

Village of Winside, Nebraska

**FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORTS**

For the Year Ended September 30, 2023

Village of Winside, Nebraska
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Village of Winside, Nebraska
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND
BALANCE - GOVERNMENTAL FUNDS
For the Year Ended September 30, 2023

	General
CASH RECEIPTS	
Personal & property tax	\$ 100,802
Interest	9,090
State receipts	99,120
Licenses and fees	1,837
Rental fees	4,075
Grants & contributions	7,545
Other receipts	61,441
Total cash receipts	283,910
 CASH DISBURSEMENTS	
General Government	62,995
Public Health and Safety	55,153
Public Works	81,583
Culture and Recreation	56,819
Total cash disbursements	256,550
 CASH RECEIPTS OVER (UNDER) CASH DISBURSEMENTS	27,360
 OTHER FINANCING SOURCES	
Transfers in	668
Transfers out	-
Total other financing sources	668
 CASH RECEIPTS AND OTHER FINANCING SOURCES OVER (UNDER) CASH DISBURSEMENTS AND OTHER FINANCING USES	28,028
 Fund Balances, beginning of year	369,398
Prior Period Adjustment	-
Fund Balances, beginning of year as restated	369,398
Fund Balances, end of year	\$ 397,426

The notes are an integral part of these financial statements.

Village of Winside, Nebraska
NOTES TO FINANCIAL STATEMENTS
For the year ended September 30, 2023

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting principles and practices followed by Village of Winside, Nebraska are presented below to assist the reader in evaluating the financial statements and the accompany notes.

The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the Village are described below.

1. Reporting Entity – Village of Winside, Nebraska (Village) was incorporated under the provisions of the State of Nebraska. The Village operates under a Board of Trustee form of government . As a political subdivision of the State, the Village is exempt from State and Federal income taxes. The financial statements include all funds of the Village that are not legally separate. The Village has also considered all potential component units for which it is financial accountable, as well as other organizations that are either fiscally dependent on the Village or maintain a significant relationship with the Village, such that exclusion would be misleading or incomplete. The Governmental Accounting Standards Board (GASB) has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization’s governing body, and (1) the ability of the Village to impose its will on that organization, or (2) the potential for the organization to provide specific financial benefits to, or impose financial burdens on, the Village. The Village is also considered financially accountable if an organization is fiscally dependent on and there is potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the Village regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government, or (3) a jointly appointed board. Based on this criteria there are no potential component units of the Village.
2. Basis of Accounting – The Village prepares its financial statements on the cash basis; consequently, these statements represent a summary of the cash activity of the various funds of the Village and do not include certain transactions that would be included if the Village prepared its financial statements in accordance with generally accepted accounting principles, as applicable to governmental units. Consequently, these financial statements are not intended to present financial position or results of operations in conformity with generally accepted accounting principles, as applicable to governmental units.
3. Basis of Presentation
Government-wide financial statements – The Village utilizes the provisions of Statement No. 34 of the Government Accounting Standards Board, *Basics Financial Statements and Management’s Discussion and Analysis for State and Local Governments*. Statement No. 34 established standards for external financial reporting for all state and local government entities, which includes government-wide financial statements, fund financial statements, and the classification of net position into the following components: restricted and unrestricted. The statement of net position and statement of activities report information on the Village as a whole. They include all funds of the Village except for fiduciary funds. The effects of interfund activity have been removed for these statements. Governmental activities, which normally are supported by taxes and intergovernmental receipts, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

Village of Winside, Nebraska
NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the year ended September 30, 2023

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

3. Basis of Presentation – Government – Wide Financial Statements – Continued

The statement of activities demonstrates the degree to which the direct disbursements of a given function or segment are offset by program receipts. Direct disbursements are those that are clearly identifiable with specific function or segment. Program receipts include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program receipts are reported instead as general receipts.

Fund Financial Statements – Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements as applicable.

The financial transactions of the Village are reported in individual funds in the fund financial statements. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, receipts, and disbursements

Fund Types – The accounts of the Village are organized on the basis of funds, which are grouped into the following fund types:

Governmental Fund Types:

General Fund – This fund is the operating fund of the Village. It is used to account for all financing resources except those required to be accounted for in other funds.

Special Revenue – This fund is used to account for the proceeds of the specific revenue sources (other than special assessments or major capital projects) that are legally restricted to expenditures for specified purposes or designated to finance particular functions or activities of the Village. The Street fund is the only Special Revenue Fund.

Village of Winside, Nebraska
NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the year ended September 30, 2023

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

3. Basis of Presentation – Government – Wide Financial Statements – Continued

Proprietary Fund Types:

Enterprise Funds – This fund is 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 and 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. The Village uses the Sewer Fund, Water Fund and Sanitation Fund as Enterprise funds.

4. Cash and Cash Equivalents – The Village considers checking accounts, savings accounts, money market accounts and certificates of deposit as cash or cash equivalents.

5. Capital Assets – Capital assets are not recorded as assets on the government-wide or fund financial statements, and depreciation is not recognized. Purchases of capital assets are recorded as disbursements by function in the financial statements

6. Equity Classification –

Government-Wide Financial Statements – Equity is classified as net position and displayed in two components:

Restricted net position consists of net assets with constraints placed on the use either by external groups, such as creditors, contributors, or laws and regulations of other governments, or through constitutional provisions or enabling legislation. Unrestricted net position consists of net assets that do not meet the definition of restricted. It is the Village's policy to use restricted net assets first, prior to the use of unrestricted net assets, when a disbursement is paid for purposes in which both restricted and unrestricted net assets are available.

Fund Balance Classification – The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Village is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

Non-spendable – this classification includes amounts that cannot be spent because they either (a) are not in spendable form or (b) are legally or contractually required to be maintained intact. The Village currently has no amounts classified in this category.

Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws and regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Village of Winside, Nebraska
NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the year ended September 30, 2023

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

6. Equity Classification – Continued

Fund Financial Statements - Governmental fund equity is classified as fund balance

Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purposes unless the Board removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed to use in satisfying those contractual requirements.

Assigned – This classification includes amounts that are constrained by the Village’s intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Trustees or through the Board delegating this responsibility to the Village Clerk through the budgetary process.

Unassigned – This classification includes the residual fund balance for the General Fund.

7. Interfund Balances and Activities – In the process of aggregating the financial information of the government-wide financial statements, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.
8. Revenue Recognition - Under state law, municipalities are limited in their ability to levy a property tax. Property taxes are levied by October 25 based on valuations as of April 1. Real estate taxes become due and attach as an enforceable lien on property as of January 1. Real estate and personal property taxes are payable in two installments and become delinquent on May 1 and September 1, following the levy date. The Village recognizes collections received by the County Treasurer’s office on their behalf as revenue in the period the County collects them.

Operating income reported in proprietary fund financial statements includes revenues and expenses related to the primary continuing operations of the fund. Principal operating revenues for proprietary funds are charges to customers for sales or services.

All other revenues are recognized when they are received, under the Village’s cash basis of accounting.

Village of Winside, Nebraska
NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the year ended September 30, 2023

NOTE B. BUDGET PROCESS AND PROPERTY TAXES – A budget is adopted each year for all funds on the cash basis of accounting. The Village elected to use the general all-purpose budget, which combines the General, Special Revenue, Proprietary and Debt Service Funds. The budgets are legally adopted through the passage of a motion. Total expenditures in each budgetary fund may not legally exceed appropriations and appropriations lapse at year end. Any revisions to the budget require board approval. Encumbrance accounting is not used. The budget was not amended in the past year, and the Village's expenditures did not exceed budgeted amounts in the past fiscal year.

NOTE C. CASH AND INVESTMENTS

The Village Treasurer has generally pooled the cash resources of the various funds for investment purposes. Each fund's portion of total cash and investments is summarized by fund type on the governmental fund statement of assets, liabilities, and fund balances arising from cash basis transactions as "Cash at bank". Interest earned on pooled funds is credited to the Village General Fund.

The types of investments the Village is authorized to invest funds in are enumerated in State Statutes and generally include U.S. government obligations, certificates of deposit, time deposits, and securities in which the state investment officer is authorized to invest. For the following disclosures required by Governmental Accounting Standards Board Statement No. 40, deposits include checking accounts, savings accounts, money market accounts, and certificates of deposit.

Custodial Credit Risk - At September 30, 2023, the carrying value of the Village's deposits was \$827,171. The bank balances were \$633,655, of which \$250,000 was covered by federal depository insurance and the remaining balance was collateralized by U.S. government securities subject to joint safekeeping receipts issued by the custodial financial institution which was not the pledging institution. State law requires that all deposits be fully insured or collateralized. The Village had no investments on September 30, 2023.

Credit Risk – deposits and investments, credit risk is the risk that a bank or other counterparty defaults on its principal or interest payments owed to the Village.

Interest rate risk – deposit and investments, interest rate risk is the risk that the value of deposits and investments will decrease as a result of a rise in interest rates.

Cash – Restricted, shown on the Statement of Assets and Net Position/Fund Balances Arising from Cash Basis Transactions – Governmental Funds and Government – Wide Presentation, are cash balances restricted within the fund for specific purposes.

Village of Winside, Nebraska
NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the year ended September 30, 2023

NOTE D. SUBSEQUENT EVENTS

A review of events was made from the year end September 30, 2023 to the date of this report that may have required an adjustment to, or inclusion in, the financial statements. The Village had no subsequent events for inclusion in these financial statements.

NOTE E. COMMITMENTS AND CONTINGENCIES

State and Federal Programs – The Village participates in numerous State and Federal Grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the Village has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the ability to collect any related receipt after September 30, 2023 may be impaired. In the opinion of the Village, there are no significant contingencies related to the rules and regulations governing the respective grants.

NOTE F. RISK MANAGEMENT

The Village 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, the Village carried commercial insurance to offset these certain risks. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE G. ENVIRONMENTAL RISK

The Village is subject to laws and regulations relating to the protection of the environment. The Village's policy is to expense environmental and cleanup related costs of a non-capital nature when incurred. Although it is not possible to quantify with any degree of certainty the potential financial impact of the Village's continuing compliance efforts, management believes any future remediation or other compliance related costs will not have a material adverse effect on the financial condition of the Village.

NOTE H. RELATED PARTY TRANSACTIONS

The Village conducts business with members of the governing board. These related party transactions are conducted in the ordinary course of business at competitive prices. Transactions with these individuals were not material for the year ended September 30, 2023.

Village of Winside, Nebraska
NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the year ended September 30, 2023

NOTE I. LONG-TERM DEBT

Specific changes in the business-type notes payable are as follows:

Type of Debt	Balance 9/30/22	Additions	Payments	Balance 9/30/23	Due Within One year
Governmental Activities:					
Street	\$ 17,588	\$ -	\$ (6,851)	\$ 10,737	\$ 7,096
Business-Type Activities:					
Water Bonds	\$ 225,000	\$ -	\$ (25,000)	\$ 200,000	\$ 25,000
Sewer Bonds	55,459	-	(15,261)	40,198	15,261
Sewer Loan	683,096	-	(47,225)	635,871	47,943
	<u>\$ 963,555</u>	<u>\$ -</u>	<u>\$ (87,486)</u>	<u>\$ 876,069</u>	<u>\$ 88,204</u>

The future maturities of outstanding debt principal and interest are as follows:

Year Ended September 30,	Governmental Activities		Business - Type Activities	
	Principal	Interest	Principal	Interest
2024	7,096	319	88,204	5827
2025	3,641	67	83,837	5081
2026	-	-	76,158	4336
2027	-	-	68,177	3894
2028	-	-	60,248	2331
2029-2033	-	-	315,000	12190
2034-2036	-	-	189,350	433
	<u>\$ 10,737</u>	<u>\$ 386</u>	<u>\$ 880,974</u>	<u>\$ 34,092</u>

Village of Winside, Nebraska
 BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
 ALL FUNDS OF PRIMARY GOVERNMENT
 For the Year Ended September 30, 2023

	Original/Final Budget	Actual	Variance with Final Budget
CASH RECEIPTS			
Taxes	\$ 112,000	\$ 122,124	\$ 10,124
State	95,855	99,120	3,265
Federal	112,012	-	(112,012)
Local	688,200	740,396	52,196
Total cash receipts	<u>1,008,067</u>	<u>961,640</u>	<u>(46,427)</u>
CASH DISBURSEMENTS			
General Government	42,789	62,995	(20,206)
Public Health & Safety	74,237	55,153	19,084
Public Works	51,611	81,583	(29,972)
Culture & Recreation	54,986	56,819	(1,833)
Electric	489,864	346,472	143,392
Water	172,827	78,902	93,925
Sewer	122,095	46,987	75,108
Sanitation	-	39,832	(39,832)
Capital Outlay	59,000	-	59,000
Debt Service	42,099	71,517	(29,418)
Total cash disbursements	<u>1,109,508</u>	<u>840,260</u>	<u>269,248</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>(101,441)</u>	<u>121,380</u>	<u>222,821</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	220	45,668	(45,448)
Transfers out	-	-	-
Total other financing sources (uses)	<u>220</u>	<u>45,668</u>	<u>(45,448)</u>
NET CHANGE IN FUND BALANCE	<u>(101,221)</u>	<u>167,048</u>	<u>268,269</u>

The notes are an integral part of these financial statements.

Fred Weber, CPA
PO Box 354
Hinton, IA 51024

**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***

Village of Winside Commissioners
Village of Winside Nebraska
Pierce, Nebraska

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 financial statements of the governmental activities, the business-type activities, and each major fund of the Village of Winside, Nebraska, as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the Village of Winside, Nebraska's basic financial statements and have issued our report thereon dated March 6, 2023. Our report differed from the standard auditor's report because the financial statements were prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Village's internal control over the financial reporting as a basis for designing our auditing procedures that are appropriate in the circumstances for the purposes of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Village'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 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 the internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and responses as items 2023-1, 2023-2, and 2023-3 that we considered to be significant deficiencies

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village's financial statements are free of 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 statement. 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 my tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as item 2002-3.

Village of Bancroft, Nebraska's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Village's response to the findings identified in our audit and described in the accompanying schedule of findings and responses. The Village's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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.



Fred Weber, CPA
Hinton, IA
March 29, 2024

Village of Winside, Nebraska
SCHEDULE OF FINDINGS AND RESPONSES
For the year ended September 30, 2023

Findings Required to be Reported by *Government Auditing Standards*

Significant Deficiencies

Finding 2021-01 Preparation of Financial Statements

Criteria: Management is responsible for the preparation of the financial statements in accordance with accounting principles generally accepted in the United States of America.

Condition: The preparation of the Village's financial statements required the assistance of the auditor.

Effect: Intentional or unintentional errors could be made and not detected within a timely manner by the Village's management in the normal course of performing their assigned functions.

Cause: Management does not possess the experience or training necessary to prepare the financial statements in accordance with the cash basis of accounting and Governmental Accounting Standards.

Recommendation: Management should consider training for its personnel or engaging with someone with the skills necessary to draft the financial statements.

Views of Responsible Officials and Planned Corrective Actions: Management concurs with the finding and recommendation. Management will evaluate the costs and benefits of providing training or engaging and individual with suitable skills to prepare the financial statements.

Finding 2021-02 Segregation of Duties

Criteria: The objectives of internal control are to provide reasonable rather than absolute assurance that assets are safeguarded and financial statements are reliable.

Condition: The Village Clerk has the ability to perform all the duties surrounding all the transaction cycles.

Effect: It could be possible that misstatements in the financial statements or misappropriation of assets due to error or fraud could occur and not be detected or prevented in a timely manner.

Cause: Duties are not segregated and monitored and compensating controls are not sufficient in the cash receipts and cash disbursement transaction cycles.

Recommendation: Management should evaluate periodically the cost versus benefits of further segregation of duties or additional monitoring or compensating controls and implement new procedures as deemed necessary.

Views of Responsible Officials and Planned Corrective Actions: Management concurs with the finding and recommendations. Management believes they have implemented all relevant compensating controls but will evaluate on a periodic basis and change procedures as necessary.

Village of Winside, Nebraska
SCHEDULE OF FINDINGS AND RESPONSES - CONTINUED
For the year ended September 30, 2023

Findings Required to be Reported by *Government Auditing Standards*- Continued

Finding 2023-03 Concentration of Credit Risk

Condition: The Village had \$169,422 of deposits that were not insured by the Federal Deposit Insurance Corporation

Criteria: Nebraska State Statute 77-2352 states that no deposit in excess of the amount insured or guaranteed by the Federal Deposit Insurance Corporation shall be made in any bank or financial institution until the treasurer has received from the depository as security for the prompt repayment by the depository either a corporate surety bond in form and with sureties approved by formal resolution by the governing body of such district or the giving of security as provided in the Public Funds Deposit Security Act.

Cause: The Village Treasurer did not periodically review the collateral pledge at each depository used by the Village. This allowed excess deposits over the amount insured by the Federal Deposit Insurance Corporation.

Effect: The Village deposits at September 30, 2023 were \$486,574. The bank balances were \$521,624, of which \$250,000 was covered by federal depository insurance and \$102,203 was collateralized by U.S Government Securities subject to joint safekeeping receipts issued by the custodial financial institution which was not the pledging institution, leaving \$169,422 not covered.

Recommendation: The Village should implement procedures by which the Treasurer periodically reviews the deposits at each depository, to determine if the deposits are fully insured by the Federal Deposit Insurance Corporation and any excess deposits the Treasurer has received from the depository pledged collateral to cover the excess deposits.

Views of Responsible Officials and Planned Corrective Actions: The management of the Village agree with the findings and recommendations and will document its internal controls in writing and maintain electronically.

WCB

329,236

Utilities

294,421

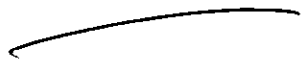
Gener

9,312

Meter Deposit

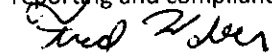
686

And



Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 6, 2023 on our consideration of the Village's internal control structure 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 solely 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 Village'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 Village's internal control over financial reporting and compliance.



Fred Weber, CPA

Hinton, IA

March 29, 2024

Village of Winside, Nebraska
STATEMENT OF ACTIVITIES - CASH BASIS
For the Year Ended September 30, 2023

Functions/Programs	Disbursements	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Primary Government		
				Governmental Activities	Business-type Activities	Total
Primary Government						
Governmental Activities						
General Government	\$ 62,995	\$ -	\$ -	\$ (62,995)	\$ -	\$ (62,995)
Public Health & Safety	55,153	-	-	(55,153)	-	(55,153)
Public Works	81,583	-	63,770	(17,813)	-	(17,813)
Culture & Recreation	56,819	-	7,545	(49,274)	-	(49,274)
Total	256,550	-	71,315	(185,235)	-	(185,235)
Business-type Activities						
Electric	346,472	434,462	-	-	87,990	87,990
Water	78,902	73,565	-	-	(5,337)	(5,337)
Sewer	46,987	96,353	-	-	49,366	49,366
Sanitation	39,832	43,183	-	-	3,351	3,351
Debt Service	71,517	21,322	-	-	(50,195)	(50,195)
Total	583,710	668,885	-	-	85,175	85,175
Total	840,260	668,885	71,315	(185,235)	85,175	(100,060)
General receipts and transfers:						
Property and miscellaneous taxes				100,802	-	100,802
Sales tax				-	-	-
Keno tax				-	-	-
Interest				9,090	6,857	15,947
Rents				4,075	-	4,075
Licenses and fees				1,837	-	1,837
State receipts for general purposes				35,350	-	35,350
Other receipts				61,441	1,988	63,429
Transfers in (out)				668	45,000	45,668
Total general receipts and transfers				213,263	53,845	267,108
Change in net assets				28,028	139,020	167,048
Net position - beginning				369,398	292,767	662,165
Prior period adjustment				-	-	-
Net position - beginning as restated				369,398	292,767	662,165
Net position - ending				\$ 397,426	\$ 431,787	\$ 829,213

The notes are an integral part of these financial statements.

Village of Winside, Nebraska
 STATEMENT OF ASSETS AND FUND BALANCES - CASH BASIS
 GOVERNMENTAL FUNDS
 September 30, 2023

	General
ASSETS	
Cash at bank	\$ 395,384
Cash held by County Treasurer	2,042
Total Assets	\$ 397,426
 LIABILITIES AND FUND BALANCES	
FUND BALANCES	
Unassigned	\$ 364,114
Assigned to:	
Library	33,312
Total Net Position/ Fund Balances	\$ 397,426

The notes are an integral part of these financial statements.

Village of Winside, Nebraska
 STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND
 BALANCE - GOVERNMENTAL FUNDS
 For the Year Ended September 30, 2023

		<u>General</u>
CASH RECEIPTS		
Personal & property tax		\$ X 100,802 ✓
Interest		X 9,090 ✓
State receipts	63,770	X 99,120 ✓
Licenses and fees		1,837 ✓
Rental fees		4,075 ✓
Grants & contributions		7,545 ✓
Other receipts		61,441 ✓
Total cash receipts		<u>283,910</u>
 CASH DISBURSEMENTS		
General Government		62,995
Public Health and Safety		55,153
Public Works		81,583
Culture and Recreation		56,819
Total cash disbursements		<u>256,550</u> ✓
 CASH RECEIPTS OVER (UNDER) CASH DISBURSEMENTS		27,360
 OTHER FINANCING SOURCES		
Transfers in		668 ✓
Transfers out		-
Total other financing sources		<u>668</u>
 CASH RECEIPTS AND OTHER FINANCING SOURCES OVER (UNDER) CASH DISBURSEMENTS AND OTHER FINANCING USES		28,028
 Fund Balances, beginning of year		369,398
Prior Period Adjustment		-
Fund Balances, beginning of year as restated		369,398
Fund Balances, end of year		<u><u>\$ 397,426</u></u>

The notes are an integral part of these financial statements.

Village of Winside, Nebraska
 STATEMENT OF NET POSITION - CASH BASIS
 PROPRIETARY FUNDS
 September 30, 2023

	<u>Electric</u>	<u>Water</u>	<u>Sewer</u>	<u>Sanitation</u>	<u>Total</u>
ASSETS					
Cash and cash equivalents	\$ 225,763	\$ (76,149)	\$ 239,023	\$ 43,150	\$ 431,787
Cash at County Treasurer	-	-	-	-	-
Total Assets	<u>\$ 225,763</u>	<u>\$ (76,149)</u>	<u>\$ 239,023</u>	<u>\$ 43,150</u>	<u>\$ 431,787</u>
NET POSITION					
Restricted	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	225,763	(76,149)	239,023	43,150	431,787
Total net position	<u>\$ 225,763</u>	<u>\$ (76,149)</u>	<u>\$ 239,023</u>	<u>\$ 43,150</u>	<u>\$ 431,787</u>

The notes are an integral part of these financial statements.

Village of Winside, Nebraska
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION - CASH BASIS
PROPRIETARY FUNDS
For the Year Ended September 30, 2023

	Electric	Water	Sewer	Sanitation	Total
OPERATING REVENUES					
Taxes	\$ -	\$ 10,650	\$ 10,672	\$ -	\$ 21,322
Charges for services	434,462	73,565	96,353	43,183	647,563
Interest	6,857	-	-	-	6,857
Miscellaneous	609	1,379	-	-	1,988
Total operating revenues	<u>441,928</u>	<u>85,594</u>	<u>107,025</u>	<u>43,183</u>	<u>677,730</u>
OPERATING EXPENSES					
Dues and fees	42	250	-	-	292
Personal services	125,801	31,443	31,443	-	188,687
Contractual services	-	-	-	39,064	39,064
Insurance	4,216	10,053	3,289	-	17,558
Maintenance & repairs	3,899	13,994	1,508	-	19,401
Office expenses	981	3,782	383	233	5,379
Professional fees	-	1,246	-	-	1,246
Sales tax	17,613	271	5,479	-	23,363
Supplies	1,068	6,885	4,833	535	13,321
Utilities	192,852	10,806	-	-	203,658
Miscellaneous	-	172	52	-	224
Total operating expenses	<u>346,472</u>	<u>78,902</u>	<u>46,987</u>	<u>39,832</u>	<u>512,193</u>
NONOPERATING REVENUES (EXPENSES)					
Debt service	-	(54,871)	(16,646)	-	(71,517)
Capital outlay	-	-	-	-	-
Total nonoperating revenues (expenses)	<u>-</u>	<u>(54,871)</u>	<u>(16,646)</u>	<u>-</u>	<u>(71,517)</u>
NET INCOME (LOSS) BEFORE					
OPERATING TRANSFERS	95,456	(48,179)	43,392	3,351	94,020
Operating transfers in (out)	22,500	11,250	11,250	-	45,000
Net operating transfers	22,500	11,250	11,250	-	45,000
NET INCOME (LOSSES)	117,956	(36,929)	54,642	3,351	139,020
NET POSITION - BEGINNING OF YEAR	107,807	(39,220)	184,381	39,799	292,767
PRIOR PERIOD ADJUSTMENT	-	-	-	-	-
NET POSITION - BEGINNING OF YEAR	107,807	(39,220)	184,381	39,799	292,767
AS RESTATED	<u>107,807</u>	<u>(39,220)</u>	<u>184,381</u>	<u>39,799</u>	<u>292,767</u>
NET POSITION - END OF YEAR	<u>225,763</u>	<u>(76,149)</u>	<u>239,023</u>	<u>43,150</u>	<u>431,787</u>

The notes are an integral part of these financial statements.

Fred Weber, CPA
PO Box 354
Hinton, IA 51024

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Village Council
Village of Winside, Nebraska
Winside, Nebraska

Opinions

We have audited the accompanying financial statements of the governmental activities, business-type activities, and each major fund of the Village of Winside, Nebraska as of and for the year ended September 30, 2023, as listed in the Table of Contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash basis financial position of the governmental activities, business-type activities, and each major fund of the Village of Winside, Nebraska as of September 30, 2023, and the respective changes in cash basis financial position for the year then ended on the basis of accounting described in Note A.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter - Basis of Accounting

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

Responsibility of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Village's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the cash basis financial statements taken as a whole that collectively comprise the Village's basic financial statements. The supplementary schedules that follow the basic financial statements are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the financial statements as a whole.