

# BIG STONE COUNTY SUMMARY FINANCIAL STATEMENT

## For the Year Ended December 31, 2019

The purpose of the Report is to provide a summary of financial information concerning Big Stone County for interested citizens.

**A FULL AND COMPLETE COPY OF THE COUNTY FINANCIAL STATEMENT IS AVAILABLE UPON REQUEST.**

Questions may be directed to Michelle Knutson, Big Stone County Auditor at (320) 839-6366 or auditors@bigstonecounty.org

### 2019 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	Erik Klepel	(320) 273-2124
County Sheriff	Mark Brown	(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

### 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.

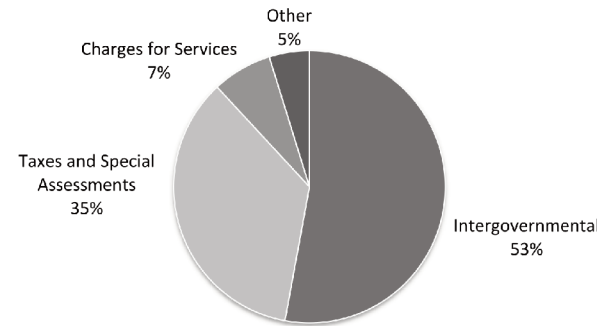
#### Classification of County Functions

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 attorney'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.

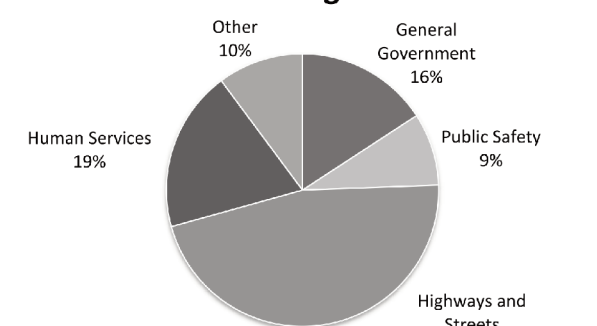
#### Summary of Fiduciary Net Position

<b>Assets</b>	
Cash and pooled investments	\$ 165,934
Taxes for other governments	113,668
<b>Total Assets</b>	<b>\$ 279,602</b>
<b>Liabilities</b>	
Accounts payable	\$ 17,478
Due to other governments	117,274
Deferred revenue - unearned	-
<b>Total Liabilities</b>	<b>\$ 134,752</b>
<b>Net Position</b>	<b>\$ 144,850</b>

#### Where it comes from...



#### Where it goes...



#### A PROFILE OF BIG STONE COUNTY

	2019	2018	Percent Inc/Dec
Estimated Population *	5000	5000	0.00%
Total Tax Capacity	\$ 12,274,327	\$ 12,140,477	1.10%
Percent of Property Taxes Collected	98.05%	99.09%	-1.05%
Total General Revenues	\$ 6,143,169	\$ 6,007,903	2.25%
Total Program Revenues	\$ 7,264,189	\$ 8,071,834	-10.01%
Total Expenses	\$ 11,913,491	\$ 11,487,622	3.71%
Capital Assets (Net)	\$ 29,102,143	\$ 26,971,084	7.90%
Total Outstanding Net Bonded Debt of the County	\$ 9,890,000	\$ 4,370,000	126.32%
Total Government-Wide Net Position	\$ 33,575,066	\$ 32,053,547	4.75%
Number of Full Time Employees	64	63	1.59%

\* 2019 Estimate Not Available

#### A Summary Balance Sheet of Governmental Funds

	General	Highway	Family Services	Ditch	Debt Service	Total Governmental Funds
<b>Assets</b>						
Cash and investments	\$ 6,138,131	\$ 7,370,075	\$ 1,612,678	\$ 170,762	\$ 121,911	\$ 15,413,557
Taxes receivable	26,770	8,029	7,564	-	777	43,140
Special assessments receivable	135,451	-	-	77,836	-	213,287
Accounts receivable	5,534	283	18,382	-	-	24,199
Accrued interest receivable	44,782	-	-	-	-	44,782
Loans receivable	3,396,139	-	-	-	-	3,396,139
Due from other governments	44,841	2,444,640	126,881	6	-	2,616,368
Advance to other funds	162,400	-	-	-	-	162,400
Advance to other governments	-	-	12,154	-	-	12,154
Inventories	-	241,995	-	-	-	241,995
<b>Total Assets</b>	<b>\$ 9,954,048</b>	<b>\$ 10,065,022</b>	<b>\$ 1,777,659</b>	<b>\$ 248,604</b>	<b>\$ 122,688</b>	<b>\$ 22,168,021</b>
<b>Liabilities, Deferred Inflows of Resources, &amp; Fund Balances</b>						
<b>Liabilities</b>						
Accounts payable	\$ 35,171	\$ 284	\$ 32,313	\$ -	\$ -	\$ 67,768
Salaries payable	51,565	54,112	47,290	-	-	152,967
Flexible benefits payable	2,011	-	4,947	-	-	6,958
Due to other governments	41,273	8,279	17,970	-	-	67,522
Advance from other funds	-	-	-	162,400	-	162,400
<b>Total Liabilities</b>	<b>\$ 130,020</b>	<b>\$ 62,675</b>	<b>\$ 102,520</b>	<b>\$ 162,400</b>	<b>\$ -</b>	<b>\$ 457,615</b>
<b>Deferred Inflows of Resources</b>	<b>\$ 245,009</b>	<b>\$ 2,288,170</b>	<b>\$ 110,953</b>	<b>\$ 77,836</b>	<b>\$ 1,191</b>	<b>\$ 2,723,159</b>
<b>Fund Balances</b>						
Nonspendable	\$ 3,558,539	\$ 241,995	\$ -	\$ -	\$ -	\$ 3,800,534
Restricted	611,440	5,705,761	23,710	167,583	121,497	6,629,991
Committed	973,054	597,446	150,000	-	-	1,720,500
Assigned	515,165	1,168,975	1,390,476	-	-	3,074,616
Unassigned	3,920,821	-	-	(159,215)	-	3,761,606
<b>Total Fund Balances</b>	<b>\$ 9,579,019</b>	<b>\$ 7,714,177</b>	<b>\$ 1,564,186</b>	<b>\$ 8,368</b>	<b>\$ 121,497</b>	<b>\$ 18,987,247</b>
<b>Total Liabilities, Deferred Inflows of Resources, &amp; Fund Balances</b>	<b>\$ 9,954,048</b>	<b>\$ 10,065,022</b>	<b>\$ 1,777,659</b>	<b>\$ 248,604</b>	<b>\$ 122,688</b>	<b>\$ 22,168,021</b>

#### A Summary of Governmental Funds Revenues and Expenditures

	General	Highway	Family Services	Ditch	Debt Service	Total Governmental Funds
<b>Revenues</b>						
Taxes	\$ 2,982,143	\$ 973,838	\$ 852,432	\$ -	\$ 86,128	\$ 4,894,541
Special assessments	18,715	-	-	140,367	-	159,082
Licenses and permits	22,557	1,450	-	-	-	24,007
Intergovernmental	1,439,319	4,762,690	1,389,034	-	5,069	7,596,112
Charges for services	323,458	278,821	420,047	-	-	1,022,326
Investment earnings	166,947	27,617	-	-	-	194,564
Miscellaneous	318,181	66,552	83,849	-	-	468,582
<b>Total Revenues</b>	<b>\$ 5,271,320</b>	<b>\$ 6,110,968</b>	<b>\$ 2,745,362</b>	<b>\$ 140,367</b>	<b>\$ 91,197</b>	<b>\$ 14,359,214</b>
<b>Expenditures</b>						
<b>Current</b>						
General government	\$ 2,076,259	\$ -	\$ -	\$ -	\$ -	\$ 2,076,259
Public safety	1,187,625	-	-	-	-	1,187,625
Highways and streets	-	2,201,806	-	-	-	2,201,806
Sanitation	205,642	-	-	-	-	205,642
Human services	-	-	2,736,156	-	-	2,736,156
Health	71,842	-	-	-	-	71,842
Culture and recreation	161,576	-	-	-	-	161,576
Conservation of natural resources	395,548	-	-	43,145	-	438,693
Economic development	96,320	-	-	-	-	96,320
<b>Intergovernmental</b>	68,413	231,400	-	-	-	299,813
<b>Capital Outlay</b>	237,664	4,043,824	-	-	-	4,281,488
<b>Debt service</b>						
Principal	175,000	-	-	-	70,000	245,000
Interest and other costs	133,943	133,388	-	-	20,520	287,851
<b>Total Expenditures</b>	<b>\$ 4,809,832</b>	<b>\$ 6,610,418</b>	<b>\$ 2,736,156</b>	<b>\$ 43,145</b>	<b>\$ 90,520</b>	<b>\$ 14,290,071</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>\$ 461,488</b>	<b>\$ (499,450)</b>	<b>\$ 9,206</b>	<b>\$ 97,222</b>	<b>\$ 677</b>	<b>\$ 69,143</b>
<b>Other Financing Sources (Uses)</b>						
Sale of capital assets	12,527	-	-	-	-	12,527
Bonds issued	-	5,765,000	-	-	-	5,765,000
Premium on bonds issued	-	69,595	-	-	-	69,595
<b>Net Change in Fund Balances</b>	<b>\$ 474,015</b>	<b>\$ 5,335,145</b>	<b>\$ 9,206</b>	<b>\$ 97,222</b>	<b>\$ 677</b>	<b>\$ 5,916,265</b>

#### Summary of Big Stone County's Statement of Activities

Functions/Programs	Expenses	Program Revenues	Net Change in Net Position Governmental Activities
<b>Governmental activities</b>			
General government	\$ 2,252,912	\$ 398,587	\$ (1,854,325)
Public safety	1,194,634	275,427	(919,207)
Highways and streets	4,404,319	3,991,483	(412,836)
Sanitation	208,209	190,379	(17,830)
Human services	2,688,738	1,791,860	(896,878)
Health	140,255	750	(139,505)
Culture and recreation	181,570	43,913	(137,657)
Conservation of natural resources	442,504	292,634	(149,870)
Economic development	96,320	279,156	182,836
Interest	304,030	-	(304,030)
<b>Total governmental activities</b>	<b>\$ 11,913,491</b>	<b>\$ 7,264,189</b>	<b>\$ (4,649,302)</b>
<b>General revenues</b>			
Taxes		\$ 4,825,911	
Other general revenues		1,317,258	
<b>Total general revenues</b>		<b>\$ 6,143,169</b>	
<b>Change in Net Position</b>			<b>\$ 1,493,867</b>

#### Summary of Big Stone County's Statement of Net Position

<b>Assets</b>	
Cash and pooled investments	\$ 8,978,123
Investments	6,435,434
Receivables - net	6,350,069
Inventories	241,995
Capital assets	
Non-depreciable	1,243,774
Depreciable - net	27,858,369
<b>Total Assets</b>	<b>\$ 51,107,764</b>
<b>Deferred Outflows of Resources</b>	<b>\$ 825,696</b>
<b>Liabilities</b>	
Accounts payable and other current liabilities	\$ 295,215
Accrued interest payable	81,378
Long-term liabilities	
Due within one year	332,245
Due in more than one year	10,357,813
Net pension liability	2,865,918
Net other post employment benefits obligation	2,669,596
<b>Total Liabilities</b>	<b>\$ 16,602,165</b>
<b>Deferred Inflows of Resources</b>	<b>\$ 1,756,229</b>
<b>Net Position</b>	
Net investment in capital assets	\$ 28,360,854
Restricted	3,391,575
Unrestricted	1,822,637
<b>Total Net Position</b>	<b>\$ 33,575,066</b>

### 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 2018. The list does not include salaries to county employees nor does it include individuals who received federal, state or county human services aid.

VENDOR NAME	AMOUNT
180 DEGREES	14,721
3D SPECIALTIES	5,407
AAA STRIPING SERVICE	33,331
ABDO, EICK & MEYERS	33,000
AKRON TOWNSHIP	24,312
ALMOND TOWNSHIP	13,658
ALPHA TRAINING & TACTICS	9,163
AMAZON	12,213
AMERICAN SOLUTIONS FOR BUSINESS	5,744
AMMERMAN PLUMBING & HEATING	7,947
ARTICHOKE TOWNSHIP	14,999
ASSN OF MN COUNTIES	9,411
ATWATER FORD	36,779
BIG STONE AG SERVICE	39,615
BIG STONE AREA GROWTH	71,249
BIG STONE CITY SCHOOL	8,870
BIG STONE CO AG SOCIETY	24,050
BIG STONE CO HISTORICAL SOCIETY	25,000
BIG STONE LAKE SNO RIDERS	33,123
BIG STONE LUMBER	74,586
BIG STONE SWCD	94,389
BIG STONE TOWNSHIP	22,246
BITUMINOUS PAVING	326,959
BOB WALSH ENTERPRISES	20,188
BONANZA EDUCATION CENTER	9,200
BOND TRUST SERVICES CORPORATION	398,713
BROWNS VALLEY TOWNSHIP	19,290
PATRICK F BURNS ATTY	6,100
CARQUEST OF ORTONVILLE	9,057
CBS SQUARED	179,311
CHILDREN'S HOME SOCIETY	10,223
CHIPPEWA COUNTY	29,007
CHS	7,554
CITY OF BROWNS VALLEY	5,000
CITY OF GRACEVILLE	37,295
CITY OF ORTONVILLE	63,113
CITY OF ST CLOUD	11,041
COMM OF TRANSPORTATION	5,089
CONTECH ENGINEERED SOLUTIONS	59,687
COUNTIES PROVIDING TECHNOLOGY	94,121
COUNTRYSIDE PUBLIC HEALTH	127,378
ENV. SYSTEMS RESEARCH INSTITUTE	6,617
FIDLAR COMPANIES	89,563
FOSTER TOWNSHIP	15,248
GERARD ACADEMY	58,626
GOFASTERS POWERSPORTS & MARINE	