtract proceeds of debt received to refinance an existing debt to exclude from audit determination.

If total revenues plus adjusted debt proceeds exceeds \$750,000, your entity will be subject to audit requirements.

Part II - Determination of Audit Requirement w/ No Filing Fee (Subtract Debt used to Refinance Manually)

Add: Proceeds from Debt provided by a Federal agency, a State agency or another local government:	0.00	Box #2
Governmental Funds (from Statement of Revenues, Expenditures, and Changes in Fund Balances (Page 16) Proceeds from General Long-Term Debt)	0.00	Audit Required? NO
Proprietary Funds (from Statement of Cash Flows, Major & Non-Major Enterprise Funds (Page 20) Proceeds from Debt)	0.00	
Manually subtract debt proceeds received from non-governmental financial institutions (banks, savings & loans) included above (Enter as a negative)	0.00	
Subtotal - Proceeds received from Debt	0.00	
Manually subtract amount of proceeds received from governments used to refinance existing debt. (Enter as a negative)		
Total Adjusted Debt Proceeds	\$0.00	
Total Revenues + Total Adjusted Debt Proceeds	<u>\$534,313.82</u>	

If this amount exceeds \$750,000, you are required to have an audit for the fiscal year.

Town of Bainville

List of Elected and Appointed Officials as of June 30, 2020

Elected Officials

Mayor	Dennis Portra
Council Member	Ron Butikofer
Council Member	Chuck Hyatt
Council Member	Travis Wills

Other Officials

Attorney	Greg Hennessy
Clerk	Nikki Rogers
Fire Chief	Lyle Lambert
Public Works Director	Lyle Lambert

CONSISTENT WITH STATE LAW, I HEREBY TRANSMIT THE
Town of Bainville
ANNUAL FINANCIAL REPORT FOR THE
FISCAL YEAR ENDING JUNE 30, 2020

Submitted by;
Nikki Rogers CMC - CMMC
City/Town Clerk-Treasurer
9/30/2021

Basic Financial Statements

TOWN OF BAINVILLE, ROOSEVELT COUNTY, MONTANA
UNAUDITED STATEMENT OF NET POSITION
JUNE 30, 2020

	Governmental Activities	Business-type Activities	Total
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	\$ 262,465	\$ 422,432	\$ 684,897
Taxes Receivable	21,822	-	21,822
Accounts Receivable - Net	-	55,271	55,271
Total Current Assets	<u>284,287</u>	<u>477,702</u>	<u>761,989</u>
Noncurrent Assets:			
Restricted Cash and Investments	-	41,723	41,723
Capital Assets - Land	6,366	50,361	56,727
Capital Assets - Net Depreciable Assets	<u>82,811</u>	<u>3,730,470</u>	<u>3,813,281</u>
Total Noncurrent Assets	<u>89,177</u>	<u>3,822,554</u>	<u>3,911,732</u>
Total Assets	<u>373,464</u>	<u>4,300,256</u>	<u>4,673,721</u>
DEFERRED OUTFLOWS OF RESOURCES:			
Total Deferred Outflows of Resources	-	-	-
Total Assets and Deferred Outflows of Resources	<u>\$ 373,464</u>	<u>\$ 4,300,256</u>	<u>\$ 4,673,721</u>
LIABILITIES:			
Current Liabilities:			
Accounts Payable	\$ 5,071	\$ 21,611	\$ 26,682
Unearned Revenue	-	1,999	1,999
Other Current Liabilities	89	-	89
Current Portion of Compensated Absences	3,693	914	4,607
Current Portion of Long-term Capital Obligations	-	39,430	39,430
Total Current Liabilities	<u>8,853</u>	<u>63,954</u>	<u>72,807</u>
Noncurrent Liabilities:			
Compensated Absences	3,694	914	4,608
Long-term Capital Debt Obligations	-	804,211	804,211
Total Noncurrent Liabilities	<u>3,694</u>	<u>805,125</u>	<u>808,819</u>
Total Liabilities	<u>12,547</u>	<u>869,079</u>	<u>881,626</u>
DEFERRED INFLOWS OF RESOURCES:			
Total Deferred Inflows of Resources	-	-	-
Net Position			
Net Investment in Capital Assets	89,177	2,937,190	3,026,367
Restricted	33,481	41,723	75,205
Unrestricted (Deficit)	<u>238,258</u>	<u>452,264</u>	<u>690,523</u>
Total Net Position	<u>\$ 360,917</u>	<u>\$ 3,431,178</u>	<u>\$ 3,792,095</u>

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

TOWN OF BAINVILLE, ROOSEVELT COUNTY, MONTANA
UNAUDITED STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Program Revenues			Net (Expenses) Revenues and Changes in Net Position		
				Primary Government		
	Expenses	Charge for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
GOVERNMENT OPERATIONS:						
General Government	103,702	\$ 1,850	-	\$ (101,852)		\$ (101,852)
Public Safety	18,592	\$ -	2,940	(15,652)		(15,652)
Public Works	54,385	\$ -	22,988	(31,396)		(31,396)
Culture and Recreation	10,370	\$ -	-	(10,370)		(10,370)
Miscellaneous	1,912	\$ -	-	(1,912)		(1,912)
Total Governmental Operations	<u>188,960</u>	<u>\$ 1,850</u>	<u>25,928</u>	<u>(161,182)</u>		<u>(161,182)</u>
BUSINESS-TYPE ACTIVITIES:						
Water	221,881	168,995	-		(52,886)	(52,886)
Sewer	176,139	133,175	-		(42,964)	(42,964)
Solid Waste	62,916	57,415	-		(5,502)	(5,502)
Total Business-type Activities	<u>460,936</u>	<u>359,584</u>	<u>-</u>		<u>(101,352)</u>	<u>(101,352)</u>
Total Primary Government	<u>649,896</u>	<u>361,434</u>	<u>25,928</u>	<u>(161,182)</u>	<u>(101,352)</u>	<u>(262,534)</u>
GENERAL REVENUES:						
Taxes/Assessments				73,518	-	73,518
Local Option Taxes				4,052	-	4,052
Licenses and Permits				175	-	175
Federal/State Shared Revenues				59,930	-	59,930
Miscellaneous				1,254	-	1,254
Investment and Royalty Earnings				16,417	-	16,417
Total General Revenues				<u>155,346</u>	<u>-</u>	<u>155,346</u>
Change in Net Position				<u>(5,836)</u>	<u>(101,352)</u>	<u>(107,188)</u>
NET POSITION:						
Beginning of the Year				369,605	3,127,920	3,497,525
Prior Period Adjustments				<u>(2,852)</u>	<u>404,609</u>	<u>401,757</u>
End of the Year				<u>\$ 360,917</u>	<u>\$ 3,431,178</u>	<u>\$ 3,792,095</u>

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

TOWN OF BAINVILLE, ROOSEVELT COUNTY, MONTANA
UNAUDITED BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020

	Major		
	General Fund	Other Governmental Funds	Total Governmental Funds
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	\$ 196,903	\$ 65,562	\$ 262,465
Taxes Receivable	21,822	-	21,822
Interfund Receivable	19,930	-	19,930
Total Assets	<u>238,655</u>	<u>65,562</u>	<u>304,216</u>
DEFERRED OUTFLOWS OF RESOURCES:			
Total Deferred Outflows of Resources	-	-	-
Total Assets and Deferred Outflows of Resources	<u>238,655</u>	<u>65,562</u>	<u>304,216</u>
LIABILITIES:			
Current Liabilities:			
Accounts Payable	5,071	-	5,071
Interfund Payable	-	19,930	19,930
Other Current Liabilities	89	-	89
Total Liabilities	<u>5,160</u>	<u>19,930</u>	<u>25,090</u>
DEFERRED INFLOWS OF RESOURCES:			
Unavailable Property Taxes Receivable	21,822	-	21,822
Total Deferred Inflows of Resources	<u>21,822</u>	<u>-</u>	<u>21,822</u>
FUND BALANCE (DEFICITS):			
Restricted	-	33,481	33,481
Committed	-	32,080	32,080
Unassigned	211,673	(19,930)	191,743
Total Fund Balance	<u>211,673</u>	<u>45,632</u>	<u>257,305</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance (Deficits)	<u>\$ 238,655</u>	<u>\$ 65,562</u>	<u>\$ 304,216</u>

RECONCILIATION TO THE STATEMENT OF NET POSITION

Total Balance Sheet Fund Balance	\$ 257,305
Unavailable Property Taxes Receivable	21,822
Governmental Capital Assets	89,177
Compensated Absences	(7,387)
Net Position of Governmental Activities	\$ 360,917

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

TOWN OF BAINVILLE, ROOSEVELT COUNTY, MONTANA
 UNAUDITED STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	MAJOR		
	General Fund	Other Governmental Funds	Total Governmental Funds
REVENUES:			
Taxes and Assessments	\$ 69,176	\$ -	\$ 69,176
Licenses and Permits	175	-	175
Intergovernmental Revenues	59,930	22,685	82,615
Fines and Forfeitures	1,850	-	1,850
Miscellaneous	1,254	3,243	4,497
Investment and Royalty Earnings	16,417	-	16,417
Total Revenues	<u>148,801</u>	<u>25,928</u>	<u>174,729</u>
EXPENDITURES:			
Current:			
General Government	99,625	-	99,625
Public Safety	17,338	-	17,338
Public Works	40,363	9,343	49,707
Culture and Recreation	9,285	-	9,285
Miscellaneous	1,912	-	1,912
Total Expenditures	<u>168,523</u>	<u>9,343</u>	<u>177,866</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(19,721)</u>	<u>16,585</u>	<u>(3,137)</u>
OTHER FINANCING SOURCES (USES):			
Fund Transfers In	-	493	493
Fund Transfers (Out)	<u>(493)</u>	<u>-</u>	<u>(493)</u>
Total Other Financial Sources (Uses)	<u>(493)</u>	<u>493</u>	<u>-</u>
Net Change in Fund Balance	<u>(20,214)</u>	<u>17,078</u>	<u>(3,137)</u>
FUND BALANCE:			
Beginning of the Year	169,957	90,693	260,650
Prior Period Adjustments	<u>61,930</u>	<u>(62,139)</u>	<u>(209)</u>
End of the Year	<u>\$ 211,673</u>	<u>\$ 45,632</u>	<u>\$ 257,305</u>

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

TOWN OF BAINVILLE, ROOSEVELT COUNTY, MONTANA
 UNAUDITED RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
 EXPENDITURES, AND CHANGES IN FUND BALANCES
 TO THE STATEMENT OF ACTIVITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Net Changes in Fund Balance	\$ (3,137)
Revenues on the Statement of Activities not Included in Governmental Funds Statement:	
Increase (Decrease) in Taxes Receivable	8,395
Expenses on the Statement of Activities not Included in the Governmental Funds Statement:	
Depreciation Expense	(12,016)
(Increase) Decrease in Compensated Absence Liability	<u>922</u>
Statement of Activities Change in Net Position	\$ (5,836)

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

TOWN OF BAINVILLE, ROOSEVELT COUNTY, MONTANA
 UNAUDITED STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 JUNE 30, 2020

	MAJOR			
	Water	Sewer	Solid Waste	Total
ASSETS:				
Current Assets:				
Cash and Cash Equivalents	\$ 85,937	\$ 320,259	\$ 16,236	\$ 422,432
Accounts Receivable - Net	30,876	17,599	6,795	55,271
Total Current Assets	<u>116,813</u>	<u>337,858</u>	<u>23,031</u>	<u>477,702</u>
Noncurrent Assets:				
Restricted Cash and Investments	24,875	16,848	-	41,723
Capital Assets - Land	10,165	40,196	-	50,361
Capital Assets - Net Depreciable Assets	2,502,915	1,227,555	-	3,730,470
Total Noncurrent Assets	<u>2,537,955</u>	<u>1,284,599</u>	<u>-</u>	<u>3,822,554</u>
Total Assets	<u>2,654,768</u>	<u>1,622,457</u>	<u>23,031</u>	<u>4,300,256</u>
DEFERRED OUTFLOWS OF RESOURCES:				
Total Deferred Outflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets and Deferred Outflows of Resources	<u>2,654,768</u>	<u>\$ 1,622,457</u>	<u>23,031</u>	<u>\$ 4,300,256</u>
LIABILITIES:				
Current Liabilities:				
Accounts Payable	16,276	552	4,783	21,611
Unearned Revenue	1,999	-	-	1,999
Current Portion of Compensated Absences	549	365	-	914
Current Portion of Long-term Capital Obligations	32,000	7,430	-	39,430
Total Current Liabilities	<u>50,824</u>	<u>8,347</u>	<u>4,783</u>	<u>63,954</u>
Noncurrent Liabilities:				
Compensated Absences	549	365	-	914
Long-term Capital Debt Obligations	593,000	211,211	-	804,211
Total Noncurrent Liabilities	<u>593,549</u>	<u>211,576</u>	<u>-</u>	<u>805,125</u>
Total Liabilities	<u>644,373</u>	<u>219,923</u>	<u>4,783</u>	<u>869,079</u>
DEFERRED INFLOWS OF RESOURCES:				
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET POSITION:				
Net Investment in Capital Assets	1,888,080	1,049,110	-	2,937,190
Restricted	24,875	16,848	-	41,723
Unrestricted (Deficit)	97,440	336,576	18,248	452,264
Total Net Position	<u>\$ 2,010,395</u>	<u>\$ 1,402,534</u>	<u>\$ 18,248</u>	<u>\$ 3,431,178</u>

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

TOWN OF BAINVILLE, ROOSEVELT COUNTY, MONTANA
 UNAUDITED STATEMENT OF REVENUES, EXPENSES, AND
 CHANGES IN FUND NET POSITION
 PROPRIETARY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	MAJOR			Total Enterprise Funds
	Water	Sewer	Solid Waste	
OPERATING REVENUES				
Charges for Services	\$ 168,995	\$ 133,175	\$ 57,415	\$ 359,584
Total Operating Revenues	<u>168,995</u>	<u>133,175</u>	<u>57,415</u>	<u>359,584</u>
OPERATING EXPENSES:				
Personal Services	38,192	22,918	-	61,111
Supplies	2,764	4,328	-	7,092
Purchased Services	89,589	90,721	62,916	243,226
Depreciation	72,617	48,436	-	121,053
Total Operating Expenses	<u>203,162</u>	<u>166,403</u>	<u>62,916</u>	<u>432,482</u>
Operating Income (Loss)	<u>(34,168)</u>	<u>(33,228)</u>	<u>(5,502)</u>	<u>(72,897)</u>
NONOPERATING REVENUES (EXPENSES)				
Debt Service Interest	<u>(18,718)</u>	<u>(9,736)</u>	<u>-</u>	<u>(28,455)</u>
Total Nonoperating Revenue (Expenses)	<u>(18,718)</u>	<u>(9,736)</u>	<u>-</u>	<u>(28,455)</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	<u>(52,886)</u>	<u>(42,964)</u>	<u>(5,502)</u>	<u>(101,352)</u>
Capital Contributions	-	-	-	-
Transfers In	-	-	-	-
Transfers (Out)	-	-	-	-
Change in Net Position	<u>(52,886)</u>	<u>(42,964)</u>	<u>(5,502)</u>	<u>(101,352)</u>
NET POSITION:				
Beginning of the Year	<u>1,652,516</u>	<u>1,447,004</u>	<u>28,401</u>	<u>3,127,920</u>
Prior Period Adjustments	<u>410,766</u>	<u>(1,506)</u>	<u>(4,651)</u>	<u>404,609</u>
End of the Year	<u>\$ 2,010,395</u>	<u>\$ 1,402,534</u>	<u>\$ 18,248</u>	<u>\$ 3,431,178</u>

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

TOWN OF BAINVILLE, ROOSEVELT COUNTY, MONTANA
 UNAUDITED STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020

	MAJOR			Total Enterprise Funds
	Water	Sewer	Solid Waste	
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from Customers	\$ 149,632	\$ 138,800	\$ 55,890	\$ 344,321.60
Payments to Employees	(36,666)	(23,247)	-	(59,914)
Payments to Suppliers	(77,547)	(96,355)	(58,133)	(232,036)
Net Cash Provided (Used by Operating Activities)	<u>35,419</u>	<u>19,197</u>	<u>(2,244)</u>	<u>52,372</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:				
Net Cash Provided (Used) by Non-capital Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Principal Paid on Capital Debt	(29,000)	(7,112)	-	(36,112)
Interest Paid on Capital Debt	(18,718)	(9,736)	-	(28,455)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(47,718)</u>	<u>(16,848)</u>	<u>-</u>	<u>(64,566)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Net Cash Provided (Used) by Investing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(12,300)</u>	<u>2,349</u>	<u>(2,244)</u>	<u>(12,194)</u>
BALANCE:				
Beginning of the year	123,111	334,758	18,480	476,349
Prior period adjustments	-	-	-	-
End of the year	<u>\$ 110,812</u>	<u>\$ 337,107</u>	<u>\$ 16,236</u>	<u>\$ 464,155</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	<u>\$ (34,168)</u>	<u>\$ (33,228)</u>	<u>\$ (5,502)</u>	<u>\$ (72,897)</u>
Adjustments to reconcile operating income to net cash provided (used) by operating activities:				
Depreciation expense	72,617	48,436	-	121,053
Other Losses	440.35		(4,651.00)	(4,210.65)
Changes in assets and liabilities:				-
Accounts Receivable - Net	(21,387)	5,625	3,126	(12,636)
Accounts Payable	14,806	(1,307)	4,783	18,282
Deposits and Refunds Payable	(415)	-	-	(415)
Unearned Revenue	1,999	-	-	1,999
Compensated Absences	<u>1,526</u>	<u>(329)</u>	<u>-</u>	<u>1,197</u>
Net cash provided (used) by operating activities	<u>\$ 35,419</u>	<u>\$ 19,197</u>	<u>\$ (2,244)</u>	<u>\$ 52,372</u>

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

Summary of significant accounting policies

The financial statements of the Town of Bainville have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The Town of Bainville's significant accounting policies are described below.

A. Description of government-wide financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable

B. Reporting entity

The Town of Bainville (government) is a political subdivision of the State of Montana governed by an elected mayor and Governing Council (Council). The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Blended component units are presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is both legally and substantively separate from the government.

The criteria for including organizations within the Town of Bainville's reporting entity are set forth in Governmental Accounting Standards Board (GASB) Statement No. 14 "The Financial Reporting Entity." This statement defines the financial reporting entity as the primary government, as well as its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body and (1) the ability of the Town of Bainville to impose its will on that organization or (2) the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the Town of Bainville. The Town of Bainville has determined that no other outside agency meets the above criteria and, therefore, no other agency has been included as a component unit in the Town of Bainville's financial statements. In addition, the Town of Bainville is not aware of any entity that would exercise such financial accountability that would result in the Town of Bainville being considered a component unit of the entity.

C. Basis of presentation – government-wide financial statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and while business-type activities incorporate data from the Town of Bainville's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

Town of Bainville
Notes to the Basic Financial Statements
Fiscal Year Ending June 30, 2020

As a general rule, the effect of interfund activity (interfund services, interfund balances, and interfund transfers) has been eliminated within the Governmental Activities and Business-type Activities columns of the government-wide financial statements to the extent that only the net amount of the activity between the two columns is reported.

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.

D. Basis of presentation – fund financial statements

The fund financial statements provide information about the Town of Bainville's funds. Separate statements for each fund category—governmental and proprietary—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The Town of Bainville reports the following major governmental funds:

- The general fund is the Town of Bainville's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

The Town of Bainville reports the following major enterprise funds:

- Water Fund accounts for the activities of the Town of Bainville's water distribution operations including the collection and administering of fees.
- Sewer Fund accounts for the activities of the Town of Bainville's sewer collection and treatment operations and includes the storm sewer system.
- Solid Waste Fund accounts for the activities of the Town of Bainville's solid waste service.

During the course of operations, the Town of Bainville has activity between funds for various purposes. Any residual balances outstanding at year end are reported as interfund receivables/payables (also known as due from/to other funds and advances to/from other funds). Further, certain activity occurs during the year involving transfers of resources between funds reported at gross amounts as transfers in/out. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

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 reported as operating activities are reported as nonoperating revenues and expenses.

Town of Bainville
Notes to the Basic Financial Statements
Fiscal Year Ending June 30, 2020

Clearing Funds:

The Town of Bainville uses a Claims Clearing Fund and a Payroll Clearing Fund to account for outstanding checks not yet cashed by the recipients. These funds are considered funds of convenience and do not meet the definition of a fiduciary activity. Any amounts not properly reflecting expenditures/expenses of the government have been reclassified as cash and other liabilities in the General Fund. As of June 30, 2020, the government reclassified \$89 from these unreported funds of convenience to the General Fund.

E. Measurement focus and basis of accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of recognition in the financial statements of various kinds of transactions or events.

The government-wide and proprietary financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. 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.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they have been earned and 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 Town of Bainville considers revenues to be available upon receipt. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

However, debt service principal and interest expenditures on general long-term debt, including lease liabilities, as well as expenditures related to compensated absences, and claims and judgments, postemployment benefits and environmental obligations are recognized later based on specific accounting rules applicable to each, generally when payment is due. General capital asset acquisitions, including entering into contracts giving the Town of Bainville the right to use leased assets, are reported as expenditures in governmental funds. Issuance of long-term debt and financing through leases are reported as other financing sources.

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 fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source. All other revenue items are considered to be measurable and available only when cash is received by the Town of Bainville.

F. Budgetary information

Budgetary basis of accounting:

Annual budgets are adopted on a basis consistent with State of Montana Law (Mont. Code Ann. Title 7, Chapter 6, Part 40). The appropriated budget is prepared by fund and function. Appropriations may be further detailed by department. Expenditure limitations at the fund level is the legal level of budgetary control. Appropriations in all budgeted funds lapse at the end of the fiscal year.

Town of Bainville
Notes to the Basic Financial Statements
Fiscal Year Ending June 30, 2020

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.

Encumbrance accounting 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.

G. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance

1. Cash and cash equivalents

The Town of Bainville's cash and cash equivalents include cash on hand, demand deposits, savings and time deposits, STIP, and short-term investments with original maturities of three months or less from the date of acquisition. For purposes of the statement of cash flows, the Town of Bainville's proprietary funds consider their demand deposits and all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

2. Investments

Investments, with limited exceptions, are reported at fair value. Investments in nonparticipating certificates of deposit are reported at cost. Money market investments, including U.S. Treasury and Agency obligations, that mature within one year of acquisition are reported at amortized cost. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value is determined annually, and requires the use of valuation techniques, a specific method or combination of methods using one or more of three approaches: market, cost, or income.

3. Inventories and prepaid items

Inventories are valued at cost. The cost of inventories is recorded as expenditures/expenses when purchased rather than when consumed.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

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 are tangible and intangible assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column

Town of Bainville
Notes to the Basic Financial Statements
Fiscal Year Ending June 30, 2020

in the government-wide financial statements. Capital assets are defined by the Town of Bainville as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year.

As the Town of Bainville constructs or acquires capital assets each period, they are capitalized and reported at historical cost (except for intangible right-to-use lease assets, the measurement of which is discussed in note below). The reported value excludes normal maintenance and repairs, which are amounts spent in relation to capital assets that do not increase the asset's capacity or efficiency or increase its estimated useful life. Donated capital assets are recorded at acquisition value at the date of donation. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of the donation. Intangible assets follow the same capitalization policies as tangible capital assets and are reported with tangible assets in the appropriate capital asset class.

Land and construction in progress are not depreciated. The other tangible and intangible property, plant, equipment, the right to use leased equipment, and infrastructure of the primary government are depreciated/amortized using the straight-line method over the following estimated useful lives:

Capital asset classes	Lives
Buildings	25-100
Improvements	10-50
Machinery, equipment, and vehicles	3-25
Right-to-use leased equipment	3-25
Infrastructure	25-100

5. Deferred outflows/inflows of resources

Deferred outflows of resources represent a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town of Bainville did not have any items qualifying for reporting in this category.

Deferred inflows of resources represent an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Unavailable revenue is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the inflows become available.

As of June 30, 2020, the following individual major funds and other funds in the aggregate reported unavailable revenues:

Fund	Deferred inflows	Purpose
General	\$ 21,822	Property tax receivable
Total	<u>\$ 21,822</u>	

6. Net position

For government-wide reporting as well as in proprietary funds, the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources is called net position. Net position is comprised of three components: net investment in capital assets, restricted, and unrestricted.

- Net investment in capital assets consists of capital assets, net of accumulated depreciation/amortization and reduced by outstanding balances of bonds, notes, and other debt that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are included in this component of net position.
- Restricted net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Assets are reported as restricted when constraints are placed on asset use either by external parties or by law through constitutional provision or enabling legislation.

Town of Bainville
Notes to the Basic Financial Statements
Fiscal Year Ending June 30, 2020

- Unrestricted net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that does not meet the definition of the two preceding categories.

Sometimes the Town of Bainville will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Town of Bainville's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

7. Fund balance

In governmental fund types, the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources is called "fund balance." Town of Bainville's governmental funds report the following categories of fund balance, based on the nature of any limitations requiring the use of resources for specific purposes.

- Restricted fund balance includes amounts that can be spent only for the specific purposes stipulated by external resource providers such as grantors or enabling federal, state, or local legislation. Restrictions may be changed or lifted only with the consent of the resource providers.
- Committed fund balance represents amounts that can be used only for the specific purposes determined by of the adoption of an ordinance committing fund balance for a specified purpose by the Town of Bainville's Council prior to the end of the fiscal year. Once adopted, the limitation imposed by the ordinance remains in place until the resources have been spent for the specified purpose or the Council adopts another ordinance to remove or revise the limitation.
- Unassigned fund balance represents the residual amount for the general fund that is not contained in the other classifications. The general fund is the only fund that reports a positive unassigned fund balance. Additionally, any deficit fund balance within the other governmental fund types is reported as unassigned.

Sometimes the Town of Bainville will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Town of Bainville's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

H. Compensated absences

The financial statements reflect liabilities incurred because of unused vacation and sick leave accumulated by employees.

As required by state law, the Town of Bainville allows 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. Expenditures for unused leave are recorded when paid in governmental funds and when accrued on the Statement of Activities. The amount expected to be paid within one year related to governmental activities is \$3,693 and \$914 for the proprietary funds that incurred the liability.

I. Proprietary funds operating and nonoperating revenues and expenses

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 water, sewer, and solid waste funds are charges to customers for sales and services. The water fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

J. Reconciliation of government-wide and fund financial statements

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.

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.

K. Risk Management

The Town of Bainville faces a considerable number of risks of loss, including: Damage to and loss of property and contents; Employee torts; Professional liability; Environmental damage; Workers' compensation; Medical insurance costs of employees

A variety of methods are used to provide insurance for these risks. Commercial policies, transferring all risk of loss except for relatively small deductible amounts, are purchased for property and content damage and professional liabilities. Given the lack of coverage available, the Town of Bainville has no coverage for potential losses from environmental damages. The Town of Bainville participates in two statewide public risk pools operated by the Montana Municipal Interlocal Authority, for workers' compensation and tort liability. The Town of Bainville obtains property coverage from Seitz Insurance.

The premiums for the policies are allocated between the Town of Bainville's general fund and other funds based upon the insurance needs of the funds. Settled claims resulting from these risks did not exceed commercial insurance coverage for each of the past three years.

Separate audited financial statements are available from the Montana Municipal Interlocal Authority.

Town of Bainville
Notes to the Basic Financial Statements
Fiscal Year Ending June 30, 2020

II. Detailed notes on all activities and funds

A. Cash Composition

The total cash and cash equivalents, cash with fiscal agents, restricted cash, and investments at June 30, 2020, are as follows:

Governmental Activities	\$ 262,465
Business-Type Activities	464,155
Total cash, cash equivalents and investments	<u>\$ 726,620</u>

Deposits:

Demand deposits	1,577
Savings accounts	296,571
Total Deposits	<u>\$ 298,148</u>

		Fair Value Measurements		Net Asset Value
Investments	Level 1	Level 2	Level 3	NAV
Edward Jones	-	428,472	-	-

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy, as follows, is based on the valuation inputs used to measure fair value. Valuation techniques used maximize the use of observable inputs and minimize the use of unobservable inputs.

- Level 1 Inputs: Quoted prices in active markets for identical assets; these investments are valued using prices quoted in active markets.
- Level 2 Inputs: Significant other observable inputs; these investments are valued using a matrix pricing technique (i.e., Comparable bond with observable inputs). Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.
- Level 3 Inputs: Significant unobservable inputs; these investments are valued using discounted cash flow techniques or consensus pricing.

B. Deposit and Investment Risks

Custodial credit risk - deposits.

In the case of deposits, this is the risk that, in the event of a bank's failure, the Town of Bainville's deposits may not be returned to it. The Town of Bainville does not have a deposit policy for custodial credit risk. As of June 30, 2020, the Town of Bainville's bank balance was \$298,148 and \$48,148 of that amount was exposed to custodial credit risk because it was uninsured and not collateralized with securities held by the pledging or financial institution's trust department or agent.

State law requires that the Town of Bainville obtain securities for the uninsured portion of deposits as follows: (1) securities equal to 50% of such deposits if the institution in which the deposits are made has a net worth to total assets ratio of 6% or more, OR (2) securities equal to 100% if the ratio of net worth to total assets is less than 6%. State law does not specify in whose custody or in whose name the collateral is to be held.

Credit risk.

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. Mont. Code Ann. § 7-6-202 limits investments of public money of a local government body to the following securities:

Town of Bainville
Notes to the Basic Financial Statements
Fiscal Year Ending June 30, 2020

- (1)(a) United States government treasury bills, notes, and bonds and in United States treasury obligations, such as state and local government series (SLGS), separate trading of registered interest and principal of securities (STRIPS), or similar United States treasury obligations;
- (b) United States treasury receipts in a form evidencing the holder's ownership of future interest or principal payments on specific United States treasury obligations that, in the absence of payment default by the United States, are held in a special custody account by an independent trust company in a certificate or book-entry form with the federal reserve bank of New York; or
- (c) obligations of the following agencies of the United States, subject to the limitations in subsection (2):
 - (i) federal home loan bank;
 - (ii) federal national mortgage association;
 - (iii) federal home mortgage corporation; and
 - (iv) federal farm credit bank.
- (2) An investment in an agency of the United States is authorized under this section if the investment is a general obligation of the agency and has a fixed or zero-coupon rate and does not have prepayments that are based on underlying assets or collateral, including but not limited to residential or commercial mortgages, farm loans, multifamily housing loans, or student loans.
- (3) The local governing body may invest in a United States government security money market fund if:
 - (a) the fund is sold and managed by a management-type investment company or investment trust registered under the Investment Company Act of 1940 (15 U.S.C. 80a-1 through 80a-64), as may be amended;
 - (b) the fund consists only of eligible securities;
 - (c) the use of repurchase agreements is limited to agreements that are fully collateralized by the eligible securities and the investment company or investment trust takes delivery of the collateral for any repurchase agreement, either directly or through an authorized custodian;
 - (d) the fund is listed in a national financial publication under the category of "money market mutual funds", showing the fund's average maturity, yield, and asset size; and
 - (e) the fund's average maturity does not exceed 397 days.
- (4) Except as provided in subsections (5) and (6), an investment authorized in this part may not have a maturity date exceeding 5 years, except when the investment is used in an escrow account to refund an outstanding bond issue in advance.
- (5) An investment of the assets of a local government group self-insurance program established pursuant to 2-9-211 or 39-71-2103 in an investment authorized in this part may not have a maturity date exceeding 10 years, and the average maturity of all those authorized investments of a local government group self-insurance program may not exceed 6 years.
- (6) An investment in zero-coupon United States government treasury bills, notes, and bonds purchased as a sinking fund investment for a balloon payment on qualified construction bonds described in 17-5-116(1) may have a maturity date exceeding 5 years if:
 - (a) the maturity date of the United States government treasury bills, notes, and bonds is on or before the date of the balloon payment; and
 - (b) the school district trustees provide written consent.
- (7) the investment of public funds under the state unified investment program established in Title 17, chapter 6, part 2.

Custodial credit risk - investments.

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the Town of Bainville will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

Concentration of credit risk. The concentration of credit risk is the risk of loss that may be caused by the Town of Bainville's investment in a single issuer.

Town of Bainville
Notes to the Basic Financial Statements
Fiscal Year Ending June 30, 2020

The Town of Bainville's investment policies do not address or limit credit risks, custodial credit risks, or concentration of risks.

C. Restricted Balances

As of June 30, 2020, the following individual major funds and other funds in the aggregate reported restricted cash balances:

Fund	Restricted Balance	Reason
Water	\$ 24,875	Bond Covenant
Sewer	16,848	Bond Covenant
Total	<u>\$ 41,723</u>	

D. Receivables

1. Property Tax and Special Assessment Receivables

Property taxes are recognized as a receivable at the time an enforceable legal claim is established. Receivables recognized in governmental funds prior to their period of availability are recognized as deferred inflows of resources.

State law limits the number of mills the County may levy. The mills are limited to the amount of property tax dollars levied in the prior fiscal year plus the amounts related to the taxable value for annexation of real property, new construction and improvements, debt service, one-half of the average rate of inflation for the past three years based on the Consumer Price Index (CPI) and certain other exceptions.

Property taxes are set in September of each fiscal year, based on assessments as of the prior January 1. Real property taxes and certain attached personal property taxes are billed within ten days after the third Monday in October and are payable in equal payments on November 30 and May 31. Unpaid taxes become delinquent on December 1 and June 1. Property taxes are tracked and collected by the County Treasurer.

Personal property taxes, other than those billed with real properties, are billed based on the prior year's levies. Personal property taxes, other than mobile homes, are due thirty days after billing. Mobile home taxes are billed in two payments. The first due thirty days after billing and the second due September 30.

Taxes that become delinquent are charged interest at the rate of 5/6 of 1% per month plus a penalty of 2%. Real property on which taxes remain delinquent and unpaid may be sold at tax sales. Delinquent taxes on personal property are to be seized and sold. No allowance is made for uncollectible taxes as they are not considered material.

Property taxes assessed may be paid under protest and held by the County Treasurer until the action is finally determined to be in favor of or against the governmental entity levying the tax or assessment. Taxes paid under protest are accounted for by the County in a protested tax fund until a final determination. As of June 30, 2020, tax receivables include protested receivables of \$0.00.

As of June 30, 2020, the following individual major funds and other funds in the aggregate reported tax receivables:

Fund	Tax Receivable Balance
General	\$ 21,822
Total	<u>\$ 21,822</u>

Town of Bainville
Notes to the Basic Financial Statements
Fiscal Year Ending June 30, 2020

2. Accounts Receivable

Accounts receivable represent the outstanding billings for the Town of Bainville water, sewer, and solid waste services.

As of June 30, 2020, the following individual major funds and other funds in the aggregate reported accounts receivables and related allowances for doubtful accounts:

Fund	Accounts Receivable Balance	Allowance Balance	Net Balance
Water	\$ 45,477	\$ (14,601)	\$ 30,876
Sewer	26,611	(9,012)	17,599
Solid Waste	8,133	(1,338)	6,795
Total	<u>\$ 80,222</u>	<u>\$ (24,951)</u>	<u>\$ 55,271</u>

3. Interfund Receivables and Payables

Interfund lending arrangements may be referred to as due from/to other funds or advances from/to other funds or interfund receivables/payables.

As of June 30, 2020, the following individual major funds and other funds in the aggregate reported interfund receivables:

Receivable Fund	Payable Fund	Amount	Reason
General	Gas Tax	\$ 19,930	Gas Tax over expended available cash resources in prior years
Total		<u>\$ 19,930</u>	

E. Interfund Transfers

Interfund transfers are flows of assets, such as cash or goods, without equivalent flows of assets in return and without a requirement for repayment. Interfund transfers do not include interfund reimbursements, which are repayments from funds responsible for particular expenditures or expense to the funds that initially paid for them. Interfund reimbursements are not displayed in the financial statements under generally accepted accounting principles.

As of June 30, 2020, the following individual major funds and other funds in the aggregate reported interfund transfers:

Disbursing Fund	Receiving Fund	Amount	Reason
General	BARSAA	\$ 493	BARSAA match
		<u>\$ 493</u>	

F. Capital assets

Capital assets activity for the year ended June 30, 2020, was as follows:

Governmental Activities	Beginning	Increases	Decreases	Adjustments	Ending
Capital assets not being depreciated					
Land	\$ 6,366	\$ -	\$ -	\$ -	\$ 6,366
Total capital assets not being depreciated	<u>\$ 6,366</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,366</u>

Town of Bainville
Notes to the Basic Financial Statements
Fiscal Year Ending June 30, 2020

Capital assets being depreciated					
Buildings	154,330	-	-	-	154,330
Improvements other than buildings	8,978	-	-	5,425	14,403
Machinery and equipment	209,140	-	-	-	209,140
Total capital assets being depreciated	<u>\$ 372,448</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,425</u>	<u>\$ 377,873</u>
Less accumulated depreciation for:					
Buildings	(80,073)	(7,377)	-	-	(87,450)
Improvements other than buildings	(10,063)	(1,085)	-	-	(11,148)
Machinery and equipment	(184,842)	(3,554)	-	(8,068)	(196,464)
Total accumulated depreciation	<u>\$ (274,978)</u>	<u>\$ (12,016)</u>	<u>\$ -</u>	<u>\$ (8,068)</u>	<u>\$ (295,062)</u>
Total capital assets being depreciated	<u>\$ 97,470</u>	<u>\$ (12,016)</u>	<u>\$ -</u>	<u>\$ (2,643)</u>	<u>\$ 82,811</u>
Governmental activities capital assets net	<u>\$ 103,836</u>	<u>\$ (12,016)</u>	<u>\$ -</u>	<u>\$ (2,643)</u>	<u>\$ 89,177</u>

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

Function	Depreciation / Amortization
General Government	\$ 4,999
Public Safety	1,254
Public Works	4,678
Culture and Recreation	1,085
	<u>\$ 12,016</u>

Business-type Activities	Beginning	Increases	Decreases	Adjustments	Ending
Capital assets not being depreciated					
Land	\$ 50,361	\$ -	\$ -	\$ -	\$ 50,361
Construction in progress	2,116,904	-	-	(2,116,904)	-
Total capital assets not being depreciated	<u>\$ 2,167,265</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,116,904)</u>	<u>\$ 50,361</u>
Capital assets being depreciated					
Buildings	3,580	-	-	51,500	55,080
Improvements other than buildings	137,646	-	-	-	137,646
Machinery and equipment	202,904	-	-	(51,500)	151,404
Treatment plant	239,184	-	-	-	239,184
Transmission and distribution	2,087,447	-	-	2,116,904	4,204,351
Infrastructure	-	-	-	-	-
Total capital assets being depreciated	<u>\$ 2,670,761</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,116,904</u>	<u>\$ 4,787,665</u>
Less accumulated depreciation for:					
Buildings	(3,580)	(2,060)	-	(2,060)	(7,700)
Improvements other than buildings	(122,646)	(2,000)	-	-	(124,646)
Machinery and equipment	(70,234)	(18,724)	-	-	(88,958)
Treatment Plant	(95,676)	(4,784)	-	-	(505,696)
Transmission and distribution	(625,299)	(93,485)	-	(16,647)	(330,195)
Infrastructure	-	-	-	-	-

Town of Bainville
Notes to the Basic Financial Statements
Fiscal Year Ending June 30, 2020

Total accumulated depreciation	\$ (917,435)	\$ (121,053)	\$ -	\$ (18,707)	\$ (1,057,195)
Total capital assets being depreciated	\$ 1,753,326	\$ (121,053)	\$ -	\$ 2,098,198	\$ 3,730,470
Business-type activities capital assets net	\$ 3,920,591	\$ (121,053)	\$ -	\$ (18,706)	\$ 3,780,831

H. Long-term obligations

Changes in long-term obligations for the year ended June 30, 2020, were as follows:

	Beginning	Increases	Decreases	Adjustments	Ending	Due within One Year
Governmental activities						
Compensated absences	\$ 8,309	\$ -	\$ (923)	\$ -	\$ 7,386	\$ 3,693
Total governmental activities	\$ 8,309	\$ -	\$ (923)	\$ -	\$ 7,386	\$ 3,693
Business-type activities						
Revenue bonds	1,307,280	-	(36,112)	(427,527)	843,641	39,430
Compensated absences	631	1,526	(329)	-	1,828	914
Total business-type activities	\$ 1,307,911	\$ 1,526	\$ (36,441)	\$ (427,527)	\$ 845,469	40,344

Debt service requirements on long-term debt at June 30, 2020, are as follows:

Year ending June 30:	Business-type Activities	
	Principal	Interest
2020	39,430	24,843
2021	41,762	23,699
2022	42,108	22,502
2023	42,470	21,290
2024	42,848	20,062
2025-2030	228,532	80,921
Thereafter	406,490	53,812
Total	\$ 843,641	\$ 247,129

Revenue Bonds

The Town of Bainville issued the following bonds whose principal and interest are payable from earnings of the project built with the proceeds. The bond covenants provide the following:

- The utility rates be sufficient to provide net revenues of 125 percent of the maximum debt service payments.

Description	Origination Date	Interest Rate	Bond Term	Maturity Date	Originally Issued	Currently Outstanding
Refunding Bond – WRF 15331	12/1/2014	2.50%	23 years	7/1/2023	\$ 260,000	\$ 215,000
DNRC SRF – WRF 15332	12/10/2014	2.50%	20 years	1/1/2029	\$ 260,000	\$ 126,000
DNRC SRF – WRF 17377	10/26/2016	2.50%	20 years	7/1/2036	\$ 260,000	\$ 284,000
USDA Rural Development	10/1/1999	4.38%	40 years	10/1/2039	\$ 260,000	\$ 218,641

Town of Bainville
Notes to the Basic Financial Statements
Fiscal Year Ending June 30, 2020

I. Fund Balances

As of June 30, 2020, the following individual major funds and other funds in the aggregate reported fund balances:

Fund – Class	Fund Balance	Purpose
Restricted		
Other aggregate	\$ 13,329	Ambulance
	14,497	Police Training
	5,656	BARSAA – Roads and Alleys
	<u>33,482</u>	
Committed		
	\$ 32,080	Capital Projects
	<u>32,080</u>	
Unassigned		
	\$ 211,673	General Operations
	(19,930)	Deficit Gas Tax – Roads and Alleys
	<u>191,743</u>	
Total	<u>\$ 257,305</u>	

J. Deficit Fund Balance

As of June 30, 2020, the following individual major funds and other funds in the aggregate reported deficit fund balances:

Fund	Deficit balance	Government's plan to eliminate the deficit
Gas Tax	\$ 19,930	Future revenues
Total	<u>\$ 19,930</u>	

K. Prior-Period Adjustments

As of June 30, 2020, the following adjustments were made to fund balances and net positions:

Fund Adjustments	Adjustment	Adjustment Reason
General	\$ 62,139	To correct prior year reporting error – GASBS-54
General	(209)	To correct prior year error – refund payable
Oil Well	(62,139)	To correct prior year reporting error – GASBS-54
Water	(16,646)	To correct prior year error – capital assets
Water	440	To correct prior year error – refund payable
Water	426,972	To correct prior year error – loan forgiveness
Sewer	(2,060)	To correct prior year error – capital assets
Sewer	555	To correct prior year error – loan balances
Solid Waste	(4,651)	To correct prior year reporting error – omission of allowance account
Total Fund Adjustments	\$ 404,401	
Add Government-Wide Adjustments		
Governmental Activities	\$ (2,644)	To correct prior year error – capital assets
Total Government-Wide Adjustments	<u>\$ 401,757</u>	

Town of Bainville
Notes to the Basic Financial Statements
Fiscal Year Ending June 30, 2020

K. Tax Abatements

Tax abatements are a reduction in tax revenues that result from an agreement between one or more governments and an individual or entity in which one or more governments promise to forgo tax revenues to which they are otherwise entitled and the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments. The Town has no material tax abatements.

L. Pending Litigation

The following is litigation pending against the Town of Bainville.

Case	Damages Requested	Potential Loss
None	\$ -	
Total	<u>\$ -</u>	

M. Subsequent Events

The Town of Bainville has determined no material subsequent events affects the estimates or other financial conditions reported as of June 30, 2020.

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
139,061

3. **Debt outstanding**

A. Long-term debt outstanding, issued and retired

Purpose	Bonds Outstanding 7/1/2019	Amount -- Omit cents			
		Bonds during the fiscal year		Outstanding as of 6/30/2020	
		Issued	Retired	General Obligation	Revenue bonds
Water utility	19A 1,080,972	29A	39A 455,972	41A	44A 625,000
Sewer utility	19X 226,308	29X	39X 7,667	41X	44X 218,641
Gas utility	19C	29C	39C	41C	44C
Electric utility	19B	29B	39B	41B	44B
All other	19X	29X	39X	41X	44X

B. Short-term debt

Type	Beginning of fiscal year	End of fiscal year
Registered warrants	61V	64V
Contracts payable		
Notes payable		
Totals		

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 196,903
Special revenue funds (2000)	W61 33,482
Debt Service funds (3000)	W01
Capital projects funds (4000)	W31 32,080
Enterprise funds (5000)	W61 464,155
Internal services funds (6000)	
Trust and agency funds (7000)	
Permanent funds (8000)	
Total cash all funds	726,620

TOWN OF BAINVILLE, ROOSEVELT COUNTY, MONTANA
 UNAUDITED BUDGETARY COMPARISON SCHEDULES
 ALL BUDGETED MAJOR GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	General		
	Original Budget	Final Budget	Actual
REVENUES:			
Taxes and Assessments	\$ 63,000	\$ 63,000	\$ 69,176
Licenses and Permits	250	250	175
Intergovernmental Revenues	59,500	59,500	59,930
Fines and Forfeitures	2,000	2,000	1,850
Miscellaneous	700	700	1,254
Investment and Royalty Earnings	9,000	9,000	11,161
Total Revenues	<u>134,450</u>	<u>134,450</u>	<u>143,546</u>
EXPENDITURES:			
Current:			
General Government	161,400	161,400.00	99,625
Public Safety	32,600	32,600.00	17,338
Public Works	90,950	90,950.00	40,363
Culture and Recreation	34,000	34,000.00	9,285
Other	20,000	20,000.00	-
Total Expenditures	<u>318,950</u>	<u>318,950.00</u>	<u>166,611</u>
Excess (Deficiency) of Revenues			
Over Expenditures	<u>(184,500)</u>	<u>(184,500.00)</u>	<u>(23,066)</u>
OTHER FINANCING SOURCES (USES):			
Fund Transfers (Out)	<u>20,000</u>	<u>20,000.00</u>	<u>(493)</u>
Total Other Financial Sources (Uses)	<u>20,000</u>	<u>20,000.00</u>	<u>(493)</u>
Net Change in Fund Balance	<u>\$ (164,500)</u>	<u>\$ (164,500)</u>	<u>\$ (23,559)</u>
FUND BALANCE:			
Beginning of the Year			169,957
Prior Period Adjustments			<u>(209)</u>
End of the Year			<u>\$ 146,190</u>

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

TOWN OF BAINVILLE, ROOSEVELT COUNTY, MONTANA
 UNAUDITED BUDGETARY COMPARISON SCHEDULES
 BUDGET TO GAAP RECONCILIATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>General Fund</u>
Budgetary Basis Actual Revenues	\$ 143,546
Oil Well combined with General Fund	5,256
	-
	-
	-
Total revenues reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>148,801</u>
Budgetary Basis Actual Expenditures	167,104
Oil Well combined with General Fund	1,912
	-
	-
	-
Total expenditures reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ 169,016</u>

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

Town of Bainville
Notes to the Budgetary Comparison Schedules
For the Fiscal Year Ended June 30, 2020

A. Budgetary Comparison Schedule Policy

The Budgetary Comparison Schedules only present funds legally required to adopt a budget. The schedules have been prepared on the modified accrual basis of accounting. They present the financial information for the General Fund and the major special revenue budgeted funds.

B. Budget Amendments

Under state law, the government is permitted to amend its budget in limited circumstances. For fiscal year ended June 30, 2020, the Town of Bainville did not amend its original budget.

TOWN OF BAINVILLE, ROOSEVELT COUNTY, MONTANA
UNAUDITED GENERAL FUND COMBINING SCHEDULE
FOR THE FISCAL YEAR ENDING JUNE 30, 2020

	General	Oil Well	Total General Fund
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	131,420	65,483	196,903
Property Taxes Receivable	21,822	-	21,822
Interfund Receivable	19,930	-	19,930
Total Assets	<u>173,172</u>	<u>65,483</u>	<u>238,655</u>
DEFERRED OUTFLOWS OF RESOURCES:			
Total Deferred Outflows of Resources	-	-	-
Total Assets and Deferred Outflows of Resour	173,172	65,483	238,655
LIABILITIES:			
Current Liabilities:			
Accounts Payable	5,071	-	5,071
Other Current Liabilities	89	-	89
Total Liabilities	5,160	-	5,160
DEFERRED INFLOWS OF RESOURCES:			
Unavailable Property Taxes Receivable	<u>21,822</u>	<u>-</u>	<u>21,822</u>
Total Deferred Inflows of Resources	21,822	-	21,822
FUND BALANCE (DEFICITS):			
Unassigned	<u>146,190</u>	<u>65,483</u>	<u>211,673</u>
Total Fund Balance	<u>146,190</u>	<u>65,483</u>	<u>211,673</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance (Deficits)	173,172	65,483	238,655
REVENUES:			
Taxes and Assessments	69,176	-	69,176
Licenses and Permits	175	-	175
Intergovernmental Revenues	59,930	-	59,930
Charges for Services	-	-	-
Fines and Forfeitures	1,850	-	1,850
Miscellaneous	1,254	-	1,254
Investment and Royalty Earnings	<u>11,161</u>	<u>5,256</u>	<u>16,417</u>
Total Revenues	143,546	5,256	148,801
EXPENDITURES:			
Current:			
General Government	99,625	-	99,625
Public Safety	17,338	-	17,338
Public Works	40,363	-	40,363
Culture and Recreation	9,285	-	9,285
Miscellaneous	<u>-</u>	<u>1,912</u>	<u>1,912</u>
Total Expenditures	166,611	1,912	168,523
Excess (Deficiency) of Revenues Over Expenditures	<u>(23,066)</u>	<u>3,344</u>	<u>(19,721)</u>
OTHER FINANCING SOURCES (USES):			
Fund Transfers (Out)	<u>(493)</u>	<u>-</u>	<u>(493)</u>
Total Other Financial Sources (Uses)	(493)	-	(493)
Net Change in Fund Balance	<u>(23,559)</u>	<u>3,344</u>	<u>(20,214)</u>
FUND BALANCE:			
Beginning of the Year	169,957	62,139	169,957
Prior Period Adjustments	<u>(209)</u>	<u>(62,139)</u>	<u>61,930</u>
End of the Year	146,190	65,483	211,673

47. COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS

For the year ending June 30, 2020

	2230 Ambulance	2810 POLICE RESERVE TRA	2820 GAS TAX	2821 Gas Tax--HB#473 BA
ASSETS				
Cash and cash equivalents	13,329.02	14,496.81	0.00	5,655.59
Taxes receivable:				
TOTAL ASSETS	13,329.02	14,496.81	0.00	5,655.59
Deferred Outflows of Resources				
LIABILITIES				
Due to other funds	0.00	0.00	19,929.71	0.00
TOTAL LIABILITIES	0.00	0.00	19,929.71	0.00
Deferred Inflows of Resources				
FUND BALANCES				
Unassigned (negative balance only)	13,329.02	14,496.81	(19,929.71)	5,655.59
Total Fund Balances	13,329.02	14,496.81	(19,929.71)	5,655.59
Total Liabilities, Deferred inflows of resources and Fund Balances	13,329.02	14,496.81	0.00	5,655.59
	=====	=====	=====	=====

47. COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2020

	Total Nonmajor Spec. Rev. Funds

ASSETS	
Cash and cash equivalents	33,481.42
Taxes receivable:	

TOTAL ASSETS	33,481.42

Deferred Outflows of Resources	

LIABILITIES	
Due to other funds	19,929.71

TOTAL LIABILITIES	19,929.71

Deferred Inflows of Resources	

FUND BALANCES	
Unassigned (negative balance only)	13,551.71

Total Fund Balances	13,551.71
Total Liabilities, Deferred	33,481.42
inflows of resources and Fund Balances	
	=====

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - TOTAL NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2020

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)

REVENUES				
Taxes				
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
State shared revenues	22,800.00	22,800.00	22,684.69	(115.31)
Charges for services				
Fines and forfeitures				
Miscellaneous	500.00	500.00	3,243.46	2,743.46

Total revenues	23,300.00	23,300.00	25,928.15	2,628.15

EXPENDITURES				
Current:				
General Government				
Public Safety				
Personal services	3,000.00	3,000.00	0.00	3,000.00
Supplies/services/materials, etc	9,000.00	9,000.00	0.00	9,000.00
Public Works				
Personal services	13,000.00	13,000.00	0.00	13,000.00
Supplies/services/materials, etc	22,700.00	22,700.00	9,343.29	13,356.71
Public Health				
Social and Economic Services				
Culture and Recreation				
Housing and Community Development				
Conservation of Natural Resources				
Debt Service				

Total expenditures	47,700.00	47,700.00	9,343.29	38,356.71

Excess of revenues over (under) expenditures	(24,400.00)	(24,400.00)	16,584.86	40,984.86

OTHER FINANCING SOURCES (USES)				
Transfers in	0.00	0.00	493.06	493.06

Total other financing sources (uses)	0.00	0.00	493.06	493.06

Net change in fund balance	(24,400.00)	(24,400.00)	17,077.92	41,477.92
Fund balance - July 1, 2019 -				
-As previously reported	(3,526.21)	(3,526.21)	(3,526.21)	0.00

Fund balance - July 1, 2019 - As restated	(3,526.21)	(3,526.21)	(3,526.21)	0.00

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
	-----	-----	-----	-----
Fund balance - June 30, 2020	(27,926.21)	(27,926.21)	13,551.71	41,477.92
	=====	=====	=====	=====

55. COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECT FUNDS
For the year ending June 30, 2020

	4000	Total Nonmajor
	CAPITAL IMPROVEMEN	Cap. Proj. Funds
ASSETS		
Cash and cash equivalents	32,080.39	32,080.39
Taxes receivable:		
TOTAL ASSETS	32,080.39	32,080.39
Deferred Outflows of Resources		
LIABILITIES		
Deferred Inflows of Resources		
FUND BALANCES		
Unassigned (negative balance only)	32,080.39	32,080.39
Total Fund Balances	32,080.39	32,080.39
Total Liabilities, Deferred	32,080.39	32,080.39
inflows of resources and Fund Balances		
	=====	=====

57. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - TOTAL NONMAJOR CAPITAL PROJECTS FUNDS

For the year ending June 30, 2020

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
-----	-----	-----	-----	-----
REVENUES				
Taxes				
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
Charges for services				
Fines and forfeitures				
Miscellaneous				
-----	-----	-----	-----	-----
-----	-----	-----	-----	-----
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Public Health				
Social and Economic Services				
Culture and Recreation				
Housing and Community Development				
Conservation of Natural Resources				
Debt Service				
-----	-----	-----	-----	-----
-----	-----	-----	-----	-----
-----	-----	-----	-----	-----
OTHER FINANCING SOURCES (USES)				
Transfers in	20,000.00	20,000.00	0.00	(20,000.00)
-----	-----	-----	-----	-----
Total other financing sources (uses)	20,000.00	20,000.00	0.00	(20,000.00)
-----	-----	-----	-----	-----
Net change in fund balance	20,000.00	20,000.00	0.00	(20,000.00)
Fund balance - July 1, 2019 - -As previously reported	32,080.39	32,080.39	32,080.39	0.00
-----	-----	-----	-----	-----
Fund balance - July 1, 2019 - As restated	32,080.39	32,080.39	32,080.39	0.00
-----	-----	-----	-----	-----
Fund balance - June 30, 2020	52,080.39	52,080.39	32,080.39	(20,000.00)
=====	=====	=====	=====	=====

TOWN OF BAINVILLE
SCHEDULE OF FEDERAL/STATE GRANTS,
ENTITLEMENTS, AND SHARED REVENUES
FISCAL YEAR ENDING JUNE 30, 2020

	REVENUE CODE	RECEIVING FUND	AMOUNT
<u>FEDERAL GRANTS/ENTITLEMENTS - (LIST)</u>			
Total Federal Grants/Entitlements			0.00
<u>FEDERAL SHARED REVENUES - (LIST)</u>			
Total Federal Shared Revenues			0.00
<u>STATE GRANTS/ENTITLEMENTS - (LIST)</u>			
	335230 State Entitlement Share	1000 GENERAL	52,030.00
	335040 Gasoline Tax Apportionment	2820 GAS TAX	12,383.52
	335041 Special Road Allocation	2821 Gas Tax--HB#473 BARSAA	9,861.17
Total State Grants/Entitlements			74,274.69
<u>STATE SHARED REVENUES - (LIST)</u>			
	335120 Gambling Machine Permits	1000 GENERAL	7,900.00
	335050 Insurance Premium Apportionment	2810 POLICE RESERVE TRAINING	440.00
Total State Shared Revenues			8,340.00
<u>LOCAL GRANTS - (LIST)</u>			
			0.00
TOTAL			82,614.69

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TOWN OF BAINVILLE
Cash Report
For the Accounting Period: 13/20

Page: 1 of 1
Report ID: L160

Fund/Account	Beginning Balance	Received	Transfers In	Disbursed	Transfers Out	Ending Balance
1000 GENERAL						
101000 Cash - Operating	152,143.11	0.00	0.00	20,811.46	0.00	131,331.65
2230 Ambulance						
101000 Cash - Operating	13,329.02	0.00	0.00	0.00	0.00	13,329.02
2386 Oil Well Fund						
101000 Cash - Operating	65,483.05	0.00	0.00	0.00	0.00	65,483.05
2810 POLICE RESERVE TRAINING						
101000 Cash - Operating	14,496.81	0.00	0.00	0.00	0.00	14,496.81
2820 GAS TAX						
101000 Cash - Operating	-25,822.81	25,822.81	0.00	0.00	0.00	0.00
102240 Cash - Replacement &	5,504.41	0.00	0.00	5,504.41	0.00	0.00
Total Fund	-20,318.40	25,822.81		5,504.41		0.00
2821 Gas Tax--HB#473 BARSAA						
101000 Cash - Operating	5,162.53	493.06	0.00	0.00	0.00	5,655.59
4000 CAPITAL IMPROVEMENTS						
101000 Cash - Operating	32,080.39	0.00	0.00	0.00	0.00	32,080.39
5210 WATER						
101000 Cash - Operating	89,000.68	0.00	0.00	3,064.00	0.00	85,936.68
102220 Cash - Restricted (Future	21,811.00	3,064.00	0.00	0.00	0.00	24,875.00
Total Fund	110,811.68	3,064.00		3,064.00		110,811.68
5310 SEWER						
101000 Cash - Operating	172,277.09	0.00	0.00	0.00	0.00	172,277.09
102220 Cash - Restricted (Future	16,848.31	0.00	0.00	0.00	0.00	16,848.31
Total Fund	189,125.40					189,125.40
5311 SEWER IMPACT FEES						
101000 Cash - Operating	49,210.00	0.00	0.00	0.00	0.00	49,210.00
101025 Cash - Sewer Impact Fees	91,390.00	0.00	0.00	0.00	0.00	91,390.00
101030 Cash - Sewer Impact	7,381.50	0.00	0.00	0.00	0.00	7,381.50
Total Fund	147,981.50					147,981.50
5410 SOLID WASTE						
101000 Cash - Operating	16,236.27	0.00	0.00	0.00	0.00	16,236.27
7910 PAYROLL FUND						
101000 Cash - Operating	6,501.16	0.00	0.00	0.00	0.00	6,501.16
7930 CLAIMS FUND						
101000 Cash - Operating	180.00	0.00	0.00	0.00	0.00	180.00
Totals	733,212.52	29,379.87	0.00	29,379.87	0.00	733,212.52

*** Transfers In and Transfers Out columns should match, with the following exceptions:

- 1) Cancelled electronic checks increase the Transfers In column. Disbursed column will be overstated by the same amount and will not balance to the Redeemed Checks List.
- 2) Payroll Journal Vouchers including local deductions with receipt accounting will reduce the Transfers Out column by the total amount of these checks.

**ALL FUNDS
CASH RECONCILIATION
FISCAL YEAR ENDING JUNE 30, 2020**

Account Description (not full acct #)	BANK NAME				Cash in all depositories
	First Community				
BALANCE PER STATEMENTS	296,617.89				296,617.89
ADD Deposits in transit	10,113.94				10,113.94
Service charges					0.00
Other					0.00
Total to add	10,113.94	0.00	0.00	0.00	10,113.94
SUBTRACT					
Outstanding checks	8,584.47				8,584.47
Other					0.00
					0.00
Total to subtract	8,584.47	0.00	0.00	0.00	8,584.47
TOTAL CASH IN DEPOSITS	298,147.36	0.00	0.00	0.00	298,147.36
ADD Investments	428,472.58				428,472.58
					0.00
Total to add	428,472.58	0.00	0.00	0.00	428,472.58
TOTAL IN DEPOSITORIES	726,619.94	0.00	0.00	0.00	726,619.94
ADD Cash and cash items on hand					0.00
					0.00
Total to add	0.00	0.00	0.00	0.00	0.00
**TOTAL ACCOUNTED FOR	726,619.94	0.00	0.00	0.00	726,619.94
*Total cash must agree with total cash reported within report					

Cash reconciles _____ Cash does not reconcile _____

GENERAL INFORMATION (Complete all portions applicable to entity)	
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1. Class of county/city	Town
2. Date of incorporation	1917
3. County seat	Wolf Point
4. Form of government	Mayor council
5. Population (most recent estimate)	350
6. Land area	1 square mile
7. Miles of roads/streets/alleys	7 miles
8. Taxable valuation	350,686
9. Road taxable valuation (county)	
10. Number of water consumers	147
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	

[illegible]

Fund/activity	Mills
General Fund	225.14
TOTAL	225.14