

**CITY OF DURAND, MICHIGAN**

**BALANCE SHEET/STATEMENT OF NET POSITION  
DOWNTOWN DEVELOPMENT AUTHORITY  
JUNE 30, 2020**

	Operating Fund	GASB No. 34 Adjustments	Statement of Net Position
<b>Assets:</b>			
Cash and cash equivalents	\$ 79,124	\$ -	\$ 79,124
Capital assets (net of accumulated depreciation) -			
Assets not being depreciated	-	60,000	60,000
Assets being depreciated	-	235,190	235,190
	<u>79,124</u>	<u>295,190</u>	<u>374,314</u>
Total Assets	<u>\$ 79,124</u>	<u>295,190</u>	<u>374,314</u>
 <b>Liabilities:</b>			
Accrued interest	\$ -	3,860	3,860
Non-current liabilities -			
Due within one year	-	60,000	60,000
Due in more than one year	-	485,000	485,000
Total Liabilities	<u>-</u>	<u>548,860</u>	<u>548,860</u>
 <b>Fund Balance:</b>			
Restricted - Wednesday Night Live	10,241	( 10,241)	-
Assigned	14,150	( 14,150)	-
Unassigned	54,733	( 54,733)	-
Total Fund Balance	<u>79,124</u>	<u>( 79,124)</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 79,124</u>		
 <b>Net Position:</b>			
Net investment in capital assets		220,190	220,190
Restricted		10,241	10,241
Unrestricted (deficit)		<u>( 404,977)</u>	<u>( 404,977)</u>
Total Net Position		<u>\$( 174,546)</u>	<u>\$( 174,546)</u>

CITY OF DURAND, MICHIGAN

RECONCILIATION OF THE BALANCE SHEET FOR  
GOVERNMENTAL (OPERATING) FUND TO THE STATEMENT OF NET POSITION  
DOWNTOWN DEVELOPMENT AUTHORITY  
JUNE 30, 2020

Fund Balances - total governmental funds	\$	79,124
Amounts reported for Component Unit activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.		
Capital assets		579,037
Accumulated depreciation	(	283,847)
Long-term liabilities, including installments payable, are not due and payable in the current period, and therefore, are not reported in the funds.		
Installment loans and land purchase payable	(	545,000)
Accrued interest payable	(	3,860)
Net Position of Downtown Development Authority	\$	<u>(174,546)</u>

**CITY OF DURAND, MICHIGAN**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE/  
STATEMENT OF ACTIVITIES  
DOWNTOWN DEVELOPMENT AUTHORITY  
FOR THE YEAR ENDED JUNE 30, 2020**

	<u>Operating Fund</u>	<u>GASB No. 34 Adjustments</u>	<u>Statement of Activities</u>
<b>Revenues:</b>			
Taxes	\$ 79,014	\$ -	\$ 79,014
Intergovernmental	8,806	-	8,806
Other	7,136	-	7,136
	<u>94,956</u>	<u>-</u>	<u>94,956</u>
<b>Expenditures/Expenses:</b>			
Community and Economic Development	15,304	17,961	33,265
Debt Service -			
Principal	55,000	( 55,000)	-
Interest	24,462	( 367)	24,095
	<u>94,766</u>	<u>( 37,406)</u>	<u>57,360</u>
Net change in Fund Balance/Net Position	190	37,406	37,596
Fund Balance/Net Position at beginning of year	<u>78,934</u>	<u>( 291,076)</u>	<u>( 212,142)</u>
Fund Balance/Net Position at end of year	<u>\$ 79,124</u>	<u>\$( 253,670)</u>	<u>\$( 174,546)</u>

**RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGE IN FUND BALANCES OF GOVERNMENTAL (OPERATING)  
FUND TO THE STATEMENT OF ACTIVITIES - DOWNTOWN DEVELOPMENT AUTHORITY  
FOR THE YEAR ENDED JUNE 30, 2020**

Net change in fund balances - governmental funds	\$ 190
Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Depreciation expense	( 17,961)
The issuance of long-term debt provides current financial resources to the operating fund, while the repayment of the principal of long-term debt consumes the current resources of the operating fund. Neither transaction, however, has any effect on net position.	
Principal payments on long-term liabilities	55,000
Decrease in accrued interest	<u>367</u>
Change in net position of Downtown Development Authority activities	<u>\$ 37,596</u>

**CITY OF DURAND, MICHIGAN**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
DOWNTOWN DEVELOPMENT AUTHORITY  
FOR THE YEAR ENDED JUNE 30, 2020**

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 74,325	\$ 79,000	\$ 79,014	\$ 14
Intergovernmental	7,453	8,800	8,806	6
Other	7,550	7,135	7,136	1
Total Revenues	<u>89,328</u>	<u>94,935</u>	<u>94,956</u>	<u>21</u>
<b>Expenditures:</b>				
Current -				
Community and Economic Development	11,341	16,180	15,304	876
Debt Service -				
Principal	55,000	55,000	55,000	-
Interest	26,552	24,462	24,462	-
Total Expenditures	<u>92,893</u>	<u>95,642</u>	<u>94,766</u>	<u>876</u>
Net Change in Fund Balance	( 3,565)	( 707)	190	897
Fund Balance at beginning of year	<u>78,934</u>	<u>78,934</u>	<u>78,934</u>	<u>-</u>
Fund Balance at end of year	<u>\$ 75,369</u>	<u>\$ 78,227</u>	<u>\$ 79,124</u>	<u>\$ 897</u>