

**MUNICIPALITY OF RANSON
RANSON, WEST VIRGINIA**

**FINANCIAL STATEMENTS
(WITH SUPPLEMENTAL INFORMATION)**

FOR THE YEAR ENDED JUNE 30, 2003

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J.C. Kunkle & Associates, A.C.
CERTIFIED PUBLIC ACCOUNTING & CONSULTING

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

Honorable Mayor and Council
Municipality of Ranson
Ranson, West Virginia

We have audited the accompanying general purpose financial statements of the Municipality of Ranson, West Virginia ("Municipality"), as of and for the year ended June 30, 2003, as listed in the table of contents. These general purpose financial statements are the responsibility of the Municipality's management. Our responsibility is to express an opinion on these general purpose 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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described more fully in the notes, the general purpose financial statements referred to above do not include financial statements of the general fixed asset account group which should be included to conform with accounting principles generally accepted in the United States of America. The amounts that should be recorded in this account group are not known.

In our opinion except for the effects on the general purpose financial statements of the omission described in the preceding paragraph, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Municipality of Ranson, West Virginia, as of June 30, 2003, and the results of its operations and cash flows of its proprietary fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements of the Municipality of Ranson as a whole. The supplemental information on pages 19-20 is not a required part of the general purpose financial statements. The accompanying supplemental information has been subjected to the auditing procedures applied to the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 1, 2008, on our consideration of Municipality of Ranson'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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

J.C. Kunkle & Associates, A.C.

Martinsburg, West Virginia
July 1, 2008

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MEMBER: AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS

Municipality of Ranson, West Virginia
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
 June 30, 2003

	Governmental Fund Types		Proprietary Fund Type		Account Group		Component Units			Total Reporting Entity
	General	Special Revenue	Enterprise Sewer	General Long-Term Debt	Total Primary Government (Memorandum Only)	Convention and Visitors Bureau	Building Commission			
CURRENT ASSETS										
Cash	\$ 521,107	\$ 13,241	\$ 52,368	\$ -	\$ 586,716	\$ 1,956	\$ 780	\$	\$	589,452
Receivables, net of allowances:										
Taxes	-	-	-	-	-	-	-	-	-	-
Accounts	-	-	12,218	-	12,218	-	-	-	-	12,218
Due from:										
Other funds	93,012	-	-	-	93,012	-	-	-	-	93,012
Total current assets	614,119	13,241	64,586	-	691,946	1,956	780			694,682
FIXED ASSETS										
Land, buildings and equipment	-	-	1,568,063	-	1,568,063	-	-	-	-	1,568,063
Less: Accumulated depreciation	-	-	710,825	-	710,825	-	-	-	-	710,825
Total fixed assets	-	-	857,238	-	857,238	-	-			857,238
OTHER										
Amount to be provided for retirement of long-term debt	-	-	-	96,939	96,939	-	-	-	-	96,939
Total other assets	-	-	-	96,939	96,939	-	-			96,939
Total assets	\$ 614,119	\$ 13,241	\$ 921,824	\$ 96,939	\$ 1,646,123	\$ 1,956	\$ 780			\$ 1,648,859

The notes to the financial statements are an integral part of this statement.

Municipality of Ranson, West Virginia
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS (continued)
 June 30, 2003

	Governmental Fund Types		Proprietary Fund Type		Account Group		Total Primary Government (Memorandum Only)	Component Units		Total Reporting Entity
	General	Special Revenue	Enterprise Sewer	General Long-Term Debt	Convention and Visitors Bureau	Building Commission				
CURRENT LIABILITIES										
Due to other funds	\$ -	\$ -	\$ 93,012	\$ -	\$ -	\$ 93,012	\$ -	\$ -	\$ -	\$ 93,012
Due to other governments	-	-	32,775	-	-	32,775	-	-	-	32,775
Lease purchase payable (amount due in one year)	-	-	17,567	49,486	-	67,053	-	-	-	67,053
Total current liabilities	-	-	143,354	49,486	-	192,840	-	-	-	192,840
LONG-TERM LIABILITIES										
Lease purchase payable (net of current portion)	-	-	60,337	47,453	-	107,790	-	-	-	107,790
Total long-term liabilities	-	-	60,337	47,453	-	107,790	-	-	-	107,790
Total liabilities	-	-	203,691	96,939	-	300,630	-	-	-	300,630
FUND EQUITY										
Contributed capital	-	-	706,875	-	-	706,875	-	-	-	706,875
Retained earnings Unreserved	-	-	11,258	-	-	11,258	-	-	-	11,258
Fund Balance Unreserved Reserved for capital improvements	614,119	13,047	-	-	-	627,166	1,956	780	780	629,902
	-	194	-	-	-	194	-	-	-	194
Total fund equity	614,119	13,241	718,133	-	-	1,345,493	1,956	780	780	1,348,229
Total liabilities and fund equity	\$ 614,119	\$ 13,241	\$ 921,824	\$ 96,939	\$ -	\$ 1,646,123	\$ 1,956	\$ 780	\$ 780	\$ 1,648,859

The notes to the financial statements are an integral part of this statement.

Municipality of Ranson, West Virginia
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the year ended June 30, 2003

	Governmental Fund Types		Total Primary Government (Memorandum Only)	Component Units		Total Reporting Entity
	General	Special Revenue		Convention and Visitors Bureau	Building Commission	
REVENUES						
Ad valorem property taxes	\$ 304,320	\$ -	\$ 304,320	\$ -	\$ -	\$ 304,320
Alcoholic beverages tax	12,204	-	12,204	-	-	12,204
Business and occupation tax	326,891	-	326,891	-	-	326,891
Utility excise tax	79,160	-	79,160	-	-	79,160
Other taxes	6,099	-	6,099	-	-	6,099
Licenses and permits	93,217	-	93,217	-	-	93,217
Intergovernmental:						
Federal	90,472	-	90,472	-	-	90,472
State	-	1,541	1,541	-	-	1,541
Charges for services	174,806	-	174,806	-	-	174,806
Fines and forfeits	129,461	-	129,461	-	-	129,461
Interest	2,196	-	2,196	-	-	2,196
Franchise	26,644	-	26,644	-	-	26,644
Video lottery	721,719	-	721,719	-	-	721,719
Miscellaneous	64,344	-	64,344	4,722	2,402	71,468
Reimbursements	3,620	-	3,620	-	-	3,620
Total revenues	2,035,153	1,541	2,036,694	4,722	2,402	2,043,818
EXPENDITURES						
General government	671,849	16	671,865	-	1,622	673,487
Public safety	605,089	5,150	610,239	-	-	610,239
Highways and streets	394,088	-	394,088	-	-	394,088
Sanitation	302,455	-	302,455	-	-	302,455
Culture and recreation	-	-	-	2,766	-	2,766
Total expenditures	1,973,481	5,166	1,978,647	2,766	1,622	1,983,035
Excess (deficiency) of revenues over expenditures	61,672	(3,625)	58,047	1,956	780	60,783
OTHER FINANCING SOURCES (USES)						
Transfers from other funds	7,083	33,916	40,999	-	-	40,999
Transfers to other funds	(33,916)	(7,083)	(40,999)	-	-	(40,999)
Total other financing sources (uses)	(26,833)	26,833	-	-	-	-
Excess (deficiency) of revenues over expenditures and other sources (uses)	34,839	23,208	58,047	1,956	780	60,783
Fund balance at beginning of year	579,280	(9,967)	569,313	-	-	569,313
Fund balance at end of year	\$ 614,119	\$ 13,241	\$ 627,360	\$ 1,956	\$ 780	\$ 630,096

The notes to the financial statements are an integral part of this statement.

Municipality of Ranson, West Virginia
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
For the year ended June 30, 2003

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
REVENUES			
Ad valorem property taxes	\$ 310,409	\$ 304,320	\$ (6,089)
Alcoholic beverages tax	15,000	12,204	(2,796)
Business and occupation tax	250,000	326,891	76,891
Utility excise tax	75,000	79,160	4,160
Other taxes	5,900	6,099	199
Licenses and permits	77,600	93,217	15,617
Intergovernmental:			
Federal	18,750	90,472	71,722
State	112,500	-	(112,500)
Charges for services	212,350	174,806	(37,544)
Fines and forfeits	102,000	129,461	27,461
Interest	2,000	2,196	196
Franchise	20,000	26,644	6,644
Video lottery	600,000	721,719	121,719
Miscellaneous/sale of fixed assets	62,250	64,344	2,094
Reimbursements/intergovernmental	117,227	3,620	(113,607)
	<u>1,980,986</u>	<u>2,035,153</u>	<u>54,167</u>
Total revenues			
EXPENDITURES			
General government	658,255	671,849	(13,594)
Public safety	560,690	605,089	(44,399)
Highways and streets	439,662	394,088	45,574
Sanitation	317,379	302,455	14,924
Culture and recreation	5,000	-	5,000
	<u>1,980,986</u>	<u>1,973,481</u>	<u>7,505</u>
Total expenditures			
Excess (deficiency) of revenues over expenditures	-	61,672	61,672
OTHER FINANCING SOURCES (USES)			
Transfers from	-	7,083	7,083
Transfers to	-	(33,916)	(33,916)
	<u>-</u>	<u>(26,833)</u>	<u>(26,833)</u>
Total other financing sources (uses)			
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	34,839	34,839
Fund balance at beginning of year	<u>579,280</u>	<u>579,280</u>	<u>-</u>
Fund balance at end of year	<u>\$ 579,280</u>	<u>\$ 614,119</u>	<u>\$ 34,839</u>

The notes to the financial statements are an integral part of this statement.

Municipality of Ranson, West Virginia
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 COAL SEVERANCE TAX FUND
 For the year ended June 30, 2003

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES			
Intergovernmental:			
State	\$ 6,000	\$ 1,541	\$ (4,459)
Interest	10	-	(10)
	<u>6,010</u>	<u>1,541</u>	<u>(4,469)</u>
Total revenues			
	<u>6,010</u>	<u>1,541</u>	<u>(4,469)</u>
EXPENDITURES			
Highways and streets	<u>6,010</u>	<u>7,083</u>	<u>(1,073)</u>
Total expenditures	<u>6,010</u>	<u>7,083</u>	<u>(1,073)</u>
Excess (deficiency) of revenues over expenditures	-	(5,542)	(5,542)
Fund balance at beginning of year	<u>9,889</u>	<u>9,889</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 9,889</u></u>	<u><u>\$ 4,347</u></u>	<u><u>\$ (5,542)</u></u>

The notes to the financial statements are an integral part of this statement.