

City of Auburn, Maine

"Maine's City of Opportunity"

Financial Services



TO: Clinton Deschene, City Manager

FROM: Jill Eastman, Finance Director

REF: September 2013 Financial Report

DATE: October 16, 2013

The following is a discussion regarding the significant variances found in the City's September 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 third month of the current fiscal year. As a guideline for tracking purposes, revenues and expenditures should amount to approximately 25.0% 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 September 30th, including the school department were \$26,071,791, or 36.01%, of the budget. The municipal revenues including property taxes were \$22,240,476, or 42.57% of the budget which is less than the same period last year by 0.32%. 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 46.59% as compared to 46.59% last year.
- B. Excise tax for the month of September is at 28.33%. This is a \$29,706 increase from FY 13. Our excise revenues for FY14 are 3.33% above projections as of September 30, 2013.
- C. State Revenue Sharing for the month of September is 22.99% or \$379,235. The city received \$36,741 this month compared to \$51,987 FY 13, \$78,872 FY12, \$69,586 FY11, and \$60,412 FY10. This is 29.3% decrease from this September to last September.

- D. Homestead Exemption is 77.0% of budget at the end of September. We received 75% of our allotted amount in September and the balance in June.
- E. Business and Non-Business Licenses and Permits are at 34.1% of budget due to various licenses and permits coming in higher than anticipated.

Expenditures

City expenditures through September 2013 were \$12,331,270 or 34.12%, of the budget. This is 2.04% higher than the same period last year. Noteworthy variances are:

- A. Debt Service payments were up by \$367,198 – which is for 2012 Bond principal and interest payments.
- B. ICT is at 41.89% of budget as compared to 16.8% for FY 13. The software licensing payments were made in September for FY 14 and were paid in October in FY 13. Next month this department should level out as compared to FY 13.

Investments

This section contains an investment schedule as of September 30th. Currently the City's funds are earning an average interest rate of .22%.

Respectfully submitted,



Jill M. Eastman
Finance Director

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

	UNAUDITED Sept 30 2013	UNAUDITED Aug 31 2013	Increase (Decrease)	UNAUDITED JUNE 30 2013
ASSETS				
CASH	\$ 21,551,814	\$ 1,270,170	\$ 20,281,644	\$ 11,225,627
RECEIVABLES			-	
ACCOUNTS RECEIVABLES	668,743	773,253	(104,510)	1,115,890
TAXES RECEIVABLE-CURRENT	21,017,081	40,724,287	(19,707,206)	89,723
DELINQUENT TAXES	666,420	670,317	(3,897)	543,772
TAX LIENS	1,022,476	1,116,799	(94,323)	1,391,484
NET DUE TO/FROM OTHER FUNDS	1,588,983	4,633,101	(3,044,118)	1,817,784
TOTAL ASSETS	\$ 46,515,516	\$ 49,187,926	\$ (2,672,410)	\$ 16,184,280
LIABILITIES & FUND BALANCES				
ACCOUNTS PAYABLE	\$ (65,289)	\$ (145,633)	\$ 80,344	\$ (529,178)
PAYROLL LIABILITIES	13,285	275,249	(261,964)	(93,082)
ACCRUED PAYROLL	(4,655)	(413,929)	409,273	(1,047,863)
STATE FEES PAYABLE	(25,288)	(29,838)	4,550	(31)
ESCROWED AMOUNTS	(41,865)	(41,865)	-	(41,865)
DEFERRED REVENUE	(22,346,601)	(42,152,027)	19,805,426	(1,858,354)
TOTAL LIABILITIES	\$ (22,470,414)	\$ (42,508,043)	\$ 20,037,629	\$ (3,570,373)
FUND BALANCE - UNASSIGNED	\$ (23,179,270)	\$ (5,588,931)	\$ (17,590,339)	\$ (11,522,954)
FUND BALANCE - RESTRICTED FOR WORKERS COMP & UNEMPLOYMENT	1,001,137	1,001,137	0.16	776,017
FUND BALANCE - RESTRICTED	(1,866,970)	(1,866,970)	-	(1,866,970)
TOTAL FUND BALANCE	\$ (24,045,103)	\$ (6,679,884)	\$ (17,365,219)	\$ (12,613,907)
TOTAL LIABILITIES AND FUND BALANCE	\$ (46,515,516)	\$ (49,187,926)	\$ 2,672,410	\$ (16,184,280)

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

REVENUE SOURCE	FY 2014 BUDGET	ACTUAL REVENUES THRU SEPT 2013	% OF BUDGET	FY 2013 BUDGET	ACTUAL REVENUES THRU SEPT 2012	% OF BUDGET	VARIANCE
TAXES							
PROPERTY TAX REVENUE-	\$ 42,844,641	\$ 19,959,812	46.59%	\$ 42,121,141	\$ 19,622,750	46.59%	\$ 337,062
PRIOR YEAR REVENUE	\$ -	\$ 313,006		\$ -	\$ 262,106		\$ 50,900
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	\$ 869,371	28.33%	\$ 3,018,500	\$ 839,665	27.82%	\$ 29,706
PENALTIES & INTEREST	\$ 140,000	\$ 20,982	14.99%	\$ 140,000	\$ 19,191	13.71%	\$ 1,791
TOTAL TAXES	\$ 46,535,716	\$ 21,534,744	46.28%	\$ 45,794,225	\$ 21,120,873	46.12%	\$ 413,871
LICENSES AND PERMITS							
BUSINESS	\$ 47,300	\$ 11,448	24.20%	\$ 39,900	\$ 21,238	53.23%	\$ (9,791)
NON-BUSINESS	\$ 338,300	\$ 120,033	35.48%	\$ 260,700	\$ 140,373	53.84%	\$ (20,340)
TOTAL LICENSES	\$ 385,600	\$ 131,481	34.10%	\$ 300,600	\$ 161,611	53.76%	\$ (30,130)
INTERGOVERNMENTAL ASSISTANCE							
STATE-LOCAL ROAD ASSISTANCE	\$ 440,000	\$ -	0.00%	\$ 378,000	\$ 114,011	30.16%	\$ (114,011)
STATE REVENUE SHARING	\$ 1,649,470	\$ 379,235	22.99%	\$ 2,400,000	\$ 583,328	24.31%	\$ (204,093)
WELFARE REIMBURSEMENT	\$ 53,000	\$ -	0.00%	\$ 53,083	\$ 11,131	20.97%	\$ (11,131)
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	\$ 379,235	16.35%	\$ 3,010,445	\$ 726,524	24.13%	\$ (347,289)
CHARGE FOR SERVICES							
GENERAL GOVERNMENT	\$ 140,240	\$ 29,148	20.78%	\$ 130,955	\$ 26,293	20.08%	\$ 2,855
PUBLIC SAFETY	\$ 366,152	\$ 23,384	6.39%	\$ 263,102	\$ 34,609	13.15%	\$ (11,225)
EMS AGREEMENT	\$ 100,000	\$ 25,000	25.00%	\$ 100,000	\$ 16,667	16.67%	\$ 8,333
TOTAL CHARGE FOR SERVICES	\$ 606,392	\$ 77,532	12.79%	\$ 494,057	\$ 77,569	15.70%	\$ (37)
FINES							
PARKING TICKETS & MISC FINES	\$ 40,000	\$ 4,599	11.50%	\$ 45,000	\$ 5,612	12.47%	\$ (1,014)
MISCELLANEOUS							
INVESTMENT INCOME	\$ 20,000	\$ 86	0.43%	\$ 30,000	\$ 9,570	31.90%	\$ (9,484)
INTEREST-BOND PROCEEDS	\$ 2,000	\$ -	0.00%	\$ 2,000	\$ -	0.00%	\$ -
RENTS	\$ 122,000	\$ -	0.00%	\$ 122,000	\$ -	0.00%	\$ -
UNCLASSIFIED	\$ 17,500	\$ 38,396	219.40%	\$ 5,150	\$ 13,939	270.66%	\$ 24,457
SALE OF RECYCLABLES	\$ 4,800	\$ -	0.00%	\$ -	\$ -		\$ -
COMMERCIAL SOLID WASTE FEES	\$ -	\$ 10,478		\$ -	\$ 21,511		\$ (11,033)
SALE OF PROPERTY	\$ 20,000	\$ 6,760	33.80%	\$ 20,000	\$ 15,393	76.97%	\$ (8,633)
RECREATION PROGRAMS/ARENA	\$ -	\$ -		\$ 43,275	\$ -	0.00%	\$ -
MMWAC HOST FEES	\$ 204,000	\$ 51,448	25.22%	\$ 197,400	\$ 50,477	25.57%	\$ 971
9-1-1 DEBT SERVICE REIMBURSEMENT	\$ -	\$ -		\$ -	\$ (20)	0.00%	\$ 20
TRANSFER IN: TIF	\$ 520,000	\$ -	0.00%	\$ 324,212	\$ -	0.00%	\$ -
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	\$ 5,440	14.51%	\$ 37,500	\$ 5,383	14.35%	\$ 57
CITY FUND BALANCE CONTRIBUTION	\$ 1,350,000	\$ -	0.00%	\$ 1,350,000	\$ -	0.00%	\$ -
TOTAL MISCELLANEOUS	\$ 2,357,800	\$ 112,887	4.79%	\$ 2,141,537	\$ 118,024	5.51%	\$ (5,137)
TOTAL GENERAL FUND REVENUES	\$ 52,244,978	\$ 22,240,476	42.57%	\$ 51,785,864	\$ 22,210,213	42.89%	\$ 30,263
SCHOOL REVENUES							
EDUCATION SUBSIDY	\$ 17,942,071	\$ 3,779,205	21.06%	\$ 17,942,071	\$ 3,561,225	19.85%	\$ 217,980
EDUCATION	\$ 1,358,724	\$ 52,110	3.84%	\$ 1,358,724	\$ 85,173	6.27%	\$ (33,063)
SCHOOL FUND BALANCE CONTRIBUTION	\$ 855,251	\$ -	0.00%	\$ 855,251	\$ -	0.00%	\$ -
TOTAL SCHOOL	\$ 20,156,046	\$ 3,831,315	19.01%	\$ 20,156,046	\$ 3,646,398	18.09%	\$ 184,917
GRAND TOTAL REVENUES	\$ 72,401,024	\$ 26,071,791	36.01%	\$ 71,941,910	\$ 25,856,611	35.94%	\$ 215,180

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

DEPARTMENT	FY 2014 BUDGET	Unaudited EXP THRU SEPT 2013	% OF BUDGET	FY 2013 BUDGET	Unaudited EXP THRU SEPT 2012	% OF BUDGET	VARIANCE
ADMINISTRATION							
MAYOR AND COUNCIL	\$ 71,079	\$ 13,630	19.18%	\$ 99,690	\$ 29,387	29.48%	\$ (15,757)
CITY MANAGER	\$ 238,903	\$ 56,903	23.82%	\$ 343,296	\$ 63,145	18.39%	\$ (6,242)
ECONOMIC DEVELOPMENT	\$ 318,933	\$ 95,217	29.85%	\$ -	\$ -		\$ 95,217
ASSESSING SERVICES	\$ 172,277	\$ 40,336	23.41%	\$ 183,801	\$ 37,929	20.64%	\$ 2,407
CITY CLERK	\$ 162,045	\$ 33,284	20.54%	\$ 150,676	\$ 27,055	17.96%	\$ 6,229
FINANCIAL SERVICES	\$ 405,976	\$ 93,410	23.01%	\$ 419,539	\$ 85,523	20.38%	\$ 7,887
HUMAN RESOURCES	\$ 139,566	\$ 29,146	20.88%	\$ 137,836	\$ 29,237	21.21%	\$ (91)
INFORMATION COMMUNICATION TECHNOLOGY	\$ 395,350	\$ 165,617	41.89%	\$ 386,632	\$ 64,971	16.80%	\$ 100,646
LEGAL SERVICES	\$ 100,000	\$ -	0.00%	\$ 85,000	\$ 2,596	3.05%	\$ (2,596)
TOTAL ADMINISTRATION	\$ 2,004,129	\$ 527,543	26.32%	\$ 1,806,470	\$ 339,843	18.81%	\$ 187,700
COMMUNITY SERVICES							
ENGINEERING	\$ 280,188	\$ 55,195	19.70%	\$ 320,370	\$ 70,543	22.02%	\$ (15,348)
COMMUNITY PROGRAMS	\$ -	\$ -		\$ 14,050	\$ 10,150	72.24%	\$ (10,150)
PLANNING & PERMITTING	\$ 775,230	\$ 182,818	23.58%	\$ 776,532	\$ 163,750	21.09%	\$ 19,068
PARKS AND RECREATION	\$ 567,334	\$ 122,460	21.59%	\$ 602,191	\$ 136,805	22.72%	\$ (14,345)
HEALTH & SOCIAL SERVICES	\$ 189,539	\$ 58,240	30.73%	\$ 176,567	\$ 50,459	28.58%	\$ 7,781
PUBLIC LIBRARY	\$ 946,737	\$ 231,809	24.49%	\$ 968,292	\$ 242,073	25.00%	\$ (10,264)
TOTAL COMMUNITY SERVICES	\$ 2,759,028	\$ 650,522	23.58%	\$ 2,858,002	\$ 673,780	23.58%	\$ (23,258)
FISCAL SERVICES							
DEBT SERVICE	\$ 6,321,584	\$ 4,676,409	73.98%	\$ 6,682,797	\$ 4,309,211	64.48%	\$ 367,198
PROPERTY	\$ 715,667	\$ 201,655	28.18%	\$ 699,114	\$ 220,105	31.48%	\$ (18,450)
WORKERS COMPENSATION	\$ 431,446	\$ -	0.00%	\$ 415,000	\$ -	0.00%	\$ -
WAGES & BENEFITS	\$ 4,397,585	\$ 1,197,179	27.22%	\$ 4,602,545	\$ 1,095,319	23.80%	\$ 101,860
EMERGENCY RESERVE (10108062-670000)	\$ 375,289	\$ -	0.00%	\$ 333,818	\$ -	0.00%	\$ -
TOTAL FISCAL SERVICES	\$ 12,241,571	\$ 6,075,243	49.63%	\$ 12,733,274	\$ 5,624,635	44.17%	\$ 450,608
PUBLIC SAFETY							
FIRE DEPARTMENT	\$ 4,024,789	\$ 941,530	23.39%	\$ 3,904,344	\$ 884,938	22.67%	\$ 56,592
POLICE DEPARTMENT	\$ 3,589,583	\$ 736,860	20.53%	\$ 3,439,583	\$ 745,307	21.67%	\$ (8,447)
TOTAL PUBLIC SAFETY	\$ 7,614,372	\$ 1,678,390	22.04%	\$ 7,343,927	\$ 1,630,245	22.20%	\$ 48,145
PUBLIC WORKS							
PUBLIC WORKS DEPARTMENT	\$ 4,730,432	\$ 884,257	18.69%	\$ 4,617,744	\$ 894,248	19.37%	\$ (9,991)
WATER AND SEWER	\$ 558,835	\$ 135,231	24.20%	\$ 558,835	\$ 135,251	24.20%	\$ (20)
TOTAL PUBLIC WORKS	\$ 5,289,267	\$ 1,019,488	19.27%	\$ 5,176,579	\$ 1,029,499	19.89%	\$ (10,011)
INTERGOVERNMENTAL PROGRAMS							
AUBURN-LEWISTON AIRPORT	\$ 105,000	\$ 52,500	50.00%	\$ 105,000	\$ 26,250	25.00%	\$ 26,250
E911 COMMUNICATION CENTER	\$ 1,036,409	\$ 260,725	25.16%	\$ 1,035,381	\$ 258,193	24.94%	\$ 2,532
LATC-PUBLIC TRANSIT	\$ 235,496	\$ -	0.00%	\$ 235,548	\$ -	0.00%	\$ -
LAEGC-ECONOMIC COUNCIL	\$ -	\$ -		\$ 160,687	\$ 40,172	25.00%	\$ (40,172)
COMMUNITY LITTLE THEATER	\$ -	\$ -		\$ 20,160	\$ -	0.00%	\$ -
TAX SHARING	\$ 270,000	\$ 37,347	13.83%	\$ 289,000	\$ 43,602	15.09%	\$ (6,255)
TOTAL INTERGOVERNMENTAL	\$ 1,646,905	\$ 350,572	21.29%	\$ 1,845,776	\$ 368,217	19.95%	\$ (17,645)
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	\$ -	0.00%	\$ -
OVERLAY	\$ -	\$ -		\$ -	\$ -	0.00%	\$ -
TOTAL CITY DEPARTMENTS	\$ 36,140,508	\$ 12,331,270	34.12%	\$ 36,389,414	\$ 11,672,463	32.08%	\$ 658,807
EDUCATION DEPARTMENT	\$ 37,128,028	\$ 2,543,560	6.85%	\$ 34,705,246	\$ 3,929,126	11.32%	\$ (1,385,566)
TOTAL GENERAL FUND EXPENDITURES	\$ 73,268,536	\$ 14,874,830	20.30%	\$ 71,094,660	\$ 15,601,589	21.94%	\$ (726,759)

**CITY OF AUBURN, MAINE
INVESTMENT SCHEDULE
AS Of August 31, 2013**

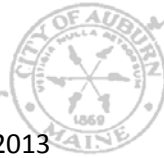
INVESTMENT			FUND		BALANCE September 30, 2013	BALANCE August 31, 2013	INTEREST RATE	WEIGHTED AVG YIELD
BANKNORTH MNY MKT	24-1242924	GENERAL FUND			\$ 55,346.23	\$ 55,337.13	0.20%	
BANKNORTH MNY MKT	24-1745910	GF-WORKERS COMP			\$ 49,250.44	\$ 49,246.39	0.10%	
BANKNORTH MNY MKT	24-1745944	GF-UNEMPLOYMENT			\$ 66,917.25	\$ 66,906.25	0.20%	
BANKNORTH CD	7033	GF-UNEMPLOYMENT			\$ 102,404.84	\$ 102,404.84	2.64%	
BANKNORTH MNY MKT	24-1809302	SPECIAL REVENUE			\$ 52,570.05	\$ 52,561.41	0.20%	
BANKNORTH MNY MKT	24-1745902	SR-PERMIT PARKING			\$ 198,039.36	\$ 198,006.81	0.20%	
BANKNORTH MNY MKT	24-1745895	SR-TIF			\$ 1,118,088.04	\$ 1,117,904.27	0.20%	
BANKNORTH MNY MKT	24-1746819	CAPITAL PROJECTS			\$ 5,900,549.09	\$ 5,899,579.30	0.20%	
BANKNORTH MNY MKT	24-1745928	ICE ARENA			\$ 249,352.93	\$ 249,311.95	0.10%	
GRAND TOTAL					\$ 7,792,518.23	\$ 7,791,258.35		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 September 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 September 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 September 2013 the total current assets were \$324,573. These consisted of cash and cash equivalents of \$249,295, accounts receivable of \$41,175 and an interfund receivable is a \$34,103, which means that the General Fund owes the arena \$34,103, so net cash available to the arena is \$283,398 at the end of September.

The accounts receivable of \$41,175, 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 August for sign advertisement at the new twin sheet arena. At the end of August the outstanding accounts were categorized as follows: \$22,350 that are current, \$18,825 that are over 120 days past due. The past due invoices are 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.

Twin City Titans: \$430 – 2 hours of ice time from the fall of 2012.

Noncurrent Assets:

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

Liabilities:

The arena liabilities as of September 30, 2013, consisted of \$107 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 August 2013, are \$59,224 and revenues for Norway Savings Bank Arena were \$65,100. 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 September 2013, were \$60,954 and for Norway Savings Bank Arena were \$23,116. These expenses include personnel costs, supplies, utilities, repairs and maintenance.

As of September 2013 the arenas have operating gains(losses) of (\$1,730) and \$41,984 respectively.

Non-operating revenue and expenses consist of interest income and debt service payments. The interest income to date is \$567 and debt service expense to date is \$82,801.

As of September 30, 2013 the arenas have a combined decrease in net assets of \$41,980.

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

Business-type Activities - Enterprise Funds

Combined

ASSETS

Current assets:

Cash and cash equivalents	\$ 249,295
Interfund receivables	34,103
Accounts receivable	41,175

Total current assets	324,573
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Noncurrent assets:

Capital assets:

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

Total noncurrent assets	630,402
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Total assets	954,975
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LIABILITIES

Accounts payable	107
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Total liabilities	107
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NET ASSETS

Invested in capital assets	630,402
Unrestricted	324,466

Total net assets	\$ 954,868
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CITY OF AUBURN, MAINE
Statement of Revenues, Expenses and Changes in Net Assets
Proprietary Funds
Business-type Activities - Enterprise Funds
Statement of Activities
September 30, 2013

	Ingersoll Ice Arena	Norway Savings Arena	Total
Operating revenues:			
Charges for services	\$ 59,224	\$ 65,100	\$ 124,324
Operating expenses:			
Personnel	33,584	17,551	51,135
Supplies	958	(3,573)	(2,615)
Utilities	24,119	-	24,119
Repairs and maintenance	2,027	-	2,027
Depreciation	-	-	-
Other expenses	266	9,138	9,404
Total operating expenses	60,954	23,116	84,070
Operating gain (loss)	(1,730)	41,984	40,254
Nonoperating revenue (expense):			
Interest income	567	-	567
Interest expense (debt service)	(82,801)	-	(82,801)
Total nonoperating expense	(82,234)	-	(82,234)
Gain before transfer	(83,964)	41,984	(41,980)
Transfers out	-	-	
Change in net assets	(83,964)	41,984	(41,980)
Total net assets, July 1	996,848	-	996,848
Total net assets, September 30, 2013	\$ 912,884	\$ 41,984	\$ 954,868