

CITY OF FLANDREAU

ANNUAL REPORT AND INDEPENDENT
ACCOUNTANT'S COMPILATION REPORT
DECEMBER 31, 2024

CITY OF FLANDREAU

TABLE OF CONTENTS

	<u>PAGE</u>
Independent Accountant’s Compilation Report.....	3
<i>Fund Financial Statements:</i>	
Balance Sheet – Governmental Funds – Modified Cash Basis	4
Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds - Modified Cash Basis.....	5-6
Statement of Net Position – Proprietary Funds – Modified Cash Basis	7
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds – Modified Cash Basis.....	8
Statement of Fiduciary Net Position – Fiduciary Funds – Modified Cash Basis	9
Statement of Changes in Fiduciary Net Position – Fiduciary Funds – Modified Cash Basis	10
Schedule of Changes in Long-Term Debt.....	11



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INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

City Council
City of Flandreau
Flandreau, South Dakota

Management is responsible for the accompanying modified cash basis annual report of the City of Flandreau (the City), as of and for the year ended December 31, 2024, in accordance with the annual report filing requirements of the South Dakota Department of Legislative Audit. We 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. We did not audit or review the annual report nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on the annual report.

The annual report is prepared under the financial reporting provisions of the South Dakota Department of Legislative Audit, which is a basis of accounting other than accounting principles generally accepted in the United States of America. As a result, the financial statements may not be suitable for another purpose.

This report is intended solely for the information and use of the management of City of Flandreau and the South Dakota Department of Legislative Audit and is not intended to be, and should not be, used by anyone other than these specified parties.

KETEL THORSTENSON, LLP
Certified Public Accountants

May 5, 2025

CITY OF FLANDREAU

**BALANCE SHEET
GOVERNMENTAL FUNDS - MODIFIED CASH BASIS
DECEMBER 31, 2024**
(See Independent Accountant's Compilation Report)

	General Fund	Capital Project Fire Station Fund	Other Nonmajor Funds	Total Governmental Funds
ASSETS:				
101 Cash and Investments	\$ 1,433,447	\$ 1,368	\$ 237,141	\$ 1,671,956
TOTAL ASSETS	\$ 1,433,447	\$ 1,368	\$ 237,141	\$ 1,671,956
FUND BALANCE:				
264.01 Restricted - Debt Service	-	-	4,512	4,512
264.02 Restricted - Bike Path	-	-	209,994	209,994
264.04 Restricted - Facilities & Promoting the City	-	-	18,754	18,754
264.06 Restricted - Park	43,637	-	-	43,637
264.02 Restricted - Fire Station	-	1,368	-	1,368
265.02 Committed - Capital Replacement	261,744	-	-	261,744
266.01 Assigned - Subsequent Year's Budget	10,569	-	-	10,569
267.00 Unassigned	1,117,497	-	3,881	1,121,378
	1,433,447	1,368	237,141	1,671,956
TOTAL FUND BALANCE	\$ 1,433,447	\$ 1,368	\$ 237,141	\$ 1,671,956

CITY OF FLANDREAU

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS - MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2024**
(See Independent Accountant's Compilation Report)

	General Fund	Capital Project Fire Station Fund	Other Nonmajor Funds	Total Governmental Funds
Revenue:				
<i>Taxes:</i>				
311	\$ 735,296	\$ -	\$ 72,614	\$ 807,910
313	933,856	-	37,438	971,294
319				
	Delinquent Taxes	-	1,073	8,891
320	17,111	-	-	17,111
<i>Intergovernmental Revenue:</i>				
331	47,192	-	-	47,192
334	3,768	-	-	3,768
<i>State Shared Revenue:</i>				
335.01	4,792	-	-	4,792
335.03	16,223	-	-	16,223
335.04	44,871	-	-	44,871
335.08	49,884	-	-	49,884
338.01	6,983	-	-	6,983
338.99	21,652	-	-	21,652
<i>Charges for Goods and Services:</i>				
342	105,343	-	-	105,343
346	37,391	-	-	37,391
<i>Fines and Forfeits:</i>				
350	704	-	-	704
<i>Miscellaneous Revenue:</i>				
361	783	-	-	783
362	74,687	-	-	74,687
367	4,000	-	-	4,000
369	57,310	-	-	57,310
Total Revenue	2,169,664	-	111,125	2,280,789

CITY OF FLANDREAU

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS - MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2024**
(See Independent Accountant's Compilation Report)

	General Fund	Capital Project Fire Station Fund	Other Nonmajor Funds	Total Governmental Funds	
Expenditures:					
<i>General Government:</i>					
411	Legislative	43,586	-	-	43,586
412	Executive	8,030	-	-	8,030
414	Financial Administration	69,526	-	-	69,526
419	Other	112,261	-	-	112,261
<i>Public Safety:</i>					
421	Police	717,728	-	-	717,728
422	Fire	143,817	565,105	-	708,922
429	Other Protection	11,643	-	-	11,643
<i>Public Works:</i>					
431	Highway and Streets	301,183	-	-	301,183
435	Airport	62,098	-	-	62,098
437	Cemeteries	18,378	-	-	18,378
<i>Culture and Recreation:</i>					
451	Recreation	231,006	-	38,767	269,773
452	Parks	174,751	-	-	174,751
455	Library	10,750	-	-	10,750
458	Museum	9,000	-	-	9,000
<i>Conservation and Development:</i>					
465	Economic Development and Assistance	19,325	-	-	19,325
470	Debt Service	-	580,641	56,456	637,097
485	Capital Outlay	247,761	1,160,815	-	1,408,576
Total Expenditures		2,180,843	2,306,561	95,223	4,582,627
Other Financing Sources (Uses):					
391.01	Transfers In	296,374	13,875	96,456	406,705
391.20	Long-Term Debt Issued	-	2,279,611	-	2,279,611
511	Transfers Out	(110,331)	-	(171,374)	(281,705)
Total Other Financing Sources		186,043	2,293,486	(74,918)	2,404,611
Net Change in Fund Balance		174,864	(13,075)	(59,016)	102,773
Fund Balance, December 31, 2023		1,258,583	14,443	296,157	1,569,183
Fund Balance, December 31, 2024		\$ 1,433,447	\$ 1,368	\$ 237,141	\$ 1,671,956

CITY OF FLANDREAU

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS - MODIFIED CASH BASIS
 DECEMBER 31, 2024

(See Independent Accountant's Compilation Report)

	Water Fund	Electric Fund	Sewer Fund	Solid Waste Fund	Total Proprietary Funds
ASSETS:					
Current Assets:					
101 Cash and Cash Equivalents	\$ 1,052,247	\$ 2,813,842	\$ 1,490,038	\$ 33,827	\$ 5,389,954
107 Restricted Cash	67,958	370,912	82,113	-	520,983
Total Current Assets	1,120,205	3,184,754	1,572,151	33,827	5,910,937
Capital Assets:					
160 Land	1,928	22,028	75,941	27,256	127,153
162 Buildings	279,424	653,122	289,847	-	1,222,393
164 Improvements Other Than Buildings	6,187,615	7,806,370	5,926,408	-	19,920,393
166 Machinery and Equipment	166,287	473,632	314,798	10,615	965,332
Less: Accumulated Depreciation	(3,192,848)	(3,100,402)	(2,008,661)	(10,615)	(8,312,526)
168 Construction in Progress	362,181	-	357,761	-	719,942
Total Noncurrent Assets	3,804,587	5,854,750	4,956,094	27,256	14,642,687
TOTAL ASSETS	\$ 4,924,792	\$ 9,039,504	\$ 6,528,245	\$ 61,083	\$ 20,553,624
LIABILITIES:					
Current Liabilities:					
205 Current Portion of Long-Term Debt	\$ 71,776	\$ 310,000	\$ 70,329	\$ -	\$ 452,105
Total Current Liabilities	71,776	310,000	70,329	-	452,105
Long-Term Liabilities:					
237 Long-Term Debt, Net of Current Portion	3,079,245	3,650,000	3,691,104	-	10,420,349
Total Long-Term Liabilities	3,079,245	3,650,000	3,691,104	-	10,420,349
NET POSITION:					
253.1 Net Investment in Capital Assets	653,566	1,894,750	1,194,661	27,256	3,770,233
253.2 Restricted for Debt Service	67,958	370,912	82,113	-	520,983
253.9 Unrestricted Net Position	1,052,247	2,813,842	1,490,038	33,827	5,389,954
Total Net Position	1,773,771	5,079,504	2,766,812	61,083	9,681,170
TOTAL LIABILITIES AND NET POSITION	\$ 4,924,792	\$ 9,039,504	\$ 6,528,245	\$ 61,083	\$ 20,553,624

CITY OF FLANDREAU

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS - MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2024
 (See Independent Accountant's Compilation Report)

	Water Fund	Electric Fund	Sewer Fund	Solid Waste Fund	Total Proprietary Funds
Operating Revenue:					
380 Charges for Goods and Services	\$ 817,058	\$ 3,758,534	\$ 759,779	\$ 214,833	\$ 5,550,204
Total Operating Revenue	817,058	3,758,534	759,779	214,833	5,550,204
Operating Expenses:					
410 Personal Services	203,667	419,965	172,592	18,615	814,839
420 Other Current Expense	460,681	2,274,946	283,983	235,689	3,255,299
457 Depreciation	217,193	204,310	207,300	-	628,803
Total Operating Expenses	881,541	2,899,221	663,875	254,304	4,698,941
Operating Income (Expense)	(64,483)	859,313	95,904	(39,471)	851,263
Nonoperating Revenue (Expense):					
361 Investment Earnings	919	3,604	839	-	5,362
362 Rentals	-	8,520	700	-	9,220
442 Interest Expense and Fiscal Charges	(68,528)	(102,138)	(90,234)	-	(260,900)
Total Nonoperating Revenue (Expense)	(67,609)	(90,014)	(88,695)	-	(246,318)
Income (Expense) Before Transfers	(132,092)	769,299	7,209	(39,471)	604,945
511 Transfers Out	-	(125,000)	-	-	(125,000)
Total Transfers	-	(125,000)	-	-	(125,000)
Change in Net Position	(132,092)	644,299	7,209	(39,471)	479,945
Net Position - December 31, 2023	1,905,863	4,435,205	2,759,603	100,554	9,201,225
NET POSITION - DECEMBER 31, 2024	\$ 1,773,771	\$ 5,079,504	\$ 2,766,812	\$ 61,083	\$ 9,681,170

CITY OF FLANDREAU

**STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS - MODIFIED CASH BASIS
DECEMBER 31, 2024**

(See Independent Accountant's Compilation Report)

	<u>Custodial Fund</u>
ASSETS:	
Cash and Cash Equivalents	\$ 43,716
TOTAL ASSETS	\$ 43,716
NET POSITION:	
Restricted for:	
Flandreau Housing Corporation	\$ 43,716
TOTAL NET POSITION	\$ 43,716

CITY OF FLANDREAU

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS - MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2024**
(See Independent Accountant's Compilation Report)

	<u>Custodial Fund</u>
Additions:	
Rentals	\$ 1,000
Total Additions	<u>1,000</u>
Deductions:	
Professional Fees	10,667
Miscellaneous	46
Total Deductions	<u>10,713</u>
Net Change in Fiduciary Net Position	<u>(9,713)</u>
Net Position, Beginning	53,429
Net Position, Ending	<u>\$ 43,716</u>

CITY OF FLANDREAU

**SCHEDULE OF CHANGES IN LONG-TERM DEBT
FOR THE YEAR ENDED DECEMBER 31, 2024**

(See Independent Accountant's Compilation Report)

	Balance 12/31/2023	Additions	Repayments	Balance 12/31/2024	Due Within One Year
Primary Government:					
Governmental Activities:					
TIF #8 Note Payable	\$ 530,328	\$ -	\$ 38,475	\$ 491,853	\$ 39,856
Construction Loan #1	248,329	1,302,421	527,020	1,023,730	22,661
Construction Loan #2	-	202,190	-	202,190	4,271
Rural Development Loan	-	775,000	6,600	768,400	14,233
Total Governmental Activities	778,657	2,279,611	572,095	2,486,173	81,021
Business-Type Activities:					
2019 Water Project Revenue Bond	2,384,061	-	42,750	2,341,311	43,776
2021 Water Revenue Refunding Bond	480,000	-	27,000	453,000	28,000
2023 Drinking Water State Revolving Fund	182,170	174,540	-	356,710	-
2016 Electric Revenue Bond	1,945,000	-	130,000	1,815,000	130,000
2020 Electric Revenue Refunding Bond	2,320,000	-	175,000	2,145,000	180,000
2019 Sewer Project Revenue Bond	3,381,761	-	60,659	3,321,102	62,101
2019B Sewer Project Revenue Bond	448,381	-	8,050	440,331	8,228
Total Business-Type Activities	11,141,373	174,540	443,459	10,872,454	452,105
Total Primary Government	\$ 11,920,030	\$ 2,454,151	\$ 1,015,554	\$ 13,358,627	\$ 533,126