

Treasurer's Report November 21, 2023

FINANCIALS REPORTS: The profit and loss for October 2023 shows a negative Net Income of (\$4,145.88). Depreciation Expense should always be added back into the Net income as that does not actually come out of the checking account. When adding back depreciation, our Net Income for October would be a positive \$7,102.21. We also had a few other expenses occur in October: Annual Insurance Payment, Interest Expense from State Loan, Director Fees, and Taxes.

We had actual flows of 51,300.27gpd/day in September 2023.

BANK BALANCES:

First Bank and Trust Main Checking: \$-5,408.11 (This account & the MMA Sweep account below act as one – The balance sweeps at night so we can earn more interest – It is not actually negative)

Money Market Sweep Account: \$177,812.19 (YTD Interest PD \$2,753.26 – since 3/27/2023)

DENR FBT Money Market Account: \$83,953.16 (YTD Interest PD \$1,418.81 – since 3/27/2023)

Investments Total: \$278,163.70

New FBT Liquid CD – 12 Month \$278,163.70 = Rate 4.5% (accrued Interest \$891.65 – Since 10/25/23)

Old FBT Liquid CD – Closed and Transferred on 10/25/2023 – Balance \$272,482.04 + \$5,681.66 Interest earned = \$278,163.70 for New CD with higher rate. There was no penalty to close out old and start with new.

*October Debt Service Transfer was made to the DENR account for \$5052.00

*Debit Card – We have received our new Renner Sanitary Debit Card which will remain in the office until expenses arise. The limits are as follows: Daily ATM W/D \$510 (which we will not need, I can have it lowered to the lowest possible amount) – Daily Purchase Limit \$2,500.00 (This might be ok to have set here as we might need to purchase some tools in the future, or I can have it lowered if you choose.) All the transactions for the debit card will have proof of receipt, dual signature approvals and reported on the transaction account detail listed as Debit.

*Depreciation Expense/Audit: I had an hour-long phone call conversation with our CPA regarding Depreciation Expense, A Cash Flow Budget, and Audit. Eric Maas, our CPA, emailed me some Depreciation adjustments for 2022 and 2023. Going forward, our monthly depreciation expense entry will be \$8,559.43. That will be the set monthly amount unless we add to our Asset list, or an Asset has finished its depreciation term. We also discussed setting up a separate Cash Flow and Capital Expenditure budget. These will help us to plan out our future repairs, upgrades, or purchases. Regarding an Audit, Eric will have me get in touch with Mindy Piatz, who handles the Government audit practices. He has given her all our information and I hope to hear from her soon so we can get an audit scheduled and an idea of how much it would cost.

*Delinquent Accounts 2023 – Tax Assessment: I have emailed the County Auditor's office a spreadsheet with a list of all the delinquent accounts for 2023 and the total adds up to \$20,371.38.

*I have contacted rural water regarding SECOG, 25799 Sandean Dr, and Troy Novak, 27520 Sandean Dr. The water has been hooked up to each residence, but not turned on. Therefore, I am unable to start billing until the actual water service has been turned on according to our last meeting.

Renner Sanitary District

Profit & Loss

October 2023

11/20/23

Accrual Basis

	<u>Oct 23</u>
Ordinary Income/Expense	
Income	
4060 · Regular Sewer Sales	18,774.00
4070 · Double Sewer Service/Duplexes	378.00
4071 · Nonresidential Sewer Service	7,371.00
Total Income	<u>26,523.00</u>
Cost of Goods Sold	
5000 · Water Processing-City of SF	9,870.18
5011 · COS-Electricity #1 (6319)	139.13
5012 · COS-Electricity #2 (7315)	93.78
5013 · COS-Electricity #3 (47492/16080)	119.12
5014 · COS-Electricity #4 (25775)	72.15
5015 · COS-Electricity #5 (47419)	97.64
5016 · COS-Electricity for Drainage LS	25.10
Total COGS	<u>10,417.10</u>
Gross Profit	16,105.90
Expense	
6120 · Bank Service Charges	56.58
6150 · Depreciation Expense	11,248.09
6180 · Insurance	4,601.55
6200 · Interest Expense	5,602.05
6285 · Professional Fees	
Bookkeeper	2,750.00
Clerk	150.00
Environment/Engineer Consult	320.00
Total 6285 · Professional Fees	<u>3,220.00</u>
6290 · Locates & Inspections	204.27
6321 · Website	129.00
6325 · Meeting Expense	50.00
6336 · LS Maintenance & Wet Well C...	4,956.00
6340 · Telephone - Regular Line	60.61
6650 · Director Fees	2,320.00
6830 · Payroll Taxes for Trustees	195.84
Total Expense	<u>32,643.99</u>
Net Ordinary Income	-16,538.09
Other Income/Expense	
Other Income	
4080 · Debt Service/Drainage Project	5,052.00
7010 · Interest Income	7,041.22
7020 · Late Charges	298.99
Total Other Income	<u>12,392.21</u>
Net Other Income	12,392.21
Net Income	<u><u>-4,145.88</u></u>

Renner Sanitary District
Balance Sheet
As of October 31, 2023

	Oct 31, 23
ASSETS	
Current Assets	
Checking/Savings	
1001 - FBT Main Checking	-5,408.11
1002 - DENR FBT MMA	83,953.16
1003 - MMA FBT Sweep Acct	177,812.19
1006 - CD Investment - FBT Liquid 2...	278,163.70
Total Checking/Savings	534,520.94
Accounts Receivable	
1200 - Accounts Receivable	30,782.68
1210 - Accounts Receivable-Tax Assi...	41,903.24
Total Accounts Receivable	72,685.92
Total Current Assets	607,206.86
Fixed Assets	
1699 - Fixed Asset Total	
1500 - Sewer System	989,975.00
1501 - Lift Station 2 Motors	4,575.50
1502 - Lift Station 5 Rehab	47,468.76
1505 - Repairs & Maintenance Project	32,846.90
1506 - Capitol Expenditure 2006-02	44,629.63
1507 - 2009 Repairs	25,800.00
1508 - 2015 Generator Project	128,349.00
1509 - Reline Manholes/84th & Ashla...	14,628.00
1510 - LS #1 Pumps/Motors 2010	19,183.71
1520 - New Pumps & Motors-2011	23,078.11
1525 - Grant/Loan Project-2012	105,367.04
1530 - Pipe Relining	9,890.00
1550 - Office Equipment	5,579.51
1601 - Lift Station #1-6319 N 10th	2,205.00
1602 - Lift Station #2-7315 N Cliff	2,205.00
1603 - Lift Station #3-47492 Berry Lan	2,205.00
1604 - Lift Station #4-25775 Lindburg	39,605.41
1605 - Lift Station #5-47419 258th St	2,205.00
1650 - Generator-Portable @ City of ...	13,000.00
1655 - 2004 & 2005 Kohler 33KW Gens	22,700.00
1660 - Alarm System	17,511.41
1670 - Storm Water Collection System	2,207,098.61
Total 1699 - Fixed Asset Total	3,760,106.59
1700 - Accum. Depreciation	-1,422,319.66
Total Fixed Assets	2,337,786.93
TOTAL ASSETS	2,944,993.79
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2000 - Accounts Payable	13,841.37
Total Accounts Payable	13,841.37
Total Current Liabilities	13,841.37
Long Term Liabilities	
2600 - Loan with State of SD	1,047,153.37
Total Long Term Liabilities	1,047,153.37
Total Liabilities	1,060,994.74
Equity	
3000 - Opening Bal Equity	534,940.15
3900 - Retained Earnings	1,368,500.52
Net Income	-19,441.62
Total Equity	1,883,999.05
TOTAL LIABILITIES & EQUITY	2,944,993.79