

VILLAGE OF MANCELONA
ANTRIM COUNTY, MICHIGAN
AUDITED FINANCIAL STATEMENTS
FEBRUARY 28, 2025

VILLAGE OFFICIALS

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VILLAGE OF MANCELONA

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Dan Smith & Company, PC
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

To the Village Council
Village of Mancelona, Michigan

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, and each major fund of the Village of Mancelona as of and for the year ended February 28, 2025, and the related notes to the financial statements, which collectively comprise the Village of Mancelona's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, and each major fund of the Village of Mancelona, as of February 28, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village of Mancelona and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village of Mancelona's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village of Mancelona's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village of Mancelona's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4-7 and 25-30 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.



Dan Smith & Company, PC
Gaylord, MI

May 5, 2025

VILLAGE OF MANCELONA
120 West State Street
Mancelona, MI 49659

MANAGEMENT'S DISCUSSION & ANALYSIS
YEAR ENDED FEBRUARY 28, 2025

This section of the Village of Mancelona's annual financial report presents our discussion and analysis of the Village's financial performance during the fiscal year ended February 28, 2025. Please read it in conjunction with the financial statements, which immediately follow this section.

FINANCIAL HIGHLIGHTS

Village assets at February 28, 2025, as reported in the Statement of Net Position, totaled approximately \$2,873,000 for governmental activities and \$276,500 for our component unit (the Mancelona Downtown Development Authority), compared to \$3,043,000 and \$231,000 respectively, at February 29, 2024. Of the total Village assets, approximately \$1,567,000 represents capital assets net of depreciation.

Overall revenues were approximately \$1,051,300 (\$310,500 from program revenues and \$740,800 from general revenues). Overall expenses approximated \$1,221,100.

The Village did not incur additional debt during the year, and \$107,389 in capitalized purchases were made. Long-term debt and capital asset activity are addressed further in a subsequent section of this letter.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts, management's discussion & analysis, the basic financial statements, and required supplementary information. The basic financial statements include two different kinds of statements that present different views of the Village.

The first two statements are government-wide financial statements and provide both long and short-term information about our overall financial status. These statements present the governmental activities of the Village.

The remaining statements are fund financial statements, which focus on individual parts of the Village in more detail.

The notes to the financial statements explain some of the information in the statements and provide more detailed data. Required supplementary information further explains and supports the financial statement information with budgetary comparisons.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide statements report information about the Village as a whole using accounting methods used by private companies. The Statement of Net Position includes all the entity's assets and liabilities. The Statement of Activities records all the current year revenues and expenses regardless of when received or paid.

The two government-wide statements report net position and how it has changed. Net position is the difference between the Village's assets and liabilities; this is one method to measure the Village's financial health or position.

Over time, increases or decreases in an entity's net position is an indicator of whether financial position is improving or deteriorating.

To assess overall health of an entity, you may also have to consider additional factors such as tax base changes, facility conditions, and personnel changes.

All the activities of the Village are reported as governmental activities. These would include the general fund, major streets, and local streets.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the Village's funds, focusing on significant (major) funds, not the Village as a whole. Funds are used to account for specific activities or funding sources. Some funds are required by law or bond covenants. The Village Council also may create them. Funds are established to account for funding and spending of specific financial resources and to show proper expenditure of those resources.

The Village has the following types of funds:

Governmental Funds: All of the Village's activities are included in the governmental fund category. These funds are presented on the modified accrual basis, which is designed to show short-term financial information. You will note that the differences between the Village's government-wide statements and the fund statements are disclosed in reconciling statements to explain the differences between them.

FINANCIAL ANALYSIS OF THE VILLAGE AS A WHOLE

Net Position: The Village's combined net position decreased \$169,746 during the year ended February 28, 2025 totaling \$2,753,145. The decrease is primarily due to the road expenditures throughout the year.

Government Funds: The fund balances for governmental funds decreased \$181,076. The general fund had an increase of \$34,323, while local and major streets had a combined decrease of \$215,399.

Following is a summary of our fiscal position and fiscal activity for the past two years:

	Statement of Net Position	
	2025	2024
Current and Other Assets	\$ 1,306,084	\$ 1,490,512
Capital Assets, Net	<u>1,566,922</u>	<u>1,552,292</u>
Total Assets	2,873,006	3,042,804
Current Liabilities	66,460	78,012
Non-Current Liabilities	<u>53,401</u>	<u>41,901</u>
Total Liabilities	119,861	119,913
Net Position:		
Invested in Capital Assets	1,566,922	1,525,092
Unrestricted & Unassigned	599,550	595,727
Restricted	256,673	472,072
Assigned	<u>330,000</u>	<u>330,000</u>
Total Net Position	<u>\$ 2,753,145</u>	<u>\$ 2,922,891</u>

	Statement of Activities	
	2025	2024
Total Revenues	\$ 1,051,337	\$ 1,123,724
Total Expenses	<u>1,221,083</u>	<u>766,074</u>
Change in Net Position	(169,746)	357,650
Net Position:		
Beginning of the Year	<u>2,922,891</u>	<u>2,565,241</u>
End of Year	<u>\$ 2,753,145</u>	<u>\$ 2,922,891</u>

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

General Fund: This fund is used to record all activities of the Village not required to be recorded in a separate fund. This would include parks, building and grounds, legislative, administrative, elections and police activities. The major sources of revenue for the general fund are from the Village tax base and the revenue sharing from the State of Michigan. The major expenses for this fiscal year include the general operating activities of the Village.

Major Streets: This fund is used to record revenues and expenses for major (state-owned) streets located within the Village. The major source of revenue comes from the State of Michigan in the form of transportation taxes. The major expenses for this fund are road reconstruction, wages and equipment rental for snow removal and street repair.

Local Streets: This fund is used to record revenues and expenses for local (Village-owned) streets. Local street revenue comes from property taxes and from the State in the form of gas and weight taxes. The major expenses incurred this year include road reconstruction, wages, and equipment rental.

CAPITAL ASSET AND LONG-TERM DEBT ACTIVITY

Capital Assets: Additions to the Village assets for this year include the following: Wickes property in the amount of \$51,869, the start of the alley improvements near the Village building for \$5,445, park upgrades including the pickleball courts, lights, and pavilion heater totaling \$46,850, and a leaf vac under street equipment for \$3,225. Total capital asset purchases were \$107,389.

Long-Term Debt:

- Note Payable: The Village paid \$27,000 toward the plow truck note payable, leaving a \$0 (zero) balance at February 28, 2025.

KNOWN FACTORS AFFECTING FUTURE OPERATIONS

The Village anticipates maintaining a conservative fiscal plan. All potential capital improvements will be carefully analyzed before further investments are made.

CONTACTING VILLAGE MANAGEMENT

This financial report is designed to provide our taxpayers, creditors, investors, and customers with a general overview of the Village's finances and to demonstrate the Village's accountability for the revenues it receives. If you have any questions concerning this report, please contact Maureen Naumcheff, Village Clerk at 120 West State Street, Mancelona, MI 49659.

**VILLAGE OF MANCERONA
STATEMENT OF NET POSITION
FEBRUARY 28, 2025**

	PRIMARY GOVERNMENT	COMPONENT UNIT DOWNTOWN DEVELOPMENT AUTHORITY
	GOVERNMENTAL ACTIVITIES	
ASSETS		
Current Assets:		
Cash	\$ 601,919	\$ 53,078
Certificates of Deposit	639,374	-
Receivables:		
Delinquent Property Taxes	31,805	42,680
Due from Other Governments	32,986	-
Due from Primary Government	-	50,370
Total Current Assets	1,306,084	146,128
Non-Current Assets:		
Non-Depreciable Capital Assets	422,669	-
Depreciable Capital Assets, Net	1,144,253	130,423
Total Non-Current Assets	1,566,922	130,423
Total Assets	\$ 2,873,006	\$ 276,551
LIABILITIES		
Current Liabilities:		
Due to the DDA/MAWSA	\$ 51,451	\$ -
Due to Homeowner	15,009	-
Total Current Liabilities	66,460	-
NonCurrent Liabilities:		
Compensated Absences	53,401	-
Total NonCurrent Liabilities	53,401	-
Total Liabilities	119,861	-
NET POSITION		
Net Investment in Capital Assets	1,566,922	130,423
Net Position, Restricted	256,673	-
Net Position, Unrestricted and Unassigned	599,550	146,128
Net Position, Assigned	330,000	-
Total Net Position	\$ 2,753,145	\$ 276,551

See accompanying notes to the financial statements

**VILLAGE OF MANCELONA
STATEMENT OF ACTIVITIES
YEAR ENDED FEBRUARY 29, 2024**

PROGRAM REVENUES

	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	CAPITAL GRANTS & CONTRIBUTIONS	NET (EXPENSE) REVENUES AND CHANGES IN NET POSITION		
					PRIMARY GOVERNMENT	COMPONENT UNIT	
GOVERNMENTAL ACTIVITIES							
Village Administration	\$ (143,405)	\$ -	\$ 30,000	\$ -	\$ (113,405)	\$ -	
Buildings and Grounds	(126,728)	3,263	-	-	(123,465)	-	
Streets and Highways	(463,858)	-	237,959	-	(225,899)	-	
Parks and Recreation	(45,925)	-	-	-	(45,925)	-	
Law Enforcement	(301,289)	6,800	-	-	(294,489)	-	
Motor Pool	(105,857)	-	-	-	(105,857)	-	
Sewer Assessment	(32,502)	32,502	-	-	-	-	
Unallocated Depreciation	(1,519)	-	-	-	(1,519)	-	
Downtown Devel. Authority	-	-	-	-	-	(49,121)	
Total Governmental Activities	(1,221,083)	42,565	267,959	-	(910,559)	(49,121)	
GENERAL REVENUES							
Property Taxes Levied for:							
General Operations					230,427	-	
Local Streets					62,538	-	
Downtown Development Authority					-	93,050	
State Shared Revenue & Marijuana Revenue					369,694	-	
Franchise/Facility Fees					17,216	-	
Interest Earnings					44,690	1,506	
Other					16,248	-	
Total General Revenues					740,813	94,556	
CHANGE IN NET POSITION					(169,746)	45,435	
NET POSITION - MARCH 1, 2024					2,922,891	231,116	
NET POSITION - FEBRUARY 28, 2025					\$ 2,753,145	\$ 276,551	

See accompanying notes to the financial statements

**VILLAGE OF MANCERONA
BALANCE SHEET
GOVERNMENTAL FUNDS
FEBRUARY 28, 2025**

	M A J O R F U N D S			TOTAL
	GENERAL	MAJOR STREET	LOCAL STREET	
<u>ASSETS</u>				
Cash	\$ 283,787	\$ 79,846	\$ 238,286	\$ 601,919
Certificates of Deposit	639,374	-	-	639,374
Receivables:				
Delinquent Taxes	25,612	-	6,193	31,805
Accounts	-	21,271	11,715	32,986
Due From Other Funds	98,147	3,035	5,363	106,545
Total Assets	1,046,920	104,152	261,557	1,412,629
<u>LIABILITIES AND FUND BALANCE</u>				
Liabilities:				
Due to Other Funds	8,398	53,074	45,073	106,545
Due to the DDA	39,498	-	10,889	50,387
Due to MAWSA	1,064	-	-	1,064
Due to Homeowner	15,009	-	-	15,009
Total Liabilities	63,969	53,074	55,962	173,005
Fund Balance:				
Fund Balance - Restricted	-	51,078	205,595	256,673
Fund Balance - Unassigned	652,951	-	-	652,951
Fund Balance - Assigned	330,000	-	-	330,000
Total Fund Balance	982,951	51,078	205,595	1,239,624
Total Liabilities and Fund Balance	\$ 1,046,920	\$ 104,152	\$ 261,557	\$ 1,412,629

See accompanying notes to the financial statements.

**VILLAGE OF MANCERONA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
FEBRUARY 28, 2025**

TOTAL FUND BALANCES - GOVERNMENTAL ACTIVITIES (PER THE BALANCE SHEET PAGE 10)	\$	1,239,624
Amounts reported for governmental activities in the Statement of Net Position (page 8) are different because:		
Capital assets used in governmental activities are not financial resources and, therefore; are not used in the funds		1,566,922
Long-term liabilities and accrued interest are not due and payable in the current period and, therefore; are not reported in the funds		(53,401)
TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES (PER STATEMENT OF NET POSITION - PAGE 8)	<hr style="border-top: 1px solid black;"/> \$	<hr style="border-top: 1px solid black;"/> 2,753,145 <hr style="border-top: 3px double black;"/>

See accompanying notes to the financial statements

VILLAGE OF MANCELONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
YEAR ENDED FEBRUARY 28, 2025

	M A J O R F U N D S			TOTAL
	GENERAL	MAJOR STREET	LOCAL STREET	
REVENUES				
Property Taxes	\$ 230,427	\$ -	\$ 62,538	\$ 292,965
State Shared Revenue	195,008	154,209	83,750	432,967
Marijuana Shared Revenue	174,686	-	-	174,686
Equipment Rental and Admin.	88,831	-	-	88,831
Sewer Special Assessment	32,502	-	-	32,502
School Resource Officer	30,000	-	-	30,000
Franchise Fee	13,216	-	-	13,216
Local Fees - Marijuana Facilities	4,000	-	-	4,000
Refunds and Rebates	6,536	-	-	6,536
Charges for Services	3,263	-	-	3,263
Interest Earnings	36,292	3,035	5,363	44,690
Police	6,800	-	-	6,800
Other	9,712	-	-	9,712
Total Revenues	831,273	157,244	151,651	1,140,168
EXPENDITURES				
General Government	371,593	-	-	371,593
Public Safety:				
Police	291,155	-	-	291,155
Highways and Streets	-	160,948	363,346	524,294
Motor Pool	101,700	-	-	101,700
MAWSA - Sewer Assessment	32,502	-	-	32,502
Total Expenditures	796,950	160,948	363,346	1,321,244
Excess (Deficiency) of Revenues Over (Under) Expenditures	34,323	(3,704)	(211,695)	(181,076)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	74,236	74,236
Transfers Out	-	(74,236)	-	(74,236)
Net Change in Fund Balance	34,323	(77,940)	(137,459)	(181,076)
Fund Balance - Beginning of Year	948,628	129,018	343,054	1,420,700
Fund Balance - End of Year	\$ 982,951	\$ 51,078	\$ 205,595	\$ 1,239,624

See accompanying notes to the financial statements

**VILLAGE OF MANCERONA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
YEAR ENDED FEBRUARY 28, 2025**

NET CHANGE IN FUND BALANCE - GOVERNMENTAL FUNDS	\$	(181,076)
Amounts reported for governmental activities in the Statement of Activities (page 9) are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets are allocated over their estimated useful lives.		107,389
Depreciation expense is reported in the Statement of Activities but not the governmental funds financial statements.		(92,759)
Governmental funds do not report long-term debt; therefore, debt service payments are recorded as an expenditure. However, in the government-wide financial statements, long-term debt is recorded and debt service payments are applied against the outstanding balance or to interest expense.		27,200
Governmental funds do not record the "Compensated Absences"; However, the Government-wide statements do record the liability and the appropriate change in the liability.		(30,500)
CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES PER THE STATEMENT OF ACTIVITIES	<hr style="border: none; border-top: 1px solid black;"/> \$	<hr style="border: none; border-top: 1px solid black;"/> (169,746) <hr style="border: none; border-top: 3px double black;"/>

See accompanying notes to the financial statements

**VILLAGE OF MANCELONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED FEBRUARY 28, 2025**

NOTE A: ENTITY

The Village of Mancelona is a General Law Village of the State of Michigan organized in 1879, located in Antrim County, Michigan. It was incorporated under Act 3 of 1895. The criteria for determining the various governmental functions to be included in the reporting entity's financial statements include oversight responsibility, scope of public service, and special financing relationships. On this basis, the financial statements include all of the governmental functions of the Village of Mancelona.

DOWNTOWN DEVELOPMENT AUTHORITY

The Village passed Ordinance 74, effective July 12, 1994, creating the Downtown Development Authority (DDA) of the Village of Mancelona. In 1996, the DDA commissioned the preparation of the "The Development and Financing Plan for the Downtown Development District," which was adopted by the Village of Mancelona Board through Ordinance 81, and renewed to extend until 2050. The Authority is a component unit of the Village. The Village Council has the power to dissolve the Authority at will. The Authority may not impose taxes nor obligate the Village in any manner without approval of the Village Council. The activities of the Authority are presented as a discrete component unit of the Village of Mancelona in these financial statements. The DDA is audited under a separate cover, and those financial statements are available for review at the Village offices.

MANCELONA FIRE DISTRICT

This report does not include the financial activity of the Mancelona Fire District. The Mancelona Fire District is part of the Township of Mancelona.

MANCELONA AREA WATER AND SEWER AUTHORITY

The Mancelona Area Water and Sewer Authority was established in 2000 as a joint venture by the Village of Mancelona, the Township of Mancelona, and the Township of Custer. The Authority was established to meet the water and sewer needs most effectively of the Mancelona area. The financial statements of the Authority are audited under separate cover and are not included in this report. The Authority had long-term debt of approximately \$2,945,000 as of December 31, 2023, along with restricted equity for debt service of \$652,781.

JOINT PLANNING COMMISSION

The Mancelona Area Planning Commission is a joint planning commission consisting of Mancelona Township and the Village of Mancelona. At February 28, 2025 the Commission had \$13,317 in the shared checking account.

**VILLAGE OF MANCELONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED FEBRUARY 28, 2025**

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

INTRODUCTION

The accounting and reporting framework and the more significant accounting principles and practices of the Village of Mancelona are discussed in subsequent sections of this Note. The remainder of the Notes are organized to provide explanations including required disclosures of the Village's financial activities. The accounting policies of the Village of Mancelona conform to the generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENT PRESENTATION

Government-Wide Financial Statements

The government-wide financial statements include the Statement of Net Position and the Statement of Activities. These statements report financial information for the Village as a whole, excluding fiduciary activities. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and Village general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers. At this time, the Village has no business-type activities.

The Statement of Activities reports the expenses of a given function offset by program revenues directly connected with functional programs. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity.

Program revenues include: (1) charges for services which report fees, fines and forfeitures, and other charges to users of the Village's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets and include fees to developers. These revenues are subject to externally imposed restrictions to these program uses. Taxes and other revenue sources not included as program revenues are reported as general revenues.

Fund Financial Statements

Fund financial statements are provided for governmental, proprietary, and fiduciary funds. Major individual governmental funds are reported in separate columns with composite columns for non-major funds. The Village does not maintain any non-major funds. The measurement focus and basis of accounting for the government-wide and fund financial statements are described in a subsequent section of this note.

**VILLAGE OF MANCELONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED FEBRUARY 28, 2025**

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENT PRESENTATION
(CONTINUED)**

FUND TYPES AND MAJOR FUNDS

Governmental Funds

The Village reports the following major governmental funds:

General Fund – This fund is used to account for all financial transactions except those required to be accounted for in another fund. The fund includes the general operating expenditures of the local unit. Revenues are derived primarily from property taxes, state and federal distributions, grants, and other inter-governmental revenues.

Major Street Fund – This fund is used to account for all financial transactions related to the Village’s “major” (state-owned) streets. Revenues are derived primarily from state grants.

Local Street Fund – This fund is used to account for all financial transactions related to the Village’s local streets. Revenues are derived primarily from property taxes and state grants.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Government-Wide Financial Statements

The government-wide statements report using the economic resources measurement focus and the accrual basis of accounting generally including the reclassification or elimination of internal activity (between or within funds).

Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax revenues are recognized in the year for which they are levied while grants are recognized when grantor eligibility requirements are met.

**VILLAGE OF MANCELONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED FEBRUARY 28, 2025**

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

FUND TYPES AND MAJOR FUNDS (CONTINUED)

Governmental Fund Financial Statements

Governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The Village considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported as expenditures in the year due.

Major revenue sources susceptible to accrual include sales and use taxes, property taxes, franchise taxes (fees), intergovernmental revenues, and investment income. In general, other revenues are recognized when cash is received.

Property tax revenues are recognized as follows:

Properties are assessed as of December 31 and the related property taxes become a lien on July 1 of the following year. These taxes are due on September 15 with the final collection date of February 28 before they are added to the county delinquent tax rolls. In accordance with GASB 33 "Accounting and Financial Reporting for Nonexchange Transactions", the Village records property tax revenue on the lien date, when it becomes an enforceable legal claim for the Village. Accordingly, taxes levied on July 1, 2024 are recorded as revenue in the current year. Unpaid taxes are recorded as receivables of the respective funds.

Property taxes were levied as follows for the year ended February 28, 2025:

General	10.8757 mills
Local Street	3.0000 mills

The taxable value of the Village for the 2024 tax year totaled \$24,657,932.

CAPITAL ASSETS AND DEPRECIATION

The Villages property, plant, equipment, and infrastructure with useful lives of more than one year are stated at historical cost and comprehensively reported in the government-wide financial statements. The Village maintains infrastructure asset records consistent with all other capital assets. Donated assets are stated at fair value on the date donated. The Village generally capitalizes assets with historical cost of \$1,000 or more as purchase and construction outlays occur.

**VILLAGE OF MANCERLONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED FEBRUARY 28, 2025**

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

CAPITAL ASSETS AND DEPRECIATION (CONTINUED)

The costs of normal maintenance and repairs that do not add to the asset value or materially extend useful lives are not capitalized. Capital assets are depreciated using the straight-line method. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts and the resulting gain or loss is recorded in operations.

Estimated useful lives, in years, for depreciable assets are as follows:

Buildings	50-75
Improvements, other than buildings	10-20
Machinery and equipment	5-10
Vehicles	5-10
Infrastructure	20-40

For information describing capital assets, see Note F.

LONG-TERM DEBT, DEFERRED DEBT EXPENSE, AND BOND DISCOUNT/PREMIUMS

In the government-wide financial statements, outstanding debt is reported as liabilities. Bond issuance costs, bond discounts or premiums, and the difference between the reacquisition price and the net carrying value of refunded debt are expensed in the year of issuance.

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.

USE OF ESTIMATES

The financial statements have been prepared in conformity with generally accepted accounting principles as applicable to governments and, as such, include amounts based on informed estimates and judgments of management with consideration given to materiality. Actual results could differ from those estimates.

BUDGETS

Public Act 621 of 1978 as amended provides that a local unit shall not incur expenditures in excess of the amount appropriated. The approved budgets of the Village for these budgetary funds were adopted on a fund level, using the modified accrual basis of accounting. Amendments are made to the budget

**VILLAGE OF MANCELONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED FEBRUARY 28, 2025 ↓**

**NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)
(BUDGETS CONTINUED)**

when determined to be necessary throughout the year. The budget is presented as originally adopted and as amended. There are no carryover budget items.

NOTE C: CASH AND CASH EQUIVALENTS

At year end, the carrying amount of the Village's bank deposits including certificates of deposit was \$1,241,293. The bank balance was \$1,147,219. Of the bank balance, \$250,000 was covered by federal depository insurance and \$897,219 was uninsured. The uninsured deposits are held by the bank in the Village's name and collateralized with securities.

Statutory Authority

Act 217, PA 1982, authorizes the Village to deposit and invest in:

- (a) Bonds and other direct obligations of the United States or its agencies
- (b) Certificates of deposit, savings accounts, deposit accounts, or depository receipts of federally insured banks, insured savings and loan associations or credit unions insured by the National Credit Union Administration that are eligible to be the depository of surplus money belonging to the state under section 5 or 6 of Act 105, PA 1855, as amended.
- (c) Commercial paper rated at the time of purchase within the three highest classifications established by not less than two standard rating services. Maturity cannot be more than 270 days after purchase, and not more than 50 percent of any fund may be invested in commercial paper at any time.
- (d) United States Government or Federal Agency obligation repurchase agreements.
- (e) Banker's acceptance of United States bank.
- (f) Mutual funds composed of investments which are legal for direct investments by local units of government in Michigan.

The Village's cash deposits and investments are in accordance with statutory authority.

NOTE D: RECEIVABLES

The Village's receivables as of February 28, 2025 are as follows:

Fund Financial Statements:

	<u>GENERAL</u>	<u>MAJOR STREET</u>	<u>LOCAL STREET</u>
Delinquent Taxes	\$ 25,612	\$ -	\$ 6,193
State Revenue/Grants	-	\$ 21,271	\$ 11,715
Total	<u>\$ 25,612</u>	<u>\$ 21,271</u>	<u>\$ 17,908</u>

**VILLAGE OF MANCERLONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED FEBRUARY 28, 2025**

NOTE E: DUE FROM/TO OTHER FUNDS

The amounts of interfund receivables and payable are as follows:

<u>FUND</u>	<u>INTERFUND RECEIVABLE</u>	<u>FUND</u>	<u>INTERFUND PAYABLE</u>
Local	\$ 5,363	Major Street	\$ 53,074
Major	3,035	General	8,398
General	<u>98,147</u>	Local Street	<u>45,073</u>
	<u>\$ 106,545</u>		<u>\$ 106,545</u>

Interfund receivables are short-term in nature and no interest is charged on the above amounts. Above amounts are the result of fringe benefit allocations, equipment rental and administration.

GASB 34 requires that all interfund receivables and payables are eliminated within each activity type for purposes of the government-wide financial statements.

NOTE F: CAPITAL ASSETS

	NOT DEPR.	DEPRECIATED				<u>TOTALS</u>
	<u>LAND & IMPROV.</u>	<u>BUILDINGS</u>	<u>POLICE VEHICLES</u>	<u>MACHINERY & EQUIPMENT</u>	<u>INFRA- STRUCTURE</u>	
Governmental Activities						
Balance, March 1, 2024	\$370,800	\$1,043,456	\$124,022	\$884,347	\$459,776	\$2,882,401
Increases	51,869	5,445	-	50,075	-	107,389
Decreases	-	-	-	-	-	-
Balance, Feb. 28, 2025	<u>422,669</u>	<u>1,048,901</u>	<u>124,022</u>	<u>934,422</u>	<u>459,776</u>	<u>2,989,790</u>
Governmental Activities						
Accumulated Depreciation						
Balance, March 1, 2024	-	323,192	76,962	656,555	273,400	1,330,109
Increases	-	25,757	7,631	44,045	15,326	92,759
Decreases	-	-	-	-	-	-
Balance, Feb. 28, 2025	<u>-</u>	<u>348,949</u>	<u>84,593</u>	<u>700,600</u>	<u>288,726</u>	<u>1,422,868</u>
Governmental Activities						
Capital Assets, Net	<u>\$422,669</u>	<u>\$699,952</u>	<u>\$39,429</u>	<u>\$233,822</u>	<u>\$171,050</u>	<u>\$1,566,922</u>

Depreciation expense was charged to functions of the Village as follows:

Motor Pool	\$ 34,582
Street & Sidewalks	15,326
Parks	5,441
Law Enforcement	10,134
Buildings and Grounds	25,757
Unallocated	<u>1,519</u>
Total	<u>\$ 92,759</u>

**VILLAGE OF MANCELONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED FEBRUARY 28, 2025**

NOTE G: LONG-TERM DEBT

The following is a summary of changes in long-term debt for the year ended February 28, 2025:

<u>Description and Purpose</u>	Balance March 1 <u>2024</u>	<u>Issued</u>	<u>Retired</u>	Balance February 28 <u>2025</u>
Governmental Activities				
Note Payable	<u>27,000</u>	<u>-</u>	<u>27,000</u>	<u>-</u>
Total	<u>\$ 27,000</u>	<u>\$ -</u>	<u>\$ 27,000</u>	<u>\$ -</u>

Note Payable for Equipment was established in January 2016. The \$127,000 note was borrowed to pay for a new plow truck. The interest was 3.125% due semi-annually. The note was paid off during the fiscal year, with a principal payment of \$27,000, leaving a balance of \$0 at February 28, 2025.

NOTE H: COMPENSTATED ABSENCES

All full-time employees (non-elected officials) may accumulate compensated absences (vacation and personal days) in accordance with the employment policies of the Village. Upon termination, employees are either paid one-half their individual accumulated amount or the full amount, depending on the details of each employment contract. At February 28, 2025, the Village was liable for \$53,401 of compensated absences.

**VILLAGE OF MANCELONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED FEBRUARY 28, 2025**

NOTE I: NET POSITION AND FUND BALANCE REPORTING

Governmental funds report fund balance in the following five categories:

- 1 Non-spendable** – the related assets form does not allow expenditures of the balance. The assets are either (a) not in a spendable form or (b) legally or contractually required to be maintained intact. Non-spendable fund balance would be equal to inventory, prepaid items, non-current financial assets, and endowments.
- 2. Restricted** – the related assets can only be spent for the specific purposes stipulated by constitution, external resource providers, or as identified in legislation.
- 3. Committed** – the related assets can only be spent for a specific purpose identified by formal resolution of the governing board.
- 4. Assigned** – the related assets can only be spent for a specific purpose but do not meet the criteria to be classified as committed.
- 5. Unassigned** – is the residual classification and includes all spendable amounts not contained in the other classifications.

The assigned fund balance and net position, totaling \$330,000, have been “set-aside” by the Village Council for anticipated future costs. The allocation of the assigned fund balance is as follows: DPW \$50,000, Police \$50,000, Parks \$100,000, unfunded employee benefits \$30,000, and Capital Improvements \$100,000.

NOTE J: DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

The statement of net position and governmental funds balance sheet will sometimes report a separate section for deferred outflows or inflows of resources. The outflows represent a consumption of net position, while the inflows represent an acquisition of net position. They both apply to a future period and will not be recognized as an outflow (expense/expenditure) or inflow (revenue) of resources until then. The Village has no items that qualify for reporting in these categories for the year ended February 28, 2025.

NOTE K: INTRA/INTER-FUND REVENUE AND EXPENSE

Following is a summary of all equipment rental and administration charges between and within funds (all general fund revenues).

Local Street	\$ 34,532		
Major Street	<u>\$ 41,230</u>		
Motor Pool Equip		Buildings & Grounds	
Rental & Admin.	<u>\$ 75,762</u>	and Parks	<u>\$ 13,069</u>

**VILLAGE OF MANCELONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED FEBRUARY 28, 2025**

NOTE K: INTRA/INTER-FUND REVENUE AND EXPENSE (CONT'D)

The Local and Major Street Funds incur the above stated expenditures and pay the General Fund accordingly. The Building and Grounds and Parks incur equipment rental expenses, while matching revenue is recorded, however no payments are made for this **intra-fund** activity.

All inter/intra-fund activity has been eliminated in the government-wide financial statements.

NOTE L: PENSION/ 457 PLAN

The Village of Mancelona has a defined contribution pension plan covering substantially all its (non-elected) employees. Employees are fully vested in the sixth year of employment. A defined contribution pension plan provides benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive.

Under the Village's defined contribution pension plan, the benefits a participant will receive depend on the amount contributed to the participant's account and the returns earned on investments of those contributions.

The plan is provided by the Michigan Employers Retirement System (MERS). The total pension expense for the year approximated \$22,671, which meets the contribution requirements of the Village. The Village contributes 7% of eligible employee wages which was approximately \$323,875 for the period. The policy provides for group retirement annuities and contributions to be used for the purchase of annuity benefits, so there are no separate plan assets.

Additionally, the Village offers a deferred compensation "457 Plan", which allows for employees to defer a portion of their taxable wages. No employer contribution is made to the 457 Plan.

NOTE M: TOWNSHIP AMBULANCE AUTHORITY LEASE

In 2011, the Village entered into a lease agreement with the Township Ambulance Authority. The Ambulance Authority paid approximately \$325,000 in leasehold improvements to the "village hall" building. In turn for these improvements, the Authority has "rent free" use of the facility for a period of 40 years. The Village has not recorded the leasehold improvements as a capital asset, nor has it recorded a matching deferred revenue as a liability.

**VILLAGE OF MANCELONA
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED FEBRUARY 28, 2025**

NOTE N: INSURANCE COVERAGES

The Village is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omission; injuries to employees; and natural disasters. The Village participates in the Municipal League Liability and Property Pool, a self-insured group. The pool is considered a public entity risk pool. The Village pays annual premiums to the pool for the respective insurance coverage. In the event a pool's total claims and expense for a policy year exceed the total normal annual premiums for said years, all members of the pool's policy year may be subject to special assessment to make up the deficiency. The pool maintains reinsurance for claims generally in excess of \$500,000 for each occurrence with the overall maximum coverage varying depending on the specific type of coverage of reinsurance. The Village has not been informed of any special assessments being required.

There were no significant changes in coverage, nor were there any significant claims for the year. The Village carries commercial insurance for other types of losses, including employee health and accident insurance.

The Village has the following coverages:

	<u>COVERAGES</u>
Property	\$ 2,653,137
General Liability	2,000,000
Public Officials Liability	2,000,000
Law Enforcement	2,000,000
Automobile	2,000,000
Crime	100,000
Surety Bond	100,000
Position Fidelity Bond	13,320
Worker's Compensation	Statutory

NOTE O: SUBSEQUENT EVENTS

The Village has evaluated subsequent events and transactions for potential recognition and disclosure through May 5, 2025, the date the financial statements were available to be issued.

NOTE P: WATER & SEWER AUTHORITY DEBT/CONTINGENCY

In the event the Mancelona Area Water and Sewer Authority was in default on its debt, the Village would be responsible for its share. The Authorities total debt at December 31, 2023 was \$2,945,000, with restricted equity of \$652,781 for debt service. The Village's portion of the debt would be based on its share of Authority wide taxable values.

VILLAGE OF MANCERLONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED FEBRUARY 28, 2025

	ORIGINAL BUDGET	FINAL AMENDED BUDGET	ACTUAL	VARIANCE FROM FINAL AMENDED BUDGET
REVENUES:				
Property Taxes	\$ 233,000	\$ 233,000	\$ 230,427	\$ (2,573)
State Shared Revenue	185,500	185,500	188,348	2,848
Marijuana Shared Revenue	125,000	125,000	174,686	49,686
Special Assessment - Sewer	35,000	35,000	32,502	(2,498)
Grants	34,000	34,000	30,000	(4,000)
Local Fees - Marijuana Facilities	12,000	12,000	4,000	8,000
Metro Act Funds	6,000	6,000	6,660	660
Charges for Services	1,500	1,500	3,263	1,763
Sub - Total	632,000	632,000	669,886	37,886
Police:				
Ordinance Fines	2,000	2,000	1,600	(400)
State Rev Training	250	250	3,000	2,750
Liquor License	1,200	1,200	2,200	1,000
Total Police	3,450	3,450	6,800	3,350
Equipment Rental and Admin:				
Local and Major Streets	70,000	70,000	75,762	5,762
Buildings & Grounds/ Parks	17,000	17,000	13,069	(3,931)
Total Equipment Rental and Admin.	87,000	87,000	88,831	1,831
Other:				
Franchise Fees	16,000	16,000	13,216	(2,784)
Interest Earnings	13,000	13,000	36,292	23,292
Sale of Property	-	-	6,914	6,914
Miscellaneous	500	500	2,798	2,298
Refunds and Rebates	-	-	6,536	(6,536)
Total Other	29,500	29,500	65,756	36,256
Total Revenues	\$ 751,950	\$ 751,950	\$ 831,273	\$ 79,323

VILLAGE OF MANCERLONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED FEBRUARY 28, 2025

	<u>ORIGINAL BUDGET</u>	<u>FINAL AMENDED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FROM FINAL AMENDED BUDGET</u>
EXPENDITURES:				
GENERAL GOVERNMENT				
Village Council:				
Wages	\$ 15,000	\$ 15,000	\$ 10,125	\$ 4,875
Fringe Benefits	1,000	1,000	789	211
Insurance	21,000	24,000	23,567	433
Professional Fees	17,500	17,500	14,165	3,335
Printing	1,500	1,500	655	845
Planning/Zoning/Joint PC	11,750	11,750	3,051	8,699
Miscellaneous	3,500	3,500	3,009	491
Total Village Council	<u>71,250</u>	<u>74,250</u>	<u>55,361</u>	<u>18,889</u>
Village Clerk:				
Wages	29,000	29,000	26,433	2,567
Fringe Benefits	5,000	5,000	3,924	1,076
Office Supplies & Other	6,000	6,000	6,701	(701)
Telephone	1,500	3,500	2,924	576
Total Village Clerk	<u>41,500</u>	<u>43,500</u>	<u>39,982</u>	<u>3,518</u>
Village Treasurer:				
Wages	16,500	16,500	14,188	2,312
Fringe Benefits	2,250	2,250	2,036	214
Tax Roll	1,000	1,000	1,065	(65)
Office Supplies	1,750	1,750	273	1,477
Total Village Treasurer	<u>\$ 21,500</u>	<u>\$ 21,500</u>	<u>\$ 17,562</u>	<u>\$ 3,938</u>

VILLAGE OF MANCERLONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED FEBRUARY 28, 2025

	ORIGINAL BUDGET	FINAL AMENDED BUDGET	ACTUAL	VARIANCE FROM FINAL AMENDED BUDGET
Buildings and Grounds:				
Wages	\$ 26,000	\$ 26,000	\$ 25,503	\$ 497
Fringe Benefits	12,000	12,000	11,377	623
Capital Outlay	1,000	61,000	60,214	786
Contractual Services	22,000	22,000	19,690	2,310
Sewer Assessment	7,000	7,000	7,561	(561)
Utilities	27,000	32,500	34,824	(2,324)
Equipment Rental	9,000	9,000	5,955	3,045
Operating Supplies	2,000	2,000	5,495	(3,495)
Building Supplies	2,000	2,000	735	1,265
Total Buildings and Grounds	108,000	173,500	171,354	2,146
Parks and Recreation:				
Wages	16,000	16,000	12,952	3,048
Fringe Benefits	12,000	12,000	5,778	6,222
Equipment Rental	8,000	8,000	6,993	1,007
Utilities	5,500	5,500	5,684	(184)
Supplies	5,500	5,500	5,920	(420)
New Equipment	25,000	29,000	28,395	605
Contractual Services	500	22,500	21,612	888
Total Parks and Recreation	72,500	98,500	87,334	11,166
TOTAL GENERAL GOVERNMENT	\$ 314,750	\$ 411,250	\$ 371,593	\$ 39,657

VILLAGE OF MANCERLONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED FEBRUARY 28, 2025

	ORIGINAL BUDGET	FINAL AMENDED BUDGET	ACTUAL	VARIANCE FROM FINAL AMENDED BUDGET
PUBLIC SAFETY				
Police				
Wages	\$ 190,000	\$ 190,000	\$ 180,491	\$ 9,509
Fringes	85,000	85,000	77,431	7,569
Gasoline	8,000	8,000	7,266	734
Contractual Services	3,000	3,000	2,893	107
Operating Supplies	4,000	8,500	7,012	1,488
Telephone	3,000	4,500	4,458	42
Training & Mileage	1,000	5,000	4,633	367
New Equipment	2,500	4,500	4,576	(76)
Miscellaneous	2,000	2,000	2,395	(395)
Total Police	298,500	310,500	291,155	19,345
MOTOR POOL				
Wages	41,000	41,000	32,892	8,108
Fringe Benefits	20,000	20,000	12,755	7,245
Gasoline	10,000	10,000	8,544	1,456
New Equipment	10,000	10,000	3,525	6,475
Debt Service	10,000	30,000	27,931	2,069
Utilities	6,000	6,000	5,449	551
Equipment Supplies	3,000	9,000	8,680	320
Operating Supplies	1,500	1,500	1,327	173
Contractual Services	1,000	1,000	225	775
Miscellaneous	500	500	372	128
Total Motor Pool	103,000	129,000	101,700	27,300
MAWSA - Sewer Assessment	35,000	35,000	32,502	2,498
Total Expenditures	751,250	885,750	796,950	88,800
Excess (Deficiency) of Revenues over Expenditures	700	(133,800)	34,323	168,123
Fund Balance - Beginning of Year	948,628	948,628	948,628	-
Fund Balance - End of Year	\$ 949,328	\$ 814,828	\$ 982,951	\$ 168,123

VILLAGE OF MANCERLONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - MAJOR STREET FUND
YEAR ENDED FEBRUARY 28, 2025

	ORIGINAL BUDGET	FINAL AMENDED BUDGET	ACTUAL	VARIANCE FROM FINAL AMENDED BUDGET
REVENUES:				
State Funds	\$ 145,000	\$ 145,000	\$ 152,910	\$ 7,910
County Funds	3,000	3,000	1,299	1,701
Interest	5,000	5,000	3,035	(1,965)
Total Revenues	153,000	153,000	157,244	4,244
EXPENDITURES:				
Reconstruction	50,000	61,000	60,721	279
Routine Maintenance:				
Wages	6,000	10,000	9,690	310
Supplies, Equip. Rental, Other	21,500	22,500	22,469	31
Winter Maintenance:				
Wages	9,000	13,000	12,709	291
Supplies, Equip. Rental, Other	27,500	30,000	29,574	426
M-88 Maintenance:				
Wages	1,000	3,000	2,806	194
Equipment Rental, Other	2,000	12,000	11,345	655
Fringe Benefits	8,000	12,000	11,634	366
Total Expenditures	125,000	163,500	160,948	2,552
Excess (Deficiency) of Revenues over Expenditures	28,000	(10,500)	(3,704)	6,796
OTHER FINANCING SOURCES (USES):				
Transfers Out	-	(75,000)	(74,236)	764
Net Change in Fund Balance	28,000	(85,500)	(77,940)	(7,560)
Fund Balance - Beginning of Year	129,018	129,018	129,018	-
Fund Balance - End of Year	\$ 157,018	\$ 43,518	\$ 51,078	\$ 7,560

VILLAGE OF MANCERONA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - LOCAL STREET FUND
YEAR ENDED FEBRUARY 28, 2025

	<u>ORIGINAL BUDGET</u>	<u>FINAL AMENDED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FROM FINAL AMENDED BUDGET</u>
REVENUES:				
Property Taxes	\$ 67,000	\$ 67,000	\$ 62,538	\$ (4,462)
State Funds - Act 51	75,000	75,000	82,230	7,230
State Funds - Stabilization Funds	1,500	1,500	1,520	20
Interest	5,000	5,000	5,363	363
Total Revenues	<u>148,500</u>	<u>148,500</u>	<u>151,651</u>	<u>3,151</u>
EXPENDITURES:				
Resurfacing	250,000	300,000	293,258	6,742
Sidewalk Installation	1,000	1,000	-	1,000
Routine Maintenance:				
Wages	7,000	7,300	7,286	14
Supplies, Equip. Rental, Other	12,500	12,500	9,140	3,360
Winter Maintenance:				
Wages	10,000	13,000	12,952	48
Supplies, Equip. Rental, Other	28,500	31,500	31,291	209
Fringes	6,000	10,000	9,419	581
Total Expenditures	<u>315,000</u>	<u>375,300</u>	<u>363,346</u>	<u>11,954</u>
Excess (Deficiency) of Revenues Over Expenditures	(166,500)	(226,800)	(211,695)	15,105
OTHER FINANCING SOURCES (USES):				
Transfers In	-	75,000	74,236	(764)
Net Change in Fund Balance	<u>(166,500)</u>	<u>(151,800)</u>	<u>(137,459)</u>	<u>14,341</u>
Fund Balance - Beginning of Year	343,054	343,054	343,054	-
Fund Balance - End of Year	<u>\$ 176,554</u>	<u>\$ 191,254</u>	<u>\$ 205,595</u>	<u>\$ 14,341</u>