

TOWN OF MOORCROFT, WYOMING

Financial Statements

June 30, 2021

Town of Moorcroft, Wyoming
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Independent Auditor's Report

Honorable Mayor and Town Board
Town of Moorcroft, Wyoming

Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Moorcroft, Wyoming (the Town) as of and for the year ended June 30, 2021 and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting as described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

RAPID CITY

909 ST. JOSEPH STREET, SUITE 101
RAPID CITY, SD 57701
605.348.1930

GILLETTE

612 S. DOUGLAS HWY
GILLETTE, WY 82716
307.682.4795

FAITH

127 MAIN ST. S.
FAITH, SD 57626
605.791.3142

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Moorcroft, Wyoming, as of June 30, 2021, and the respective changes in modified cash basis financial position for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole that collectively comprise the Town of Moorcroft, Wyoming's basic financial statements. The budgetary comparison schedules, combining nonmajor fund statements, and schedule of Town Officials are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining nonmajor fund financial statements and Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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, based on our audit and the procedures performed as described above, the combining nonmajor fund financial statements and Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The budgetary comparison information, Corrective Action Plan, and list of Town Officials, which are the responsibility of management, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 10, 2022 on our consideration of the Town of Moorcroft, Wyoming's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the effectiveness of the Town's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Moorcroft, Wyoming's internal control over financial reporting and compliance.

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Casey Peterson, LTD
Rapid City, South Dakota
February 10, 2022

BASIC FINANCIAL STATEMENTS

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Town of Moorcroft, Wyoming
Statement of Net Position - Modified Cash Basis
June 30, 2021

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ (170,037)	\$ 369,054	\$ 199,017
Investments	813,467	180,908	994,375
TOTAL ASSETS	<u>643,430</u>	<u>549,962</u>	<u>1,193,392</u>
NET POSITION			
Restricted:			
For Repairs and Maintenance	76,154	-	76,154
For Parks and Recreation	10,096	-	10,096
Unrestricted	557,180	549,962	1,107,142
TOTAL NET POSITION	<u>\$ 643,430</u>	<u>\$ 549,962</u>	<u>\$ 1,193,392</u>

The accompanying notes are an integral part of this statement.

Town of Moorcroft, Wyoming
Statement of Activities - Modified Cash Basis
For the Year Ended June 30, 2021

Functions/Programs	Cash Disbursements
PRIMARY GOVERNMENT	
Governmental Activities:	
General Government	\$ 383,987
Public Safety	524,533
Public Works	3,231,199
Culture and Recreation	257,130
Cemetery	<u>27,306</u>
Total Governmental Activities	<u>4,424,155</u>
Business-type Activities:	
Water	389,688
Sanitation	442,181
Sewer	<u>243,839</u>
Total Business-type Activities	<u>1,075,708</u>
Total Primary Government	<u>\$ 5,499,863</u>

The accompanying notes are an integral part of this statement.

Program Cash Receipts			Net (Disbursements) Receipts and Changes in Net Position		
Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
			Governmental Activities	Business-type Activities	Total
\$ 56,616	\$ -	\$ -	\$ (327,371)	\$ -	\$ (327,371)
116,044	20	-	(408,469)	-	(408,469)
-	-	3,219,271	(11,928)	-	(11,928)
19,212	24,375	-	(213,543)	-	(213,543)
<u>1,850</u>	<u>300</u>	<u>-</u>	<u>(25,156)</u>	<u>-</u>	<u>(25,156)</u>
<u>193,722</u>	<u>24,695</u>	<u>3,219,271</u>	<u>(986,467)</u>	<u>-</u>	<u>(986,467)</u>
418,165	-	-	-	28,477	28,477
493,666	-	-	-	51,485	51,485
<u>275,523</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,684</u>	<u>31,684</u>
<u>1,187,354</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>111,646</u>	<u>111,646</u>
<u>\$ 1,381,076</u>	<u>\$ 24,695</u>	<u>\$ 3,219,271</u>	<u>(986,467)</u>	<u>111,646</u>	<u>(874,821)</u>
GENERAL CASH RECEIPTS					
Taxes:					
General Property Taxes			51,961	-	51,961
General Sales Taxes			501,156	-	501,156
Other Taxes			158,683	-	158,683
Intergovernmental Receipts Not Restricted to Specific Programs					
			226,748	-	226,748
Unrestricted Investment Earnings			2,843	-	2,843
Miscellaneous Receipts			10,292	-	10,292
Transfers In (Out)			<u>33,825</u>	<u>(33,825)</u>	<u>-</u>
Total General Cash Receipts			<u>985,508</u>	<u>(33,825)</u>	<u>951,683</u>
CHANGE IN NET POSITION					
			(959)	77,821	76,862
NET POSITION - BEGINNING					
			<u>644,389</u>	<u>472,141</u>	<u>1,116,530</u>
NET POSITION - ENDING					
			<u>\$ 643,430</u>	<u>\$ 549,962</u>	<u>\$ 1,193,392</u>

The accompanying notes are an integral part of this statement.

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Town of Moorcroft, Wyoming
Balance Sheet - Modified Cash Basis - Governmental Funds
For the Year Ended June 30, 2021

	General Fund	Wastewater Treatment Plant Project Fund	Powder River Water Project Fund	Total Governmental Funds
ASSETS				
Cash and Cash Equivalents	\$ (94,940)	\$ (75,404)	\$ 307	\$ (170,037)
Investments	<u>813,467</u>	<u>-</u>	<u>-</u>	<u>813,467</u>
TOTAL ASSETS	<u>\$ 718,527</u>	<u>\$ (75,404)</u>	<u>\$ 307</u>	<u>\$ 643,430</u>
FUND BALANCES				
Restricted:				
For Repairs and Maintenance	\$ 75,847	\$ -	\$ 307	\$ 76,154
For Parks and Recreation	10,096	-	-	10,096
Assigned:				
For Capital Purposes	254,977	-	-	254,977
For Community Protection	171,062	-	-	171,062
For Cemetery	17,219	-	-	17,219
For Landfill	106,049	-	-	106,049
Unassigned	<u>83,277</u>	<u>(75,404)</u>	<u>-</u>	<u>7,873</u>
TOTAL FUND BALANCES	<u>\$ 718,527</u>	<u>\$ (75,404)</u>	<u>\$ 307</u>	<u>\$ 643,430</u>

The accompanying notes are an integral part of this statement.

Town of Moorcroft, Wyoming
Statement of Receipts, Disbursements, and Changes in Fund Balances -
Modified Cash Basis - Governmental Funds
For the Year Ended June 30, 2021

	General Fund	Wastewater Treatment Plant Project Fund	Powder River Water Project Fund
RECEIPTS			
Taxes:			
General Property Taxes	\$ 51,961	\$ -	\$ -
General Sales and Use Taxes	501,156	-	-
Other Taxes	158,683	-	-
Licenses and Permits	46,074	-	-
Intergovernmental Receipts	226,748	-	-
Court Fees	66,876	-	-
Charges for Services	99,397	-	-
Investment Earnings	2,843	-	-
Capital Grants and Loan Proceeds	375,228	2,379,453	459,966
Miscellaneous Receipts	20,986	-	-
Total Receipts	<u>1,549,952</u>	<u>2,379,453</u>	<u>459,966</u>
DISBURSEMENTS			
Current:			
General Government:			
Council	33,448	-	-
Court	22,210	-	-
Mayor	31,142	-	-
Administrator	128,755	-	-
Clerk/Treasurer	128,777	-	-
Public Safety:			
Police	383,863	-	-
Fire	37,591	-	-
Ambulance	64,217	-	-
Public Works:			
Streets and Alleys	173,854	-	-
Culture and Recreation:			
Parks and Recreation	93,319	-	-
Town Center	138,885	-	-
Cemetery	12,858	-	-
Debt Service	32,821	-	-
Capital Outlays	227,365	2,454,857	459,659
Total Disbursements	<u>1,509,105</u>	<u>2,454,857</u>	<u>459,659</u>

The accompanying notes are an integral part of this statement.

Other Nonmajor Governmental Funds*	Total Governmental Funds
\$ -	\$ 51,961
-	501,156
-	158,683
-	46,074
-	226,748
-	66,876
-	99,397
-	2,843
-	3,214,647
-	20,986
<u>-</u>	<u>4,389,371</u>
-	33,448
-	22,210
-	31,142
-	128,755
-	128,777
-	383,863
-	37,591
-	64,217
-	173,854
-	93,319
-	138,885
-	12,858
-	32,821
534	3,142,415
<u>534</u>	<u>4,424,155</u>

The accompanying notes are an integral part of this statement.

Town of Moorcroft, Wyoming
Statement of Receipts, Disbursements, and Changes in Fund Balances -
Modified Cash Basis - Governmental Funds (Continued)
For the Year Ended June 30, 2021

	General Fund	Wastewater Treatment Plant Project Fund	Powder River Water Project Fund
EXCESS OF RECEIPTS OVER (UNDER) DISBURSEMENTS	40,847	(75,404)	307
OTHER FINANCING SOURCES			
Transfers In	-	-	-
NET CHANGE IN FUND BALANCE	40,847	(75,404)	307
FUND BALANCE - BEGINNING	677,680	-	-
FUND BALANCE - ENDING	<u>\$ 718,527</u>	<u>\$ (75,404)</u>	<u>\$ 307</u>

*Funds with no assets or fund balances are omitted from the Balance Sheet - Modified Cash Basis - Governmental Funds.

The accompanying notes are an integral part of this statement.

<u>Other Nonmajor Governmental Funds*</u>	<u>Total Governmental Funds</u>
(534)	(34,784)
<u>33,825</u>	<u>33,825</u>
33,291	(959)
<u>(33,291)</u>	<u>644,389</u>
<u>\$ -</u>	<u>\$ 643,430</u>

The accompanying notes are an integral part of this statement.

Town of Moorcroft, Wyoming
Statement of Net Position - Modified Cash Basis - Proprietary Funds
June 30, 2021

	Water Fund	Sanitation Fund	Sewer Fund	Total Proprietary Funds
ASSETS				
Cash and Cash Equivalents	\$ 159,445	\$ 124,595	\$ 85,014	\$ 369,054
Investments	<u>27,783</u>	<u>-</u>	<u>153,125</u>	<u>180,908</u>
TOTAL ASSETS	<u>187,228</u>	<u>124,595</u>	<u>238,139</u>	<u>549,962</u>
NET POSITION				
Unrestricted	<u>187,228</u>	<u>124,595</u>	<u>238,139</u>	<u>549,962</u>
TOTAL NET POSITION	<u>\$ 187,228</u>	<u>\$ 124,595</u>	<u>\$ 238,139</u>	<u>\$ 549,962</u>

The accompanying notes are an integral part of this statement.

Town of Moorcroft, Wyoming
Statement of Receipts, Disbursements and Changes in Fund Net Position -
Modified Cash Basis - Proprietary Funds
For the Year Ended June 30, 2021

	Water Fund	Sanitation Fund	Sewer Fund	Total Proprietary Funds
OPERATING CASH RECEIPTS				
Receipts Dedicated to				
Servicing Debt	\$ 418,165	\$ -	\$ 275,523	\$ 693,688
Charges for Goods and Services	-	489,666	-	489,666
Miscellaneous	-	4,000	-	4,000
Total Operating Cash Receipts	<u>418,165</u>	<u>493,666</u>	<u>275,523</u>	<u>1,187,354</u>
OPERATING CASH DISBURSEMENTS				
Personnel	89,989	136,721	87,773	314,483
Materials and Supplies	45,488	111,836	24,083	181,407
Other Operating Expenses	76,896	173,314	36,027	286,237
Total Operating Cash Disbursements	<u>212,373</u>	<u>421,871</u>	<u>147,883</u>	<u>782,127</u>
Operating Income	<u>205,792</u>	<u>71,795</u>	<u>127,640</u>	<u>405,227</u>
NONOPERATING CASH DISBURSEMENTS				
Capital Outlays	17,487	-	-	17,487
Debt Service	159,828	20,310	95,956	276,094
Total Nonoperating Cash Disbursements	<u>177,315</u>	<u>20,310</u>	<u>95,956</u>	<u>293,581</u>
OTHER FINANCING USES				
Transfers Out	-	-	(33,825)	(33,825)
NET INCOME	28,477	51,485	(2,141)	77,821
NET POSITION - BEGINNING	<u>158,751</u>	<u>73,110</u>	<u>240,280</u>	<u>472,141</u>
NET POSITION - ENDING	<u>\$ 187,228</u>	<u>\$ 124,595</u>	<u>\$ 238,139</u>	<u>\$ 549,962</u>

The accompanying notes are an integral part of this statement.

Town of Moorcroft, Wyoming
Notes to the Financial Statements
June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As discussed further in Note 1.C., these financial statements are presented on the modified cash basis of accounting. The modified cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements.

A. REPORTING ENTITY

The reporting entity of the Town of Moorcroft, Wyoming, (the Town) consists of the primary government (which includes all of the funds, organizations, institutions, agencies, departments, and offices that make up the legal entity, plus those funds for which the primary government has a fiduciary responsibility, even though those fiduciary funds may represent organizations that do not meet the criteria for inclusion in the financial reporting entity); those organizations for which the primary government is financially accountable; and other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the financial reporting entity's financial statements to be misleading or incomplete.

B. BASIS OF PRESENTATION

Government-wide Financial Statements:

The Statement of Net Position - Modified Cash Basis and Statement of Activities - Modified Cash Basis display information about the reporting entity as a whole. These statements include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental receipts, and other non-exchange receipts. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The Statement of Activities - Modified Cash Basis presents a comparison between direct disbursements and program receipts for each segment of the business-type activities of the Town and for each function of the Town's governmental activities. Direct disbursements are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program receipts include (a) charges paid by recipients of goods and services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Receipts that are not classified as program receipts, including all taxes, are presented as general receipts.

Fund Financial Statements:

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, receipts, and disbursements. The funds of the Town are organized into two major categories: governmental and proprietary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the Town or it meets the following criteria:

1. Total assets, liabilities, receipts, or disbursements of the individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
2. Total assets, liabilities, receipts, or disbursements of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined, or
3. Management has elected to classify one or more governmental or enterprise funds as major for consistency in reporting from year to year, or because of public interest in the fund's operations.

Town of Moorcroft, Wyoming
Notes to the Financial Statements
June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The funds of the Town are described below:

Governmental Funds

General Fund - The General Fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is always considered to be a major fund.

Capital Project Funds - Capital project funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds or trust funds for individuals, private organizations, or other governments).

Goshen Street Project Fund - To account for all financial resources to be used for the construction of the Goshen Street project. Activities are financed through a loan from the Clean Water State Revolving Fund and an MRG grant. This is not a major fund.

Powder River Sewer Project Fund - To account for all financial resources to be used for the construction of the Powder River Sewer project. Activities are financed through a loan from the Clean Water State Revolving Fund and an MRG grant. This is not a major fund.

Powder River Water Project Fund - To account for all financial resources to be used for the construction of the aerated lagoon project. Activities are financed through an MRG grant. This is a major fund.

Wastewater Treatment Plant Project Fund - To account for all financial resources to be used for the construction of the Wastewater Treatment Plant project. Activities are financed through USDA loans and grant funding. This is a major fund.

Proprietary Funds

Enterprise Funds - Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Water Fund - Financed primarily by user charges this fund accounts for the construction and operation of the municipal waterworks system and related facilities. The Water Fund is a major fund.

Sanitation Fund - Financed primarily by user charges, this fund accounts for the operation of sanitary waste collections. The Sanitation Fund is a major fund.

Sewer Fund - Financed primarily by user charges this fund accounts for the construction and operation of the municipal sanitary sewer system and related facilities. The Sewer Fund is a major fund.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe “how” transactions are recorded within the various financial statements. Basis of accounting refers to “when” receipts and disbursements are recognized in the accounts and reported in the financial statements, regardless of the measurement focus.

The Town’s basis of accounting is the modified cash basis, which is a basis of accounting other than U.S. GAAP. Under U.S. GAAP, transactions are recorded in the accounts when revenues are earned and liabilities are incurred. Under the modified cash basis, transactions are recorded when cash is received or disbursed.

Town of Moorcroft, Wyoming
Notes to the Financial Statements
June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus

Government-wide Financial Statements:

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the “economic resources” measurement focus, applied within the limitations of the modified cash basis of accounting as defined below.

Fund Financial Statements:

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used, applied within the limitations of the modified cash basis of accounting.

Basis of Accounting

In the government-wide Statement of Net Position - Modified Cash Basis and Statement of Activities - Modified Cash Basis and the fund financial statements, governmental, and business-type activities are presented using the modified cash basis of accounting.

The modified cash basis of accounting involves the measurement of cash and cash equivalents and changes in cash and cash equivalents resulting from cash receipt and disbursement transactions. Under the modified cash basis of accounting, the statement of financial position reports only cash and cash equivalents (those investments with terms to maturity of 90 days or less at the date of acquisition). Under the modified cash basis of accounting, transactions are recorded in the accounts when cash and/or cash equivalents are received or disbursed, and assets and liabilities are recognized to the extent that cash has been received or disbursed. The acceptable modification to the cash basis of accounting implemented by the Town in these financial statements is:

Recording certificates of deposit and investments (those with original maturities more than 90 days from the date of acquisition) acquired with cash assets at cost.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenue (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

If the Town applied accounting principles generally accepted in the United States, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the fund financial statements for proprietary fund types would use the accrual basis of accounting. All government-wide financial statements would be presented on the accrual basis of accounting.

D. DEPOSITS AND INVESTMENTS

For the purpose of financial reporting, “cash and cash equivalents” includes all demand and savings accounts and certificates of deposit or short-term investments with a term to maturity at the date of acquisition of three months or less. Investments classified in the financial statements consist entirely of those held in the WYO-STAR Investment Pool and/or those types of investments authorized by W.S. 9-3-831.

Town of Moorcroft, Wyoming
Notes to the Financial Statements
June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. PROGRAM RECEIPTS

Program receipts derive directly from the program itself or from parties other than the Town's taxpayers or citizenry as a whole. Program receipts are classified into three categories as follows:

1. Charges for Services - These arise from charges to customers, applicants, or others who purchase, use, or directly benefit from the goods, services, or privileges provided, or are otherwise directly affected by the services.
2. Program-specific Operating Grants and Contributions - These arise from mandatory and voluntary non-exchange transactions with other governments, organizations, or individuals that are restricted for use in a particular program
3. Program-specific Capital Grants and Contributions - These arise from mandatory and voluntary non-exchange transactions with other governments, organizations, or individuals that are restricted for the acquisition of capital assets for use in a particular program.

F. PROPRIETARY FUNDS RECEIPT AND DISBURSEMENT CLASSIFICATIONS

Operating receipts and disbursements for proprietary funds result from providing services and producing and delivering goods and services. They also include all receipts and disbursements not related to capital and related financing, noncapital financing, or investing activities.

H. CAPITAL ASSETS

Under the modified cash basis of accounting, capital assets are expensed when the cash transaction occurs. Therefore, they are not shown as assets in either the fund financial statements or the government-wide financial statements. They are shown as a cost of the program for which they were acquired, for the amount paid in cash.

I. LONG-TERM LIABILITIES

Under the modified cash basis of accounting, cash proceeds from long-term debt issuances are recorded as a receipt, while payments to creditors to reduce long-term debts are recorded as a cost of the program which benefits from the financing. Allocations are made where appropriate.

J. EQUITY CLASSIFICATIONS

Government-wide Financial Statements:

Equity is classified as net position and is displayed in two components:

1. Restricted Net Position - Consists of net assets with constraints placed on their use either by (a) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or (b) law through constitutional provisions or enabling legislation.
2. Unrestricted Net Position - All other net assets that do not meet the definition of "restricted."

Town of Moorcroft, Wyoming
Notes to the Financial Statements
June 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Financial Statements

Governmental fund equity is classified as fund balance, which is distinguished between the following classifications:

Nonspendable - Includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact.

Restricted - Constraints are placed on the use of resources by either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

Committed - Amounts that can only be used for specific purposes pursuant to constraints imposed by resolutions of the Town Board.

Assigned - Amounts that are constrained by the Town management and are intended to be used for specific purposes but are neither restricted nor committed. The Town Board has given management the authority to create assignments of fund equity.

Unassigned - Represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned.

The Town uses restricted amounts first when both restricted and unrestricted fund balance is available unless there are legal documents or contracts that prohibit doing this, such as a grant agreement requiring dollar for dollar spending. Additionally, the Town would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The Town does not have a formal minimum fund balance policy.

Proprietary fund equity is classified the same as in the government-wide financial statements.

NOTE 2 - VIOLATIONS OF FINANCE - RELATED LEGAL AND CONTRACTUAL PROVISIONS

The Town is prohibited by W.S. 16-4-108 from spending in excess of appropriated amounts at the department level. The following represents significant overdrafts of the expenditures compared to appropriations for the year ended June 30, 2021:

<u>Fund</u>	<u>Appropriations</u>	<u>Total Spent</u>	<u>Overdraft of Expenditures</u>
General Fund:			
General Government:			
Administrator	\$ 107,556	\$ 168,410	\$ 60,854
Public Works:			
Streets and Alleys	174,400	181,875	7,475
Public Safety:			
Ambulance	100,988	103,079	2,091
Cemetery	26,770	27,306	536

The Town is currently monitoring expenditures compared to appropriations and will adopt a supplemental appropriation ordinance in accordance with state statutes in future years if actual expenditures exceed appropriations.

Town of Moorcroft, Wyoming
Notes to the Financial Statements
June 30, 2021

NOTE 3 - DEFICIT FUND BALANCES OF INDIVIDUAL FUNDS

As of June 30, 2021, the Wastewater Treatment Plant Project Fund, a major fund, had a deficit in the amount of \$75,404. This deficit is related to the timing of grant draws for the project and will be corrected upon completion of the project.

NOTE 4 - PROPERTY TAXES

Property taxes are levied, billed, and collected by Crook County on behalf of the Town. Taxes are levied on or about August 1 and payable in two installments on September 1 and March 1. The installments are considered delinquent if not paid by November 10 and May 10, respectively. If the taxpayer fails to pay the first installment by November 10, the taxpayer may pay the entire liability by December 31 to avoid an interest charge. If taxes are not paid in accordance with the prescribed delinquent dates, a tax lien attaches to the property on August 1.

The Town is permitted by several state statutes to levy varying amounts of taxes per \$1,000 of taxable valuation on taxable real property in the Town.

NOTE 5 - DEPOSITS AND INVESTMENTS CREDIT RISK, CONCENTRATIONS OF CREDIT RISK AND INTEREST RATE RISK

Deposits

The Town follows the practice of aggregating the cash assets of various funds to maximize cash management efficiency and returns. Various restrictions on deposits and investments are imposed by statutes. The Town's cash deposits are made in qualified public depositories as defined by Title 9 Chapter 4 Article 8 of the Wyoming State Statutes and may be in the form of demand or time deposits. Qualified depositories are required by W.S. 9-4-808 to maintain at all times, segregated from their other assets, eligible collateral having a value equal to at least 100 percent of the public deposit accounts which exceed deposit insurance such as the FDIC and NCUA. In lieu of pledging eligible securities, a qualified public depository may furnish irrevocable standby letters of credit issued by Federal Home Loan Banks accompanied by written evidence of that bank's public debt rating which may not be less than "AA," or a qualified public depository may furnish a corporate surety bond of a corporation authorized to do business in Wyoming.

Investments

In general, W.S. 9-4-831 permits Town funds to be invested only in (a) securities of the United States and securities guaranteed by the United States Government either directly or indirectly; or, (b) repurchase agreements fully collateralized by securities described in (a) above; or in shares of an open-end, no-load fund administered by an investment company whose investments are in securities described in (a) above and repurchase agreements described in (b) above.

As of June 30, 2021, the Town had investments in the WYO-STAR Investment Pool, which is unrated. The WYO-STAR Investment Pool is an external investment pool created for Wyoming local government investing purposes. Investments in the WYO-STAR Investment Pool, which is administered by the Wyoming State Treasurer, consist of short-term investments with a one-day maturity, which are valued at fair market value. In accordance with the rules for the operation of the pool, all investments conform to Wyoming statutes. Earnings are credited to each account on a monthly basis.

Town of Moorcroft, Wyoming
Notes to the Financial Statements
June 30, 2021

NOTE 5 - DEPOSITS AND INVESTMENTS CREDIT RISK, CONCENTRATIONS OF CREDIT RISK AND INTEREST RATE RISK (CONTINUED)

The Town also holds investments with a third-party investment agency. The Town's total investments at June 30, 2021 were as follows:

	Credit Rating	Cost Basis	Maturity Less than 1 Year
WYO-STAR	Unrated	\$ 816,648	\$ 816,648
Money Market Fund	Unrated	177,727	177,727
Total		\$ 994,375	\$ 994,375

Investments for the Town are reported at cost. WYO-STAR Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

Fair Value Measurement - As explained in Note 1, the Town reports investments at the cost at acquisition. Adjustments to fair market value are not reflected in these statements.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Investing is performed in accordance with investing policies adopted by the governing board complying with state statutes.

Custodial Credit Risk - Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the Town's deposits may not be returned, or the Town will not be able to recover collateral securities in the possession of an outside party. The Town's policy requires that all acceptable securities pledged as collateral have a fair market value equal to or exceeding 100 percent of total deposits. As of June 30, 2021, the Town's cash balances were either insured by the FDIC or fully collateralized with securities held by the pledging financial institution in the Town's name.

Custodial Credit Risk - Investments

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the Town will not be able to recover the value of an investment or securities that are in the possession of an outside party. The investment in the WYO-STAR Investment Pool is not exposed to custodial credit risk because the Town's investment is not evidenced by securities that exist in physical or book entry form.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from the concentration of credit risk requirements. The Town places no limit on the amount that may be deposited with any one financial institution or the amount that may be invested in any one issuer.

Town of Moorcroft, Wyoming
Notes to the Financial Statements
June 30, 2021

NOTE 5 - DEPOSITS AND INVESTMENTS CREDIT RISK, CONCENTRATIONS OF CREDIT RISK AND INTEREST RATE RISK (CONTINUED)

Assignment of Investment Income

State law allows income from deposits and investments to be credited to either the General Fund or the fund making the investment. The Town's policy is to credit all income from investments to the fund making the investment.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increased interest rates. The WYO-STAR Investment Pool only invests in U.S. Treasuries with a maturity of one day which are bought and resold on the same day.

NOTE 6 - COMMITMENTS

Long-term obligations of the Town at June 30, 2021 were comprised of the following:

	Balance 6/30/20	Loan Advances	Loan Payments	Loan Forgiveness	Balance 6/30/21
Madison Pipeline Loan	\$ 445,541	\$ -	\$ (32,507)	\$ -	\$ 413,034
Water Improvements 1	106,355	-	(13,470)	-	92,885
JPA - 15583	325,329	-	(10,589)	-	314,740
Sewer Improvements	98,521	-	(11,309)	-	87,212
CWSRF #151	251,759	-	(10,619)	-	241,140
DWSRF #191	939,625	-	(16,293)	(234,906)	688,426
CWSRF #163	265,024	-	(4,596)	(66,256)	194,172
CWSRF #170	256,853	-	(4,455)	(64,213)	188,185
DWSRF #224	410,205	21,411	(7,484)	(107,904)	316,228
Series 2021A	-	2,017,000	-	-	2,017,000
Series 2021B	-	362,463	-	-	362,463
Equipment Lease	25,340	-	(4,223)	-	21,117
Equipment Lease	22,636	-	(22,636)	-	-
Doosan Loader Loan	51,572	-	(25,995)	-	25,577
	<u>\$ 3,198,760</u>	<u>\$ 2,400,874</u>	<u>\$ (164,176)</u>	<u>\$ (473,279)</u>	<u>\$ 4,962,179</u>

Madison Pipeline Loan - The Town signed a loan agreement for a pipeline improvement project with the Wyoming State Loan & Investment Board. Yearly payments of \$43,493, including interest at a rate of 2.5%, began in March 2014. The final maturity is March 2032. Interest expense related to this agreement was \$10,986 for the year ended June 30, 2021. The payments are made out of the Water Fund.

Water Improvements 1 - The Town signed a loan agreement for a water supply project with the State of Wyoming Water Development Commission. Yearly payments of \$17,725, including interest at a rate of 4.0%, began December 1, 1997. The final payment of \$17,685 is due November 2026. The payments are made out of the Water Fund. Interest expense related to this agreement was \$4,254. All revenues generated from the water system user fees have been pledged and assigned to pay this debt.

Town of Moorcroft, Wyoming
Notes to the Financial Statements
June 30, 2021

NOTE 6 - COMMITMENTS (CONTINUED)

JPA - 15583 - The Town signed a loan agreement for a waterline project with the Joint Powers Act. Yearly payments of \$26,772, including interest at a rate of 4.62%, began in December 2015. The final maturity is December 2045. The payments are made out of the General Fund. Interest expense related to this agreement was \$16,183.

Sewer Improvements - The Town signed a loan agreement for a sewer improvement project with the Clean Water State Revolving Loan Fund. Yearly payments of \$13,745, including interest at a rate of 2.5% began July 15, 2008. The final maturity is July 2027. The payments are made out of the Water Fund. Interest expense related to this agreement was \$2,436. All revenues generated from the sewer system user fees have been pledged and assigned to pay this debt.

CWSRF #151 - The Town signed a loan agreement for an aerated lagoon project with the Clean Water State Revolving Loan Fund. Annual payments of \$16,834 began in fiscal year 2020 including interest of 2.5% for a term of twenty years. Payments are made out of the Sewer Fund. Interest expense related to this agreement was \$6,215.

DWSRF #191 - The Town signed a loan agreement for a water project with the Drinking Water State Revolving Loan Fund. Annual payments of \$33,670 began in fiscal year 2021 including interest of 2.5% for a term of thirty years. Payments are made out of the Water Fund. Interest expense related to this agreement was \$65,221 and included additional accrued interest incurred. During the year ended June 30, 2021, the Town received \$234,906 in principal forgiveness upon the finalization of the loan.

CWSRF #163 - The Town signed a loan agreement for a water project with the Clean Water State Revolving Loan Fund. Annual payments of \$9,497 began in fiscal year 2021 including interest of 2.5% for a term of thirty years. Payments are made out of the Sewer Fund. Interest expense related to this agreement was \$4,901 and included additional accrued interest incurred. During the year ended June 30, 2021, the Town received \$66,256 in principal forgiveness upon the finalization of the loan.

CWSRF #170 - The Town signed a loan agreement for a water project with the Clean Water State Revolving Loan Fund. Annual payments of \$9,521 began in fiscal year 2021 including interest of 2.5% for a term of thirty years. Payments are made out of the Sewer Fund. Interest expense related to this agreement was \$11,218 and included additional accrued interest incurred. During the year ended June 30, 2021, the Town received \$64,213 in principal forgiveness upon the finalization of the loan.

DWSRF #224 - The Town signed a loan agreement for a water project with the Drinking Water State Revolving Loan Fund. Annual payments of \$15,466 began in fiscal year 2021 including interest of 2.5% for a term of thirty years. Payments are made out of the Sewer Fund. Interest expense related to this agreement was \$9,612 and included additional accrued interest incurred. During the year ended June 30, 2021, the Town received \$107,904 in principal forgiveness upon the finalization of the loan.

Wastewater treatment Plant Loans - During the year ended June 30, 2021, the Town signed loan agreements Series 2021A and Series 2021B with USDA RD. These loans can be drawn for up to \$2,017,000 and \$1,260,000 with an interest rate of 1.75% and a term of forty years upon completion of the project. Total project costs are estimated to be over \$6.3 million and the Town will use USDA RD grant funds to cover the additional costs. The payments will be made out of the Sewer Fund.

Town of Moorcroft, Wyoming
Notes to the Financial Statements
June 30, 2021

NOTE 6 - COMMITMENTS (CONTINUED)

Doosan Loader Loan - The Town signed a loan agreement for a Doosan Loader. Yearly payments of \$27,106, including interest at a rate of 5.00%, began in December 2017. The final maturity is December 2021. The payments are made out of the Sanitation Fund and General Fund. Interest expense related to this agreement was \$1,111.

Equipment Lease - The Town signed a financing agreement for an ambulance with a bank in the amount of \$105,538. Yearly payments of \$23,045, including interest at a rate of 3.00%, began in June 2017. The final maturity is June 2021. The payments will be made out of the General Fund and the debt is secured by the ambulance. Interest expense related to this agreement was \$430. This lease was paid off during the year ended June 30, 2021.

Equipment Lease - The Town signed a financing agreement for ambulance equipment with a bank in the amount of \$37,340. Yearly payments of \$4,223, including interest at a rate of 0.00%, began in February 2020. The final maturity is March 2026. The payments will be made out of the General Fund and the debt is secured by the ambulance. Interest expense related to this agreement was \$0.

NOTE 7 - RETIREMENT PLANS

Wyoming Retirement System

The Town participates in the Wyoming Retirement System (the System), a statewide cost-sharing multiple-employer public employee retirement system administered by the State of Wyoming Retirement System Board. Substantially all Town full-time employees are eligible to participate. The System provides retirement, disability, and death benefits according to predetermined formulas. Benefits are established by Title 9, Chapter 3 of the Wyoming State Statutes. The System issues a publicly available financial report which includes audited financial statements and required supplementary information for the System. The report may be obtained by writing to the Wyoming Retirement System, First Floor East, Herschler Building, 122 West 25th Street, Cheyenne, Wyoming 82022.

Plan members are required to contribute 9.12% of their annual covered salary and the Town is required to contribute 9.0% of the annual covered payroll. Legislation enacted in 1979 allows the employer to pay any or all of the employee's contribution in addition to the matching contribution. The Town has elected to pay both the member and Town contribution to the plan in the amount of 18.12%. Contribution rates are established by Title 9, Chapter 3 of the Wyoming State Statutes.

As of December 31, 2020, the Wyoming Retirement System was 79.24% funded and accordingly had a liability of \$2,173,359,746. The proportionate share of the component of the net pension liability for the Town as of December 31, 2020 was \$462,354 which represents 0.0213% of the total Plan liability.

Town of Moorcroft, Wyoming
Notes to the Financial Statements
June 30, 2021

NOTE 7 - RETIREMENT PLANS (CONTINUED)

Wyoming Law Enforcement Retirement Plan

The Town participates in the Wyoming Law Enforcement Retirement Plan (the Plan), a state-wide, cost-sharing, multiple-employer public employee retirement plan administered by the State of Wyoming Retirement System Board (the Board). The plan is a defined benefit, contributory plan covering any county sheriff, deputy county sheriff, municipal police officer, Wyoming correctional officer, Wyoming law enforcement academy instructor, University of Wyoming campus police officer, detention officer or dispatcher for law enforcement agencies and certain investigators of the Wyoming Livestock Board. The Plan statutorily provides retirement, disability, and death benefits according to predetermined amounts primarily determined by salary, age, and years of service of the participant. The Plan also statutorily provides for a percentage increase in the benefit amounts beginning July 1, after two full years of retirement by 2% each year. State statutes provide for future annual percentage increases in the benefit amount to be the greater of the cost of living as determined by the Board or the percentage determined actuarially sound by the System's actuary, up to 2% each year. Participants may withdraw from the Plan at any time and receive refunds of participant contributions plus accumulated interest. The Plan issues a publicly available financial report which includes audited financial statements and required supplementary information for the Plan. The report may be obtained by writing to the Wyoming Retirement System, Fifth Floor West, 6101 Yellowstone Road, Cheyenne, Wyoming 82002.

The Plan is funded by amounts withheld from participating employees' salaries and by contributions from the Town. These contributions are determined by state statutes and as of June 30, 2021, the percentages to be contributed on compensation were 8.60% for the employees and the same for the Town. The Town pays the entire contribution of 17.2%.

As of December 31, 2020, the Plan was 91.82% funded and accordingly had a liability of \$68,122,205. The proportionate share of the components of the net pension liability for the Town as of December 31, 2020 was \$76,340 which represents 0.1129% of the total Plan liability.

Wyoming Volunteer Firefighter & EMT Retirement Plan

Fire and ambulance department volunteers are also eligible to participate in a program in the System. The Town provides an \$18.75 contribution each month for each participating volunteer.

The Town's total retirement payments for the years ended June 30, 2021, 2020, and 2019 were \$108,401, \$104,586, and \$98,406 respectively.

NOTE 8 - RESTRICTED NET POSITION

Assets restricted for use for a specific purpose through segregation of balances in separate accounts are as follows:

Purpose	Amount
Governmental Activities:	
For Repairs and Maintenance	\$ 76,154
Restricted Contributions	10,096
Total Governmental	\$ 86,250

Town of Moorcroft, Wyoming
Notes to the Financial Statements
June 30, 2021

NOTE 9 - RISK ASSESSMENT

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the year ended June 30, 2021, the Town managed risks as follows:

Liability Insurance

The Town purchases liability insurance for risks related to torts; theft or damage to property; and errors and omissions of public officials from a commercial insurance carrier. Settled claims resulting from these risks have not exceeded the liability coverage during the past three years.

Employee Health Insurance

The Town purchases health insurance for its employees from a commercial insurance carrier. Settled claims resulting from these risks have not exceeded the liability coverage during the past three years.

Worker's Compensation

Wyoming Statute 27-14-101 created the Wyoming Workers' Compensation Act, which is administered as an enterprise fund by the State of Wyoming. All employers within the State of Wyoming are participants of this plan unless the employer elects not to be covered under the plan. This Act requires the Town to obtain liability coverage for payments of benefits to employees for job-related injuries and diseases through the Workers' Compensation Fund. This Act provides general protection from suits filed by employees against the Town. The Town makes monthly payments to the Department of Employment, State of Wyoming. This amount is based on salaries and a split rate between hazardous and non-hazardous positions. The amount paid by the Town to the State for Worker's Compensation for the year ended June 30, 2021 was \$31,523. During the year ended June 30, 2021, Worker's Compensation paid out \$3,161 in claims.

Unemployment Benefits

Wyoming Statute 27-3-101 created the Unemployment Compensation Act. This Act requires the Town to pay the cost of actual claims incurred. The Town had no claims paid or outstanding during the year ended June 30, 2021.

NOTE 10 - RELATED PARTY TRANSACTIONS

During the year ended June 30, 2021, the Town contracted with Glenn Construction, LLC for several construction projects totaling \$164,046. Glenn Construction, LLC is owned by a Councilman. During the year, the Councilman abstained from voting on any contract entered into with Glenn Construction, LLC.

NOTE 11 - INTERFUND TRANSFERS

During the year ended June 30, 2021, the Town transferred \$33,825 to the Goshen Street Project Fund from the Sewer Fund to close out the fund at the end of the project.

Town of Moorcroft, Wyoming
Notes to the Financial Statements
June 30, 2021

NOTE 12 - LANDFILL CLOSURE AND POST-CLOSURE CARE COSTS

State and Federal laws and regulations require the Town to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure.

The current operating costs of the landfill are accounted for within the Sanitation Fund of the Town using the modified cash basis of accounting. The existing landfill is nearing capacity. The closure and post-closure care liability is estimated at \$1,663,440, which represents the cumulative amount estimated to date based on the use of 100% of the estimated capacity of the existing landfill site. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. As additional post-closure care requirements are determined, these costs may need to be covered by charges to future landfill users or from future tax revenue. The Town has the option to apply for a grant through the State of Wyoming to cover up to 75% of the landfill closure costs, dependent on available funding. As of June 30, 2019, a grant for 75% of the landfill closure costs would cover \$723,283 of the total cost. The Town also has \$9,441 set aside in the State Guarantee and an assigned fund balance of \$106,049 for landfill closure costs in the General Fund. The estimated remaining unfunded closure and post-closure costs total \$824,667. As a result, the Town has not set aside sufficient funds to cover this cost.

NOTE 13 - UNCERTAINTIES, CONTINGENCIES, AND RISKS

On March 11, 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) as a pandemic. In addition, many jurisdictions in the U.S. have declared a state of emergency. It is anticipated that these impacts will continue for some time. There could be future impacts on residents' abilities to pay utilities and taxes, restrictions on employees' ability to work, or other pandemic-related issues. In addition, the Town received \$262,102 in Coronavirus Relief Funds. All of these funds were expended during the year ended June 30, 2021.

NOTE 14 - SUBSEQUENT EVENTS

Subsequent events have been evaluated through the date of the independent accountant's review report, which is the date the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

Town of Moorcroft, Wyoming
Budgetary Comparison Schedule - Budgetary Basis - General Fund
For the Year Ended June 30, 2021

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original Budget	Final Budget		
RECEIPTS				
Taxes:				
General Property Taxes	\$ 48,000	\$ 48,000	\$ 51,961	\$ 3,961
General Sales and Use Taxes	476,675	476,675	501,156	24,481
Other Taxes	261,278	261,278	158,683	(102,595)
Licenses and Permits	39,900	39,900	46,074	6,174
Intergovernmental Receipts	185,000	185,000	226,748	41,748
Fines and Forfeits	30,000	30,000	66,876	36,876
Charges for Services	78,230	78,230	99,397	21,167
Investment Earnings	4,200	4,200	2,843	(1,357)
Capital Grants and Loan Proceeds	3,600	366,633	375,228	8,595
Miscellaneous Receipts	8,650	29,142	20,986	(8,156)
Total Receipts	<u>1,135,533</u>	<u>1,519,058</u>	<u>1,549,952</u>	<u>30,894</u>
DISBURSEMENTS				
Current:				
General Government				
Council	103,050	102,392	33,448	68,944
Court	24,530	24,530	22,210	2,320
Mayor	40,200	31,142	31,142	-
Administrator	97,150	107,556	168,410	(60,854)
Clerk/Treasurer	146,900	325,437	128,777	196,660
Public Safety				
Police	356,810	392,984	383,863	9,121
Fire	34,405	56,907	37,591	19,316
Ambulance	68,925	100,988	103,079	(2,091)
Public Works				
Streets and Alleys	190,380	174,400	181,875	(7,475)
Culture and Recreation				
Parks and Recreation	211,518	293,146	247,095	46,051
Town Center	115,979	163,890	144,309	19,581
Cemetery	26,770	26,770	27,306	(536)
Total Disbursements	<u>1,416,617</u>	<u>1,800,142</u>	<u>1,509,105</u>	<u>291,037</u>
NET CHANGE IN FUND BALANCE	(281,084)	(281,084)	40,847	321,931
FUND BALANCE - BEGINNING	<u>677,680</u>	<u>677,680</u>	<u>677,680</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ 396,596</u>	<u>\$ 396,596</u>	<u>\$ 718,527</u>	<u>\$ 321,931</u>

See independent auditor's report.

Town of Moorcroft, Wyoming
Notes to the Supplementary Information
June 30, 2021

NOTE 1 - BASIS OF PRESENTATION

The Budgetary Comparison Schedules have been prepared on the modified cash basis of accounting.

NOTE 2 - BUDGETS AND BUDGETARY ACCOUNTING

The Town follows these procedures in establishing the budgetary data reflected in the required supplementary information:

1. At the regular Board meeting in June each year, the governing board introduces the annual appropriations ordinance for the ensuing fiscal year.
2. After adoption by the governing board, the operating budget is legally binding, and actual expenditures for each purpose cannot exceed the amounts budgeted, except as indicated in number 4.
3. A line item for contingencies may be included in the annual budget. Such line item may not exceed 5 percent of the total municipal budget and may be transferred by resolution of the governing board to any other budget category that is deemed insufficient during the year.
4. If it is determined during the year that sufficient amounts have not been budgeted, state statute allows the adoption of supplemental budgets.
5. Unexpended appropriations lapse at year-end unless encumbered by resolution of the governing board. The Town did not encumber any amounts at June 30, 2021.
6. The budget for the General Fund is adopted on a basis consistent with that which is presented in the financial statements.
7. During the year ended June 30, 2021, the Town over expended the following departments of the General Fund:

Fund	Appropriations	Total Spent	Overdraft of Expenditures
General Fund:			
General Government:			
Administrator	\$ 107,556	\$ 168,410	\$ 60,854
Public Works:			
Streets and Alleys	174,400	181,875	7,475
Public Safety:			
Ambulance	100,988	103,079	2,091
Cemetery	26,770	27,306	536

See independent auditor's report.

Town of Moorcroft, Wyoming
Combining Statement of Receipts, Disbursements, and Changes in Fund
Balances - Modified Cash Basis - Nonmajor Governmental Funds
For the Year Ended June 30, 2021

	Powder River Sewer Project Fund	Goshen Street Project Fund	Total Nonmajor Governmental Funds
RECEIPTS			
Capital Grants and Loan Proceeds	\$ -	\$ -	\$ -
DISBURSEMENTS			
Capital Outlays	<u>534</u>	<u>-</u>	<u>534</u>
Total Disbursements	<u>534</u>	<u>-</u>	<u>534</u>
EXCESS OF RECEIPTS UNDER DISBURSEMENTS	(534)	-	(534)
OTHER FINANCING SOURCES			
Transfers In	<u>-</u>	<u>33,825</u>	<u>33,825</u>
NET CHANGE IN FUND BALANCE	(534)	33,825	33,291
FUND BALANCE - BEGINNING	<u>534</u>	<u>(33,825)</u>	<u>(33,291)</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditor's report.

SINGLE AUDIT INFORMATION

Independent Auditor's Report on Internal Control over
Financial Reporting and on Compliance and Other Matters
Based on an Audit of Financial Statements Performed
in Accordance with *Government Auditing Standards*

Honorable Mayor and Town Board
Town of Moorcroft, Wyoming

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Moorcroft, Wyoming, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Town of Moorcroft, Wyoming's basic financial statements and have issued our report thereon dated February 10, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town of Moorcroft, Wyoming's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Town of Moorcroft, Wyoming's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Moorcroft, Wyoming's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and therefore, material weaknesses may exist that have not been identified. We identified the deficiencies in internal control described in the accompanying Schedule of Findings and Management's Response as items 2021-001, 2021-002, and 2021-003 that we consider to be material weaknesses.

RAPID CITY

909 ST. JOSEPH STREET, SUITE 101
RAPID CITY, SD 57701
605.348.1930

GILLETTE

612 S. DOUGLAS HWY
GILLETTE, WY 82716
307.682.4795

FAITH

127 MAIN ST. S.
FAITH, SD 57626
605.791.3142

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Moorcroft, Wyoming's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance which are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2021-003 and 2021-004.

Town of Moorcroft's Response to Findings

The Town of Moorcroft's response to the findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. The Town's response was not subject to the auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in blue ink that reads "Casey Peterson, LTD." The signature is written in a cursive style.

Casey Peterson, LTD

Rapid City, South Dakota

February 10, 2022

Independent Auditor's Report on Compliance for
Each Major Program and Report on Internal Control
Over Compliance Required by the Uniform Guidance

Honorable Mayor and Town Board
Town of Moorcroft, Wyoming

Report on Compliance for Each Major Federal Program

We have audited the Town of Moorcroft, Wyoming's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Town of Moorcroft, Wyoming's major federal programs for the year ended June 30, 2021. The Town of Moorcroft, Wyoming's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Town of Moorcroft, Wyoming's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Town of Moorcroft, Wyoming's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Town of Moorcroft, Wyoming's compliance.

Opinion on Each Major Federal Program

In our opinion, the Town of Moorcroft, Wyoming, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

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307.682.4795

FAITH

127 MAIN ST. S.
FAITH, SD 57626
605.791.3142

Report on Internal Control over Compliance

Management of the Town of Moorcroft, Wyoming, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Town of Moorcroft, Wyoming's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Town of Moorcroft, Wyoming's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We identified a deficiency in internal control over compliance, as described in the accompanying Schedule of Findings and Questioned Costs as item 2021-004, which we consider to be a material weakness.

The Town's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The Town's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Casey Peterson, LTD

Rapid City, South Dakota
February 10, 2022

Town of Moorcroft, Wyoming
Schedule of Findings and Questioned Costs
June 30, 2021

SUMMARY OF THE INDEPENDENT AUDITOR'S RESULTS

- a. The Independent Auditor's Report expresses an unmodified opinion on the financial statements of the Town of Moorcroft, Wyoming (the Town).
- b. Instances of noncompliance material to the financial statements, which would be required to be reported in the Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* were noted during the audit.
- c. An instance of noncompliance material to the financial statements, which would be required to be reported in accordance with *Government Auditing Standards* was noted during the audit.
- d. The Independent Auditor's Report on Compliance for Each Major Program and Report on Internal Control over Compliance Required by the Uniform Guidance for the Town expressed an unmodified opinion on all major programs.
- e. A material weakness in internal control related to the major federal program was reported in the Independent Auditor's Report on Compliance for Each Major Program and Report on Internal Control over Compliance Required by the Uniform Guidance.
- f. Audit findings that are required to be reported in accordance with 2 CFR Section 200.516(a) are reported in this schedule.
- g. The federal award tested as a major program was:
 - Assistance Listing #10.760 Water and Waste Disposal Systems for Rural Communities
- h. The dollar threshold used to distinguish between Type A and Type B federal award programs was \$750,000.
- i. The Town of Moorcroft, Wyoming did not qualify as a low-risk entity.

FINDINGS - FINANCIAL STATEMENT AUDIT

Material Weakness

Internal Control over Financial Reporting

Drafting the Financial Statements and Related Notes

2021-001 *Condition:* The Town requests its auditor to draft the year-end financial statements and related notes. The auditor proposed several adjusting journal entries for the preparation of the financial statements.

Criteria: Establishing internal controls over the preparation of the financial statements and drafting the financial statements are the responsibility of management. The Town should have a system of internal control in place related to the preparation of the financial statements.

Cause: The Town does not have a system of internal control in place to prepare the financial statements, which is common for a Town of this size due to the limited number of staff.

Effect: The Town engages its auditor to draft the financial statements and related notes. There is a risk that errors may occur and not be detected.

Repeat of Prior Finding: Yes, this finding was reported in the prior year as 2020-001.

Town of Moorcroft, Wyoming
Schedule of Findings and Questioned Costs
June 30, 2021

Auditor's Recommendation: It is the responsibility of management and those charged with governance to decide whether to accept the degree of risk associated with the Town's auditor drafting the financial statements because of cost or other considerations. If the Town chooses not to accept this risk, a third-party accountant should be engaged to prepare the draft financial statements and related notes.

View of Management: Management agrees with the finding. A response can be found in the Corrective Action Plan.

Material Weakness
Internal Control over Financial Reporting
Lack of Segregation of Duties

2021-002 *Condition:* There is a lack of segregation of duties and monitoring related to various accounting functions. Staff are performing incompatible functions with little oversight or review.

Criteria: Duties should be properly segregated between staff to ensure custody of assets and accounting for assets are not performed by the same person.

Cause: This condition exists due to the small staff size within the finance function of the Town. These issues are common in a town of this size.

Effect: The Business Office staff perform closing entries and reconciliations with limited oversight. The possibility of fraud or errors occurring and not being detected or corrected is present.

Repeat of Prior Finding: This finding was reported in the prior year as 2020-002.

Auditor's Recommendation: We recommend management assign responsibilities to staff to ensure accounting and custody of assets are segregated. In addition, management should improve the process for oversight of reconciliations and journal entries to ensure those items are reviewed and approved by qualified personnel.

View of Management: Management agrees with the finding. A response can be found in the Corrective Action Plan.

Material Weakness
Internal Control over Financial Reporting
Statutory Noncompliance

2021-003 *Condition:* During our review of statutory compliance, we noted the Town had over-expanded the budget in the General Fund, which causes the Town to be noncompliant with State statute W.S. 16-4-108.

Criteria: The Town should monitor budget to actual expenses by fund and department to ensure compliance with the approved budget. Amendments to the budget should be created when new funding sources such as grants or loans are identified.

Cause: The Town did not appropriately budget for current year expenses.

Effect: The Town is not in Compliance with Wyoming state statutes.

Repeat of Prior Finding: Yes, this finding was reported in the prior year as 2020-003.

Town of Moorcroft, Wyoming
Schedule of Findings and Questioned Costs
June 30, 2021

Auditor's Recommendation: We recommend Town staff familiarize themselves with State statutes regarding budgeting and revise the method for preparing the annual budget to include funds and departments. The budget should be monitored monthly and amended for large grants and loans received.

View of Management: Management agrees with the finding. A response can be found in the Corrective Action Plan.

FINDINGS - MAJOR FEDERAL PROGRAM AUDIT

U.S. Department of Agriculture

Water and Waste Disposal Systems for Rural Communities, AL #10.760

Material Weakness

Internal Control over Compliance and Noncompliance

Drafting the Financial Statements and Related Notes and Schedule of Expenditure of Federal Awards

2021-004 See Finding 2021-001 for a description of the condition, criteria, cause, effect, repeat of prior finding, auditor's recommendation, and view of management.



TOWN OF MOORCROFT

104 North Big Horn Avenue
PO Box 70
Moorcroft, WY 82721

SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS

FINDINGS - FINANCIAL STATEMENT AUDIT

Material Weakness

Internal Control over Financial Reporting

Drafting the Financial Statements and Related Notes

2020-001 *Condition:* The Town requests its auditor to draft the year-end financial statements and related notes. The auditor proposed several adjusting journal entries for the preparation of the financial statements.

Criteria: Establishing internal controls over the preparation of the financial statements and drafting the financial statements are the responsibility of management. The Town should have a system of internal control in place related to the preparation of the financial statements.

Auditor's Recommendation: It is the responsibility of management and those charged with governance to decide whether to accept the degree of risk associated with the Town's auditor drafting the financial statements because of cost or other considerations. If the Town chooses not to accept this risk, a third-party accountant should be engaged to prepare the draft financial statements and related notes.

Current Status: This finding is reported in the current year as 2021-001.

Material Weakness

Internal Control over Financial Reporting

Lack of Segregation of Duties

2020-002 *Condition:* There is a lack of segregation of duties and monitoring related to various accounting functions. Staff are performing incompatible functions with little oversight or review.

Criteria: Duties should be properly segregated between staff to ensure custody of assets and accounting for assets are not performed by the same person.

Auditor's Recommendation: We recommend management assign responsibilities to staff to ensure accounting and custody of assets are segregated. In addition, management should improve the process for oversight of reconciliations and journal entries to ensure those items are reviewed and approved by qualified personnel.

Current Status: This finding is reported in the current year as 2021-002.



TOWN OF MOORCROFT

104 North Big Horn Avenue
PO Box 70
Moorcroft, WY 82721

SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS (CONTINUED)

Material Weakness
Internal Control over Financial Reporting
Statutory Noncompliance

2020-003 *Condition:* During our review of statutory compliance, we noted the Town had over-expanded the budget in the General Fund, which causes the Town to be noncompliant with State statute W.S. 16-4-108. The Town does not present the annual budget by fund or department, which hinders the Town's ability to accurately monitor departments.

Criteria: The Town should monitor budget to actual expenses by fund and department to ensure compliance with the approved budget. Amendments to the budget should be created when new funding sources such as grants or loans are identified.

Auditor's Recommendation: We recommend Town staff familiarize themselves with State statutes regarding budgeting and revise the method for preparing the annual budget to include funds and departments. The budget should be monitored monthly and amended for large grants and loans received.

Current Status: This finding is reported in the current year as 2021-003.

FINDINGS - MAJOR FEDERAL PROGRAM AUDIT

A single audit was not required to be performed for the year ended June 30, 2020. As such, no findings were reported.



TOWN OF MOORCROFT

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CORRECTIVE ACTION PLAN (UNAUDITED)

Town of Moorcroft, Wyoming respectfully submits the following corrective action plan for the year ended June 30, 2021.

Name and address of independent public accounting firm:

Casey Peterson, LTD
909 Saint Joseph Street, Ste 101
Rapid City, SD 57701

The findings from the June 30, 2021 Schedule of Findings and Questioned Costs are discussed below. The findings are numbered consistently with the numbers assigned in that schedule. Cheryl Schneider, Clerk/Treasurer, is responsible for the findings and corrective actions disclosed within this document.

FINDINGS - FINANCIAL STATEMENT AUDIT

Material Weakness

Internal Control over Financial Reporting

Drafting the Financial Statements and Related Notes

2021-001 *Condition:* The Town lacks the ability to prepare financial statements and related notes. The Town requests its auditor to draft the year-end financial statements and related notes. The auditor proposed several adjusting journal entries for the preparation of the financial statements

Criteria: Establishing internal controls over the preparation of the financial statements and drafting the financial statements are the responsibility of management. The Town should have a system of internal control in place related to the preparation of the financial statements.

Auditor's Recommendation: It is the responsibility of management and those charged with governance to decide whether to accept the degree of risk associated with the Town's auditor drafting the financial statements because of cost or other considerations. If the Town chooses not to accept this risk, a third-party accountant should be engaged to prepare the draft financial statements and related notes.

Management's Response: Management will prepare the schedules and provide the documentation needed for the preparation of the financial statements and related disclosures before audit fieldwork. The Clerk/Treasurer is responsible for this corrective action which will be implemented before the Town's audit for the fiscal year ending June 30, 2022.

Phone: (307) 756-3526 • Fax: (307) 756-3472 • Email: clerktreas@townofmoorcroft.com

The Town of Moorcroft is an equal opportunity provider and employer



TOWN OF MOORCROFT

104 North Big Horn Avenue
PO Box 70
Moorcroft, WY 82721

CORRECTIVE ACTION PLAN (UNAUDITED) (CONTINUED)

Material Weakness

Internal Control over Financial Reporting

Lack of Segregation of Duties

2021-002 *Condition:* There is a lack of segregation of duties and monitoring related to various accounting functions. Staff are performing incompatible functions with little oversight or review.

Criteria: Duties should be properly segregated between staff to ensure custody of assets and accounting for assets are not performed by the same person.

Auditor's Recommendation: We recommend management assign responsibilities to staff to ensure accounting and custody of assets are segregated. In addition, management should improve the process for oversight of reconciliations and journal entries to ensure those items are reviewed and approved by qualified personnel.

Management's Response: Management is working to cross-train all staff and reassign duties so proper review and oversight can be accomplished. Management will also train Town Board members to review supporting documentation of transactions to improve oversight. The Clerk/Treasurer is responsible for this corrective action which will be implemented during the fiscal year ending June 30, 2022.

Material Weakness

Internal Control over Financial Reporting

Statutory Noncompliance

2021-003 *Condition:* During our review of statutory compliance, we noted the Town had over-expanded the budget in the General Fund, which causes the Town to be noncompliant with State statute W.S. 16-4-108.

Criteria: The Town should monitor budget to actual expenses by fund and department to ensure compliance with the approved budget. Amendments to the budget should be created when new funding sources such as grants or loans are identified.

Auditor's Recommendation: We recommend Town staff familiarize themselves with State statutes regarding budgeting and revise the method for preparing the annual budget to include funds and departments. The budget should be monitored monthly and amended for large grants and loans received.

Management's Response: Management has improved the budget process to include departments and objects within internal reports for monitoring. Management will implement a process to amend the budget as necessary after the initial budget has been established. Management and the Town Board will monitor the collection of revenues and adjust spending accordingly if revenues are not at expected levels. The Clerk/Treasurer is responsible for this corrective action which will be implemented during the fiscal year ending June 30, 2022.

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TOWN OF MOORCROFT

104 North Big Horn Avenue
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CORRECTIVE ACTION PLAN (UNAUDITED) (CONTINUED)

FINDINGS - MAJOR FEDERAL PROGRAM AUDIT

U.S. Department of Agriculture
Water and Waste Disposal Systems for Rural Communities, AL #10.760

Material Weakness

Internal Control over Compliance and Noncompliance

Drafting the Financial Statements and Related Notes and Schedule of Expenditure of Federal Awards

2021-004 See Finding 2021-001 for a description of the condition, criteria, auditor's recommendation, and management's response.

If there are any questions regarding this plan, please contact Cheryl Schneider at (307) 756-3526.

Sincerely,

Cheryl Schneider
Town of Moorcroft, Wyoming

Town of Moorcroft, Wyoming
Schedule of Expenditures of Federal Awards
June 30, 2021

Assistance Listing Numbers	Direct Award	Major Program	Cluster/Program Name	Loan Number	Pass-through Entity	Pass-through Entity Identifying Number	Amount
<u>U.S. Department of Agriculture</u>							
10 .760	Y	Y	Water and Waste Disposal Systems for Rural Communities (Note 3)	2021 Loan & Grants	N/A	N/A	\$ 2,379,463
Total U.S. Department of Agriculture							<u>2,379,463</u>
<u>U.S. Department of Treasury</u>							
21 .019	N	N	Coronavirus Relief Fund	N/A	Wyoming Office of State Lands and Investments	N/A	<u>262,102</u>
Total U.S. Department of Treasury							<u>262,102</u>
<u>Environmental Protection Agency</u>							
<i>Drinking Water State Revolving Fund Cluster:</i>							
66 .468	N	N	Capitalization Grants for Drinking Water State Revolving Funds (Note 4)	DWSRF #224	Wyoming Office of State Lands and Investments	N/A	<u>17,655</u>
Total Environmental Protection Agency							<u>17,655</u>
Total Expenditures of Federal Awards							<u>\$ 2,659,220</u>

NOTE 1: The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of the Town of Moorcroft under programs of the federal government for the year ended June 30, 2021. Expenditures reported on the Schedule are reported on the modified cash basis of accounting. Such expenditures are recognized following the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) , wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2: The Town of Moorcroft has not elected to use the 10% de minimis cost rate.

NOTE 3: The Town is eligible to draw \$6,178,913 from the Water and Waste Disposal Systems for Rural Communities loans and grants. The Town currently draws down funds from the loans, in which the Town is eligible to draw \$3,277,000. The beginning loan balance for the year ended June 30, 2021 was \$0. During the year ended June 30, 2021, the Town drew \$2,379,463 on the loans. The loan balances at June 30, 2021 were \$2,379,463.

NOTE 4: The Town is eligible to draw \$437,500 from the DWSRF #224 loan, of which 77.3152% is federally funded. The beginning loan balance for the year ended June 30, 2021 was \$410,205. During the year ended June 30, 2021, the Town drew \$17,655 of federal dollars on the loan. During the year ended June 30, 2021, the Town made principal payments of \$7,484 and obtained forgiveness of \$107,904 on the total loan balance. The total loan balance at June 30, 2021 was \$316,227.

See independent auditor's report.

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OTHER INFORMATION

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**Town of Moorcroft, Wyoming
Town Officials
June 30, 2021**

MAYOR

Dick Claar

GOVERNING BOARD

Ben Glenn
Austin Smith
Paul Smoot
Dale Peterson

CLERK/TREASURER

Cheryl Schneider

DEPUTY CLERK

Jodi Clark

ATTORNEY

Pat Carpenter

See independent auditor's report.