

cPa DIXON, WALLER & CO., INC.

HUERFANO COUNTY EMERGENCY

TELEPHONE SERVICE AUTHORITY

WALSENBURG, COLORADO

FINANCIAL STATEMENTS

DECEMBER 31, 2022

DIXON, WALLER & CO., INC.

TABLE OF CONTENTS

HUERFANO COUNTY EMERGENCY

TELEPHONE SERVICE AUTHORITY

DECEMBER 31, 2022

	<u>PAGE</u>
Title Page	
Table of Contents	
<u>FINANCIAL SECTION</u>	
Independent Auditor's Report -----	1-2
Management's Discussion and Analysis -----	i-v
<u>BASIC FINANCIAL STATEMENTS</u>	
Statement of Net Position -----	3
Statement of Revenues, Expenses, and Changes In Net Position -----	4
Statement of Cash Flows -----	5
Notes to Basic Financial Statements -----	6-10
<u>SUPPLEMENTAL INFORMATION</u>	
Schedule of Revenues and Expenses Budget (Non GAAP) and Actual -----	11

FINANCIAL SECTION



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Independent Auditor's Report

Board of Directors
Huerfano County Emergency Telephone Service Authority
Walsenburg, CO 81089

Opinion

We have audited the accompanying financial statements of the business-type activities of Huerfano County Emergency Telephone Service Authority, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Huerfano County Emergency Telephone Service Authority'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 financial position of the business-type activities of Huerfano County Emergency Telephone Service Authority, as of December 31, 2022, and the changes in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 Huerfano County Emergency Telephone Service Authority, 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 opinion.

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 Huerfano County Emergency Telephone Service Authority'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 opinion. 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 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, 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 Huerfano County Emergency Telephone Service Authority'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 Huerfano County Emergency Telephone Service Authority'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 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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Huerfano County Emergency Telephone Service Authority's basic financial statements. The schedule of revenues and expenses – budget (non-GAAP) and actual is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of revenues and expenses – budget (non-GAAP) and actual is fairly stated, in all material respects, in relation to the basic financial statements as a whole.


July 3, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS

Huerfano County Emergency Telephone Service Authority Management Discussion and Analysis Year Ended December 31, 2022

Introduction

Our discussion and analysis of the Huerfano County Emergency Telephone Service Authority's financial performance provides an overview of the Huerfano County Emergency Telephone Service Authority's financial activities for the year 2022. It should be read with the accompanying financial statements of the Huerfano County Emergency Telephone Service Authority.

Financial Highlights

The Huerfano County Emergency Telephone Service Authority's net position at the end of 2022 was \$465,521.00 compared to \$440,685.00 in 2021.

Using this Annual Report

Huerfano County Emergency Telephone Service Authority's financial statements consist of three statements: 1 – Statement of Net Position 2 – Statement of Revenues, Expenditures & Changes in Net Position 3 – Statement of Cash Flows. These statements provide information about the activities of the Huerfano County Emergency Telephone Service Authority, including resources held by the Huerfano County Emergency Telephone Service Authority but restricted for specific purposes by creditors, contributors, grantors or enabling legislation.

Huerfano County Emergency Telephone Service Authority's Net Position

The Huerfano County Emergency Telephone Service Authority's Net position is the difference between its assets and liabilities reports in the Statement of Net Position. The Huerfano County Emergency Telephone Service Authority's net position increased in the 2021 year by \$24,836.00.

Table 1 provides a summary of the Authority's net position for 2022.

	<u>2022</u> Business Type Activities	<u>2021</u> Business Type Activities
ASSETS		
Current and Other Assets	295228	387036
Capital Assets	170293	53649
Total Assets	465521	440685
LIABILITIES		
Current and Other Liabilities	0	0
Long Term Liabilities	0	0
Total Liabilities	0	0
NET POSITION		
Invested in capital assets, Net of Related Debt	170,292	53,649
Restricted for:		
Tabor Reserve	295,229	387,036
Unrestricted	465,521	440,685

Operating Results and Changes in the Huerfano County Emergency Telephone Service Authority's Net Position
Operating Revenue

Table 2: Operating Results and Changes in Net Position

	<u>2022</u>	<u>2021</u>
<u>Operating Revenues</u>		
Surcharges	99,622	88,045
Other	0	12,080
Total Revenue	<u>99,622</u>	<u>100,125</u>
<u>Operating Expenses</u>		
Repairs	4,076	8,708
Maintenance Contract	33,777	9,027
Dispatch Training	2,296	0
Professional Services	3,150	3,000
Line Charges	18,804	730
Purchased Services	2,400	2,400
Miscellaneous	45	46
Depreciation	13,079	13,065
Total Operating Expenses	<u>77,627</u>	<u>36,976</u>
<u>Operating Income</u>	21,9954	63,149
<u>Non-Operating Revenue</u>		
Interest Income	<u>2,841</u>	<u>383</u>

The Huerfano County Emergency Telephone Service Authority's operating revenue decreased \$503.00 in 2022.

Non-operating Revenues and Expenses

Non-operating revenues consists of investment interest. Our reserve monies were invested in Certificates of Deposit.

Huerfano County Emergency Telephone Service Authority's Cash Flows

<u>Cash Flows from Operating Activities</u>	
Receipts from Customers	105,911
Payments to Employees	0
Payments to Vendors	-64,548
<u>Cash Provided (Used) by Operating Activities</u>	<u>69168</u>
<u>Cash Flows from Non-Capital Financing Activities</u>	0
<u>Net Cash from Non-Capital Financing Activities</u>	<u>0</u>
<u>Cash Flows from Capital and Related Financing Activities</u>	
Purchase of Fixed Assets	-129,723
<u>Net Cash from Capital and Related Financing Activities</u>	
<u>Cash Flows from Investing Activities</u>	
Interest Earnings	3,424
<u>Net Cash from Investing Activities</u>	
<u>Net Increase (Decrease) in Cash and Cash Equivalents</u>	84,936
<u>Cash and Equivalents-Beginning of Year</u>	<u>375,033</u>
<u>Cash and Equivalents-End of Year</u>	<u>290,097</u>
<u>Reconciliation of Cash Flows from Operating Activities</u>	
Operating Income (Loss)	21,995
<u>Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities</u>	
Depreciation	13,079
(Increase) Decrease in Accounts Receivable	6,289
Increase (Decrease) in Accounts Payable	0
<u>Net Cash Provided by (Used in) Operating Activities</u>	<u>41,363</u>

*Capital Asset and Debt Administration
Capital Assets*

Plans for the future continue to include providing the best 911 Emergency Telephone Service to Huerfano County residents through better training for dispatchers and ensuring

proper maintenance of equipment, and upgrading/updating equipment as necessary to provide exceptional service to the community. A summary of changes in Huerfano County Emergency Telephone Service Authority's capital assets are as follows.

Capital Assets

	Balance January 1, 2022	Additions	Deletions	Balance December 31, 2022
Equipment	425,496	129,723	180,313	374,906
Accumulated Depreciation	(371,847)	(13,079)	(180,313)	(204,613)
Total	<u>53,649</u>	<u>3116,644</u>	<u>-</u>	<u>170,293</u>

Debt

At the end of 2022, the Huerfano County Emergency Telephone Service Authority had no debt.

Contacting the Huerfano County Emergency Telephone Service Authority's Financial Management

This financial report designed to provide our citizens with a general overview of the Huerfano County Emergency Telephone Service Authority's finances and accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Huerfano County Emergency Telephone Service Authority, 209 S Main Street, P.O. Box 801, La Veta, Colorado 81055.

BASIC FINANCIAL STATEMENTS

HUERFANO COUNTY EMERGENCY
TELEPHONE SERVICE AUTHORITY
STATEMENT OF NET POSITION
DECEMBER 31, 2022

ASSETS

Current Assets

Cash	290,097
Accounts Receivable	4,437
Accrued Interest Receivable	<u>694</u>
<u>Total Current Assets</u>	<u>295,228</u>

Plant Investment

Office Equipment	29,575
Telephone Emergency Equipment	<u>345,331</u>
<u>Totals</u>	<u>374,906</u>
Less Accumulated Depreciation	<u>(204,613)</u>
<u>Net Plant Investment</u>	<u>170,293</u>

TOTAL ASSETS

465,521

LIABILITIES AND NET POSITION

Liabilities

Accounts Payable	<u>-</u>
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NET POSITION

<u>Net Investment in Capital Assets</u>	170,292
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Unrestricted

Unreserved	<u>295,229</u>
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TOTAL NET POSITION

465,521

The accompanying notes to financial statements are an integral part of these statements.

**HUERFANO COUNTY EMERGENCY
 TELEPHONE SERVICE AUTHORITY
 STATEMENT OF REVENUES, EXPENSES
 & CHANGES IN NET POSITION
 For the Year Ended December 31, 2022**

Operating Revenues:

Surcharges	99,622
Other	<u> -</u>
<u>Total Operating Revenues</u>	<u>99,622</u>

Operating Expenses

Repairs	4,076
Maintenance Contract	33,777
Dispatch Training	2,296
Professional Services	3,150
Line Charges	18,804
Purchased Services	2,400
Miscellaneous	45
Depreciation	<u>13,079</u>
<u>Total Operating Expenses</u>	<u>77,627</u>

Operating Income

21,995

Non-Operating Revenue

Interest Income	<u>2,841</u>
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Change in Net Position

24,836

Net Position, Beginning of Year

440,685

Net Position, End of Year

465,521

The accompanying notes to financial statements are an integral part of these statements.

**HUERFANO COUNTY EMERGENCY
 TELEPHONE SERVICE AUTHORITY
 STATEMENT OF CASH FLOWS
 For the Year Ended December 31, 2022**

<u>Cash Flows from Operating Activities</u>	105,911
Receipts from Customers	-
Payments to Employees	-
Payments to Vendors	(64,548)
<u>Cash Provided (Used) by Operating Activities</u>	<u>41,363</u>
<u>Cash Flows from Non-Capital Financing Activities</u>	<u>-</u>
<u>Net Cash from Non-Capital Financing Activities</u>	<u>-</u>
<u>Cash Flows from Capital and Related Financing Activities</u>	
Purchase of Fixed Assets	(129,723)
<u>Net Cash from Capital and Related Financing Activities</u>	<u>(129,723)</u>
<u>Cash Flows from Investing Activities</u>	
Interest Earnings	3,424
<u>Net Cash from Investing Activities</u>	<u>3,424</u>
<u>Net Increase (Decrease) in Cash and Cash Equivalents</u>	(84,936)
<u>Cash and Equivalents-Beginning of Year</u>	<u>375,033</u>
<u>Cash and Equivalents-End of Year</u>	<u>290,097</u>
<u>Reconciliation of Cash Flows from Operating Activities</u>	
Operating Income (Loss)	21,995
<u>Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities</u>	
Depreciation	13,079
(Increase) Decrease in Accounts Receivable	6,289
Increase (Decrease) in Accounts Payable	-
<u>Net Cash Provided by (Used in) Operating Activities</u>	<u>41,363</u>

The accompanying notes to financial statements are an integral part of these statements.

HUERFANO COUNTY EMERGENCY
TELEPHONE SERVICE AUTHORITY
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE 1 **SUMMARY OF SIGNIFICANT ACCOUNTING**

The accounting policies of Huerfano County Emergency Telephone Service Authority (Authority) conform with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Authority's accounting policies are described below.

The Authority operates under an appointed Board with three members.

A. Reporting Entity

Governmental Accounting Standards Board (GASB) Statement No. 14, (as amended by Statements No. 34, No. 39 and No. 61), "*The Financial Reporting Entity*" (GASB No. 14) describes the financial reporting entity as it relates to governmental accounting. According to this Statement, the financial reporting entity consists of a) the primary government, b) organizations for which the primary government is financially accountable, and c) other organizations whose exclusion from the reporting entity's financial statements would cause those statements to be misleading or incomplete. Any organizations that can be described by these last two items are included with the primary government in the financial statements as component units.

This Authority is not included in any other governmental "reporting entity" as defined in GASB No. 14 and does not include any other component unit as part of its "reporting entity". As required by accounting principles generally accepted in the USA, these basis financial statements present the Authority (the primary government) and its component units.

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The proprietary fund types are accounted for on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred. The measurement focus in these funds is on the flow of economic resources and emphasizes the determination of net income. All assets and all liabilities associated with their activity are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total position.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund's ongoing operations. The principal operating revenues of the Authority's proprietary funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

HUERFANO COUNTY EMERGENCY
TELEPHONE SERVICE AUTHORITY
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE 1 **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

When both restricted and unrestricted resources are available for use, it is the Authority's policy to use restricted resources first, then unrestricted resources, as they are needed.

C. Fund Accounting

The accounts of the Authority are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, or expenses, as appropriate. Resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The major funds presented in the accompanying basic financial statements are as follows:

- **Major Proprietary Funds – Business –Type Activities**

Enterprise Funds – used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent is that the costs (including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. Enterprise funds are considered major funds because of community interests in the activities and sources of funding supporting these operations.

Depreciation of all exhaustible fixed assets used by proprietary funds should be charged as an expense against their operations.

Accumulated depreciation should be reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight line method. The estimated useful lives are as follows:

Equipment	3-15 Years
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HUERFANO COUNTY EMERGENCY
TELEPHONE SERVICE AUTHORITY
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

NOTE 1 **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

D. Budgets and Budgetary Accounting

The authority has set procedures to be followed in establishing the budgetary data reflected in the financial statements:

1. Prior to September 1, the Authority submits to the Huerfano County Board of County Commissioners a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
2. Prior to December 31, the budget is legally enacted through passage of a resolution.
3. Formal budgetary integration should be employed as a management control device during the year for the Enterprise Fund.
4. The budget for the Enterprise Fund is adopted on a Non-GAAP Basis.

E. Encumbrances:

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration. Encumbrance accounting is not used.

F. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

G. Interest

Interest income is recognized as revenue when earned.

H. Cash, Interest Bearing

The Authority's deposits are covered by Federal depository insurance or secured under the Public Deposit Protection Act of the State of Colorado. The Authority's custodial bank pledges collateral for amounts on deposit in excess of the amount guaranteed by the FDIC for governmental entities.

**HUERFANO COUNTY EMERGENCY
 TELEPHONE SERVICE AUTHORITY
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Cash and Cash Equivalents

For purpose of the Statement of Cash Flows, the Authority considers cash in bank and highly liquid investments with an original maturity of three months or less to be cash and cash equivalents.

NOTE 2 CASH

Deposits

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories, eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group.

At December 31, 2022, the Authority's cash deposits had a bank balance and corresponding carrying balance as follows:

	<u>Bank Balance</u>	<u>Carrying Balance</u>
Categorized Deposits		
Deposits Covered by Federal Insurance	250,000	250,000
Uninsured, Collateralized Under the Public Deposit Protection Act (See Above)	<u>40,162</u>	<u>40,097</u>
<u>Total Cash</u>	<u>290,162</u>	<u>290,097</u>

As presented above deposits with a bank balance of \$40,162 and a carrying balance of \$40,097 as of December 31, 2022 are uninsured, are exposed to custodial risk, and are collateralized with securities held by the pledging financial institution.

NOTE 3 ACCOUNTS RECEIVABLE

The accounts receivable are stated at gross, and represent amounts receivable from Enterprise Fund customers.

**HUERFANO COUNTY EMERGENCY
 TELEPHONE SERVICE AUTHORITY
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2022**

NOTE 4 AMENDMENT ONE

Colorado voters passed an amendment to the State Constitution, Article X, Section 30, which has several limitations including revenue raising, spending abilities, and other specific requirements of state and local governments. The amendment is complex and subject to judicial interpretation. The entity has made certain interpretations of the amendment's language and believes the amendment does not apply to Huerfano County Emergency Telephone Service Authority.

NOTE 5 RISK MANAGEMENT

The Authority is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees, or acts of God.

The Authority maintains commercial insurance for all risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

NOTE 6 CONTINGENCIES

There were no contingent liabilities payable at December 31, 2022.

NOTE 7 CAPITAL ASSETS

Business – Type Activities

A summary of changes in Authority's capital assets is as follows:

	<u>Balance</u>	<u>Additions</u>	<u>Deletion</u>	<u>Balance</u>
	<u>Jan. 1, 2022</u>			<u>Dec. 31, 2022</u>
Equipment	425,496	129,723	180,313	374,906
Accumulated Depreciation	(371,847)	(13,079)	(180,313)	(204,613)
Total	<u>53,649</u>	<u>116,644</u>	<u>-</u>	<u>170,293</u>

Business – Type Activities Depreciation Expense:

Huerfano County Emergency Telephone Service Authority	<u>13,079</u>
<u>Total Depreciation Expense – Business Type Activities</u>	<u>13,079</u>

SUPPLEMENTAL INFORMATION

**HUERFANO COUNTY EMERGENCY
 TELEPHONE SERVICE AUTHORITY
 SCHEDULE OF REVENUES AND EXPENSES
 BUDGET (NON-GAAP) AND ACTUAL
 For the Year Ended December 31, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
<u>Operating Revenues:</u>			
Surcharges	54,000	99,622	45,622
Other	<u>184,259</u>	-	<u>(184,259)</u>
<u>Total Operating Revenues</u>	<u>238,259</u>	<u>99,622</u>	<u>(138,637)</u>
<u>Operating Expenses</u>			
Repairs	2,500	4,076	(1,576)
Maintenance Contract	5,200	33,777	(28,577)
Dispatch Training	4,000	2,296	1,704
Professional Services	3,100	3,150	(50)
Line Charges	18,048	18,804	(756)
Purchased Services	2,400	2,400	-
Miscellaneous	7,870	45	7,825
Capital Expenditures	25,000	129,723	(104,723)
Contingency	<u>171,759</u>	-	<u>171,759</u>
<u>Total Operating Expenses</u>	<u>239,877</u>	<u>194,271</u>	<u>45,606</u>
<u>Operating Income (Loss)</u>	(1,618)	(94,649)	
<u>Non-Operating Revenue</u>			
Interest Income	<u>150</u>	<u>2,841</u>	<u>2,691</u>
<u>Net Income (Loss)</u>	(1,468)	(91,808)	
<u>Reconciliation:</u>			
Capital Assets	-	129,723	
Depreciation	-	(13,079)	
<u>Net Position, Beginning of Year</u>	<u>186,814</u>	<u>440,685</u>	
<u>Net Position, End of Year</u>	<u>185,346</u>	<u>465,521</u>	

The accompanying notes to financial statements are an integral part of these statements.