

City of Auburn, Maine

"Maine's City of Opportunity"

Financial Services



TO: Clinton Deschene, City Manager

FROM: Jill Eastman, Finance Director

REF: November 2013 Financial Report

DATE: December 12, 2013

The following is a discussion regarding the significant variances found in the City's November financial report. Please note that although the monthly financial report contains amounts reported by the School Department, this discussion is limited to the City's financial results and does not attempt to explain any variances for the School Department.

The City has completed its fifth month of the current fiscal year. As a guideline for tracking purposes, revenues and expenditures should amount to approximately 41.7% of the annual budget. However, not all costs and revenues are distributed evenly throughout the year; individual line items can vary based upon cyclical activity.

Revenues

Revenues collected through November 30th, including the school department were \$34,838,097, or 48.12%, of the budget. The municipal revenues including property taxes were \$25,737,099, or 49.78% of the budget which is more than the same period last year by 0.3%. The accounts listed below are noteworthy.

- A. September 15th the first installment for real estate taxes were due. The current year tax revenue is at 50.22% as compared to 49.42% last year.
- B. Excise tax for the month of November is at 46.85%. This is an \$83,403 increase from FY 13. Our excise revenues for FY14 are 5.18% above projections as of November 30, 2013.
- C. State Revenue Sharing for the month of November is 41.27% or \$680,729. The city received \$121,033 this month compared to \$187,635 FY 13, \$183,121 FY12, \$204,921 FY11, and \$240,705 FY10. This is 35.5% decrease this year from last November.

- D. Unclassified miscellaneous revenue show and increase of \$157,328 over last year. This is primarily due to an error in posting the School Departments transfer in for Worker's Compensation of \$138,501. The other large deposits in the unclassified were a \$15,059 dividend from Maine Municipal Association on our Property and Casualty Insurance and a reimbursement from the City of Augusta of \$18,000 for one of the City's police officers that they hired. The posting error has been corrected in December.

Expenditures

City expenditures through November 2013 were \$17,577,197 or 48.64%, of the budget. This is 6.11% less than the same period last year. Noteworthy variances are:

- A. The operating departments are all in line with where they should be at this time. Several line items are paid quarterly, semi-annually or annually thus creating the appearance of being over budget. I have and will continue to monitor each departments expenditures throughout the fiscal year.

Investments

This section contains an investment schedule as of November 30th. Currently the City's funds are earning an average interest rate of .23%.

Respectfully submitted,

A handwritten signature in black ink, reading "Jill M Eastman". The signature is written in a cursive, flowing style.

Jill M. Eastman
Finance Director

CITY OF AUBURN, MAINE
BALANCE SHEET - CITY GENERAL FUND, WC AND UNEMPLOYMENT FUND
AS of November 2013, October 2013, and June 2013 (unaudited)

	UNAUDITED Nov 30 2013	UNAUDITED Oct 31 2013	Increase (Decrease)	UNAUDITED JUNE 30 2013
ASSETS				
CASH	\$ 11,234,319	\$ 15,456,710	\$ (4,222,391)	\$ 11,225,627
RECEIVABLES			-	
ACCOUNTS RECEIVABLES	852,101	788,601	63,500	1,115,890
TAXES RECEIVABLE-CURRENT	19,421,462	19,813,004	(391,542)	89,723
DELINQUENT TAXES	554,453	554,584	(131)	543,772
TAX LIENS	867,312	935,566	(68,254)	1,391,484
NET DUE TO/FROM OTHER FUNDS	5,354,105	3,204,866	2,149,239	1,817,784
TOTAL ASSETS	\$ 38,283,752	\$ 40,753,331	\$ (2,469,579)	\$ 16,184,280
LIABILITIES & FUND BALANCES				
ACCOUNTS PAYABLE	\$ (1,140,466)	\$ (7,829)	\$ (1,132,636)	\$ (529,178)
PAYROLL LIABILITIES	14,849	(1,689)	16,538	(93,082)
ACCRUED PAYROLL	(4,655)	(4,655)	-	(1,047,863)
STATE FEES PAYABLE	(22,503)	(31,100)	8,596	(31)
ESCROWED AMOUNTS	(41,865)	(41,865)	-	(41,865)
DEFERRED REVENUE	(20,715,625)	(21,050,704)	335,079	(1,858,354)
TOTAL LIABILITIES	\$ (21,910,266)	\$ (21,137,843)	\$ (772,423)	\$ (3,570,373)
FUND BALANCE - UNASSIGNED	\$ (15,507,654)	\$ (18,749,656)	\$ 3,242,002	\$ (11,522,954)
FUND BALANCE - RESTRICTED FOR WORKERS COMP & UNEMPLOYMENT	1,001,137	1,001,137	-	776,017
FUND BALANCE - RESTRICTED	(1,866,970)	(1,866,970)	-	(1,866,970)
TOTAL FUND BALANCE	\$ (16,373,486)	\$ (24,045,103)	\$ 7,671,616	\$ (12,613,907)
TOTAL LIABILITIES AND FUND BALANCE	\$ (38,283,752)	\$ (46,515,516)	\$ 8,231,764	\$ (16,184,280)

CITY OF AUBURN, MAINE
REVENUES - GENERAL FUND COMPARATIVE
THROUGH November 30, 2013 VS November 30, 2012

REVENUE SOURCE	FY 2014 BUDGET	ACTUAL REVENUES THRU NOV 2013	% OF BUDGET	FY 2013 BUDGET	ACTUAL REVENUES THRU NOV 2012	% OF BUDGET	VARIANCE
TAXES							
PROPERTY TAX REVENUE-	\$ 42,844,641	\$ 21,517,198	50.22%	\$ 42,121,141	\$ 20,814,802	49.42%	\$ 702,396
PRIOR YEAR REVENUE	\$ -	\$ 463,460		\$ -	\$ 534,165		\$ (70,705)
HOMESTEAD EXEMPTION REIMBURSEMENT	\$ 482,575	\$ 371,573	77.00%	\$ 514,584	\$ 377,161	73.29%	\$ (5,588)
ALLOWANCE FOR ABATEMENT	\$ -	\$ -		\$ -	\$ -		\$ -
ALLOWANCE FOR UNCOLLECTIBLE TAXES	\$ -	\$ -		\$ -	\$ -		\$ -
EXCISE	\$ 3,068,500	\$ 1,437,532	46.85%	\$ 3,018,500	\$ 1,354,129	44.86%	\$ 83,403
PENALTIES & INTEREST	\$ 140,000	\$ 37,649	26.89%	\$ 140,000	\$ 49,919	35.66%	\$ (12,270)
TOTAL TAXES	\$ 46,535,716	\$ 23,827,412	51.20%	\$ 45,794,225	\$ 23,130,176	50.51%	\$ 697,236
LICENSES AND PERMITS							
BUSINESS	\$ 47,300	\$ 19,950	42.18%	\$ 39,900	\$ 28,565	71.59%	\$ (8,615)
NON-BUSINESS	\$ 338,300	\$ 168,774	49.89%	\$ 260,700	\$ 175,229	67.21%	\$ (6,455)
TOTAL LICENSES	\$ 385,600	\$ 188,724	48.94%	\$ 300,600	\$ 203,794	67.80%	\$ (15,070)
INTERGOVERNMENTAL ASSISTANCE							
STATE-LOCAL ROAD ASSISTANCE	\$ 440,000	\$ 473,451	107.60%	\$ 378,000	\$ 228,022	60.32%	\$ 245,429
STATE REVENUE SHARING	\$ 1,649,470	\$ 680,729	41.27%	\$ 2,400,000	\$ 1,004,730	41.86%	\$ (324,001)
WELFARE REIMBURSEMENT	\$ 53,000	\$ 24,838	46.86%	\$ 53,083	\$ 17,143	32.29%	\$ 7,695
OTHER STATE AID	\$ 22,000	\$ -	0.00%	\$ 21,000	\$ 18,054	85.97%	\$ (18,054)
CITY OF LEWISTON	\$ 155,000	\$ -	0.00%	\$ 158,362	\$ -	0.00%	\$ -
TOTAL INTERGOVERNMENTAL ASSISTANCE	\$ 2,319,470	\$ 1,179,017	50.83%	\$ 3,010,445	\$ 1,267,949	42.12%	\$ (88,932)
CHARGE FOR SERVICES							
GENERAL GOVERNMENT	\$ 140,240	\$ 70,343	50.16%	\$ 130,955	\$ 49,850	38.07%	\$ 20,493
PUBLIC SAFETY	\$ 366,152	\$ 61,258	16.73%	\$ 263,102	\$ 43,404	16.50%	\$ 17,854
EMS AGREEMENT	\$ 100,000	\$ 41,667	41.67%	\$ 100,000	\$ 33,333	33.33%	\$ 8,334
TOTAL CHARGE FOR SERVICES	\$ 606,392	\$ 173,267	28.57%	\$ 494,057	\$ 126,587	25.62%	\$ 46,680
FINES							
PARKING TICKETS & MISC FINES	\$ 40,000	\$ 7,976	19.94%	\$ 45,000	\$ 8,312	18.47%	\$ (336)
MISCELLANEOUS							
INVESTMENT INCOME	\$ 20,000	\$ 208	1.04%	\$ 30,000	\$ 13,669	45.56%	\$ (13,461)
INTEREST-BOND PROCEEDS	\$ 2,000	\$ -	0.00%	\$ 2,000	\$ -	0.00%	\$ -
RENTS	\$ 122,000	\$ -	0.00%	\$ 122,000	\$ 121,827	99.86%	\$ (121,827)
UNCLASSIFIED	\$ 17,500	\$ 181,993	1039.96%	\$ 5,150	\$ 24,665	478.93%	\$ 157,328
SALE OF RECYCLABLES	\$ 4,800	\$ -	0.00%	\$ -	\$ -		\$ -
COMMERCIAL SOLID WASTE FEES	\$ -	\$ 22,168		\$ -	\$ 21,552		\$ 616
SALE OF PROPERTY	\$ 20,000	\$ 60,131	300.65%	\$ 20,000	\$ 16,694	83.47%	\$ 43,437
RECREATION PROGRAMS/ARENA	\$ -	\$ -		\$ 43,275	\$ -	0.00%	\$ -
MMWAC HOST FEES	\$ 204,000	\$ 85,747	42.03%	\$ 197,400	\$ 84,128	42.62%	\$ 1,619
9-1-1 DEBT SERVICE REIMBURSEMENT	\$ -	\$ -		\$ -	\$ (20)	0.00%	\$ 20
TRANSFER IN: TIF	\$ 520,000	\$ -	0.00%	\$ 324,212	\$ 324,212	100.00%	\$ (324,212)
ENERGY EFFICIENCY	\$ 2,000	\$ 279	13.96%	\$ 2,000	\$ 437	21.85%	\$ (158)
CDBG	\$ 58,000	\$ -	0.00%	\$ 8,000	\$ 1,334	16.68%	\$ (1,334)
UTILITY REIMBURSEMENT	\$ 37,500	\$ 10,177	27.14%	\$ 37,500	\$ 8,014	21.37%	\$ 2,163
CITY FUND BALANCE CONTRIBUTION	\$ 1,350,000	\$ -	0.00%	\$ 1,350,000	\$ -	0.00%	\$ -
TOTAL MISCELLANEOUS	\$ 2,357,800	\$ 360,703	15.30%	\$ 2,141,537	\$ 616,512	28.79%	\$ (255,809)
TOTAL GENERAL FUND REVENUES	\$ 52,244,978	\$ 25,737,099	49.26%	\$ 51,785,864	\$ 25,353,330	48.96%	\$ 383,769
SCHOOL REVENUES							
EDUCATION SUBSIDY	\$ 17,942,071	\$ 8,932,415	49.78%	\$ 17,942,071	\$ 6,913,994	38.54%	\$ 2,018,421
EDUCATION	\$ 1,358,724	\$ 168,584	12.41%	\$ 1,358,724	\$ 197,155	14.51%	\$ (28,571)
SCHOOL FUND BALANCE CONTRIBUTION	\$ 855,251	\$ -	0.00%	\$ 855,251	\$ -	0.00%	\$ -
TOTAL SCHOOL	\$ 20,156,046	\$ 9,100,999	45.15%	\$ 20,156,046	\$ 7,111,149	35.28%	\$ 1,989,850
GRAND TOTAL REVENUES	\$ 72,401,024	\$ 34,838,097	48.12%	\$ 71,941,910	\$ 32,464,479	45.13%	\$ 2,373,618

CITY OF AUBURN, MAINE
EXPENDITURES - GENERAL FUND COMPARATIVE
THROUGH November 30, 2013 VS November 30, 2012

DEPARTMENT	FY 2014 BUDGET	Unaudited EXP THRU NOV 2013	% OF BUDGET	FY 2013 BUDGET	Unaudited EXP THRU NOV 2012	% OF BUDGET	VARIANCE
ADMINISTRATION							
MAYOR AND COUNCIL	\$ 71,079	\$ 30,583	43.03%	\$ 99,690	\$ 51,652	51.81%	\$ (21,069)
CITY MANAGER	\$ 238,903	\$ 100,458	42.05%	\$ 343,296	\$ 101,232	29.49%	\$ (774)
ECONOMIC DEVELOPMENT	\$ 318,933	\$ 120,630	37.82%	\$ -	\$ -		\$ 120,630
ASSESSING SERVICES	\$ 172,277	\$ 70,616	40.99%	\$ 183,801	\$ 67,223	36.57%	\$ 3,393
CITY CLERK	\$ 162,045	\$ 71,038	43.84%	\$ 150,676	\$ 61,355	40.72%	\$ 9,683
FINANCIAL SERVICES	\$ 405,976	\$ 162,376	40.00%	\$ 419,539	\$ 159,344	37.98%	\$ 3,032
HUMAN RESOURCES	\$ 139,566	\$ 52,693	37.75%	\$ 137,836	\$ 52,682	38.22%	\$ 11
INFORMATION COMMUNICATION TECHNOLOGY	\$ 395,350	\$ 222,641	56.31%	\$ 386,632	\$ 203,757	52.70%	\$ 18,884
LEGAL SERVICES	\$ 100,000	\$ 17,047	17.05%	\$ 85,000	\$ 8,819	10.38%	\$ 8,228
TOTAL ADMINISTRATION	\$ 2,004,129	\$ 848,082	42.32%	\$ 1,806,470	\$ 706,064	39.09%	\$ 142,018
COMMUNITY SERVICES							
ENGINEERING	\$ 280,188	\$ 107,120	38.23%	\$ 320,370	\$ 120,131	37.50%	\$ (13,011)
COMMUNITY PROGRAMS	\$ -	\$ -		\$ 14,050	\$ 10,150	72.24%	\$ (10,150)
PLANNING & PERMITTING	\$ 775,230	\$ 312,962	40.37%	\$ 776,532	\$ 279,947	36.05%	\$ 33,015
PARKS AND RECREATION	\$ 567,334	\$ 210,926	37.18%	\$ 602,191	\$ 221,828	36.84%	\$ (10,902)
HEALTH & SOCIAL SERVICES	\$ 189,539	\$ 91,441	48.24%	\$ 176,567	\$ 90,598	51.31%	\$ 843
PUBLIC LIBRARY	\$ 946,737	\$ 464,618	49.08%	\$ 968,292	\$ 324,896	33.55%	\$ 139,722
TOTAL COMMUNITY SERVICES	\$ 2,759,028	\$ 1,187,067	43.02%	\$ 2,858,002	\$ 1,047,550	36.65%	\$ 139,517
FISCAL SERVICES							
DEBT SERVICE	\$ 6,321,584	\$ 5,801,341	91.77%	\$ 6,682,797	\$ 6,083,230	91.03%	\$ (281,889)
PROPERTY	\$ 715,667	\$ 236,459	33.04%	\$ 699,114	\$ 273,905	39.18%	\$ (37,446)
WORKERS COMPENSATION	\$ 431,446	\$ -	0.00%	\$ 415,000	\$ -	0.00%	\$ -
WAGES & BENEFITS	\$ 4,397,585	\$ 1,906,169	43.35%	\$ 4,602,545	\$ 1,767,850	38.41%	\$ 138,319
EMERGENCY RESERVE (10108062-670000)	\$ 375,289	\$ -	0.00%	\$ 333,818	\$ -	0.00%	\$ -
TOTAL FISCAL SERVICES	\$ 12,241,571	\$ 7,943,969	64.89%	\$ 12,733,274	\$ 8,124,985	63.81%	\$ (181,016)
PUBLIC SAFETY							
FIRE DEPARTMENT	\$ 4,024,789	\$ 1,634,797	40.62%	\$ 3,904,344	\$ 1,552,042	39.75%	\$ 82,755
POLICE DEPARTMENT	\$ 3,589,583	\$ 1,385,454	38.60%	\$ 3,439,583	\$ 1,341,975	39.02%	\$ 43,479
TOTAL PUBLIC SAFETY	\$ 7,614,372	\$ 3,020,251	39.67%	\$ 7,343,927	\$ 2,894,017	39.41%	\$ 126,234
PUBLIC WORKS							
PUBLIC WORKS DEPARTMENT	\$ 4,730,432	\$ 1,534,949	32.45%	\$ 4,617,744	\$ 1,575,647	34.12%	\$ (40,698)
WATER AND SEWER	\$ 558,835	\$ 282,963	50.63%	\$ 558,835	\$ 282,983	50.64%	\$ (20)
TOTAL PUBLIC WORKS	\$ 5,289,267	\$ 1,817,912	34.37%	\$ 5,176,579	\$ 1,858,630	35.90%	\$ (40,718)
INTERGOVERNMENTAL PROGRAMS							
AUBURN-LEWISTON AIRPORT	\$ 105,000	\$ 52,500	50.00%	\$ 105,000	\$ 52,500	50.00%	\$ -
E911 COMMUNICATION CENTER	\$ 1,036,409	\$ 518,425	50.02%	\$ 1,035,381	\$ 516,982	49.93%	\$ 1,443
LATC-PUBLIC TRANSIT	\$ 235,496	\$ 117,686	49.97%	\$ 235,548	\$ -	0.00%	\$ 117,686
LAEGC-ECONOMIC COUNCIL	\$ -	\$ -		\$ 160,687	\$ 80,343	50.00%	\$ (80,343)
COMMUNITY LITTLE THEATER	\$ -	\$ -		\$ 20,160	\$ -	0.00%	\$ -
TAX SHARING	\$ 270,000	\$ 41,793	15.48%	\$ 289,000	\$ 43,602	15.09%	\$ (1,809)
TOTAL INTERGOVERNMENTAL	\$ 1,646,905	\$ 730,404	44.35%	\$ 1,845,776	\$ 693,427	37.57%	\$ 36,977
COUNTY TAX	\$ 2,029,513	\$ 2,029,512	100.00%	\$ 2,006,244	\$ 2,006,244	100.00%	\$ 23,268
TIF (10108058-580000)	\$ 2,555,723	\$ -	0.00%	\$ 2,619,142	\$ 2,590,947	98.92%	\$ (2,590,947)
OVERLAY	\$ -	\$ -		\$ -	\$ -	0.00%	\$ -
TOTAL CITY DEPARTMENTS	\$ 36,140,508	\$ 17,577,197	48.64%	\$ 36,389,414	\$ 19,921,864	54.75%	\$ (2,344,667)
EDUCATION DEPARTMENT	\$ 37,128,028	\$ 13,414,290	36.13%	\$ 34,705,246	\$ 7,210,469	20.78%	\$ 6,203,821
TOTAL GENERAL FUND EXPENDITURES	\$ 73,268,536	\$ 30,991,487	42.30%	\$ 71,094,660	\$ 27,132,333	38.16%	\$ 3,859,154

**CITY OF AUBURN, MAINE
INVESTMENT SCHEDULE
AS Of Novmeber 30, 2013**

INVESTMENT			BALANCE		BALANCE	INTEREST	WEIGHTED
FUND			November 30, 2013		October 31, 2013	RATE	AVG YIELD
BANKNORTH MNY MKT	24-1242924	GENERAL FUND	\$	55,362.76	\$	55,355.63	0.20%
BANKNORTH MNY MKT	24-1745910	GF-WORKERS COMP	\$	49,257.97	\$	49,254.62	0.10%
BANKNORTH MNY MKT	24-1745944	GF-UNEMPLOYMENT	\$	66,937.24	\$	66,928.62	0.20%
BANKNORTH CD	7033	GF-UNEMPLOYMENT	\$	102,404.84	\$	102,404.84	2.64%
BANKNORTH MNY MKT	24-1809302	SPECIAL REVENUE	\$	52,585.75	\$	52,578.98	0.20%
BANKNORTH MNY MKT	24-1745902	SR-PERMIT PARKING	\$	198,098.51	\$	198,073.00	0.20%
BANKNORTH MNY MKT	24-1745895	SR-TIF	\$	1,118,421.96	\$	1,118,277.96	0.20%
BANKNORTH MNY MKT	24-1746819	CAPITAL PROJECTS	\$	11,764,427.02	\$	5,901,551.38	0.20%
BANKNORTH MNY MKT	24-1745928	ICE ARENA	\$	249,427.40	\$	249,395.29	0.10%
GRAND TOTAL			\$	13,656,923.45	\$	7,793,820.32	0.23%

City of Auburn, Maine

"Maine's City of Opportunity"

Financial Services

To: Clinton Deschene, City Manager

From: Jill Eastman, Finance Director

Re: Arena Financial Reports for November 30, 2013

Attached you will find a Statement of Net Assets and a Statement of Activities for the Ingersoll Arena and the Norway Savings Bank Arena as of November 30, 2013.

Statement of Net Assets:

The Statement of Net Assets lists current assets, noncurrent assets, liabilities and net assets.

Current Assets:

As of the end of November 2013 the total current assets were \$70,520. These consisted of cash and cash equivalents of \$249,874, accounts receivable of \$24,950 and an interfund payable of \$204,304, which means that the Arenas owe the General Fund \$204,304, so net cash available to the arena is \$45,570 at the end of November. The large increase in the interfund payable is primarily due to the payment for the new Olympia Ice Machine of \$122,050. The City will be reimbursed for this purchase by Mr. Schott.

The accounts receivable of \$24,950 consists of the following outstanding invoices for ice time that has been billed to various organizations. There are also current invoices that were billed in November for sign advertisement at the new twin sheet arena. At the end of November the outstanding accounts were categorized as follows: \$6,555 that are current, \$18,395 that are over 120 days past due. The past due invoice is broken down as follows:

Auburn Youth Hockey: \$18,395 – the original balance was \$51,195, and the Youth Hockey Organization entered into a payment agreement and has paid a total of \$32,800 towards this outstanding balance to date.

Noncurrent Assets:

Noncurrent assets are the building, equipment and any building and land improvements, less depreciation. The total value of noncurrent assets as of November 30, 2013 were \$630,402.

Liabilities:

The arena liabilities as of November 30, 2013, consisted of \$167 of accounts payable, which is for invoices that we had received, but had not processed as of the end of the month.

Statement of Activities:

The statement of activities shows the current operating revenue collected for the fiscal year and the operating expenses as well as any nonoperating revenue and expenses.

The operating revenues for Ingersoll Arena through November 2013, are \$73,625 and revenues for Norway Savings Bank Arena were \$88,519. This revenue comes from the concessions, sign advertisements, pro shop lease, youth programming, shinny hockey, public skating and ice rentals.

The operating expenses for Ingersoll Arena through November 2013, were \$116,090 and for Norway Savings Bank Arena were \$260,039. These expenses include personnel costs, supplies, utilities, repairs, capital purchases and maintenance.

As of November 2013 the arenas have operating losses of \$42,465 and \$171,520 respectively.

Non-operating revenue and expenses consist of interest income and debt service payments. The interest income to date is \$693 and debt service expense to date is \$82,801.

As of November 31, 2013 the arenas have a combined decrease in net assets of \$296,093.

CITY OF AUBURN, MAINE
Statement of Net Assets
Proprietary Funds
November 30, 2013

Business-type Activities - Enterprise Funds

Combined

ASSETS

Current assets:

Cash and cash equivalents	\$ 249,874
Interfund receivables	(204,304)
Accounts receivable	24,950

Total current assets	70,520
----------------------	--------

Noncurrent assets:

Capital assets:

Buildings	672,279
Equipment	826,911
Land improvements	18,584
Less accumulated depreciation	(887,372)

Total noncurrent assets	630,402
-------------------------	---------

Total assets	700,922
--------------	---------

LIABILITIES

Accounts payable	167
------------------	-----

Total liabilities	167
-------------------	-----

NET ASSETS

Invested in capital assets	630,402
Unrestricted	70,353

Total net assets	\$ 700,755
------------------	-------------------

CITY OF AUBURN, MAINE
Statement of Revenues, Expenses and Changes in Net Assets
Proprietary Funds
Business-type Activities - Enterprise Funds
Statement of Activities
November 30, 2013

	Ingersoll Ice Arena	Norway Savings Arena	Total
Operating revenues:			
Charges for services	\$ 73,625	\$ 88,519	\$ 162,144
Operating expenses:			
Personnel	59,336	32,686	92,022
Supplies	6,784	55,755	62,539
Utilities	41,090	90	41,180
Repairs and maintenance	8,614	-	8,614
Depreciation	-	-	-
Capital expenses		132,884	132,884
Other expenses	266	38,624	38,890
Total operating expenses	116,090	260,039	376,129
Operating gain (loss)	(42,465)	(171,520)	(213,985)
Nonoperating revenue (expense):			
Interest income	693	-	693
Interest expense (debt service)	(82,801)	-	(82,801)
Total nonoperating expense	(82,108)	-	(82,108)
Gain before transfer	(124,573)	(171,520)	(296,093)
Transfers out	-	-	
Change in net assets	(124,573)	(171,520)	(296,093)
Total net assets, July 1	996,848	-	996,848
Total net assets, October 31, 2013	\$ 872,275	\$ (171,520)	\$ 700,755