Comprehensive Annual Financial Review (CAFR)
Year Ended August 31, 2015

Presented by
David Thompson
Chief Financial Officer
Overview

• Purpose
• Highlights
• Report of Independent Auditor
Purpose

- Present fairly financial results of operations
- Generally Accepted Accounting Principles (GAAP)
- Governmental Accounting Standards Board (GASB)
- Compliance (Single Audit)
Report Highlights

• CAFR is a historical document, presenting the results from FY end 8/31/2015.
  - Accrual (GAAP) basis

• Annual Operating Plan (Budget) is a prospective document, representing a FY end 8/31/2015 planned results.
  - Primarily cash basis
Report Highlights

Three Sections

• Introductory

• Financial
  - Supplemental Information

• Statistical (Unaudited)
# Budget To Actual Reconciliation

## FY 2015

All lines of business (in thousands)

<table>
<thead>
<tr>
<th></th>
<th>FY2015 Budget</th>
<th>FY2015 Budgeted Actual</th>
<th>FY2015 CAFR Actual</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenues</strong></td>
<td>$51,233</td>
<td>$54,070</td>
<td>$57,115</td>
</tr>
<tr>
<td><strong>Expenses</strong></td>
<td>(50,421)</td>
<td>(45,072)</td>
<td>(49,643)</td>
</tr>
<tr>
<td><strong>Surplus/(Deficit)</strong></td>
<td>812</td>
<td>8,998</td>
<td>7,472</td>
</tr>
</tbody>
</table>

**Reconciling Items:**

- Depreciation vs. debt service (principal) (3,740) -
- Lake Limestone 40 yr contract close out deferred revenue 2,761 -
- GASB 68 entry for pension costs (684) -
- Capitalized expenditures 471 -
- Other (334) -

**Total Reconciling Items:** $7,472 $7,472
## CAFR Financial Highlights

*All lines of business (in millions)*

<table>
<thead>
<tr>
<th>Item</th>
<th>FY2014</th>
<th>FY2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating Revenues</td>
<td>$51.0</td>
<td>$54.9</td>
</tr>
<tr>
<td>Operating Expenses</td>
<td>(43.8)</td>
<td>(45.0)</td>
</tr>
<tr>
<td>Operating Income</td>
<td>7.2</td>
<td>9.9</td>
</tr>
<tr>
<td>Interest Expense</td>
<td>(4.3)</td>
<td>(4.4)</td>
</tr>
<tr>
<td>Investment Income</td>
<td>0.5</td>
<td>0.5</td>
</tr>
<tr>
<td>Other Non-Operating Items</td>
<td>(1.1)</td>
<td>1.4</td>
</tr>
<tr>
<td>Net Income/(Loss)</td>
<td>2.3</td>
<td>7.4</td>
</tr>
<tr>
<td>Working Capital</td>
<td>46.4</td>
<td>54.5</td>
</tr>
<tr>
<td>Total Net Assets</td>
<td>$239.6</td>
<td>$247.0</td>
</tr>
</tbody>
</table>

*NOTE: Prior year restated for GASB 68 pension rule $5M*
Report of Independent Auditor

Padgett Stratemann & Co.

Mike O’Brien
Partner in Charge