

CITY OF CENTERVILLE
CENTERVILLE, SOUTH DAKOTA
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDING DECEMBER 31, 2019
WITH ACCOUNTANT'S COMPILATION REPORT

INDEPENDENT AUDIT SERVICES, P.C.

Benjamin Elliott, CPA
P.O. Box 262
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CITY OF CENTERVILLE
CENTERVILLE, SOUTH DAKOTA

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FOR THE YEAR ENDING DECEMBER 31, 2019

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NOTE: All figures shown in this financial report are in U.S. dollars.
For space considerations, the "\$" symbol is not used.

INDEPENDENT AUDIT SERVICES, PC

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Governing Board
City of Centerville
Centerville, South Dakota

INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

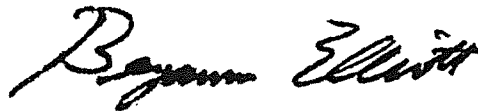
Management is responsible for the accompanying financial statements of governmental activities, business-type activities, each major fund and a discretely presented component unit of the City of Centerville, Turner County, South Dakota, as of and for the one year ended December 31, 2019, which collectively comprise the City's basic financial statements as listed in the table of contents, in accordance with a modified cash basis of accounting, and for determining that the modified cash basis of accounting is an acceptable financial reporting framework. I have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy or completeness of the information provided by management. I do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared in accordance with the modified cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the City's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

The supplementary information contained in the budgetary comparison, proportional share of net pension (asset)/liability, pension contributions and changes in long-term debt schedules are not a required part of the basic financial statements. Such information is the responsibility of management. This supplementary information was subject to my compilation engagement. I have not audited or reviewed the supplementary information and I do not express an opinion, a conclusion, nor provide any assurance on such information.

I draw attention to the fact that these financial statements are prepared in accordance with a modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Independent Audit Services, PC
Benjamin Elliott, CPA
Madison, South Dakota



May 4, 2020

CITY OF CENTERVILLE

ANNUAL REPORT
 STATEMENT OF NET POSITION
 MODIFIED CASH BASIS
 AS OF DECEMBER 31, 2019

	Primary Government			Component Unit
	Governmental Activities	Business- Type Activities	Total	
ASSETS:				
Cash and cash equivalents	433,153	181,133	614,286	25,103
Certificates of deposit		276,656	276,656	30,000
Restricted assets:				
Cash and cash equivalents	271	71,082	71,353	
Total assets	<u>433,424</u>	<u>528,871</u>	<u>962,295</u>	<u>55,103</u>
NET POSITION:				
Restricted for:				
Library	271		271	
3rd cent uses	33,711		33,711	
Debt service		71,082	71,082	
Unrestricted	399,442	457,789	857,231	55,103
Total net position	<u>433,424</u>	<u>528,871</u>	<u>962,295</u>	<u>55,103</u>

See accountant's compilation report.

CITY OF CENTERVILLE
 ANNUAL REPORT
 STATEMENT OF ACTIVITIES
 MODIFIED CASH BASIS
 FOR THE YEAR ENDING DECEMBER 31, 2019

Functions/Programs: Primary government:	Program Receipts			Net Receipts (Disbursements) and Changes in Net Position			Component Unit
	Disbursements	Charges for Services and Reimbursements	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	
Governmental activities:							
General government	98,208	14,907			(83,301)		(83,301)
Public safety	192,843			16,713	(176,130)		(176,130)
Public works	216,980		1,904		(216,980)		(216,980)
Health and welfare	0				1,904		1,904
Culture and recreation	184,826	10,971			(173,855)		(173,855)
Economic development	93,468	26,750			(66,718)		(66,718)
Total governmental activities	786,325	52,628	1,904	16,713	(715,080)	0	(715,080)
Business-type activities:							
Water	204,175	182,987			(21,188)		(21,188)
Sewer	187,701	217,778			30,077		30,077
Total business-type activities	391,876	400,765	0	0	8,889		8,889
Total primary government	1,178,201	453,393	1,904	16,713	(715,080)	8,889	(706,191)
Component unit activity:							
Centerville Housing & Redev Commission	20						(20)

General receipts:		Taxes:	
Property taxes	378,091	Property taxes	378,091
Sales taxes	180,056	Sales taxes	180,056
Amusement taxes	144	Amusement taxes	144
State shared receipts	43,257	State shared receipts	43,257
County shared receipts	1,896	County shared receipts	1,896
Interest received	862	Interest received	862
Rents and franchise fees	2,688	Rents and franchise fees	2,688
Donations	5,000	Donations	5,000
Special assessments	6,435	Special assessments	6,435
Miscellaneous	1,064	Miscellaneous	1,064
Recovery of prior year expense	11,402	Recovery of prior year expense	11,402
Sale of surplus property	15,354	Sale of surplus property	15,354
Transfer in (out)	0	Transfer in (out)	0
Total general receipts, sales and transfers	646,249	Total general receipts, sales and transfers	646,249
Change in net position	(68,831)	Change in net position	(68,831)
Net position:		Net position:	
January 1, 2019	502,255	January 1, 2019	502,255
December 31, 2019	433,424	December 31, 2019	433,424

See accountant's compilation report.

CITY OF CENTERVILLE

ANNUAL REPORT
 BALANCE SHEET -- MODIFIED CASH BASIS
 ALL GOVERNMENTAL FUNDS
 AS OF DECEMBER 31, 2019

	General Fund	3rd Cent Fund	Revolving Loan Fund	Total
ASSETS:				
101.00 Cash and cash equivalents	336,059	33,711	63,383	433,153
Restricted assets:				
107.00 Cash and cash equivalents	271			271
Total assets	336,330	33,711	63,383	433,424
FUND BALANCES:				
263.00 Nonspendable				0
264.00 Restricted	271	33,711		33,982
265.00 Committed			63,383	63,383
266.00 Assigned - capital projects	21,100			21,100
267.00 Unassigned	314,959			314,959
Total fund balances	336,330	33,711	63,383	433,424 *

* Equals net position on
 statement of net position

See accountant's compilation report.

CITY OF CENTERVILLE

ANNUAL REPORT
 STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND
 BALANCES -- MODIFIED CASH BASIS -- ALL GOVERNMENTAL FUNDS
 FOR THE YEAR ENDING DECEMBER 31, 2019

	General Fund	3rd Cent Fund	Revolving Loan Fund	Pascale Permanent Senior Citize Fund	Pascale Permanent Ballfield Fund	Total	
Receipts:							
Local sources:							
Taxes:							
311.00	Ad valorem taxes	378,091				378,091	
313.00	General sales and use taxes	173,736	6,320			180,056	
315.00	Amusement taxes	144				144	
320.00	Licenses and permits:	10,675				10,675	
Intergovernmental:							
State shared receipts:							
334.99	Grants	18,617				18,617	
335.01	Bank franchise tax	1,954				1,954	
335.02	Commercial prorate	2,081				2,081	
335.03	Liquor tax reversion	5,748				5,748	
335.04	Motor vehicle licenses (5%)	12,366				12,366	
335.08	Highway and bridge	21,108				21,108	
338.02	County shared receipts: road t:	1,896				1,896	
Charges for goods and services:							
341.00	General government	2,105				2,105	
343.00	Highways and streets	2,000				2,000	
346.02	Swimming pool	9,366				9,366	
346.99	Other recreation	930				930	
349.00	Library	675				675	
350.00	Fines and forfeits	127				127	
Miscellaneous:							
361.00	Interest received	691	81	65	7	862	
369.01	Rents and franchise fees	2,688				2,688	
363.00	Special assessments	6,435				6,435	
367.00	Donations	5,000				5,000	
369.03	Recovery of prior year expense	11,402				11,402	
369.99	Economic development	26,750				26,750	
369.99	Other	1,064				1,064	
	Total receipts	695,649	6,401	65	7	702,140	
Disbursements:							
Current:							
General government:							
411.00	Mayor and Council	24,427				24,427	
413.00	Elections					0	
414.00	Financial administration	60,849				60,849	
419.00	Other	12,932				12,932	
Public safety:							
421.00	Police	145,957				145,957	
422.00	Fire	21,883				21,883	
Public works:							
431.00	Highways and streets	162,090				162,090	
432.00	Sanitation - compost site	2,462				2,462	
Health and welfare:							
446.00	Ambulance	0				0	
Culture and recreation:							
451.00	Recreation	3,800				3,800	
452.00	Parks	45,561				45,561	
451.20	Swimming pool	35,147				35,147	
455.00	Library	72,194				72,194	
Conservation and development:							
465.00	Economic development	85,331	5,250			90,581	
465.20	Planning and zoning	2,887				2,887	
	Capital outlay	105,555				105,555	
	Total disbursements	781,075	5,250	0	0	786,325	
	Excess of receipts over (under) disbursements	(85,426)	1,151	65	7	(84,185)	
Other financing sources (uses):							
391.01	Transfer in	25,081				25,081	
611.00	Transfer in (out)			(12,498)	(12,583)	(25,081)	
391.03	Sale of surplus property	15,354				15,354	
	Net change in fund balance	(44,991)	1,151	65	(12,491)	(68,831) *	
262.00	Fund balance:						
	January 1, 2019	381,321	32,560	63,318	12,491	12,565	502,255
	December 31, 2019	336,330	33,711	63,383	0	0	433,424
		=====	=====	=====	=====	=====	=====
				CLOSED	CLOSED		

* Equals change in net position on statement of activities

See accountant's compilation report.

CITY OF CENTERVILLE

ANNUAL REPORT
 STATEMENT OF NET POSITION
 MODIFIED CASH BASIS
 ENTERPRISE FUNDS
 AS OF DECEMBER 31, 2019

	Water Fund	Sewer Fund	Total Enterprise Funds
	-----	-----	-----
ASSETS			
Current assets:			
101.00	60,766	120,367	181,133
105.00	193,659	82,997	276,656
Restricted assets:			
107.00	45,522	25,560	71,082
	-----	-----	-----
Total assets	299,947	228,924	528,871
	=====	=====	=====
NET POSITION			
253.21	45,522	25,560	71,082
253.90	254,425	203,364	457,789
	-----	-----	-----
Total net position	299,947	228,924	528,871
	=====	=====	=====

See accountant's compilation report.

CITY OF CENTERVILLE

ANNUAL REPORT

STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES
 IN NET POSITION -- MODIFIED CASH BASIS
 ENTERPRISE FUNDS
 FOR THE YEAR ENDING DECEMBER 31, 2019

	Water Fund	Sewer Fund	Total
	-----	-----	-----
Operating receipts:			
381.00 Charges for goods and services	182,987*	213,930	396,917
	-----	-----	-----
Total operating receipts	182,987	213,930	396,917
	-----	-----	-----
Operating disbursements:			
411.00 Personal services	64,526	64,526	129,052
420.00 Other current services	43,595	26,046	69,641
426.29 Cost of goods sold	50,532		50,532
	-----	-----	-----
Total operating disbursements	158,653*	90,572	249,225
	-----	-----	-----
Excess operating receipts (disbursements)	24,334	123,358	147,692
Nonoperating receipts (disbursements):			
361.00 Interest received	7,122	6,414	13,536
362.00 Rents - farm, net		(502)	(502)
441.00 Debt service - principal	(26,902)	(54,462)	(81,364)
442.00 Debt service - interest and fees	(18,620)	(38,317)	(56,937)
	-----	-----	-----
Total nonoperating receipts (disbursements)	(38,400)*	(86,867)	(125,267)
	-----	-----	-----
Excess receipts (disbursements) before other financing sources and (uses):	(14,066)	36,491	22,425
Other financing sources (uses):			
None			0
	-----	-----	-----
Change in net position	(14,066)	36,491	22,425
	-----	-----	-----
253.00 Net position:			
January 1, 2019	314,013*	192,433	506,446
	-----	-----	-----
December 31, 2019	299,947	228,924	528,871
	=====	=====	=====

See accountant's compilation report.

CITY OF CENTERVILLE

ANNUAL REPORT

STATEMENT OF CASH FLOWS-- MODIFIED CASH BASIS

ENTERPRISE FUNDS

FOR THE YEAR ENDING DECEMBER 31, 2019

	Water Fund -----	Sewer Fund -----	Total -----
Cash flows from:			
Operating activities:			
Receipts from customers	182,987	213,930	396,917
Cost of employees	(64,526)	(64,526)	(129,052)
Payments to suppliers	(94,127)	(26,046)	(120,173)
Net cash provided (used) by operating activities	----- 24,334	----- 123,358	----- 147,692
Noncapital financing activities:			
None			0
Capital financing activities:			
State Consolidated grant proceeds		139,094	139,094
Debt service - principal	(26,902)	(54,462)	(81,364)
Debt service - interest and fees	(18,620)	(38,317)	(56,937)
Investing activities:			
Interest received	7,122	6,414	13,536
Purchased certificates of deposit	(3,059)	(1,311)	(4,370)
Rents - farm, net		(502)	(502)
Net increase (decrease) in cash and cash equivalents	----- (17,125)	----- 174,274	----- 157,149
Cash and cash equivalents:			
January 1, 2019	123,413	(28,347)	95,066
December 31, 2019	----- 106,288 =====	----- 145,927 =====	----- 252,215 =====
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Excess operating receipts (disbursements)	24,334	123,358	147,692
Net cash provided (used) by operating activities	----- 24,334 =====	----- 123,358 =====	----- 147,692 =====
Noncash investing, capital and financing activities:			
None			
See accountant's compilation report.			

CITY OF CENTERVILLE

ANNUAL REPORT
 SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
 FOR THE YEAR ENDING DECEMBER 31, 2019

GENERAL FUND	Budgeted Amounts			Actual (Modified Cash Basis)	Variance Positive (Negative)
	Original	Contingency Transfers	Supplemental:		
Receipts:					
Receipts from local sources:					
Taxes:					
Ad valorem taxes	388,364			388,364	(10,273)
Sales and use tax	165,000			173,736	8,736
Amusement tax				0	144
Licenses and permits:	7,400			7,400	10,675
Intergovernmental receipts:	52,100		5,000	57,100	6,670
Charges for goods and services	11,700			11,700	15,076
Fines and forfeits	2,000			2,000	127
Miscellaneous receipts:	38,900			38,900	54,030
Total receipts	665,464	0	5,000	670,464	25,185
Disbursements:					
General government:					
Mayor and Council	18,365	3,000		21,365	24,427
Contingency	20,000			20,000	20,000
Amount transferred		(20,000)		(20,000)	(20,000)
Elections	800			800	800
Financial administration	63,350			63,350	60,849
Other	13,120			13,120	12,932
Public safety:					
Police	144,042			144,042	155,960
Fire	40,160			40,160	36,883
Public works:					
Highways and streets	206,143	8,900		215,043	214,518
Sanitation	500			500	2,462
Health and welfare:					
Ambulance	0			0	0
Culture and recreation:					
Recreation	4,000			4,000	3,800
Parks	37,597	8,100	14,851	60,548	65,753
Swimming pool	35,961			35,961	35,147
Library	79,851		3,000	82,851	80,126
Conservation and development:					
Economic development	89,155			89,155	85,331
Planning and zoning	4,060			4,060	2,887
Total disbursements	757,104	0	17,851	774,955	781,075
Excess of receipts over (under) disbursements	(91,640)	0	(12,851)	(104,491)	(85,426)
Other financing sources (uses):					
Transfers in				0	25,081
Sale of surplus property				0	15,354
Net change in fund balance	(91,640)	0	(12,851)	(104,491)	(44,991)
Fund balance:					
January 1, 2019	381,321			381,321	381,321
December 31, 2019	289,681	0	(12,851)	276,830	336,330

CITY OF CENTERVILLE

ANNUAL REPORT
 SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
 FOR THE YEAR ENDING DECEMBER 31, 2019

3RD CENT SALES TAX FUND	Budgeted Amounts			Actual (Modified Cash Basis)	Variance Positive (Negative)
	Original	Supplemental:	Final		
Receipts:					
Receipts from local sources:					
Taxes:					
Sales and use tax	7,000		7,000	6,320	(680)
Miscellaneous:					
Inreresst received	90		90	81	(9)
Donations	2,500		2,500		(2,500)
Total receipts	9,590	0	9,590	6,401	(3,189)
Disbursements:					
Economic development	5,000		5,000	5,250	(250)
Total disbursements	5,000	0	5,000	5,250	(250)
Excess of receipts over (under) disbursements	4,590	0	4,590	1,151	(3,439)
Other financing sources (uses):					
None	0		0		0
Net change in fund balance	4,590	0	4,590	1,151	(3,439)
Fund balance:					
January 1, 2019	32,560		32,560	32,560	0
December 31, 2019	37,150	0	37,150	33,711	(3,439)

CITY OF CENTERVILLE

ANNUAL REPORT
 SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
 FOR THE YEAR ENDING DECEMBER 31, 2019

REVOLVING LOAN FUND	Budgeted Amounts			Actual (Modified Cash Basis)	Variance Positive (Negative)
	Original	Supplemental:	Final		
Receipts:					
Miscellaneous receipts:					
Interest received	160		160	65	(95)
Total receipts	160	0	160	65	(95)
Disbursements:					
Economic development	0		0		0
Total disbursements	0	0	0	0	0
Excess of receipts over (under) disbursements	160	0	160	65	(95)
Other financing sources (uses):					
None	0		0		0
Net change in fund balance	160	0	160	65	(95)
Fund balance (deficit):					
January 1, 2019	63,318		63,318	63,318	0
December 31, 2019	63,478	0	63,478	63,383	(95)

CITY OF CENTERVILLE
FOR THE SIX YEARS ENDING DECEMBER 31, 2019

SUPPLEMENTARY INFORMATION

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE
SOUTH DAKOTA RETIREMENT SYSTEM'S NET PENSION (ASSET)/LIABILITY

SDRS Measurement Date Year Ended (1)	City's Pension Allocation Percentage	City's Proportionate Share of Net Pension (Asset) Liability	City's Covered Employee Payroll for its 6-30 Year End	City's Proportionate Share of the Net Pension (Asset) Liability as a Percentage of its Covered Employee Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
June 30, 2019	0.0138399%	(1,467)	272,049	(00.54%)	100.09%
June 30, 2018	0.0139625%	(326)	280,000	(00.12%)	100.02%
June 30, 2017	0.0128663%	(1,168)	251,362	(00.46%)	100.10%
June 30, 2016	0.0139806%	47,225	235,962	20.01%	96.89%
June 30, 2015	0.0130917%	(55,526)	223,729	(24.82%)	104.10%
June 30, 2014	0.0132712%	(95,614)	216,900	(44.08%)	107.30%

(1) The amounts presented for each fiscal year were determined as of the collective net pension liability (asset) which is 6-30 of the City's current calendar year.

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

CITY OF CENTERVILLE
FOR THE SIX YEARS ENDING DECEMBER 31, 2019

SUPPLEMENTARY INFORMATION

SCHEDULE OF THE CITY'S CONTRIBUTIONS
TO THE SOUTH DAKOTA RETIREMENT SYSTEM

City's Year Ended	Contractually Required Contribution	Contributions Related to the Contractually Required Contribution	Contribution Deficiency (Excess)	City's Covered Employee Payroll for its Calendar Year End	Contributions as a Percentage of Covered Employee Payroll
December 31, 2019	20,942	20,942	0	322,883	6.49%
December 31, 2018	15,672	15,672	0	251,979	6.22%
December 31, 2017	16,635	16,635	0	266,416	6.24%
December 31, 2016	15,388	15,388	0	227,556	6.76%
December 31, 2015	14,927	14,927	0	232,752	6.41%
December 31, 2014	13,798	13,798	0	215,084	6.42%

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

CITY OF CENTERVILLE

ANNUAL REPORT
 SCHEDULE OF CHANGES IN LONG-TERM DEBT
 FOR THE YEAR ENDING DECEMBER 31, 2019

For: Department of Legislative Audit

	Beginning 12-31-18	Additions	(Deletions)	Governmental Ending 12-31-19	Business-Type Ending 12-31-19
	-----	-----	-----	-----	-----
GOVERNMENTAL LONG-TERM DEBT					
231.01 General Obligation Bonds					
231.02 Revenue Bonds					
231.03 Special Assessment Bonds					
236.00 Advance from Other Funds					
237.00 Other Long-Term Liabilities					
233.00 Leave liability					
ENTERPRISE LONG-TERM DEBT					
231.01 General Obligation Bonds					
231.02 Revenue Bonds	1,714,535		(81,364)		1,633,171
231.03 Special Assessment Bonds					
235.00 Accrued Landfill Closure and post closure care costs					
236.00 Advance from Other Funds					
237.00 Other Long-Term Liabilities					
233.00 Leave liability					
Totals	1,714,535	0	(81,364)	0	1,633,171
	=====	=====	=====	=====	=====