



CITY OF BROOKINGS, SOUTH DAKOTA

Executive Summary – December 31, 2023



AUDIT RECAP

- Performed in accordance with:
 - Generally accepted auditing standards (GAAS)
 - *Government Auditing Standards*
 - *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*
- Designed to obtain reasonable, not absolute, assurance about whether the financial statements are free of material misstatement



OBJECTIVES

AUDIT RESULTS

- Unmodified opinions
- Adoption of GASB No. 96, *Subscription-Based Information Technology Arrangements (SBITAs)*
- No findings



Financial Statement Audit

AUDIT RESULTS

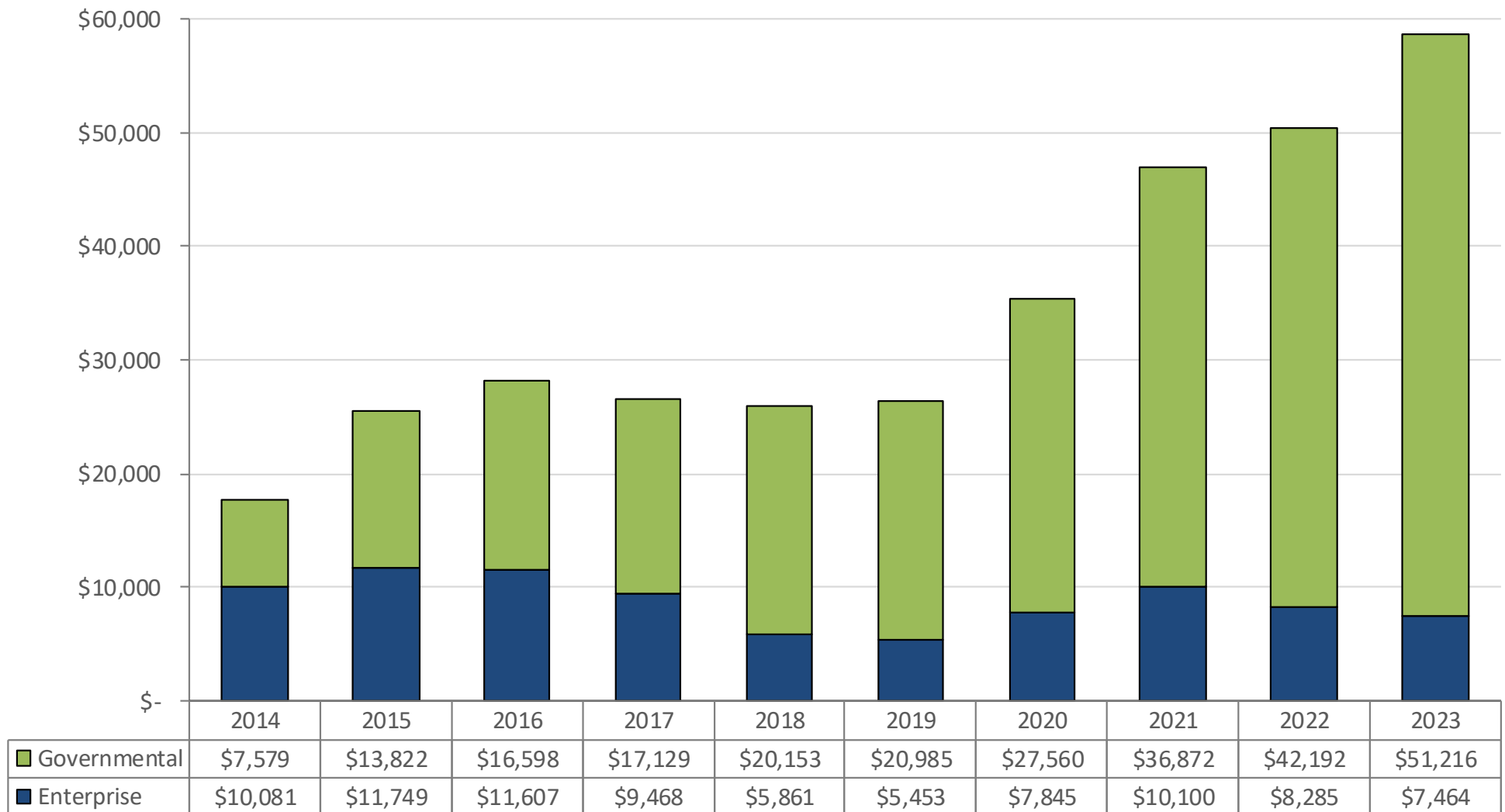
- Unmodified opinion on the one program tested
 - Coronavirus State and Local Fiscal Recovery Funds
- No findings



Federal Audit

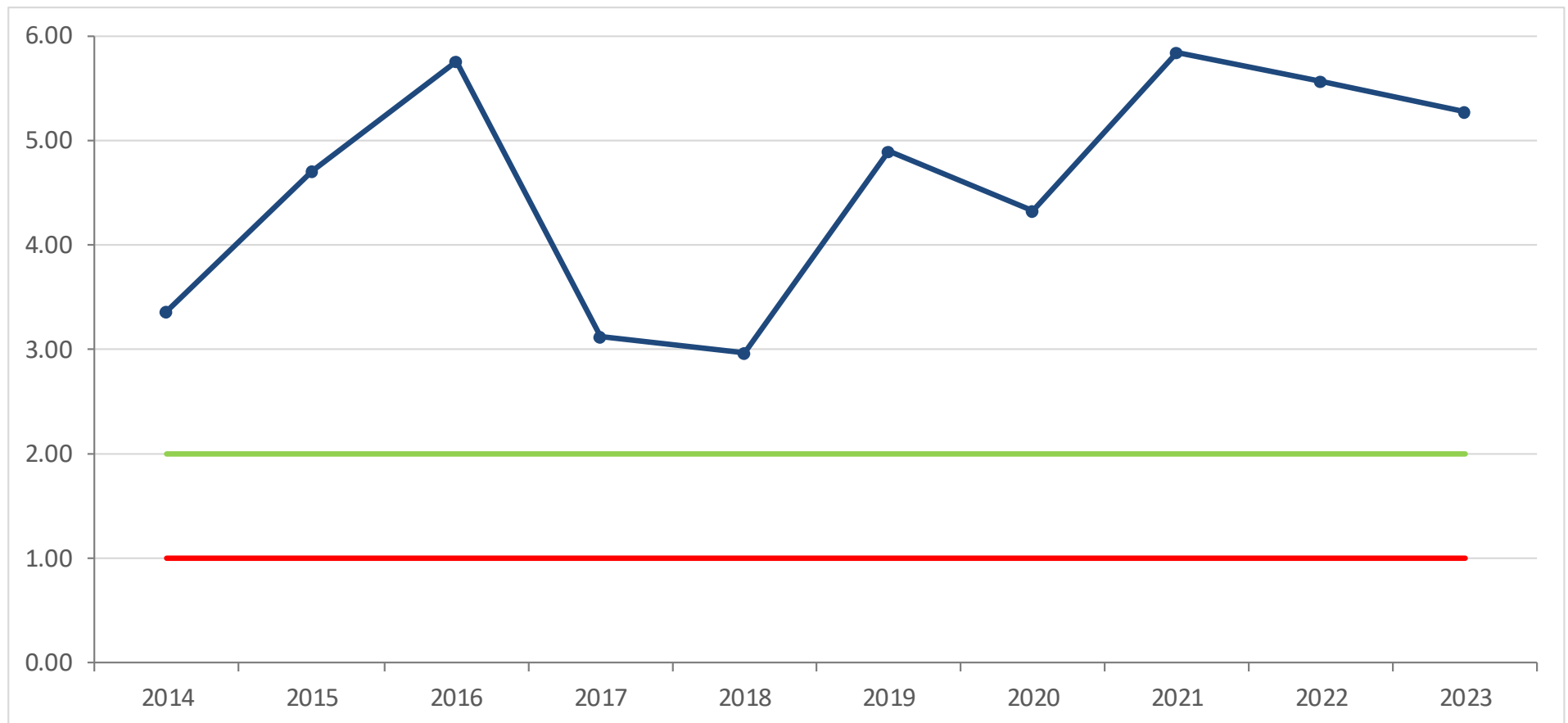
TOTAL CASH – CITY ONLY (NO BMU OR BHS)

The total cash for the past ten years (in thousands) is as follows:



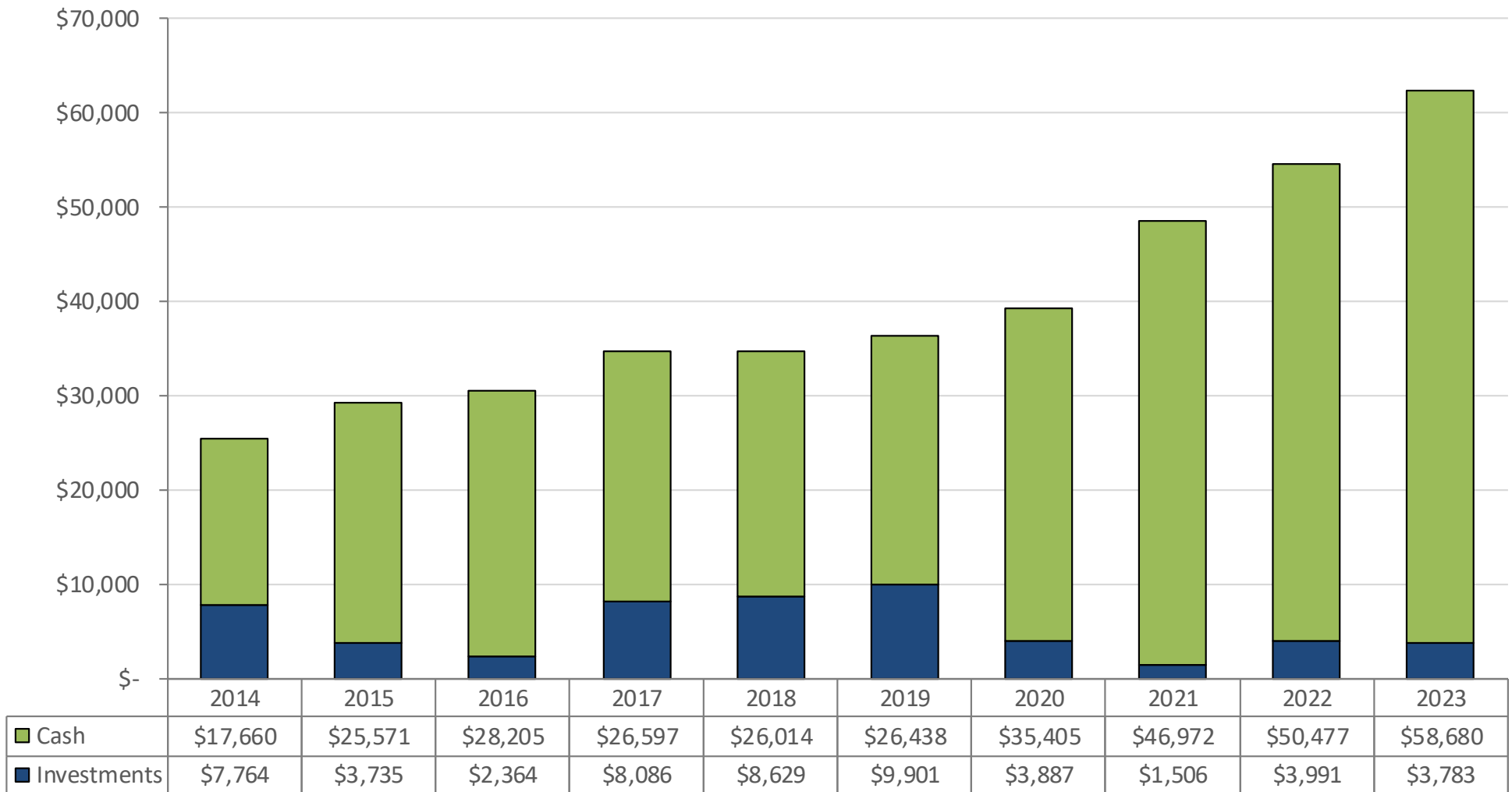
LIQUIDITY RATIO – CITY ONLY (NO BMU OR BHS)

The liquidity ratio is calculated by dividing cash and cash equivalents by accounts payable, other current liabilities, and long-term liabilities due within one year. The liquidity ratio for the past ten years is as follows:



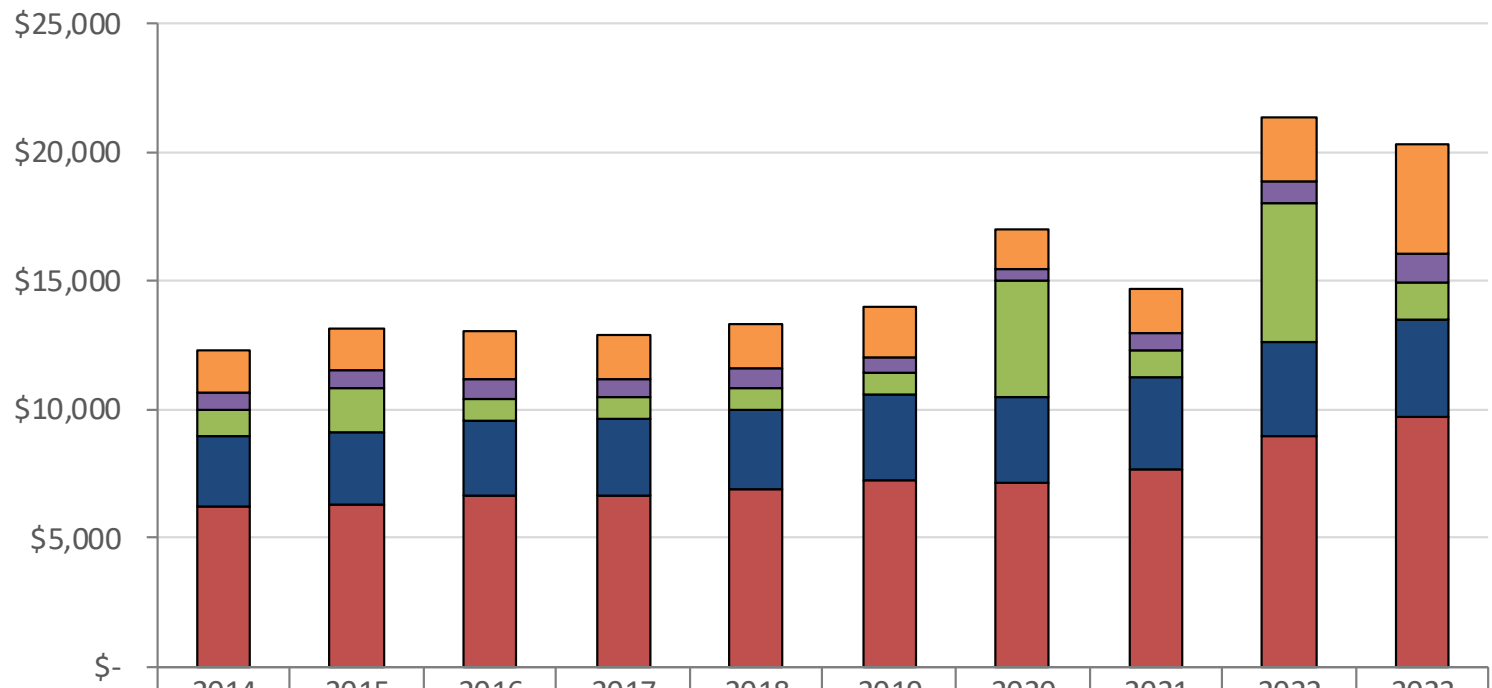
TOTAL CASH AND INVESTMENTS – CITY ONLY (NO BMU OR BHS)

The total cash and investments for the past ten years (in thousands) is as follows:



GENERAL FUND REVENUES

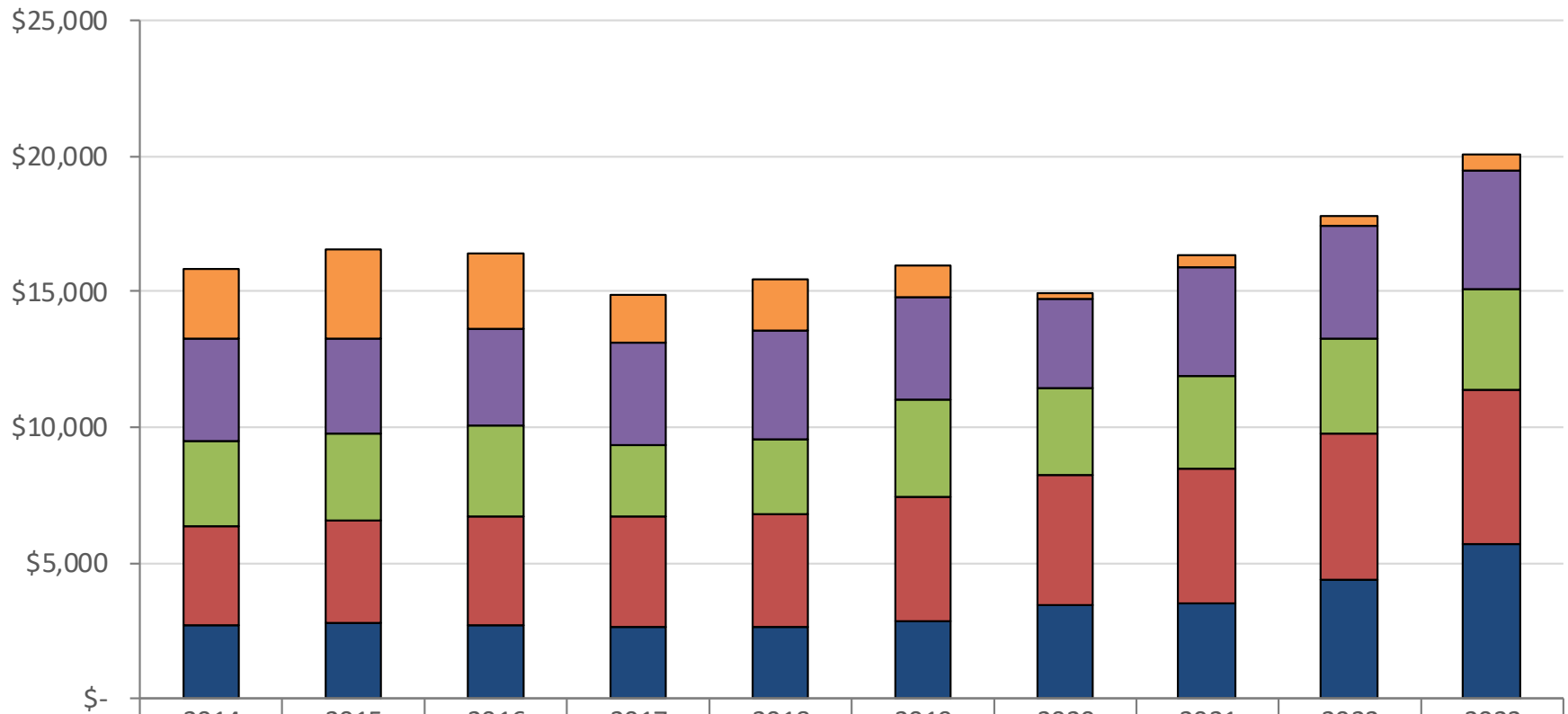
General fund revenues are primarily from taxes, charges for services, and intergovernmental sources. Revenues for the previous ten years (in thousands) are as follows:



	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Other	\$1,614	\$1,625	\$1,919	\$1,693	\$1,732	\$1,934	\$1,511	\$1,742	\$2,422	\$4,320
Charges for services/Licenses and permits	\$637	\$682	\$761	\$708	\$764	\$619	\$455	\$634	\$826	\$1,082
Intergovernmental	\$1,101	\$1,652	\$820	\$825	\$789	\$868	\$4,482	\$1,021	\$5,429	\$1,413
Property taxes	\$2,731	\$2,838	\$2,936	\$3,016	\$3,115	\$3,252	\$3,398	\$3,589	\$3,705	\$3,798
Sales and use taxes	\$6,181	\$6,328	\$6,630	\$6,642	\$6,901	\$7,286	\$7,135	\$7,698	\$8,915	\$9,712

GENERAL FUND EXPENDITURES

Expenditures for the previous ten years (in thousands) are as follows:



	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Capital outlay	\$2,601	\$3,290	\$2,799	\$1,762	\$1,868	\$1,198	\$239	\$479	\$348	\$530
Culture and recreation	\$3,735	\$3,489	\$3,530	\$3,765	\$4,053	\$3,803	\$3,312	\$3,981	\$4,209	\$4,383
Public works	\$3,137	\$3,237	\$3,374	\$2,609	\$2,777	\$3,512	\$3,213	\$3,476	\$3,498	\$3,700
Public safety	\$3,637	\$3,812	\$4,029	\$4,117	\$4,130	\$4,634	\$4,763	\$4,901	\$5,344	\$5,692
General government	\$2,742	\$2,751	\$2,695	\$2,625	\$2,640	\$2,849	\$3,463	\$3,536	\$4,415	\$5,715

A POSITIVE FUND BALANCE:

- 1** Contributes to a favorable bond rating
- 2** Produces investment income and provides a source of working capital to meet cash flow needs
- 3** Offers a cushion for unexpected expenditures or revenue shortfalls



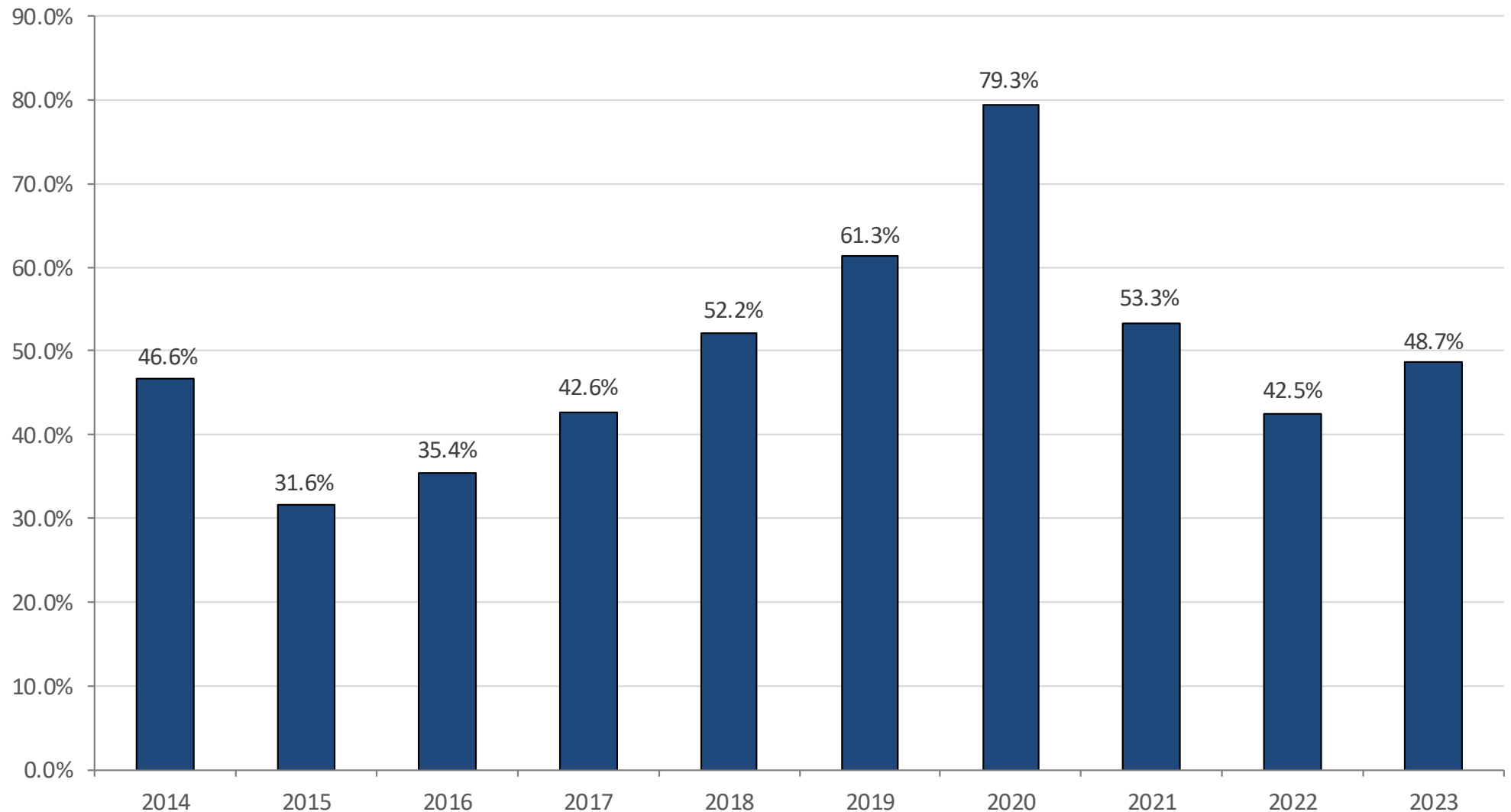
GENERAL FUND UNASSIGNED FUND BALANCES

Total unassigned fund balances of the General Fund for the past 10 years (in thousands):



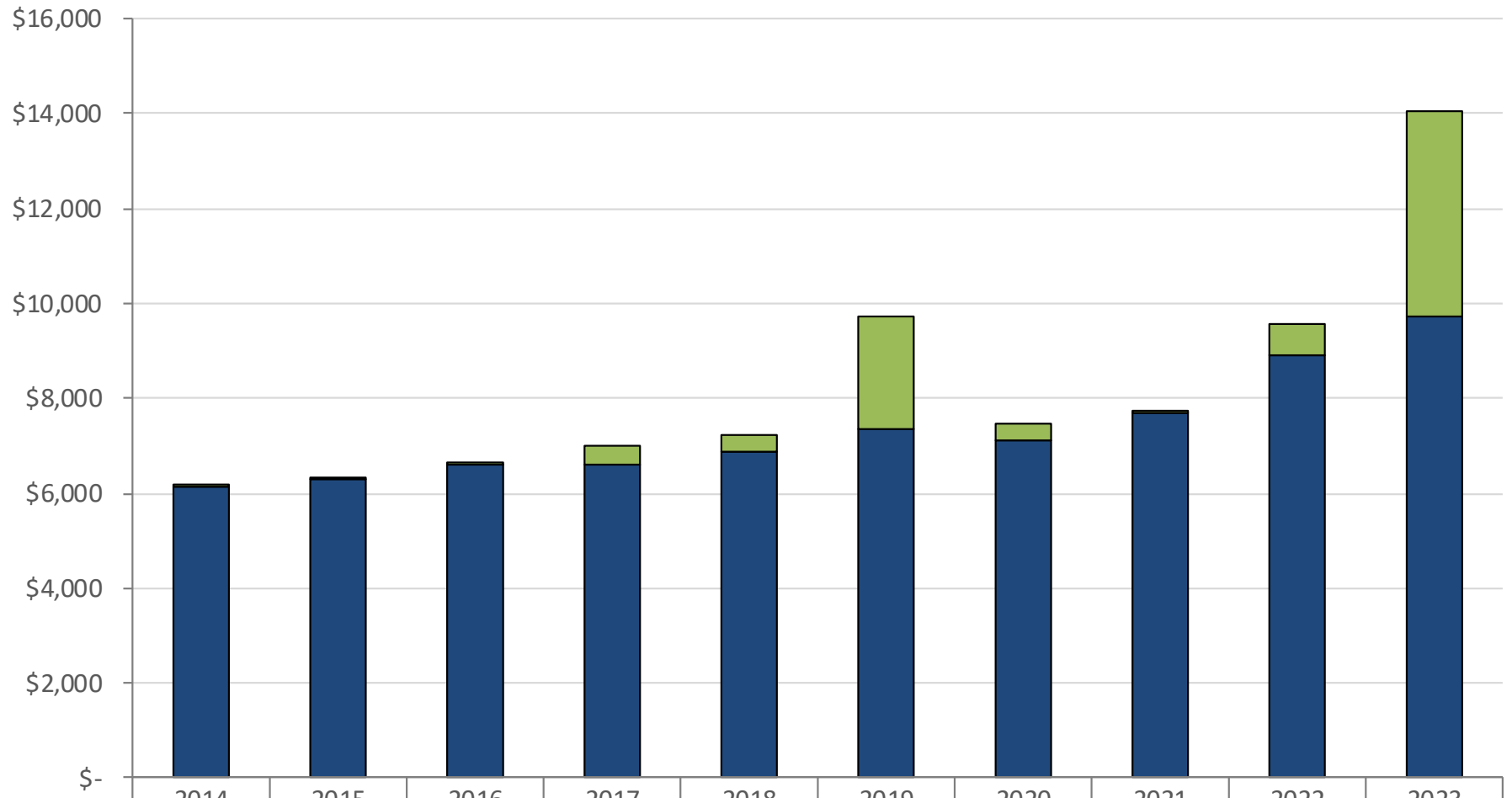
GENERAL FUND UNASSIGNED FUND BALANCE

The City's unassigned fund balance as a percentage of expenditures in the General Fund for the last 10 years:



2ND PENNY SALES AND USE TAX FUND REVENUES

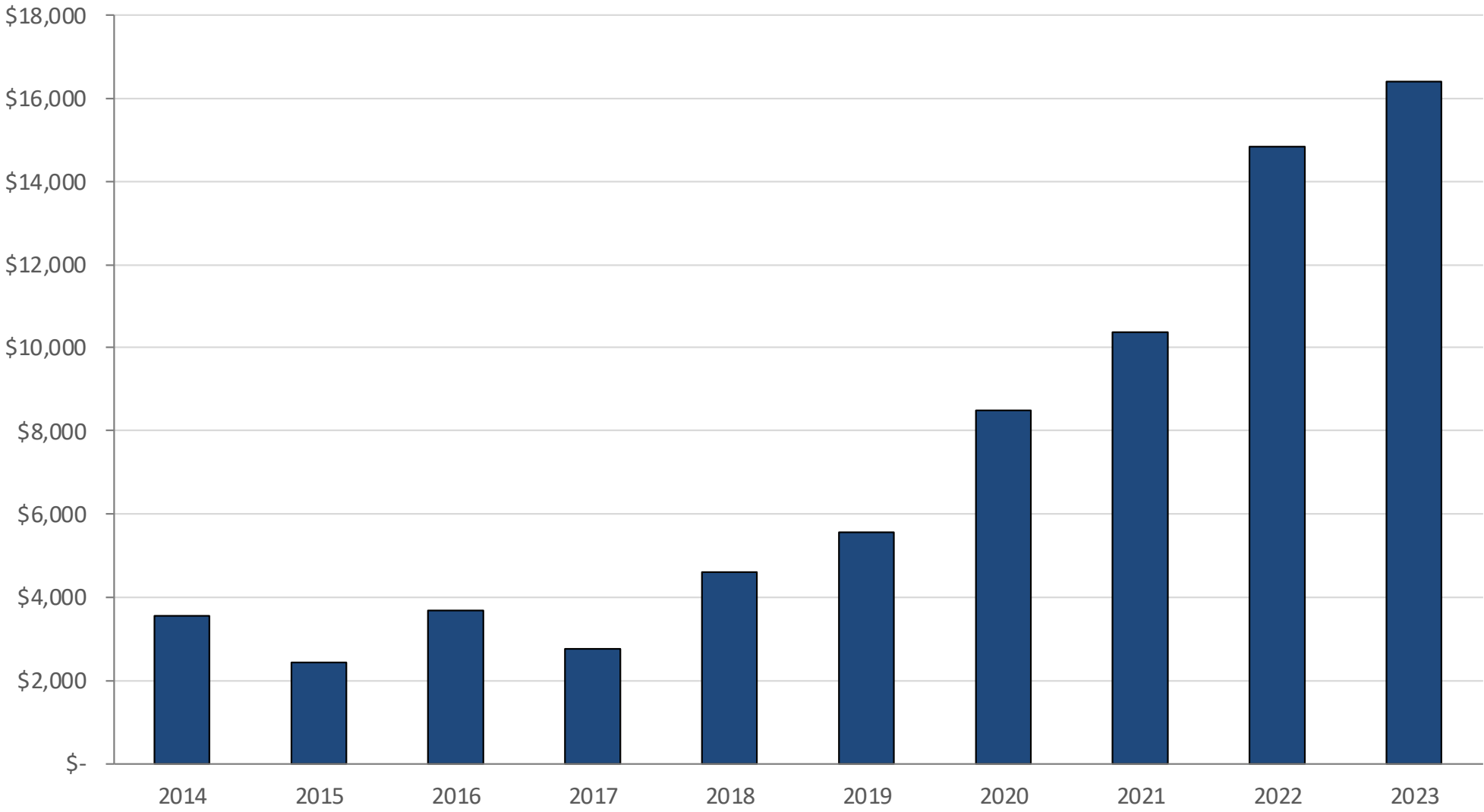
Sales and use tax collections and other revenues for the previous ten years (in thousands) are as follows:



Other	\$48	\$18	\$44	\$389	\$366	\$2,380	\$373	\$14	\$637	\$4,361
Sales and use taxes	\$6,149	\$6,296	\$6,595	\$6,607	\$6,869	\$7,329	\$7,111	\$7,700	\$8,915	\$9,712

2ND PENNY SALES AND USE TAX FUND FUND BALANCE

The ending fund balance for the last ten years (in thousands):



THANK YOU

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CPAs & BUSINESS ADVISORS