

BIG STONE COUNTY SUMMARY FINANCIAL STATEMENT

For the Year Ended December 31, 2017

The purpose of the Report is to provide a summary of financial information concerning Big Stone County for interested citizens. Questions about this report should be directed to Michelle R. Knutson, Auditor at (320) 839-6366.

A FULL AND COMPLETE COPY OF THE COUNTY FINANCIAL STATEMENT IS AVAILABLE UPON REQUEST BY CALLING (320) 839-6366, OR BY WRITING TO THE BIG STONE COUNTY AUDITOR, 20 2ND ST SE, SUITE #103, ORTONVILLE, MN 56278 or auditors@co.big-stone.mn.us

2017 COUNTY OFFICIALS

1st District Commissioner	Jay Backer	(605) 880-1417
2nd District Commissioner	Wade Athey	(320) 325-9988
3rd District Commissioner	Brent Olson	(320) 273-2297
4th District Commissioner	Roger Sandberg	(320) 305-1721
5th District Commissioner	Joseph Berning	(320) 839-3909
County Sheriff	John Haukos	(320) 839-3558
County Auditor	Michelle R. Knutson	(320) 839-6366
County Treasurer	Cindy Nelson	(320) 839-6395
County Recorder	Elaine Martig	(320) 839-6390
County Attorney	Joseph Glasrud	(320) 487-1206

Summary of Big Stone County's Statement of Activities For the Year Ended December 31, 2017

Functions/Programs	Expenses	Program Revenues	Net (Expense) Revenue and Changes in Net Assets
Governmental activities			
General government	\$ 2,222,689	\$ 228,177	\$(1,994,512)
Public safety	1,203,142	227,161	(975,981)
Highways and streets	4,420,970	3,986,512	(434,458)
Sanitation	216,000	192,251	(23,749)
Human services	3,022,958	2,146,482	(876,476)
Health	123,022	875	(122,147)
Culture and recreation	172,398	37,524	(134,874)
Conservation of natural resources	541,439	340,101	(201,338)
Economic development	194,836	141,643	(53,193)
Interest	23,797	-	(23,797)
Total governmental activities	\$ 12,141,251	\$ 7,300,726	\$(4,840,525)
General revenues			
Taxes			\$ 4,767,530
Other general revenues			817,381
Total general revenues			\$ 5,584,911
Change in Net Position			\$ 744,386

A Summary of Fiduciary Net Position For the Year Ended December 31, 2017

Assets	
Cash and pooled investments	\$ 218,919
Liabilities	
Accounts payable	\$ 4,748
Due to other governments	209,762
Advance from other funds	4,409
Total Liabilities	\$ 218,919

A PROFILE OF BIG STONE COUNTY

	2017	2016	Percent Inc/Dec
Estimated Population*	5,052	5,052	0.00%
Total Tax Capacity	11,982,375	11,911,639	.59%
Percent of Property Taxes Collected	98.780%	99.213%	-0.44%
Total General Revenues	\$5,584,911	\$5,308,721	5.20%
Total Program Revenues	\$7,300,726	\$6,798,099	7.39%
Total Expenses	\$12,141,251	\$11,740,281	3.42%
Capital Assets (Net)	\$26,742,413	\$26,955,130	-0.79%
Total Outstanding Net Bonded Debt of the County	\$4,605,000	\$4,670,000	-1.39%
Total Government-Wide Net Position	\$31,512,488	\$30,768,102	2.42%
Total Number of Full Time Employees	63	62	1.61%

*2017 estimate not available

A User's Guide to County Financial Statements

Basic Financial Statements

Big Stone County's basic financial statements consist of three parts: government-wide financial statements, fund financial statements, and notes to the financial statements. The management's discussion and analysis and certain budgetary comparison schedules are required to accompany the basic financial statements and, therefore, are included as required supplementary information.

Government-wide financial statements display information about the county's financial reporting entity as a whole, except for its fiduciary activities.

Fund financial statements display separate financial information for the county's governmental and fiduciary funds. Fiduciary fund information is presented in aggregate by fund type.

Notes to the financial statements provide additional information and disclosure for information in the financial statements.

Governmental activities are generally activities of the county financed through taxes, intergovernmental revenues, and other nonexchange revenues.

Financial reporting entity consists of the primary government (county), organizations for which the county is financially accountable, and other organizations for which the nature and significance of their relationship with the county are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The nucleus of a county's financial reporting entity is the primary government, the county.

Primary government is a term used in connection with defining the financial reporting entity. The primary government is the focus of the financial reporting entity. For the county, the primary government represents the financial activities, funds, or accounts directly under the control of the county board.

County Governmental Fund Types

The General Fund is the general operating fund of the county. It is used to account for all financial resources, except those that are required to be accounted for in another fund.

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted for specified purposes.

Debt Service Funds are used to account for the accumulation of resources for, and the payment of principal, interest, and related costs of general long-term debt.

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

County Fiduciary Funds

Agency Funds are used to account for assets held by the county as an agent for individuals, private organizations, other governments, and/or other funds; for example, taxes collected and held by a county for a school district.

Character Classification of County Expenditures

The county's governmental expenditures are classified by character or the periods expenditures are presumed to benefit. The county has the following character classifications:

Current operating expenditures are presumed to benefit the current fiscal period.

Debt services are presumed to benefit prior fiscal periods as well as current and future periods and include amount expended for the payment of principal, interest, and other costs associated with debt.

Capital outlays are presumed to benefit current and future fiscal periods and include amounts expended for the construction or acquisition of county capital assets.

Intergovernmental represent resources transferred by the county to other governments.

Classification of County Functions

Functions are a group of related activities aimed at accomplishing a major service or regulatory program for which the county is responsible. The county has the following function classifications:

The general government function includes expenditures for general county activities such as the county commissioners, county auditor's office, county auditor's office, county treasurer's office, county assessor's office, the judicial, the planning and zoning office, and other county general service offices.

Public safety relates to the objective of protection of persons and property and includes expenditures for corrections activities, operations of the sheriff's department, civil defense, and emergency services.

Highways and streets includes expenditures relating to the construction and maintenance of county highways and streets.

Sanitation involves expenditures for the removal and disposal of waste and includes county solid waste collection and disposal, recycling, and sanitary sewer programs.

Human services represents activities designed to provide public assistance and institutional care for individuals unable to provide essential needs for themselves. These programs include child support collection, child welfare, chemical dependency, medical assistance, and others.

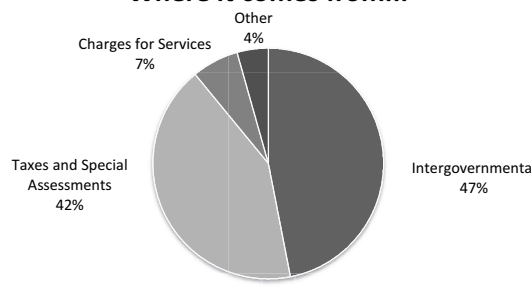
Health involves all activities involved in the conservation and improvement of public health. This function includes expenditures for the county public health department, home health aid services, other nursing services, maternal and child health, supplemental nutrition programs, and programs to protect public and private water systems.

Culture and recreation involves cultural and recreational activities maintained for the benefit of county residents and visitors. These activities include county libraries, parks, and other recreation programs.

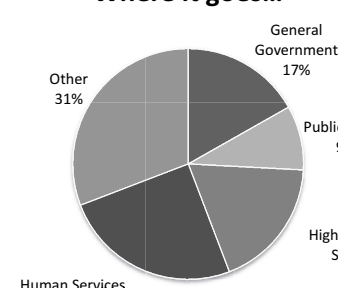
Conservation involves activities designed to conserve and develop such natural resources as water, soil, and forests and includes such programs as soil and water conservation, county extension, water planning, and other.

Economic development activities are directed toward economically developing the area encompassed by the county and providing assistance to, and opportunity for, economically disadvantaged persons or businesses.

Where it comes from...



Where it goes...



A Summary Balance Sheet of Governmental Funds December 31, 2017

	General	Highway	Family Services	Ditch	Debt Service	Total Governmental Funds
Assets						
Cash and investments	\$ 4,725,337	\$ 1,764,652	\$ 1,606,962	\$ 149,464	\$ 115,984	\$ 8,362,399
Taxes receivable	37,549	11,352	10,316	-	1,127	60,344
Special assessments receivable	7,890	-	-	134,327	-	142,217
Accounts receivable	2,386	1,030	30,258	-	-	33,674
Accrued interest receivable	3,198	-	-	-	-	3,198
Loans receivable	3,921,139	-	-	-	-	3,921,139
Due from other governments	33,856	2,149,438	120,904	857	-	2,305,055
Advance to other funds	219,300	-	-	-	-	219,300
Advance to other governments	-	-	7,089	-	-	7,089
Inventories	-	229,756	-	-	-	229,756
Total Assets	\$ 8,950,655	\$ 4,156,228	\$ 1,775,529	\$ 284,648	\$ 117,111	\$15,284,171
Liabilities, Deferred Inflows of Resources, & Fund Balance						
Liabilities						
Accounts payable	\$ 15,270	\$ 96	\$ 36,870	\$ 1,544	\$ -	\$ 53,780
Salaries payable	60,294	36,229	50,585	-	-	147,108
Due to other governments	46,525	977	11,758	-	-	59,260
Advance from other funds	-	-	-	219,300	-	219,300
Total Liabilities	\$ 122,089	\$ 37,302	\$ 99,213	\$ 220,844	\$ -	\$ 479,448
Deferred Inflows of Resources	\$ 80,771	\$ 1,992,748	\$ 150,906	\$ 134,327	\$ 1,974	\$ 2,360,726
Fund Balances						
Nonspendable	\$ 3,974,848	\$ 229,756	\$ -	\$ -	\$ -	\$ 4,204,604
Restricted	442,759	223,756	34,868	146,096	115,137	962,616
Committed	885,249	475,645	150,000	-	-	1,510,894
Assigned	100,621	1,197,021	1,340,542	-	-	2,638,184
Unassigned	3,344,318	-	-	(216,619)	-	3,127,699
Total Fund Balances	\$ 8,747,795	\$ 2,126,178	\$ 1,525,410	\$ (70,523)	\$ 115,137	\$12,443,997
Total Liabilities, Deferred Inflows of Resources & Fund Balances	\$ 8,950,655	\$ 4,156,228	\$ 1,775,529	\$ 284,648	\$ 117,111	\$15,284,171

A Summary of Governmental Funds Revenues and Expenditures For the Year Ended December 31, 2017

	General	Highway	Family Services	Ditch	Debt Service	Total Governmental Funds
Revenues						
Taxes	\$ 3,055,852	\$ 975,171	\$ 708,044	\$ -	\$ 88,305	\$ 4,827,372
Special assessments	117,674	-	-	167,760	-	285,434
Licenses and permits	18,588	1,200	-	-	-	19,788
Intergovernmental	905,137	3,102,231	1,687,284	-	5,249	5,699,901
Charges for services	199,506	174,418	425,497	-	-	799,421
Investment earnings	61,239	946	-	-	-	62,185
Miscellaneous	324,043	64,012	60,058	-	-	448,113
Total Revenues	\$ 4,682,039	\$ 4,317,978	\$ 2,880,883	\$ 167,760	\$ 93,554	\$12,142,214
Expenditures						
Current						
General government	\$ 1,979,649	\$ -	\$ -	\$ -	\$ -	\$ 1,979,649
Public safety	1,066,175	-	-	-	-	1,066,175
Highways and streets	-	2,162,560	-	-	-	2,162,560
Sanitation	207,787	-	-	-	-	207,787
Human services	-	-	2,943,555	-	-	2,943,555
Health	62,842	-	-	-	-	62,842
Culture and recreation	160,615	-	-	-	-	160,615
Conservation of natural resources	353,196	-	-	171,698	-	524,894
Economic development	53,193	-	-	-	-	53,193
Intergovernmental	60,180	199,977	-	-	-	260,157
Capital Outlay	216,699	1,915,178	-	-	-	2,131,877
Debt Service						
Principal	-	-	-	-	65,000	65,000
Interest and other costs	141,643	-	-	-	24,610	166,253
Total Expenditures	\$ 4,301,979	\$ 4,277,715	\$ 2,943,555	\$ 171,698	\$ 89,610	\$ 11,784,557
Excess of Revenues Over (Under) Expenditures	\$ 380,060	\$ 40,263	\$ (62,672)	\$ (3,938)	\$ 3,944	\$ 357,657
Other Financing Sources (Uses)						
Proceeds from sale of assets	5,656	6,697	-	-	-	12,353
Net Change in Fund Balances	\$ 385,716	\$ 46,960	\$ (62,672)	\$ (3,938)	\$ 3,944	\$ 370,010

MAJOR RECIPIENTS OF BIG STONE COUNTY EXPENDITURES

The following is a list of recipients of Big Stone County expenditures totaling \$5,000 or more during 2017. The list does not include salaries to county employees nor does it include individuals who received federal, state or county human services aid.

NAME OF RECIPIENT	AMOUNT
3DSPECIALTIES, INC	5,620.44
AAA STRIPING SERVICE CO	35,432.76
ABDO, EICK & MEYERS, LLP	7,000.00
AKRON TOWNSHIP	21,060.75
ALMOND TOWNSHIP	11,795.09
ALPHA TRAINING & TACTICS	7,142.16
AMERICAN SOLUTIONS FOR BUSINESS	5,602.36
ARTICHOKE TOWNSHIP	12,949.97
ASSN OF MN COUNTIES	8,273.00
ATWATER FORD	26,905.84
BAUER COUNTRYSIDE AG SERVICE, INC	5,023.50
BERKNER PLUMBING & HEATING	10,985.00
BIG STONE AREA GROWTH	44,250.00
BIG STONE CO AG SOCIETY	24,050.00
BIG STONE CO HISTORICAL SOCIETY	25,000.00
BIG STONE LAKE SNO RIDERS	27,973.67
BIG STONE SWCD	81,835.00
BIG STONE TOWNSHIP	19,218.57
BITUMINOUS PAVING INC	1,552,654.28
BONANZA EDUCATION CENTER	5,113.75
BOND TRUST SERVICES CORPORATION	230,502.50
BRIAN'S GLASS & DOOR, LLC	15,490.00
BROWNS VALLEY TOWNSHIP	16,656.30
CARQUEST OF ORTONVILLE	7,129.16
CENTRAL APPLICATORS, INC	16,778.44
CHILDREN'S HOME SOCIETY & FAMILY SERVICE	6,078.58
CHIPPEWA COUNTY	20,712.06
CITY OF BARRY	6,600.00
CITY OF GRACEVILLE	31,405.54
CITY OF ORTONVILLE	59,166.79
CITY OF ST CLOUD	11,935.48
COMPUTER PROFESSIONALS UNLIMITED	75,973.00
COUNTRYSIDE PUBLIC HEALTH	106,611.42
CROP PRODUCTION SERVICES	31,153.54
CUNNINGHAM/JOHN	10,437.55
DACOTAH PAPER CO	7,682.34
DDA HUMAN RESOURCES, INC	13,800.00
DEAN MILLER & SEROCKI EXCAVATING, INC	11,650.00
FAIRWAY VIEW NEIGHBORHOODS	6,193.19
FIDLAR COMPANIES	5,269.34
FIRST BANK & TRUST	324,788.31
FIRST STREET LAW	9,984.39
FLUEGEL, ANDERSON, MCLAUGHLIN & BRUTLAG	9,968.87
FOSTER TOWNSHIP	13,166.89
FRIDGEN EXCAVATING	44,205.00
GERARD ACADEMY	32,771.58
GOVCONNECTION, INC	79,040.68
GRACEVILLE TOWNSHIP	17,797.32
GREATER MN FAMILY SERVICES	90,472.82
GUARDIAN FLEET SAFETY, LLC	8,885.33
HANCOCK CONCRETE PRODUCTS, LLC	13,381.23
HEARTLAND GIRLS RANCH	73,985.80
JAMES NITZ CONSTRUCTION	42,258.50
JK ENGINEERS	5,626.39
KANDIYOHI COUNTY SHERIFF DEPARTMENT	190,608.33
KRIS ENGINEERING	1,013.85
KRIS ENGINEERING	