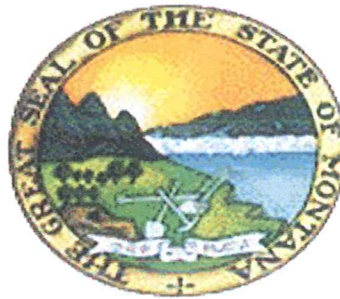


MONTANA DEPARTMENT OF ADMINISTRATION
State Financial Services Division
Local Government Services
Mitchell Building, Room 270, PO Box 200547, Helena, Montana 59620-0547

ENTITY # 022803
MONTANA
TOWN OF TWIN BRIDGES
PO BOX 307
TWIN BRIDGES, MT 59754

ANNUAL FINANCIAL REPORT



FISCAL YEAR ENDING JUNE 30, 2019

FOR DEPARTMENT OF ADMINISTRATION USE ONLY

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**TOWN OF TWIN BRIDGES
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
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INTRODUCTORY

SECTION

**TOWN OF TWIN BRIDGES
ELECTED OFFICIALS/OFFICERS**

OFFICE	NAME OF COUNTY OFFICIALS/OFFICERS	DATE TERM EXPIRES
Commissioner (Chairperson)		
Commissioner		
Commissioner		
Assessor		
Attorney		
Auditor		
Treasurer		
Clerk and recorder		
Clerk of district court		
Coroner		
Justice of the peace		
Justice of the peace		
Public administrator		
School superintendent		
Sheriff		

OFFICE	NAME OF CITY/TOWN OFFICIALS/OFFICERS	DATE TERM EXPIRES
Mayor	Joe Willauer	12/31/2021
Councilperson/Commissioner	Matt Greemore	12/31/2021
Councilperson/Commissioner	Jim Klyap	12/31/2021
Councilperson/Commissioner	Nolan Frandsen	12/31/2021
Councilperson/Commissioner	Scott Holbrook	12/31/2023
Councilperson/Commissioner	Vacant - currently interviewing for position	12/31/2023
Councilperson/Commissioner		
Councilperson/Commissioner		
Councilperson/Commissioner		
City manager		
Attorney	Harshbarger Law Firm	
Chief of police		
Clerk		
Clerk/Treasurer	Kristi Millhouse	
Finance Director		
Police Judge		
Treasurer		
Utility billing/collection clerk	Kristi Millhouse	

**IN ACCORDANCE WITH STATE LAW, I HEREBY TRANSMIT THE
TOWN OF TWIN BRIDGES
ANNUAL FINANCIAL REPORT FOR THE
FISCAL YEAR ENDING JUNE 30, 2019**

Submitted by;



City/Town Clerk-Treasurer

12-17-19

Date

Preparers contact information:
Email: townoftb@3rivers.net
Phone: 406-684-5243

FINANCIAL SECTION

**MANAGEMENT'S
DISCUSSION
AND
ANALYSIS**

Town of Twin Bridges Management Discussion & Analysis

The following Discussion and Analysis of the Town of Twin Bridges financial performance provides an overview of the Town's financial activities for the Fiscal Year ending June 30, 2019. Reading this narrative in conjunction with the Town's financial statements, should give the reader a complete overview of the activities and financial status of the Town.

Financial Highlight

- Assets of the Town of Twin Bridges exceeded its liabilities by \$467,475 (net position)
- The Town government net position increased by \$48,092
- Business-type net position increased by \$296,447
- Town governmental funds experienced an increase in revenue over expenses by \$48,092 but a decrease from FY 18 of \$2,467
- Business type fund had an increase in revenue over expenses of \$296,447 but an overall increase from FY18 of \$408,693

Using this Financial Report

The Management Discussion and Analysis is intended to serve as an introduction to the Town of Twin Bridges' financial statements. The annual report consists of financial statements for the Town as a whole, with more detailed information of certain funds reported as "major funds": General and the Library Fund. As a business-type fund, Sewer and Water are reported as major funds.

The financial section of this report contains the following components:

1. Government-wide Financial Statements.
2. Fund Financial Statements
3. Notes to the Basic Financial Statements.
4. Required Supplementary Information.

Government-Wide Financial Statements

The government-wide financial statements, described below, are intended to provide readers with a broad overview of the Town of Twin Bridges' finances.

The *statement of net position* outlines all of the Town's assets and liabilities. The increase or decrease in net position, along with other non-financial factors such as change in tax base and legislative action, can serve as a useful indicator of whether the financial position of the Town of Twin Bridges is improving or deteriorating.

The *statement of activities* presents information showing how Twin Bridges' net assets changed during the most recent fiscal year. Both the statement of net position and the statement of activities use the accrual basis of accounting, similar to the accounting used by most private sector businesses. This basis of accounting takes into account all of the current year's revenues and expenses, regardless of when cash is received and paid.

Both the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that recover all of a significant portion of their costs through user fees and charges (Business-type activities).

Governmental activities of the Town included general government, public works, and culture and recreation (Library). Business-type activities include the water and sold waste.

Fund Financial Statements

The fund financial statements give more detailed information about the Town of Twin Bridges' financial activities. Funds are set up to manage resources that have been segregated for specific activities or objectives. Some funds are required to be set up by state law; other funds are established by the Town to help manage revenues and expenses for specific purposes. All of the Town's funds can be divided into three categories: Governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

Most of the Town's services are reported in governmental funds. The governmental fund statement provides a detailed short-term view to cash, the fund operations and the basic services it provides.

Proprietary Funds

When the Town charges customers for the service it provides, these services are reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the statement of net assets and the statement of activities.

Fiduciary Funds

All of the Town's fiduciary activities are reported in separate statements of fiduciary net assets and changes in fiduciary net assets. The Town cannot use these assets to finance its operations, but is responsible for ensuring that the assets reported in these funds are used for their intended purpose.

Notes to the Basic Financial Statements

The notes provide additional information is essential to a full understanding of the data provided in the annual financial reports.

Required Supplemental Information

This section provides detailed information concerning revenues, expenditures and changes in fund balances, comparing current Fiscal Year 2019 to previous Fiscal Year 2018.

Governmental Activities

The cost of all Town activities for the year ending June 30, 2019 was \$212,709 compared to \$208,544 for the previous year.

Business-Type Activities

The cost of the Town's water/sewer department for the year ending June 30, 2019 was \$363,989 compared to \$381,785 for the previous year.

Fund Financial Statements

The focus of Governmental Funds is to provide information on current period revenues, expenditures and the balance of resources available for future requirements. This information is useful in determining the Town's annual financial requirement. As of June 30, 2019, the Town's Governmental Funds reported a combined balance of \$303,451.

The Town of Twin Bridges has two Governmental Funds that are reported as Major Funds. The major funds include the General Fund and the Library Fund.

- **General Fund** – The General Fund is the primary operating fund for the Town. The general cash balance was \$118,897 at year-end on June 30, 2019.
- **Library Fund** – The Library Fund is the primary operating fund for the Town Library. The general cash balance was \$66,658 at year-end on June 30, 2019.

Proprietary Funds

The Town's proprietary funds provide the same type of information found in the governmental -wide statements but in more detail. The net position of the Water and Sewer funds at the end of the fiscal year 2019 amounted to \$4,086,544.

Capital (Fixed Assets) and Long-Term Debt

The Town of Twin Bridges' governmental fixed assets increased by \$38,816 from the fiscal year 2018 amount of \$216,739 to the Fiscal Year 2019 amount of \$255,555.

The business-type assets increased by \$245,677 from the fiscal year 2018 amount of \$3,432,482 to the Fiscal Year 2019 amount of \$3,678,159. The increase was because of the waterline extension that was replaced/updated across the river to the Madison County Fairgrounds.

Long term debt increased by \$16,402 for a June 30, 2019 balance of \$102,700 in the governmental funds. Long term debt outstanding decreased \$4,609 in the proprietary funds for June 30, 2019 balance of \$918,301.

The Town of Twin Bridges did acquire new long term debt for a Bond Anticipation Note for the Storm water System in Fiscal year 2019. Payments for the bond anticipation note will be on annual basis with funds generated from a district that was created. Current long-term debt payments are budgeted within the appropriate fund during the budget process. Long-term debt payments for the proprietary funds are made on a monthly basis for the sewer system.

Economic Factors and Budgets

The annual budget assures the efficient, effective and economic uses of the Town's resources as well as establishing that projects and objectives are carried out as to prioritize financial planning. Through the budget, the Mayor and Town Council set the direction of the Town and allocate the resources.

The following factors were considered in preparing the Fiscal Year 2019 budget.

- **Mill Value** - The Town of Twin Bridges continues to have a stable mill value. The mill value is a concern for the Town to keep steady without huge increases but needs to see some increase in order to keep the Town funds stable.
- **Grants** are important to the Town of Twin Bridges as they help the Town complete projects that may not get done without these funds. The Town has not received any new grant funding in FY2019.

- **TSEP Grant** – The Town of Twin Bridges was awarded a \$5,000 grant from TSEP in FY2018 and with \$5,000 matching funds to update the Town’s Capital Improvement Plan. The Capital Improvement Plan will guide the Town in upcoming budgets and prioritizing items for the budget. This project was completed in FY20.
- **State Entitlement Share** is provided by the State of Montana and can be used for any government use.
- **Gas Tax Apportionment** is money provided from the State and can only be used for the Town’s Highway and Streets.
- **Cash Reserves** – The Town of Twin Bridges is committed to maintaining a cash reserve. The Town is allowed to have 50% cash reserve.
- **Bond Anticipation Note** - The Town of Twin Bridges has acquired a bond anticipation note for the storm water improvement project. Construction for the Storm water project will beginning in FY20.

Contacting the Town Financial Management

This finance report is designed to provide the citizens, tax payers, customers, investors, and creditors of the Town of Twin Bridges with a general overview of the Town’s finances and to show the Town’s accountability for the money it receives and expends. If you have any questions about this report, you may contact the Town Office at 406-684-5243.

Town of Twin Bridges, Madison County, Montana
MD & A Comparisons
June 30, 2019

Table 1 - Net Position

	Governmental Activities			Business-type Activities		
	FY19	FY18	Change	FY19	FY18	Change
			Inc (Dec)			Inc (Dec)
Current and other assets	\$ 343,748	\$ 295,436	\$ 48,312	\$ 408,385	\$ 370,521	\$ 37,864
Capital assets	255,555	216,739	38,816	3,678,159	3,432,482	245,677
Total assets	\$ 599,303	\$ 512,175	\$ 87,128	\$ 4,086,544	\$ 3,803,003	\$ 283,541
Long-term debt outstanding	\$ 102,700	\$ 86,298	\$ 16,402	\$ 918,301	\$ 922,910	\$ (4,609)
Other liabilities	29,128	6,494	22,634	149,964	158,261	(8,297)
Total liabilities	\$ 131,828	\$ 92,792	\$ 39,036	\$ 1,068,265	\$ 1,081,171	\$ (12,906)
Net investment in capital assets	\$ 241,975	\$ 216,739	\$ 25,236	\$ 2,797,796	\$ 2,533,474	\$ 264,322
Restricted	154,211	145,531	8,680	70,396	66,268	4,128
Unrestricted (deficit)	71,289	57,113	14,176	150,087	122,090	27,997
Total net position	\$ 467,475	\$ 419,383	\$ 48,092	\$ 3,018,279	\$ 2,721,832	\$ 296,447

Table 2 - Changes in Net Position

	Governmental Activities			Business-type Activities		
	FY19	FY18	Change	FY19	FY18	Change
			Inc (Dec)			Inc (Dec)
Revenues						
<i>Program revenues (by major source):</i>						
Charges for services	\$ 19,707	\$ 16,607	\$ 3,100	\$ 361,802	\$ 261,195	\$ 100,607
Operating grants and contributions	1,887	40,825	(38,938)	298,225	-	298,225
<i>General revenues (by major source):</i>						
Property taxes for general purposes	126,294	124,156	2,138	-	-	-
Licenses and permits	4,442	4,920	(478)	-	-	-
Miscellaneous	40,730	8,521	32,209	8	5,836	(5,828)
Interest/investment earnings	124	120	4	401	276	125
Local option taxes	22,682	21,458	1,224	-	-	-
State entitlement	42,266	41,422	844	-	-	-
Contributions & donations	1,194	-	1,194	-	-	-
State contributions to retirement	1,475	1,074	401	-	2,232	(2,232)
Total revenues	\$ 260,801	\$ 259,103	\$ 1,698	\$ 660,436	\$ 269,539	\$ 390,897
Program expenses						
General government	\$ 53,020	\$ 26,621	\$ 26,399	\$ -	\$ -	\$ -
Public safety	13,867	13,378	489	-	-	-
Public works	59,596	61,515	(1,919)	-	-	-
Public health	-	49	(49)	-	-	-
Culture and recreation	86,226	106,981	(20,755)	-	-	-
Water	-	-	-	147,041	163,061	(16,020)
Sewer	-	-	-	216,948	218,724	(1,776)
Total expenses	\$ 212,709	\$ 208,544	\$ 4,165	\$ 363,989	\$ 381,785	\$ (17,796)
Increase (decrease) in net position	\$ 48,092	\$ 50,559	\$ (2,467)	\$ 296,447	\$ (112,246)	\$ 408,693

BASIC

FINANCIAL

STATEMENTS

Town of Twin Bridges, Madison County, Montana
Statement of Net Position
June 30, 2019

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Current assets:			
Cash and investments	\$ 322,578	\$ 269,968	\$ 592,546
Taxes and assessments receivable, net	5,876	-	5,876
Accounts receivable - net	-	40,989	40,989
Total current assets	\$ 328,454	\$ 310,957	\$ 639,411
Noncurrent assets			
Restricted cash and investments	\$ -	\$ 70,396	\$ 70,396
Capital assets - land	81,243	48,288	129,531
Capital assets - construction in progress	49,260	338,414	387,674
Capital assets - depreciable, net	125,052	3,291,457	3,416,509
Total noncurrent assets	\$ 255,555	\$ 3,748,555	\$ 4,004,110
Total assets	\$ 584,009	\$ 4,059,512	\$ 4,643,521
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources - pensions	\$ 15,294	\$ 27,032	\$ 42,326
Total deferred outflows of resources	\$ 15,294	\$ 27,032	\$ 42,326
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 599,303	\$ 4,086,544	\$ 4,685,847
LIABILITIES			
Current liabilities			
Warrants payable	\$ 7,518	\$ -	\$ 7,518
Accounts payable	10,996	13,138	24,134
Accrued payables	613	1,730	2,343
Deferred revenues - special assignments	-	296	296
Current portion of long-term capital liabilities	-	19,021	19,021
Current portion of compensated absences payable	5,752	7,914	13,666
Total current liabilities	\$ 24,879	\$ 42,099	\$ 66,978
Noncurrent liabilities			
Noncurrent portion of long-term liabilities	\$ 15,002	\$ 25,718	\$ 40,720
Noncurrent portion of long-term capital liabilities	13,580	861,342	874,922
Noncurrent portion of compensated absences	2,102	4,306	6,408
Net pension liability	66,264	117,124	183,388
Total noncurrent liabilities	\$ 96,948	\$ 1,008,490	\$ 1,105,438
Total liabilities	\$ 121,827	\$ 1,050,589	\$ 1,172,416
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources - pensions	\$ 10,001	\$ 17,676	\$ 27,677
Total deferred inflows of resources	\$ 10,001	\$ 17,676	\$ 27,677
NET POSITION			
Net investment in capital assets	\$ 241,975	\$ 2,797,796	\$ 3,039,771
Restricted for debt service	-	70,396	70,396
Restricted for special projects	154,211	-	154,211
Unrestricted	71,289	150,087	221,376
Total net position	\$ 467,475	\$ 3,018,279	\$ 3,485,754
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	\$ 599,303	\$ 4,086,544	\$ 4,685,847

UNAUDITED

See accompanying Notes to the Financial Statements

Town of Twin Bridges, Madison County, Montana
Statement of Activities
For the Fiscal Year Ended June 30, 2019

Functions/Programs Primary government:	Program Revenues		Net (Expenses) Revenues and Changes in Net Position				
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Government		Business- type Activities	Total
				Governmental Activities	Business- type Activities		
Governmental activities:							
General government	\$ 53,020	\$ -	\$ -	\$ (53,020)	\$ -	\$ (53,020)	
Public safety	13,867	-	-	(13,867)	-	(13,867)	
Public works	59,596	19,707	-	(39,889)	-	(39,889)	
Culture and recreation	86,226	-	1,887	(84,339)	-	(84,339)	
Total governmental activities	\$ 212,709	\$ 19,707	\$ 1,887	\$ (191,115)	\$ -	\$ (191,115)	
Business-type activities:							
Water	\$ 147,041	\$ 174,282	\$ 296,922	\$ -	\$ 324,163	\$ 324,163	
Sewer	216,948	187,520	1,303	-	(28,125)	(28,125)	
Total business-type activities	\$ 363,989	\$ 361,802	\$ 298,225	\$ -	\$ 296,038	\$ 296,038	
Total primary government	\$ 576,698	\$ 381,509	\$ 300,112	\$ (191,115)	\$ 296,038	\$ 104,923	
General Revenues:							
Property taxes for general purposes		\$ -		\$ 126,294	\$ -	\$ 126,294	
Licenses and permits				4,442	-	4,442	
Miscellaneous				40,730	8	40,738	
Interest/investment earnings				124	401	525	
Local option taxes				22,682	-	22,682	
State entitlement				42,266	-	42,266	
Contributions & donations				1,194	-	1,194	
State contributions to retirement				1,475	-	1,475	
Total general revenues, special items and transfers				\$ 239,207	\$ 409	\$ 239,616	
Change in net position				\$ 48,092	\$ 296,447	\$ 344,539	
Net position - beginning				\$ 419,383	\$ 2,721,832	\$ 3,141,215	
Net position - end				\$ 467,475	\$ 3,018,279	\$ 3,485,754	

See accompanying Notes to the Financial Statements

Town of Twin Bridges, Madison County, Montana
Balance Sheet
Governmental Funds
June 30, 2019

	General	Library	Storm Drainage District #1	Other Governmental Funds	Total Governmental Funds
ASSETS					
Current assets:					
Cash and investments	\$ 118,897	\$ 66,658	\$ -	\$ 137,023	\$ 322,578
Taxes and assessments receivable, net	5,744	-	-	132	5,876
Due from other funds	20,554	-	-	-	20,554
TOTAL ASSETS	\$ 145,195	\$ 66,658	\$ -	\$ 137,155	\$ 349,008
LIABILITIES					
Current liabilities:					
Warrants payable	\$ 7,518	\$ -	\$ -	\$ -	\$ 7,518
Accounts payable	9,186	1,696	114	-	10,996
Accrued payables	613	-	-	-	613
Due to other funds	-	-	20,554	-	20,554
Total liabilities	\$ 17,317	\$ 1,696	\$ 20,668	\$ -	\$ 39,681
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows of resources - taxes	\$ 5,744	\$ -	\$ -	\$ 132	\$ 5,876
Total deferred inflows of resources	\$ 5,744	\$ -	\$ -	\$ 132	\$ 5,876
FUND BALANCES					
Restricted	\$ -	\$ 64,962	\$ -	\$ 89,249	\$ 154,211
Committed	-	-	-	47,774	47,774
Unassigned fund balance	122,134	-	(20,668)	-	101,466
Total fund balance	\$ 122,134	\$ 64,962	\$ (20,668)	\$ 137,023	\$ 303,451
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	\$ 145,195	\$ 66,658	\$ -	\$ 137,155	\$ 349,008

See accompanying Notes to the Financial Statements

Town of Twin Bridges, Madison County, Montana
Reconciliation of the Governmental Funds Balance Sheet to the
Statement of Net Position
June 30, 2019

Total fund balances - governmental funds	\$ 303,451
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	255,555
Property taxes receivable will be collected this year, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds.	5,876
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(36,436)
Net pension liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(66,264)
The changes between actuarial assumptions, differences in expected vs actual pension experiences, changes in proportionate share allocation, and current year retirement contributions as they relate to the net pension liability are a deferred outflow of resources and are not payable in current period, therefore are not reported in the funds.	15,294
The changes between actuarial assumptions, differences in projected vs actual investment earnings, and changes in proportionate share allocation as they relate to the net pension liability are a deferred inflows of resources and are not available to pay for current expenditures, therefore are not reported in the funds.	(10,001)
Total net position - governmental activities	\$ <u>467,475</u>

UNAUDITED

See accompanying Notes to the Financial Statements

Town of Twin Bridges, Madison County, Montana
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2019

	General	Library	Storm Drainage District #1	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes and assessments	\$ 93,134	\$ -	\$ -	\$ 1,523	\$ 94,657
Licenses and permits	3,442	-	-	-	3,442
Intergovernmental	43,266	1,887	-	19,707	64,860
Charges for services	1,524	57,920	-	-	59,444
Miscellaneous	38,833	1,541	-	25	40,399
Investment earnings	10	102	-	14	126
Total revenues	<u>\$ 180,209</u>	<u>\$ 61,450</u>	<u>\$ -</u>	<u>\$ 21,269</u>	<u>\$ 262,928</u>
EXPENDITURES					
General government	\$ 32,856	\$ -	\$ -	\$ -	\$ 32,856
Public safety	11,947	-	-	-	11,947
Public works	53,116	-	-	3,107	56,223
Culture and recreation	17,626	57,429	5,670	-	80,725
Capital outlay	10,915	-	28,578	10,206	49,699
Total expenditures	<u>\$ 126,460</u>	<u>\$ 57,429</u>	<u>\$ 34,248</u>	<u>\$ 13,313</u>	<u>\$ 231,450</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 53,749</u>	<u>\$ 4,021</u>	<u>\$ (34,248)</u>	<u>\$ 7,956</u>	<u>\$ 31,478</u>
OTHER FINANCING SOURCES (USES)					
Proceeds of general long term debt	\$ -	\$ -	\$ 13,580	\$ -	\$ 13,580
Transfers in	-	2,000	-	6,240	8,240
Transfers out	<u>(2,620)</u>	<u>(5,000)</u>	<u>-</u>	<u>(620)</u>	<u>(8,240)</u>
Total other financing sources (uses)	<u>\$ (2,620)</u>	<u>\$ (3,000)</u>	<u>\$ 13,580</u>	<u>\$ 5,620</u>	<u>\$ 13,580</u>
Net Change in Fund Balance	<u>\$ 51,129</u>	<u>\$ 1,021</u>	<u>\$ (20,668)</u>	<u>\$ 13,576</u>	<u>\$ 45,058</u>
Fund balances - beginning	\$ 71,005	\$ 63,941	\$ -	\$ 123,447	\$ 258,393
Fund balance - ending	<u>\$ 122,134</u>	<u>\$ 64,962</u>	<u>\$ (20,668)</u>	<u>\$ 137,023</u>	<u>\$ 303,451</u>

See accompanying Notes to the Financial Statements

Town of Twin Bridges, Madison County, Montana
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2019

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

Net change in fund balances - total governmental funds	\$	45,058
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:		
- Capital assets purchased		49,699
- Depreciation expense		(10,883)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:		
- Long-term receivables (deferred revenue)		(3,602)
The change in compensated absences is shown as an expense in the Statement of Activities		
		(16)
Long term debt proceeds provide current financial resources to the governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position:		
- Proceeds from the sale of long-term debt		(13,580)
Termination benefits are shown as an expense in the Statement of Activities and not reported on the Statement of Revenues, Expenditures and Changes in Fund Balance:		
- Post-employment benefits other than retirement liability		(8,421)
Pension expense related to the net pension liability is shown as an expense on the Statement of Activities and not reported on the Statement of Revenues, Expenditures, and Changes in Fund Balance		
		(16,258)
State aid revenue related to net pension liability is shown as a revenue on the Statement of Activities and not reported on the Statement of Revenues, Expenditures, and Changes in Fund Balance		
		1,475
Current year contributions to retirement benefits are shown as deferred outflows of resources on the Statement of Net Position and show as expenditures on the Statement of Revenues, Expenditures, and Changes in Fund Balance when paid.		
		4,620
Change in net position - Statement of Activities	\$	<u>48,092</u>

See accompanying Notes to the Financial Statements

Town of Twin Bridges, Madison County, Montana
Statement of Net Position
Proprietary Funds
June 30, 2019

	Business-Type Activities - Enterprise Funds		
	<u>Water</u>	<u>Sewer</u>	<u>Totals</u>
ASSETS			
Current assets:			
Cash and investments	\$ 163,213	\$ 106,755	\$ 269,968
Accounts receivable - net	<u>24,013</u>	<u>16,976</u>	<u>40,989</u>
Total current assets	<u>\$ 187,226</u>	<u>\$ 123,731</u>	<u>\$ 310,957</u>
Noncurrent assets:			
Restricted cash and investments	\$ -	\$ 70,396	\$ 70,396
Capital assets - land	-	48,288	48,288
Capital assets - construction in progress	321,576	16,838	338,414
Capital assets - depreciable, net	<u>691,178</u>	<u>2,600,279</u>	<u>3,291,457</u>
Total noncurrent assets	<u>\$ 1,012,754</u>	<u>\$ 2,735,801</u>	<u>\$ 3,748,555</u>
Total assets	<u>\$ 1,199,980</u>	<u>\$ 2,859,532</u>	<u>\$ 4,059,512</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources - pensions	\$ 13,516	\$ 13,516	\$ 27,032
Total deferred outflows of resources	<u>\$ 13,516</u>	<u>\$ 13,516</u>	<u>\$ 27,032</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 1,213,496</u>	<u>\$ 2,873,048</u>	<u>\$ 4,086,544</u>
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 12,598	\$ 540	\$ 13,138
Accrued payables	865	865	1,730
Deferred revenues - special assignments	194	102	296
Current portion of long-term capital liabilities	-	19,021	19,021
Current portion of compensated absences payable	<u>3,957</u>	<u>3,957</u>	<u>7,914</u>
Total current liabilities	<u>\$ 17,614</u>	<u>\$ 24,485</u>	<u>\$ 42,099</u>
Noncurrent liabilities:			
Noncurrent portion of long-term liabilities	\$ 12,859	\$ 12,859	\$ 25,718
Noncurrent portion of long-term capital liabilities	-	861,342	861,342
Noncurrent portion of compensated absences	2,153	2,153	4,306
Net pension liability	<u>58,562</u>	<u>58,562</u>	<u>117,124</u>
Total noncurrent liabilities	<u>\$ 73,574</u>	<u>\$ 934,916</u>	<u>\$ 1,008,490</u>
Total liabilities	<u>\$ 91,188</u>	<u>\$ 959,401</u>	<u>\$ 1,050,589</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources - pensions	\$ 8,838	\$ 8,838	\$ 17,676
Total deferred inflows of resources	<u>\$ 8,838</u>	<u>\$ 8,838</u>	<u>\$ 17,676</u>
NET POSITION			
Net investment in capital assets	\$ 1,012,754	\$ 1,785,042	\$ 2,797,796
Restricted for debt service	-	70,396	70,396
Unrestricted	<u>100,716</u>	<u>49,371</u>	<u>150,087</u>
Total net position	<u>\$ 1,113,470</u>	<u>\$ 1,904,809</u>	<u>\$ 3,018,279</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	<u>\$ 1,213,496</u>	<u>\$ 2,873,048</u>	<u>\$ 4,086,544</u>

UNAUDITED

See accompanying Notes to the Financial Statements

Town of Twin Bridges, Madison County, Montana
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2019

	<u>Business-Type Activities - Enterprise Funds</u>		
	<u>Water</u>	<u>Sewer</u>	<u>Totals</u>
OPERATING REVENUES			
Charges for services	\$ 174,282	\$ 187,520	\$ 361,802
Miscellaneous revenues	4	4	8
Total operating revenues	<u>\$ 174,286</u>	<u>\$ 187,524</u>	<u>\$ 361,810</u>
OPERATING EXPENSES			
Personal services	\$ 81,649	\$ 81,646	\$ 163,295
Supplies	10,822	6,692	17,514
Purchased services	34,756	21,385	56,141
Fixed charges	3,176	3,102	6,278
Loss/bad debt expense	15,491	6,859	22,350
Depreciation	1,083	79,484	80,567
Other	64	65	129
Total operating expenses	<u>\$ 147,041</u>	<u>\$ 199,233</u>	<u>\$ 346,274</u>
Operating income (loss)	<u>\$ 27,245</u>	<u>\$ (11,709)</u>	<u>\$ 15,536</u>
NON-OPERATING REVENUES (EXPENSES)			
Intergovernmental revenue	\$ 296,922	\$ 1,303	\$ 298,225
Interest revenue	196	205	401
Debt service interest expense	-	(17,715)	(17,715)
Total non-operating revenues (expenses)	<u>\$ 297,118</u>	<u>\$ (16,207)</u>	<u>\$ 280,911</u>
Change in net position	<u>\$ 324,363</u>	<u>\$ (27,916)</u>	<u>\$ 296,447</u>
Net Position - Beginning of the year	\$ 789,107	\$ 1,932,725	\$ 2,721,832
Net Position - End of the year	<u>\$ 1,113,470</u>	<u>\$ 1,904,809</u>	<u>\$ 3,018,279</u>

See accompanying Notes to the Financial Statements

Town of Twin Bridges, Madison County, Montana
Statement of Net Position
Fiduciary Funds
June 30, 2019

		<u>Agency</u>	<u>Funds</u>
ASSETS			
Cash and short-term investments	\$	504	
Taxes receivable		132	
Total assets	\$	<u>636</u>	
LIABILITIES			
Due to others	\$	<u>636</u>	
Total liabilities	\$	<u>636</u>	

UNAUDITED

See accompanying Notes to the Financial Statements

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town complies with generally accepted accounting principles (GAAP). GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements.

New Accounting Pronouncements

GASB No. 88 *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*, is effective for years beginning after July 15, 2018. The objective of this Statement is to improve the information disclosed below related to the debt of the Town, that includes direct borrowings and direct placements. For the purposes of disclosures in the following notes to the financial statements, debt is now defined as a liability that arises from contractual obligation to pay cash in one or more payments to settle amount that is fixed at the date of the contractual obligations. This excludes leases, except for contracts reported as financed purchased of an asset, or accounts payable. In addition, the Statement requires that the Town disclose summarized information about unused lines of credit, assets pledged as collateral, and terms specified in debt agreements that are significant. The Town has implemented this pronouncement current fiscal year and is related in the debt footnotes below if applicable.

Financial Reporting Entity

In determining the financial reporting entity, the Town complies with the provisions of GASB statement No. 14, *The Financial Reporting Entity*, as amended by GASB statement No. 61, *The Financial Reporting Entity: Omnibus*, and includes all component units of which the Town appointed a voting majority of the component units' board; the Town is either able to impose its' will on the unit or a financial benefit or burden relationship exists. In addition, the Town complies with GASB statement No. 39 *Determining Whether Certain Organizations Are Component Units* which relates to organizations that raise and hold economic resources for the direct benefit of the Town.

Primary Government

The Town is a political subdivision of the State of Montana governed by an elected Mayor and Council duly elected by the registered voters of the Town. The Town is considered a primary government because it is a general purpose local government. Further, it meets the following criteria: (a) It has a separately elected governing body (b) It is legally separate and (c) It is fiscally independent from the State and other local governments.

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

Blended Component Units

Blended component units are separate legal entities that meet the component unit criteria described above and whose government body is the same or substantially the same as the Town, the component unit provides services entirely to the Town, or the component unit is organized as a not-for-profit corporation in which the Town is the sole corporate member identified in the component unit's articles of incorporation or bylaws. These component units' funds are blended into those of the Town's by appropriate activity type to compose the primary government presentation. The Town has the following Blended Component Unit known as the Benefactors of Twin Bridges Library.

Basis of Presentation, Measurement Focus and Basis of Accounting

Government-wide Financial Statements:

Basis of Presentation

The Government-wide Financial Statements (the Statement of Net Position and the Statement of Activities) display information about the reporting government as a whole and its component units. They include all funds of the Town except fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Eliminations have been made in the consolidation of business-type activities.

The Statement of Net Position presents the financial condition of the governmental and business-type activities for the Town at year end. The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the Town's governmental activities. Direct expenses are those that are specifically associated with a program or function. The Town does not charge indirect expenses to programs or functions. The types of transactions reported as program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or activity and 2) operating grants and contributions, and 3) capital grants and contributions. Revenues that are not classified as program revenues, including all property taxes, are presented as general revenues.

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

Certain eliminations have been made as prescribed by GASB 34 in regards to inter-fund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

Measurement Focus and Basis of Accounting

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred regardless of the timing of the 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 Town generally applies restricted resources to expenses incurred before using unrestricted resources when both restricted and unrestricted net assets are available.

Fund Financial Statements

Basis of Presentation

Fund financial statements of the reporting Town are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements. Funds are organized into three categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. Each major fund is displayed in a separate column in the governmental funds statements. All of the remaining funds are aggregated and reported in a single column as non-major funds. A fund is considered major if it is the primary operating fund of the Town or meets the following criteria:

- a. Total assets combined with deferred outflows of resources, liabilities combined with deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

- b. Total assets combined with deferred outflows of resources, liabilities combined with deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise funds are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

Measurement Focus and Basis of Accounting

Governmental Funds

Modified Accrual

All governmental funds are accounted for using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Measurable" means the amount of the transaction can be determined. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Town defined the length of time used for "available" for purposes of revenue recognition in the governmental fund financial statements is upon receipt.

Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. General capital asset acquisitions are reported as expenditures in governmental funds and proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, franchise fees, 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. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met. Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. All other revenue items are considered to be measurable and available only when cash is received by the government.

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

Major Funds:

The Town reports the following major governmental funds:

General Fund – This is the Town’s primary operating fund and it accounts for all financial resources of the Town except those required to be accounted for in other funds.

Library Fund – A special revenue fund that accounts for the activities of the Town’s public library.

Storm Drainage District #1 Fund – A special revenue fund that is used to account for the resources received and expenditures incurred for the Town’s storm drainage project

Proprietary Funds:

All proprietary funds are accounted for using the accrual basis of accounting. These funds account for operations that are primarily financed by user charges. The economic resource focus concerns determining costs as a means of maintaining the capital investment and management control. Revenues are recognized when earned and expenses are recognized when incurred. Allocations of costs, such as depreciation, are recorded in proprietary funds.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connections with a proprietary fund’s principal ongoing operations. The principal operating revenues for enterprise funds are charges to customers for sales and services. 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 non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the Town’s policy to use restricted resources first, then unrestricted resources as they are needed.

Major Funds:

The Town reports the following major proprietary funds:

Water Fund – An enterprise fund that accounts for the activities of the Town’s water distribution operations.

Sewer Fund – An enterprise fund that accounts for the activities of the Town’s sewer collection and treatment operations and includes the storm sewer system.

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

Fiduciary Funds

Fiduciary funds presented using the economic resources measurement focus and the accrual basis of accounting (except for the recognition of certain liabilities of defined benefit pension plans and certain postemployment healthcare plans). The required financial statements are a statement of fiduciary net position and a statement of changes in fiduciary net position. The fiduciary funds are:

Agency Funds – To report resources held by the reporting government in a purely custodial capacity (assets equal liabilities). This fund primarily consist of assets held by the Town as an agent for individuals, private organizations, other local governmental entities.

NOTE 2. CASH, CASH EQUIVALENTS, AND INVESTMENTS

Cash Composition

Composition of cash, deposits and investments at fair value on June 30, 2019, are as follows:

	<u>Primary Government</u>
<u>Cash on hand and deposits:</u>	
Cash on hand	
Petty Cash	\$ 250
Cash in banks:	
Demand deposits	475,918
Savings deposits	47,938
Time deposits	<u>139,340</u>
Total	<u>\$ 663,446</u>

Cash equivalents

Cash equivalents are short-term, highly liquid deposits and investments that both readily convertible to known amounts of cash, and have maturities at purchase date of three months or less. The Town's cash and cash equivalents (including restricted assets) are considered to be cash on hand, demand, savings and time deposits, and all other short-term investments with original maturity dates of three months or less from the date of acquisition.

For purposes of the statement of cash flows, the enterprise funds consider all funds (including restricted assets) held in the Town's cash management pool to be cash equivalents.

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

Credit Risk

As a means of limiting exposure to credit risk, the Town is required to follow specific state statutes adding security to the deposits and investments. Below are the legal provisions provided in the state MCA:

Section 7-6-202, MCA, limits investments of public money of a local government in the following eligible securities:

(a) United States government treasury bills, notes and bonds and in the United States treasury obligations, such as state and local government series (SLGLS), 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 (not included):

- (i) federal home loan bank;
- (ii) federal national mortgage association;
- (iii) federal home mortgage corporation; and
- (iv) federal farm credit bank.

With the exception of the assets of a local government group self-insurance program, investments 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.

Section 7-6-205 and Section 7-6-206, MCA, state that demand deposits may be placed only in banks and public money not necessary for immediate use by a county, city, or town that is not invested as authorize in Section 7-6-202 may be placed in time or savings deposits with a bank, savings and loan association, or credit union in the state or place in repurchase agreements as authorized in Section 7-6-213.

The government has no investment policy that would further limit its investment choices.

The government has no investments that require credit risk disclosure.

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE 3. CAPITAL ASSETS

The Town's assets are capitalized at historical cost or estimated historical cost. Town policy has set the capitalization threshold for reporting capital assets at \$5,000. Gifts or contributions of capital assets are recorded at fair market value when received. The costs of normal maintenance and repairs are charged to operations as incurred. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable. Depreciation is recorded on a straight-line basis over the useful lives of the assets as follows:

Buildings	20 – 50 years
Improvements	10 – 25 years
Equipment	5 – 30 years
Infrastructure	20 – 40 years

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement No. 34 which requires the inclusion of infrastructure capital assets in local governments' basic financial statements. In accordance with Statement No. 34, the Town has included the value of all infrastructure into the 2019 Basic Financial Statements.

A summary of changes in governmental capital assets was as follows:

Governmental activities:

	Balance <u>July 1, 2018</u>	<u>Additions</u>	Balance <u>June 30, 2019</u>
Capital assets not being depreciated:			
Land	\$ 81,243	\$ -	\$ 81,243
Construction in progress	9,767	39,493	49,260
Total capital assets not being depreciated	<u>\$ 91,010</u>	<u>\$ 39,493</u>	<u>\$ 130,503</u>
Other capital assets:			
Buildings	\$ 357,597	\$ -	\$ 357,597
Improvements other than buildings	213,908	10,206	224,114
Machinery and equipment	73,522	-	73,522
Total other capital assets at historical cost	\$ 645,027	\$ 10,206	\$ 655,233
Less: accumulated depreciation	<u>(519,298)</u>	<u>(10,883)</u>	<u>(530,181)</u>
Total	<u>\$ 216,739</u>	<u>\$ 38,816</u>	<u>\$ 255,555</u>

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

Governmental activities depreciation expense was charged to functions as follows:

Governmental Activities:	
General government	\$ 89
Public safety	1,920
Public works	3,373
Culture and recreation	<u>5,501</u>
Total governmental activities depreciation expense	<u>\$ 10,883</u>

A summary of changes in business-type capital assets was as follows:

Business-type activities:

	Balance <u>July 1, 2018</u>	<u>Additions</u>	Balance <u>June 30, 2019</u>
Capital assets not being depreciated:			
Land	\$ 48,288	\$ -	\$ 48,288
Construction in progress	<u>12,170</u>	<u>326,244</u>	<u>338,414</u>
Total capital assets not being depreciated	<u>\$ 60,458</u>	<u>\$ 326,244</u>	<u>\$ 386,702</u>
Other capital assets:			
Improvements other than buildings	\$ 4,767,009	\$ -	4,767,009
Machinery and equipment	<u>74,241</u>	<u>-</u>	<u>74,241</u>
Total other capital assets at historical cost	\$ 4,841,250	\$ -	4,841,250
Less: accumulated depreciation	<u>(1,469,226)</u>	<u>(80,567)</u>	<u>(1,549,793)</u>
Total	<u>\$ 3,432,482</u>	<u>\$ 245,677</u>	<u>\$ 3,678,159</u>

NOTE 4. LONG TERM DEBT OBLIGATIONS

In the governmental-wide, proprietary, and component unit financial statements, outstanding debt is reported as liabilities. Bond issuance costs, bond discounts or premiums, are expensed at the date of sale.

The governmental fund financial statements recognize the proceeds of debt and premiums as other financing sources of the current period. Issuance costs are reported as expenditures.

Changes in Long-Term Debt Liabilities - During the year ended June 30, 2019, the following changes occurred in liabilities reported in long-term debt:

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

Governmental Activities:

	Balance			Balance		Due Within
	July 1, 2018	Additions	Deletions	June 30, 2019		One Year
Compensated absences	\$ 7,838	\$ 16	\$ -	\$ 7,854	\$	5,752
Bond anticipation note	-	13,580	-	13,580		-
Net pension liability*	71,879	-	(5,615)	66,264		-
Other post-employment benefits**	6,581	8,421	-	15,002		-
Total	\$ 86,298	\$ 22,017	\$ (5,615)	\$ 102,700	\$	5,752

*See Note 6

**See Note 5

In prior years the general fund was used to liquidate compensated absences and claims and judgments.

Business-type Activities:

	Balance			Balance		Due Within
	July 1, 2018	Additions	Deletions	June 30, 2019		One Year
Revenue bonds	\$ 899,008	\$ -	\$ (18,645)	\$ 880,363	\$	19,021
Compensated absences	12,620	-	(400)	12,220		7,914
Net pension liability*	149,286	-	(32,162)	117,124		-
Other post-employment benefits**	11,282	14,436	-	25,718		-
Total	\$ 1,072,196	\$ 14,436	\$ (51,207)	\$ 1,035,425	\$	26,935

*See Note 6

**See Note 5

Revenue Bonds - The Town also issues bonds where the Town pledges income derived from the acquired or constructed assets to pay debt service. Revenue bonds outstanding at year-end were as follows:

Purpose	Origination Date	Interest Rate	Bond Term	Maturity Date	Bonds Amount	Annual Payment	Balance June 30, 2019
FY12 RD Loan Refinancing (Revenue Bond)	5/23/12	2.00%	40	5/23/52	\$1,000,000	Varies	\$ 880,363

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

Annual requirement to amortize debt:

<u>For Fiscal Year Ended</u>		<u>Principal</u>		<u>Interest</u>
2020	\$	19,021	\$	17,339
2021		19,405		16,955
2022		19,797		16,563
2023		20,197		16,163
2024		20,604		15,756
2025		21,020		15,340
2026		21,444		14,916
2027		21,877		14,483
2028		22,319		14,041
2029		22,769		13,591
2030		23,229		13,131
2031		23,698		12,662
2032		24,176		12,184
2033		24,664		11,696
2034		25,162		11,198
2035		25,670		10,690
2036		26,188		10,172
2037		26,716		9,644
2038		27,256		9,104
2039		27,806		8,554
2040		28,367		7,993
2041		28,940		7,420
2042		29,524		6,836
2043		30,120		6,240
2044		30,728		5,632
2045		31,348		5,012
2046		31,981		4,379
2047		32,626		3,734
2048		33,285		3,075
2049		33,957		2,403
2050		34,642		1,718
2051		35,341		1,019
2052	\$	<u>36,486</u>	\$	<u>308</u>
Total	\$	<u><u>880,363</u></u>	\$	<u><u>319,951</u></u>

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

Bond Anticipation Note - The Town obtained a bond anticipation note for their storm water improvement district project. Bond anticipation note debt outstanding as of June 30, 2019 was as follows:

<u>Purpose</u>	<u>Origination Date</u>	<u>Interest Rate</u>	<u>Term</u>	<u>Maturity Date</u>	<u>Principal Amount</u>	<u>Balance June 30, 2019</u>
Storm Water SID – series 2019 R-1 bond anticipation note	5/29/19	1.75%	2.5yrs	1/1/22	<u>\$250,000</u>	<u>\$ 13,580</u>

Annual requirement to amortize debt:

<u>For Fiscal Year Ended</u>	<u>Principal</u>	<u>Interest</u>
2020	\$ -	\$ -
2021	-	-
2022	<u>13,580</u>	<u>614</u>
Total	<u>\$ 13,580</u>	<u>\$ 614</u>

Compensated Absences

Compensated absences are absences for which employees will be paid for time off earned for time during employment, such as earned vacation and sick leave. It is the Town's policy and state law to permit employees to accumulate a limited amount of earned but unused vacation benefits, which will be paid to employees upon separation from Town service. Employees are allowed to accumulate and carry over a maximum of two times their annual accumulation of vacation, but no more than 90 days into the new calendar year. There is no restriction on the amount of sick leave that may be accumulated. Upon separation, employees are paid 100 percent of accumulated vacation and 25 percent of accumulated sick leave. The liability associated with governmental fund-type employees is reported in the governmental activities, while the liability associated with proprietary fund-type employees is recorded in the business-type activities/respective proprietary fund.

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

NOTE 5. POSTEMPLOYMENT HEALTHCARE PLAN

Plan Description. The healthcare plan provides for, and Montana State Law (2-18-704) requires local governments to allow employees with at least 5 years of service and who are at least age 50 along with surviving spouses and dependents to stay on the government's health care plan as long as they pay the same premium. This creates a defined benefit Other Post-Employment Benefits Plan (OPEB), since retirees are usually older than the average age of the plan participants, they receive a benefit of lower insurance rates. The OPEB plan is a single-employer defined benefit plan administered by the Town. The government has not created a trust to accumulate assets to assist in covering the defined benefit plan costs, and covers these when they come due. The government has less than 100 plan members and thus qualifies to use the "Alternative Measurement Method" for calculating the liability. The above described OPEB plan does not provide a stand-alone financial report.

Benefits Provided. The government provides healthcare insurance benefits for retirees and their dependents upon reaching the age and service years defined in MCA 2-18-704. The benefit terms require that eligible retirees cover 100 percent of the health insurance premiums, but may pay the same premiums as the other members in the group health plan.

Employees covered by benefit terms. At June 30, 2019, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries receiving benefit payments	0
Active employees	4
Total employees	<hr style="width: 100%; border: 0.5px solid black;"/> <hr style="width: 100%; border: 0.5px solid black;"/> 4

Total OPEB Liability

The Town's total OPEB liability of \$40,720 at June 30, 2019, and was determined by using the alternative measurement method as of that date.

Actuarial assumptions and other input. The total OPEB liability in the June 30, 2019 alternative measurement method was determined using the following assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
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June 30, 2019

Average age of retirement (based on historical data)	59.8
Turnover rate (average anticipated rate)	0.00%
Discount rate (average anticipated rate)	3.50%
Average salary increase (Consumer Price Index)	4.00%
<u>Health care cost rate trend (Federal Office of the Actuary)</u>	

<u>Year</u>	<u>% Increase</u>
2019 - 2020	7.98%
2020 - 2021	6.50%
2021 - 2022	6.00%
2022 - 2023	5.90%
2023 - 2024	5.70%
2024 - 2025	5.60%
2025 - 2026	5.50%
2026 - 2027	5.30%
2027 - 2044	5.20%
2044 - 2045	5.10%
2045 - 2047	5.00%
2047 - 2050	4.90%
2050 - 2054	4.80%
2054 - 2059	4.70%
2059 - 2066	4.60%
2066 - 2067	4.50%
2067 - 2068	4.40%
2068 - 2069	4.30%
2069 - 2071	4.20%
2071 - 2072	4.10%
2072 - 2074	4.00%
2074 - 2075	3.90%
2075 and after	3.80%

The discount rate was based on the 20 year municipal bond rates as of June 30, 2019.

Life expectancy of employees was based on the United States Life Tables, 2011 for Males: Table 2 and Females: Table 3 as published in the National Vital Statistics Reports, Vol. 64, No. 4, August 14, 2017.

The turnover rates were determined from the periodic experience studies of the Montana public retirement systems for the covered groups as documented in the GASB 68 actuarial valuations.

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

Changes in the Total OPEB Liability

Balance at 6/30/2018	\$ <u>17,863</u>
Changes for the year:	
Service Cost	\$ <u>22,857</u>
Net Change in total OPEB Liability	\$ <u>22,857</u>
Total OPEB Liability-beginning	\$ <u>17,863</u>
Total OPEB Liability-ending	\$ <u>40,720</u>
Covered-employee payroll	\$ 150,340
Total OPEB liability as a percentage of covered-employee payroll	27.08%

Sensitivity of the total OPEB liability to changes in the discount rate. The following summarizes the total OPEB liability reported, and how that liability would change if the discount rate used to calculate the OPEB liability were to decrease or increase 1%:

	1% Decrease (2.50%)	Discount Rate (3.50%)	1% Increase (4.50%)
Total OPEB Liability \$	44,923	\$ 40,720	\$ 37,074

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following summarizes the total OPEB liability reported, and how that liability would change if the healthcare trend rates used in projecting the benefit payments were to decrease or increase 1%:

	1% Decrease	Healthcare Cost Trends*	1% Increase
Total OPEB Liability \$	35,668	\$ 40,720	\$ 46,779

**Reference the assumptions footnotes to determine the healthcare cost trends used to calculate the OPEB liability.*

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

For the year ended June 30, 2019, the Town recognized an OPEB expense of \$22,857. The Town does not report any deferred outflows of resources and deferred inflows of resources related to OPEB as there were no differences between expected and actual experience or changes in assumptions performed in the alternative measurement method. In addition, since Town records costs as they come due there are no deferred outflows of resources for contributions to the OPEB plan trust.

NOTE 6. NET PENSION LIABILITY

Summary of Significant Accounting Policies

The Montana Public Employee Retirement Administration (MPERA (for PERS) MPERA prepared financial statements using the accrual basis of accounting. The same accrual basis was used by MPERA for the purposes of determining the NPL; Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions; Pension Expense; the Fiduciary Net Position; and, Additions to or Deductions from Fiduciary Net Position. Member contributions are recognized in the period in which contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Revenues are recognized in the accounting period they are earned and become measurable. Benefit payments and refunds are recognized in the accounting period in which they are due and payable in accordance with the benefit terms. Expenses are recognized in the period incurred. Investments are reported at fair value. MPERA adhered to all accounting principles generally accepted by the United States of America. MPERA applied all applicable pronouncements of the Governmental Accounting Standards Board (GASB).

Plan Descriptions

PERS

The PERS-Defined Benefit Retirement Plan (PERS) administered by the Montana Public Employee Retirement Administration (MPERA), is a multiple-employer, cost-sharing plan established July 1, 1945, and governed by Title 19, chapters 2 & 3, Montana Code Annotated (MCA). This plan provides retirement benefits to covered employees of the State, local governments, certain employees of the Montana University System, and school districts.

All new members are initially members of the PERS-DBRP and have a 12-month window during which they may choose to remain in the PERS-DBRP or join the PERS-DCRP by filing an irrevocable election. Members may not be participants of both the *defined contribution* and *defined benefit* retirement plans. For members that choose to join the PERS-DCRP, a percentage of the employer contributions will be used to pay down the liability of the PERS-DBRP. All new members from the universities also have third option to join the university system's Montana University System Retirement Program (MUS-RP).

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

The PERS-DBRP provides retirement, disability, and death benefits to plan members and their beneficiaries. Benefits are established by state law and can only be amended by the Legislature.

Summary of Benefits

PERS

Service retirement:

- Hired prior to July 1, 2011:
 - Age 60, 5 years of membership service;
 - Age 65, regardless of membership service; or
 - Any age, 30 years of membership service.
- Hired on or after July 1, 2011:
 - Age 65, 5 years of membership service;
 - Age 70, regardless of membership service.

Early Retirement (actuarially reduced):

- Hired prior to July 1, 2011:
 - Age 50, 5 years of membership service; or
 - Any age, 25 years of membership service.
- Hired on or after July 1, 2011:
 - Age 55, 5 years of membership service.

Second Retirement (requires returning to PERS-covered employer or PERS service):

1) Retire before January 1, 2016 and accumulate less than 2 years additional service credit or retire on or after January 1, 2016 and accumulate less than 5 years additional service credit:

- a. A refund of member's contributions plus return interest (currently .77% effective July 1, 2017).
- b. No service credit for second employment;
- c. Start the same benefit amount the month following termination; and
- d. Guaranteed Annual Benefit Adjustment (GABA) starts again in the January immediately following the second retirement.

2) Retire before January 1, 2016 and accumulate at least 2 years of additional service credit:

- a. A recalculated retirement benefit based on provisions in effect after the initial retirement; and
- b. GABA starts on the recalculated benefit in the January after receiving the new benefit for 12 months.

3) Retire on or after January 1, 2016 and accumulate 5 or more years of service credit:

- a. The same retirement as prior to the return to service;

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

- b. A second retirement benefit as prior to the second period of service based on laws in effect upon the rehire date; and
- c. GABA starts on both benefits in the January after receiving the original and the new benefit for 12 months.

Vesting

- 5 years of membership service

Member's highest average compensation (HAC)

- Hired prior to July 1, 2011- highest average compensation during any consecutive 36 months;
- Hired on or after July 1, 2011-highest average compensation during any consecutive 60 months;

Compensation Cap

- Hired on or after July 1, 2013-110% annual cap on compensation considered as a part of a member's highest average compensation.

Monthly benefit formula

Members hired prior to July 1, 2011:

- Less than 25 years of membership service: 1.785% of HAC per year of service credit;
- 25 years of membership service or more: 2% of HAC per year of service credit.

Members hired on or after July 1, 2011:

- Less than 10 years of membership service: 1.5% of HAC per year of service credit;
- 10 years or more, but less than 30 years of membership service: 1.785% of HAC per year of service credit;
- 30 years or more of membership service: 2% of HAC per year of service credit.

Guaranteed Annual Benefit Adjustment (GABA)

After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage (provided below) each January, inclusive of other adjustments to the member's benefit.

- 3.0% for members hired prior to July 1, 2007
- 1.5% for members hired between July 1, 2007 and June 30, 2013
- Members hired on or after July 1, 2013:

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

- 1.5% for each year PERS is funded at or above 90%;
- 1.5% is reduced by 0.1% for each 2% PERS is funded below 90%; and
- 0% whenever the amortization period for PERS is 40 years or more.

Overview of Contributions

PERS

1. Rates are specified by state law and are a percentage of the member's compensation.
 - a. Contributions are deducted from each member's salary and remitted by participating employers;
 - b. The State legislature has the authority to establish and amend contribution rates to the plan.
2. Member contributions to the system:
 - a. Plan members are required to contribute 7.90% of member's compensation. Contributions are deducted from each member's salary and remitted by participating employers.
 - b. The 7.90% member contributions is temporary and will be decreased to 6.9% on January 1 following actuary valuation results that show the amortization period has dropped below 25 years and would remain below 25 years following the reduction of both the additional employer and additional member contribution rates.
3. Employer contributions to the system:
 - a. Effective July 1, 2014, following the 2013 Legislative session, PERS-employer contributions increase an additional 0.1% a year and will continue over 10 years through 2024. The additional employer contributions including the 0.27% added in 2007 and 2009, will terminate on January 1 following actuary valuation results that show the amortization period has dropped below 25 years and would remain below the 25 years following the reduction of both the additional employer and additional member contributions rates.
 - b. Effective July 1, 2013, employers are required to make contributions on working retirees' compensation. Member contributions for working retirees are not required.
4. Non Employer Contributions
 - a. Special Funding
 - i. The State contributes 0.1% of members' compensation on behalf of local government entities.
 - ii. The State contributes 0.37% of members' compensation on behalf of school district entities.
 - iii. The State contributed a statutory appropriation from its General Fund of \$33,454,182.

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

Stand-Alone Statements

The PERS's financial statements of the Montana Public Employees Retirement Board (PERB) *Comprehensive Annual Financial Report* (CAFR) and the GASB 68 Report disclose the Plan's fiduciary net position. The reports are available from the PERB at PO Box 200131, Helena MT 59620-0131, (406) 444-3154 or the MPERA website at <http://mpera.mt.gov>.

Net Pension Liability

In accordance with GASB Statement 68, Accounting and Financial Reporting for Pensions, employers are required to recognize and report certain amounts associated with their participation in the Public Employees' Retirement System(PERS) Statement 68 became effective June 30, 2016 and includes requirements to record and report their proportionate share of the collective Net Pension Liability, Pension Expense, Deferred Inflows and Deferred Outflows of resources associated with pensions. In accordance with Statement 68, the System has a special funding situation in which the State of Montana is legally responsible for making contributions directly to PERS that are used to provide pension benefits to the retired members. Due to the existence of a special funding situation, employers are also required to report the portion of the State of Montana's proportionate share of the collective Net Pension Liability that is associated with the employer.

The following table displays the amounts and the percentages of Net Pension Liability for the fiscal years ended June 30, 2018 and June 30, 2019 (reporting dates).

	PERS NPL as of <u>6/30/2018</u>	PERS NPL as of <u>6/30/2019</u>	Percent of Collective NPL as of <u>6/30/2018</u>	Percent of Collective NPL as of <u>6/30/2019</u>
Employer Proportionate Share	\$ 221,165	\$ 183,388	0.0114%	0.0088%
State of Montana Proportionate Share associated with Employer	2,644	61,145	0.0135%	0.0118%
Total	<u>\$ 223,809</u>	<u>\$ 244,533</u>	<u>0.0249%</u>	<u>0.0206%</u>

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

At June 30, 2019, the employer recorded a liability of \$183,388 for its proportionate share of the net pension liability of 0.0088 percent. The net pension liability of PERS was measured as of June 30, 2017 and applying roll forward procedures. The employer's proportion of the net pension liability was based on the employer's contributions received by PERS during the measurement period July 1, 2017, through June 30, 2018, relative to the total employer contributions received from all of PERS participating employers.

Changes in actuarial assumptions and methods:

PERS

There were no changes in assumptions or other inputs that affected the measurement of the total pension liability.

Changes in benefit terms:

PERS

There were no changes in benefit terms since the previous measurement date.

Changes in proportionate share:

Between the measurement date of the collective NPL and the employer's reporting date there were some changes in proportion that may have an effect on the employer's proportionate share of the collective NPL.

Pension Expense as of 6/30/19

Pension Expense as of 6/30/19	
	PERS
Employer Proportionate Share	\$ 25,174
State of Montana Proportionate Share associated with the Employer	4,081
Total	\$ 29,255

At June 30, 2019, the employer recognized a Pension Expense of \$25,174 for its proportionate share of the pension expense. The employer also recognized grant revenue of \$4,081 for the support provided by the State of Montana for its proportionate share of the pension expense that is associated with the employer. Additionally, the employer recognized grant revenue of \$0 from the State Statutory Appropriation from the General Fund.

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

Recognition of Beginning Deferred Outflow

At June 30, 2019, the employer recognized a beginning deferred outflow of resources for the employers fiscal year 2018 contributions of \$12,259.

Deferred Inflows and Outflows

At June 30, 2019, the employer reported its proportionate share of PERS deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	PERS Deferred Outflows of Resources	PERS Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 13,945	\$ -
Actual vs. Expected Investment Earnings	-	2,848
Changes in Assumptions	15,594	-
Changes in Proportion Share and Differences between Employer Contributions and Proportionate Share of Contributions	-	24,829
Employer contributions subsequent to the measurement date - FY19	12,787	-
Total	\$ 42,326	\$ 27,677

*Amounts reported as deferred outflows of resources related to pensions resulting from the employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2019.

Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

Deferred Inflows and Outflows

PERS: Year ended June 30,	Amount of Deferred Outflows and Deferred Inflows recognized in future years as an increase or (decrease) to Pension Expense
2020	\$ 9,414
2021	5,283
2022	(11,664)
2023	(1,170)
2024	-
Thereafter	-

Actuarial Assumptions

PERS

The TPL used to calculate the NPL was determined by taking the results of the June 30, 2017, actuarial valuation and applying standard roll forward procedures to update the TPL to June 30, 2018. There were several significant assumptions and other inputs used to measure the TPL. The actuarial assumptions used in the June 30, 2017, valuation were based on the results of the last actuarial experience study, dated May 2017, for the six year period July 1, 2010 to June 30, 2016. Among those assumptions were the following:

- Investment Return (net of admin expense) 7.65%
- Admin Expense as % of Payroll 0.26%
- General Wage Growth* 3.50%
- *includes Inflation at 2.75%
- Merit Increases 0% to 6.3%
- Postretirement Benefit Increase Below:

Guaranteed Annual Benefit Adjustment (GABA)

After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage each January, Inclusive of other adjustments to the member's benefit.

- 3% for members hired prior to July 1, 2007
- 1.5% for members hired between July 1, 2007 and June 30, 2014
- Member hired on or after July 1, 2013:
 - 1.5% for each year PERS is funded at or above 90%;

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

- 1.5% is reduced by 0.1% for each 2% PERS is funded below 90%; and
- 0% whenever the amortization period for PERS is 40 years or more.
- Mortality assumptions among contributing members, service retired members and beneficiaries based on RP 2000 Combined Employee and Annuitant Mortality Tables projected to 2020 with scale BB, males set back 1 year.
- Mortality assumptions among Disabled members are based on RP 2000 Combined Mortality Tables with no projections.

Discount Rate

PERS

The discount rate used to measure the Total Pension Liability was 7.65%. The projection of cash flows used to determine the discount rate assumed that contributions from participating plan members, employers, and non-employer contributing entities will be made based on the Board's funding policy, which establishes the contractually required rates under Montana Code Annotated.

For PERS the State contributes 0.1% of salaries for local governments and 0.37% for school districts. In addition, the state contributed coal severance tax and interest money from the general fund. The interest was contributed monthly and the severance tax was contributed quarterly. Based on those assumptions, the Plan's fiduciary net position was projected to be adequate to make all the projected future benefit payments of current plan members through the year 2121. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. A municipal bond rate was not incorporated in the discount rate.

Target Allocations

PERS

<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Long-Term Expected Real Rate of Return Arithmetic Basis</u>
Cash Equivalents	2.60%	4.00%
Domestic Equity	36.00%	4.55%
Foreign Equity	18.00%	6.35%
Fixed Income	23.40%	1.00%
Private Equity	12.00%	7.75%
Real Estate	<u>8.00%</u>	4.00%
Total	<u>100.00%</u>	

TOWN OF TWIN BRIDGES
MADISON COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

The long-term expected return on pension plan assets was reviewed as part of the regular experience study prepared for the Plan. The most recent analysis, performed for the period of July 1, 2010 to June 30, 2016, is outlined in a report dated May 2017 and can be located on the MPERA website. The long-term expected rate of return on pension plan investments was determined by considering information from various sources, including historical rates of return, rate of return assumptions adopted by similar public sector systems, and by using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The above table outlines the best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2018.

Sensitivity Analysis

	1.0% Decrease	Current Discount Rate	1.0% Increase
PERS \$	265,222	\$ 183,388	\$ 116,190

PERS

In accordance with GASB 68 regarding the disclosure of the sensitivity of the net pension liability to changes in the discount rate, the above table presents the net pension liability calculated using the discount rate of 7.65%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1.00% lower (6.65%) or 1.00% higher (8.65%) than the current rate.

**REQUIRED
SUPPLEMENTARY
INFORMATION**

Town of Twin Bridges, Madison County, Montana
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2019

	General			
	BUDGETED AMOUNTS		ACTUAL AMOUNTS (BUDGETARY BASIS) See Note A	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
RESOURCES (INFLOWS):				
Taxes and assessments	\$ 86,569	\$ 86,569	\$ 93,134	\$ 6,565
Licenses and permits	3,400	3,400	3,442	42
Intergovernmental	48,190	48,190	43,266	(4,924)
Charges for services	1,600	1,600	1,524	(76)
Miscellaneous	61,461	61,461	38,833	(22,628)
Investment earnings	-	-	10	10
Amounts available for appropriation	\$ 201,220	\$ 201,220	\$ 180,209	\$ (21,011)
CHARGES TO APPROPRIATIONS (OUTFLOWS):				
General government	\$ 54,775	\$ 54,775	\$ 32,856	\$ 21,919
Public safety	14,700	14,700	11,947	2,753
Public works	66,515	66,515	53,116	13,399
Public health	100	100	-	100
Culture and recreation	27,100	27,100	17,626	9,474
Debt service - principal	5,300	5,300	-	5,300
Debt service - interest	2,217	2,217	-	2,217
Capital outlay	98,834	98,834	10,915	87,919
Total charges to appropriations	\$ 269,541	\$ 269,541	\$ 126,460	\$ 143,081
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 63,333	\$ 63,333	\$ -	\$ (63,333)
Transfers out	(2,620)	(2,620)	(2,620)	-
Total other financing sources (uses)	\$ 60,713	\$ 60,713	\$ (2,620)	\$ (63,333)
Net change in fund balance			\$ 51,129	
Fund balance - beginning of the year			\$ 71,005	
Fund balance - end of the year			\$ 122,134	

Town of Twin Bridges, Madison County, Montana
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2019

	Library			
	BUDGETED AMOUNTS		ACTUAL AMOUNTS (BUDGETARY BASIS) See Note A	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
RESOURCES (INFLOWS):				
Intergovernmental	\$ 1,481	\$ 1,481	\$ 1,887	\$ 406
Charges for services	55,700	55,700	57,920	2,220
Miscellaneous	2,550	2,550	1,541	(1,009)
Investment earnings	100	100	102	2
Amounts available for appropriation	\$ 59,831	\$ 59,831	\$ 61,450	\$ 1,619
CHARGES TO APPROPRIATIONS (OUTFLOWS):				
Culture and recreation	\$ 61,950	\$ 61,950	\$ 57,429	\$ 4,521
Total charges to appropriations	\$ 61,950	\$ 61,950	\$ 57,429	\$ 4,521
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 4,000	\$ 4,000	\$ 2,000	\$ (2,000)
Transfers out	-	-	(5,000)	(5,000)
Total other financing sources (uses)	\$ 4,000	\$ 4,000	\$ (3,000)	\$ (7,000)
Net change in fund balance			\$ 1,021	
Fund balance - beginning of the year			\$ 63,941	
Fund balance - end of the year			\$ 64,962	

Town of Twin Bridges, Madison County, Montana
Budgetary Comparison Schedule
Budget-to-GAAP Reconciliation

Note A - Explanation of differences between budgetary inflows and outflows and GAAP Revenues and Expenditures

	<u>General</u>	<u>Library</u>
Sources/Inflows of resources		
Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule	\$ <u>180,209</u>	\$ <u>61,450</u>
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances-governmental funds.	\$ <u>180,209</u>	\$ <u>61,450</u>
Actual amounts (Budgetary basis) "total charges to appropriations" from the budgetary comparison schedule	\$ <u>126,460</u>	\$ <u>57,429</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	\$ <u>126,460</u>	\$ <u>57,429</u>

UNAUDITED

Town of Twin Bridges, Madison County, Montana
Schedules of Required Supplementary Information
Schedule of Changes in the
Total OPEB Liability and Related Ratios
For The Year Ended June 30, 2019

	2019	2018
Total OPEB liability		
Service Cost	\$ 22,857	\$ 4,612
Net change in total OPEB liability	22,857	4,612
Total OPEB Liability - beginning	17,863	13,659
Restatement	-	(334)
Total OPEB Liability - ending	\$ 40,720	\$ 17,937
Covered-employee payroll	\$ 150,340	\$ 150,340
Total OPEB liability as a percentage of covered -employee payroll	27%	12%

**The above schedule is presented by combining the required schedules from GASB 75 paragraphs 170a and 170b. The GASB requires that 10 years of information related to the OPEB liability be presented, additional data will be reported as it becomes available.*

Town of Twin Bridges, Madison County, Montana
 GASB 68 RSI

Schedule of Proportionate Share of the Net Pension Liability Table

	PERS 2019	PERS 2018	PERS 2017	PERS 2016	PERS 2015
Employer's proportion of the net pension liability	0.0088%	0.0114%	0.0106%	0.0103%	0.0083%
Employer's proportionate share of the net pension liability associated with the Employer	\$ 183,388	\$ 221,165	\$ 180,608	\$ 143,666	\$ 103,184
State of Montana's proportionate share of the net pension liability associated with the Employer	\$ 61,145	\$ 2,644	\$ 2,207	\$ 1,765	\$ 1,260
Total	\$ 244,533	\$ 223,809	\$ 182,815	\$ 145,431	\$ 104,444
Employer's covered payroll	\$ 144,654	\$ 140,869	\$ 127,007	\$ 119,941	\$ 93,742
Employer's proportionate share of the net pension liability as a percentage of its covered payroll	126.78%	157.00%	142.20%	119.78%	111.22%
Plan fiduciary net position as a percentage of the total pension liability	73.47%	73.75%	74.71%	78.40%	79.87%

UNAUDITED

Schedule of Contributions

	PERS 2019	PERS 2018	PERS 2017	PERS 2016	PERS 2015
Contractually required contributions	\$ 12,786	\$ 12,239	\$ 11,791	\$ 10,616	\$ 9,884
Contributions in relation to the contractually required contributions	\$ 12,786	\$ 12,239	\$ 11,791	\$ 10,616	\$ 9,884
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 147,474	\$ 144,654	\$ 140,869	\$ 127,007	\$ 119,941
Contributions as a percentage of covered payroll	8.67%	8.46%	8.37%	8.36%	8.24%

**OTHER
SUPPLEMENTARY
INFORMATION**

47. COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2019

	2222 Library	2223 Donation F Library	2820 Foundation GAS APPORTIONMENT	2821 Gas Tax (2nd Porti
ASSETS				
Cash and cash equivalents	2,658.72	17,994.00	54,395.17	14,201.21
Taxes receivable:				
TOTAL ASSETS	2,658.72	17,994.00	54,395.17	14,201.21
Deferred Outflows of Resources				
LIABILITIES				
Deferred Inflows of Resources				
FUND BALANCES				
Unassigned (negative balance only)	2,658.72	17,994.00	54,395.17	14,201.21
Total Fund Balances	2,658.72	17,994.00	54,395.17	14,201.21
Total Liabilities, Deferred inflows of resources and Fund Balances	2,658.72	17,994.00	54,395.17	14,201.21

TOWN OF TWIN BRIDGES
47. COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2019

	Total Nonmajor Spec. Rev. Funds

ASSETS	
Cash and cash equivalents	89,249.10
Taxes receivable:	

TOTAL ASSETS	89,249.10

Deferred Outflows of Resources	

LIABILITIES	

Deferred Inflows of Resources	

FUND BALANCES	
Unassigned (negative balance only)	89,249.10

Total Fund Balances	89,249.10
Total Liabilities, Deferred	89,249.10
inflows of resources and Fund Balances	
	=====

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2019

2222 Library Donation Fund

	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	0.00	0.00	0.00	0.00
Charges for services				
Fines and forfeitures				
Miscellaneous	50.00	50.00	25.00	(25.00)
Total revenues	50.00	50.00	25.00	(25.00)
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Health				
Social and Economic Services				
Culture and Recreation				
Supplies/services/materials, etc	1,500.00	1,500.00	(75.00)	1,575.00
Housing and Community Development				
Conservation of Natural Resources				
Capital expenditures	0.00	0.00	0.00	0.00
Debt Service				
Total expenditures	1,500.00	1,500.00	(75.00)	1,575.00
Excess of revenues over (under) expenditures	(1,450.00)	(1,450.00)	100.00	1,550.00
OTHER FINANCING SOURCES (USES)				
Transfers in	0.00	0.00	0.00	0.00
Total other financing sources (uses)	0.00	0.00	0.00	0.00
Net change in fund balance	(1,450.00)	(1,450.00)	100.00	1,550.00
Fund balance - July 1, 2018 - -As previously reported	2,558.72	2,558.72	2,558.72	0.00
Fund balance - July 1, 2018 - As restated	2,558.72	2,558.72	2,558.72	0.00

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2019

2222 Library Donation Fund

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Fund balance - June 30, 2019	1,108.72	1,108.72	2,658.72	1,550.00

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2019

2223 Library Foundation (501C3)

	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	0.00	0.00	0.00	0.00
Charges for services				
Fines and forfeitures				
Miscellaneous	0.00	0.00	0.00	0.00
Total revenues	0.00	0.00	0.00	0.00
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Health				
Social and Economic Services				
Culture and Recreation				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Housing and Community Development				
Conservation of Natural Resources				
Capital expenditures	0.00	0.00	0.00	0.00
Debt Service				
Total expenditures	0.00	0.00	0.00	0.00
Excess of revenues over (under) expenditures	0.00	0.00	0.00	0.00
OTHER FINANCING SOURCES (USES)				
Transfers in	0.00	0.00	0.00	0.00
Total other financing sources (uses)	0.00	0.00	0.00	0.00
Net change in fund balance	0.00	0.00	0.00	0.00
Fund balance - July 1, 2018 - -As previously reported	17,994.00	17,994.00	17,994.00	0.00
Fund balance - July 1, 2018 - As restated	17,994.00	17,994.00	17,994.00	0.00

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TOWN OF TWIN BRIDGES

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49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2019

2223 Library Foundation (501C3)

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Fund balance - June 30, 2019	17,994.00	17,994.00	17,994.00	0.00

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2019

2820 GAS APPORTIONMENT TAX

	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	10,981.00	10,981.00	10,981.69	0.69
Charges for services				
Fines and forfeitures				
Miscellaneous	1.00	1.00	0.00	(1.00)
Total revenues	10,982.00	10,982.00	10,981.69	(0.31)
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Supplies/services/materials, etc	19,200.00	19,200.00	3,182.12	16,017.88
Public Health				
Social and Economic Services				
Culture and Recreation				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Housing and Community Development				
Conservation of Natural Resources				
Capital expenditures	0.00	0.00	10,206.00	(10,206.00)
Debt Service				
Total expenditures	19,200.00	19,200.00	13,388.12	5,811.88
Excess of revenues over (under) expenditures	(8,218.00)	(8,218.00)	(2,406.43)	5,811.57
OTHER FINANCING SOURCES (USES)				
Transfers in	0.00	0.00	0.00	0.00
Total other financing sources (uses)	0.00	0.00	0.00	0.00
Net change in fund balance	(8,218.00)	(8,218.00)	(2,406.43)	5,811.57
Fund balance - July 1, 2018 - -As previously reported	56,801.60	56,801.60	56,801.60	0.00
Fund balance - July 1, 2018 - As restated	56,801.60	56,801.60	56,801.60	0.00

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2019

2820 GAS APPORTIONMENT TAX

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Fund balance - June 30, 2019	48,583.60	48,583.60	54,395.17	5,811.57

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2019

2821 Gas Tax (2nd Portion)

	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	12,000.00	12,000.00	8,725.39	(3,274.61)
Charges for services				
Fines and forfeitures				
Miscellaneous	0.00	0.00	0.00	0.00
Total revenues	12,000.00	12,000.00	8,725.39	(3,274.61)
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Supplies/services/materials, etc	14,000.00	14,000.00	0.00	14,000.00
Public Health				
Social and Economic Services				
Culture and Recreation				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Housing and Community Development				
Conservation of Natural Resources				
Capital expenditures	0.00	0.00	0.00	0.00
Debt Service				
Total expenditures	14,000.00	14,000.00	0.00	14,000.00
Excess of revenues over (under) expenditures	(2,000.00)	(2,000.00)	8,725.39	10,725.39
OTHER FINANCING SOURCES (USES)				
Transfers in	620.00	620.00	1,240.00	620.00
Total other financing sources (uses)	620.00	620.00	1,240.00	620.00
Net change in fund balance	(1,380.00)	(1,380.00)	9,965.39	11,345.39
Fund balance - July 1, 2018 - -As previously reported	4,235.82	4,235.82	4,235.82	0.00
Fund balance - July 1, 2018 - As restated	4,235.82	4,235.82	4,235.82	0.00

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2019

2821 Gas Tax (2nd Portion)

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Fund balance - June 30, 2019	2,855.82	2,855.82	14,201.21	11,345.39

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - TOTAL NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2019

	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	22,981.00	22,981.00	19,707.08	(3,273.92)
Charges for services				
Fines and forfeitures				
Miscellaneous	51.00	51.00	25.00	(26.00)
Total revenues	23,032.00	23,032.00	19,732.08	(3,299.92)
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Supplies/services/materials, etc	33,200.00	33,200.00	3,182.12	30,017.88
Public Health				
Social and Economic Services				
Culture and Recreation				
Supplies/services/materials, etc	1,500.00	1,500.00	(75.00)	1,575.00
Housing and Community Development				
Conservation of Natural Resources				
Capital expenditures	0.00	0.00	10,206.00	(10,206.00)
Debt Service				
Total expenditures	34,700.00	34,700.00	13,313.12	21,386.88
Excess of revenues over (under) expenditures	(11,668.00)	(11,668.00)	6,418.96	18,086.96
OTHER FINANCING SOURCES (USES)				
Transfers in	620.00	620.00	1,240.00	620.00
Total other financing sources (uses)	620.00	620.00	1,240.00	620.00
Net change in fund balance	(11,048.00)	(11,048.00)	7,658.96	18,706.96
Fund balance - July 1, 2018 - -As previously reported	81,590.14	81,590.14	81,590.14	0.00
Fund balance - July 1, 2018 - As restated	81,590.14	81,590.14	81,590.14	0.00

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - TOTAL NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2019

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Fund balance - June 30, 2019	70,542.14	70,542.14	89,249.10	18,706.96

55. COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECT FUNDS
For the year ending June 30, 2019

	4000 CAPITAL PROJECTS	4001 Library - Capital	Total Nonmajor Cap. Proj. Funds
ASSETS			
Cash and cash equivalents	33,287.33	6,500.00	39,787.33
Investments	7,986.78	0.00	7,986.78
Taxes receivable:			
Mobiles	5.27	0.00	5.27
Real estate	96.41	0.00	96.41
Personal	23.39	0.00	23.39
Protested	7.29	0.00	7.29
TOTAL ASSETS	41,406.47	6,500.00	47,906.47
Deferred Outflows of Resources			
LIABILITIES			
Deferred Inflows of Resources			
Deferred Inflows of Tax Revenues	132.36	0.00	132.36
Total Deferred Inflows of Resources	132.36	0.00	132.36
FUND BALANCES			
Unassigned (negative balance only)	41,274.11	6,500.00	47,774.11
Total Fund Balances	41,274.11	6,500.00	47,774.11
Total Liabilities, Deferred inflows of resources and Fund Balances	41,406.47	6,500.00	47,906.47

57. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR CAPITAL PROJECTS FUNDS
For the year ending June 30, 2019

4000 CAPITAL PROJECTS

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	1,272.00	1,272.00	1,523.47	251.47
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
Charges for services				
Fines and forfeitures				
Miscellaneous				
Investment and royalty earnings	15.00	15.00	13.92	(1.08)
Total revenues	1,287.00	1,287.00	1,537.39	250.39
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Supplies/services/materials, etc	11,000.00	11,000.00	0.00	11,000.00
Public Health				
Social and Economic Services				
Culture and Recreation				
Housing and Community Development				
Conservation of Natural Resources				
Capital expenditures	11,000.00	11,000.00	0.00	11,000.00
Debt Service				
Total expenditures	22,000.00	22,000.00	0.00	22,000.00
Excess of revenues over (under) expenditures	(20,713.00)	(20,713.00)	1,537.39	22,250.39
OTHER FINANCING SOURCES (USES)				
Transfers in	0.00	0.00	0.00	0.00
Transfers out	(620.00)	(620.00)	(620.00)	0.00
Total other financing sources (uses)	(620.00)	(620.00)	(620.00)	0.00
Net change in fund balance	(21,333.00)	(21,333.00)	917.39	22,250.39
Fund balance - July 1, 2018 - -As previously reported	40,356.72	40,356.72	40,356.72	0.00
Fund balance - July 1, 2018 - As restated	40,356.72	40,356.72	40,356.72	0.00

57. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR CAPITAL PROJECTS FUNDS
For the year ending June 30, 2019

4000 CAPITAL PROJECTS

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Fund balance - June 30, 2019	19,023.72	19,023.72	41,274.11	22,250.39

57. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR CAPITAL PROJECTS FUNDS
For the year ending June 30, 2019

4001 Library - Capital Improvements/Depreciation

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	0.00	0.00	0.00	0.00
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
Charges for services				
Fines and forfeitures				
Miscellaneous				
Investment and royalty earnings	0.00	0.00	0.00	0.00
Total revenues	0.00	0.00	0.00	0.00
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Health				
Social and Economic Services				
Culture and Recreation				
Housing and Community Development				
Conservation of Natural Resources				
Capital expenditures	0.00	0.00	0.00	0.00
Debt Service				
Total expenditures	0.00	0.00	0.00	0.00
Excess of revenues over (under) expenditures	0.00	0.00	0.00	0.00
OTHER FINANCING SOURCES (USES)				
Transfers in	0.00	0.00	5,000.00	5,000.00
Transfers out	0.00	0.00	0.00	0.00
Total other financing sources (uses)	0.00	0.00	5,000.00	5,000.00
Net change in fund balance	0.00	0.00	5,000.00	5,000.00
Fund balance - July 1, 2018 - -As previously reported	1,500.00	1,500.00	1,500.00	0.00
Fund balance - July 1, 2018 - As restated	1,500.00	1,500.00	1,500.00	0.00

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TOWN OF TWIN BRIDGES

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57. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR CAPITAL PROJECTS FUNDS
For the year ending June 30, 2019

4001 Library - Capital Improvements/Depreciation

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Fund balance - June 30, 2019	1,500.00	1,500.00	6,500.00	5,000.00

57. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - TOTAL NONMAJOR CAPITAL PROJECTS FUNDS
For the year ending June 30, 2019

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	1,272.00	1,272.00	1,523.47	251.47
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
Charges for services				
Fines and forfeitures				
Miscellaneous				
Investment and royalty earnings	15.00	15.00	13.92	(1.08)
Total revenues	1,287.00	1,287.00	1,537.39	250.39
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Supplies/services/materials, etc	11,000.00	11,000.00	0.00	11,000.00
Public Health				
Social and Economic Services				
Culture and Recreation				
Housing and Community Development				
Conservation of Natural Resources				
Capital expenditures	11,000.00	11,000.00	0.00	11,000.00
Debt Service				
Total expenditures	22,000.00	22,000.00	0.00	22,000.00
Excess of revenues over (under) expenditures	(20,713.00)	(20,713.00)	1,537.39	22,250.39
OTHER FINANCING SOURCES (USES)				
Transfers in	0.00	0.00	5,000.00	5,000.00
Transfers out	(620.00)	(620.00)	(620.00)	0.00
Total other financing sources (uses)	(620.00)	(620.00)	4,380.00	5,000.00
Net change in fund balance	(21,333.00)	(21,333.00)	5,917.39	27,250.39
Fund balance - July 1, 2018 - -As previously reported	41,856.72	41,856.72	41,856.72	0.00
Fund balance - July 1, 2018 - As restated	41,856.72	41,856.72	41,856.72	0.00

57. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - TOTAL NONMAJOR CAPITAL PROJECTS FUNDS
For the year ending June 30, 2019

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Fund balance - June 30, 2019	20,523.72	20,523.72	47,774.11	27,250.39

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TOWN OF TWIN BRIDGES
Detail Ledger Query with Account Balances
For the Accounting Periods: 7/18 - 13/19

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Accounts 330000-339999

Fund/Account/ Doc/Line #	Description	Vendor/Receipt From	Acct. Period	Debit	Credit	Ending Balance
1000 GENERAL FUND						
335075 Gambling License & Permits						
RV 2267 1	FY19 1st Quarter VGM Permit		11/18		1,000.00	
	Account Total:				1,000.00	1,000.00 CR
335230 State Entitlement Share						
RV 2252 1	1st Quarter State Entitlement		9/18		10,566.44	
RV 2282 1	2nd Quarter FY 2019 Payment		12/18		10,566.44	
RV 2310 1	3rd Quarter State Entitlement		3/19		10,566.44	
RV 2336 1	4th quarter State Entitlement		6/19		10,566.44	
	Account Total:				42,265.76	42,265.76 CR
	Fund Total:			0.00	43,265.76	

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TOWN OF TWIN BRIDGES
Detail Ledger Query with Account Balances
For the Accounting Periods: 7/18 - 13/19

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Accounts 330000-339999

Fund/Account/ Doc/Line #	Description	Vendor/Receipt From	Acct. Period	Debit	Credit	Ending Balance
2220	LIBRARY					
334101	Broad Valley Federation					
RV 2269 1	FY18 Broad Valley Federation		11/18		1,480.00	
RV 2321 1	Broad Valley Federation		4/19		407.05	
	Account Total:				1,887.05	1,887.05 CR
	Fund Total:			0.00	1,887.05	

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TOWN OF TWIN BRIDGES
Detail Ledger Query with Account Balances
For the Accounting Periods: 7/18 - 13/19

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Accounts 330000-339999

Fund/Account/ Doc/Line #	Description	Vendor/Receipt From	Acct. Period	Debit	Credit	Ending Balance
2510	Storm Drain District #1					
334122	DNRC					
RV 2328 1	Draw #1 BAN \$250,000		6/19		13,580.00	
JV 1075 1	Revenue - DNRC		13/19	13,580.00		
	Account Total:			13,580.00	13,580.00	
	Fund Total:			13,580.00	13,580.00	

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11:51:31

TOWN OF TWIN BRIDGES
Detail Ledger Query with Account Balances
For the Accounting Periods: 7/18 - 13/19

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Accounts 330000-339999

Fund/Account/ Doc/Line #	Description	Vendor/Receipt From	Acct. Period	Debit	Credit	Ending Balance
2820 GAS APPORTIONMENT TAX						
335040 Gas Tax Apportionment						
RV 2239 1	Gas Tax July 2018		7/18		915.14	
RV 2244 1	August 2018 Gas Tax		8/18		915.14	
RV 2249 1	September 2018 Gas Tax		9/18		915.14	
RV 2254 1	October 2018 Gas Tax		10/18		915.14	
RV 2266 1	November 2018 Gas Tax		11/18		915.14	
RV 2276 1	FY19 Fuel Tax		12/18		915.14	
RV 2287 1	FY19 Fuel Tax		1/19		915.14	
RV 2299 1	FY19 Fuel Tax		2/19		915.14	
RV 2304 1	Gas Tax March		3/19		915.14	
RV 2314 1	Gas Tax April		4/19		915.14	
RV 2322 1	Gas Tax May		5/19		915.14	
RV 2325 1	Gas Tax June		6/19		915.15	
	Account Total:				10,981.69	10,981.69 CR
	Fund Total:			0.00	10,981.69	

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11:51:31

TOWN OF TWIN BRIDGES
Detail Ledger Query with Account Balances
For the Accounting Periods: 7/18 - 13/19

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Report ID: L091

Accounts 330000-339999

Fund/Account/ Doc/Line #	Description	Vendor/Receipt From	Acct. Period	Debit	Credit	Ending Balance
2821	Gas Tax (2nd Portion)					
335040	Gas Tax Apportionment					
RV 2312 1	Gas Tax BARSAA		3/19		8,725.39	
	Account Total:				8,725.39	8,725.39 CR
	Fund Total:			0.00	8,725.39	

12/16/19
11:51:31

TOWN OF TWIN BRIDGES
Detail Ledger Query with Account Balances
For the Accounting Periods: 7/18 - 13/19

Page: 6 of 8
Report ID: L091

Accounts 330000-339999

Fund/Account/ Doc/Line #	Description	Vendor/Receipt From	Acct. Period	Debit	Credit	Ending Balance
5210 WATER FUND						
330000 INTERGOVERNMENTAL REVENUE						
RV 2284 1	Madison County Waterline		12/18		151,257.22	
RV 2302 10	Mad County Waterlien (DOR pay)		2/19		2,742.78	
RV 2311 1	Mad County (Fairgrounds)		3/19		6,340.80	
	Account Total:				160,340.80	160,340.80 CR
331000 Federal Grants						
RV 2285 1	USDA ECWAG (1st Payout)		12/18		120,277.73	
	Account Total:				120,277.73	120,277.73 CR
334124 TSEP						
RV 2273 1	Fairgrounds Emergency Grant		11/18		15,000.00	
	Account Total:				15,000.00	15,000.00 CR
336020 Revenue State Aid/Coal Trust						
JV 1071 2	Revenue - State Aid		13/19		1,303.00	
	Account Total:				1,303.00	1,303.00 CR
	Fund Total:			0.00	296,921.53	

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TOWN OF TWIN BRIDGES
Detail Ledger Query with Account Balances
For the Accounting Periods: 7/18 - 13/19

Page: 7 of 8
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Accounts 330000-339999

Fund/Account/ Doc/Line #	Description	Vendor/Receipt From	Acct. Period	Debit	Credit	Ending Balance
5310 SEWER FUND						
336020 Revenue State Aid/Coal Trust						
JV 1071 7	Revenue - State Aid		13/19		1,303.00	
	Account Total:				1,303.00	1,303.00 CR
	Fund Total:			0.00	1,303.00	

12/16/19
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TOWN OF TWIN BRIDGES
Detail Ledger Query with Account Balances
For the Accounting Periods: 7/18 - 13/19

Page: 8 of 8
Report ID: L091

Accounts 330000-339999

Fund/Account/ Doc/Line #	Description	Vendor/Receipt From	Acct. Period	Debit	Credit	Ending Balance
7120 FIRE DISABILITY						
330000 INTERGOVERNMENTAL REVENUE						
CL 10539 1	030819	Payment from the State o	TWIN BRIDGES FIRE DEPARTME	3/19	725.00	
RV 2305 1	State Payment		3/19		725.00	
	Account Total:			725.00	725.00	
	Fund Total:			725.00	725.00	
	Grand Total:			14,305.00	377,389.42	

TOWN OF TWIN BRIDGES
Schedule of Cash Receipts & Disbursements
For the Year 2018-2019

Fund/Account	Beginning Balance	Received	Transfers In	Disbursed	Transfers Out	Ending Balance
1000 GENERAL FUND						
101000 CASH	72,401.17	206,936.32	21.76	24,754.00	150,662.16	103,943.09
101130 Cash - Judicial Services	0.00	4,200.00	0.00	0.00	0.00	4,200.00
101200 Savings 39415	2,613.82	9.26	0.00	0.00	0.00	2,623.08
102130 Judicial Services	0.00	4,200.00	0.00	4,200.00	0.00	0.00
Total Fund	75,014.99	215,345.58	21.76	28,954.00	150,662.16	110,766.17
Total 1000 GENERAL FUND	75,014.99	215,345.58	21.76	28,954.00	150,662.16	110,766.17
2220 LIBRARY						
101000 CASH	34,784.72	58,347.82	0.00	0.00	57,040.87	36,091.67
101212 Library CD 40397	15,055.50	26.00	0.00	0.00	0.00	15,081.50
101213 Library CD 40398	15,158.27	75.91	0.00	0.00	0.00	15,234.18
103000 Petty Cash	250.00	0.00	0.00	0.00	0.00	250.00
Total Fund	65,248.49	58,449.73	0.00	0.00	57,040.87	66,657.35
2222 Library Donation Fund						
101000 CASH	2,653.72	25.00	0.00	0.00	20.00	2,658.72
2223 Library Foundation (501C3)						
101000 CASH	17,994.00	0.00	0.00	0.00	0.00	17,994.00
2510 Storm Drain District #1						
101000 CASH	0.00	34,134.00	0.00	25,817.88	8,315.80	0.32
2820 GAS APPORTIONMENT TAX						
101000 CASH	57,296.60	12,770.69	0.00	0.00	15,672.12	54,395.17
2822 Gas Tax (2nd Portion)						
101000 CASH	4,235.82	8,725.39	1,240.00	0.00	0.00	14,201.21
Total 2000	147,428.63	114,104.81	1,240.00	25,817.88	81,048.79	155,906.77
4000 CAPITAL PROJECTS						
101000 CASH	32,383.86	1,523.47	0.00	0.00	620.00	33,287.33
101204 CD# 18905 Capital	7,972.86	13.92	0.00	0.00	0.00	7,986.78
Total Fund	40,356.72	1,537.39	0.00	0.00	620.00	41,274.11
4001 Library - Capital Improvements/Depreciation Fund						
101000 CASH	1,500.00	5,000.00	0.00	0.00	0.00	6,500.00
Total 4000 CAPITAL PROJECTS	41,856.72	6,537.39	0.00	0.00	620.00	47,774.11
5210 WATER FUND						
101000 CASH	59,781.22	461,599.68	0.00	541.79	448,950.20	71,888.91
101200 Savings 39415	22,602.75	5.12	0.00	0.00	0.00	22,607.87
101206 CD #30164 - WATER	29,627.75	46.55	0.00	0.00	0.00	29,674.30
101208 CD #33036 Water	33,898.14	144.28	0.00	0.00	0.00	34,042.42
101211 Water Reserve (Repairs and	0.00	0.00	5,000.00	0.00	0.00	5,000.00
Total Fund	145,909.86	461,795.63	5,000.00	541.79	448,950.20	163,213.50
5310 SEWER FUND						
101000 CASH	82,580.48	174,232.64	9,349.85	12,786.31	156,621.30	96,755.36
101210 Sewer Reserve (Repairs and	5,000.00	0.00	5,000.00	0.00	0.00	10,000.00
102203 CD #40174 - SEWER (loan	24,767.99	12,552.89	0.00	8,425.00	0.00	28,895.88
102240 Sewer Replacement Account	41,500.00	0.00	0.00	0.00	0.00	41,500.00
Total Fund	153,848.47	186,785.53	14,349.85	21,211.31	156,621.30	177,151.24
Total 5000	299,758.33	648,581.16	19,349.85	21,753.10	605,571.50	340,364.74
7120 FIRE DISABILITY						

TOWN OF TWIN BRIDGES
Schedule of Cash Receipts & Disbursements
For the Year 2018-2019

Fund/Account	Beginning Balance	Received	Transfers In	Disbursed	Transfers Out	Ending Balance
101000 CASH	378.11	2,248.47	0.00	0.00	2,122.50	504.08
7910 PAYROLL CLEARING						
101000 CASH	8,432.45	0.00	232,892.01	234,269.10	264.74	6,790.62
7930 CLAIMS CLEARING FUND						
101000 CASH	5,118.39	0.00	587,035.46	590,813.46	0.00	1,340.39
Total 7000	13,928.95	2,248.47	819,927.47	825,082.56	2,387.24	8,635.09
Totals	577,987.62	986,817.41	840,539.08	901,607.54	840,289.69	663,446.88

Town of Twin Bridges, Madison County, Montana
June 30, 2019

Cash Reconciliation

	Range of Interest Rates	Maturity Date	Balance Per Bank Statement 6/30/2019	Deposits in Transit	Outsatnding Checks	Other Cash Items	OS Payroll Liabilities	Book Balance 6/30/2019
Cash on Hand:								
Petty cash - Library			\$ 250					\$ -
Total			\$ 250					\$ 250
Demand Deposits:								
Ruby Valley 116858			\$ 478,863			\$ 18	\$ (2,964)	\$ 475,917
Total			\$ 478,863	\$ -	\$ -		\$ (2,964)	\$ 475,917
Savings, NOW, Money Market Deposits:								
Library 501C 3 Fund			\$ 17,994					\$ 17,994
Ruby Valley 39415 Reserve			\$ 29,945					\$ 29,945
Total			\$ 47,939	\$ -	\$ -	\$ -	\$ -	\$ 47,939
Time Deposits:								
Ruby Valley CD 18905 (Capital Impr)			\$ 7,987					\$ 7,987
Ruby Valley CD 30164 (water)			\$ 29,674					\$ 29,674
Ruby Valley CD 33036 (water)			\$ 34,042					\$ 34,042
Ruby Valley CD 40174 (Sewer)			\$ 37,321					\$ 37,321
Ruby Valley CD 40397 (library)			\$ 15,082					\$ 15,082
Ruby Valley CD 40398 (Library)			\$ 15,234					\$ 15,234
Total			\$ 139,340	\$ -	\$ -	\$ -	\$ -	\$ 139,340
Total Cash and Deposits			\$ 666,392	\$ -	\$ -	\$ -	\$ (2,964)	\$ 663,446

**GENERAL
INFORMATION
SECTION**

