

# **WAYNE COUNTY WATER AND SEWER AUTHORITY**

## **2021 Annual Report**



Wayne County Water and Sewer Authority  
3377 Daansen Road  
Walworth, New York 14568  
(315) 986-1929

## **TABLE OF CONTENTS**

**Mission Statement**

**Authority Background**

**Activities and Accomplishments**

**Organizational Chart**

**Authority Board**

**Financial Reporting**

**Assessment of Internal Controls by Auditors**

**Management's Assessment of Internal Control**

**Statements of Net Assets**

**Statement of Revenue, Expense & Change in Net Assets**

**Schedule of Outstanding Debt**

**Real Property Transactions**

**Personal Property Transactions**

# WAYNE COUNTY WATER AND SEWER AUTHORITY

## 2021 Annual Report

For the Period January 1, 2021 to December 31, 2021

### MISSION STATEMENT

As a Public Benefit Corporation created by the New York State Legislature, the Wayne County Water & Sewer Authority has as its purpose to reliably provide the highest quality water and the most efficient wastewater services for the benefit of the people of the Authority's service area. The Authority's goal is to consistently provide these services at a reasonable and competitive cost while promoting an atmosphere of outstanding customer service, planning for future improvements and protecting resources and the environment. *(Adopted 3/22/11)*

### AUTHORITY BACKGROUND

The Wayne County Water and Sewer Authority, Wayne County, New York (the Authority) is a public benefit corporation, created by special state legislation, Chapter 685 of the Laws of 1987 (NYS Public Authorities Laws 199-aa et seq.) and became operational in the spring of 1988 upon the appointment of the nine initial members of the Authority by the Wayne County Board of Supervisors. The legislation was later amended to provide for a "sewer" designation for the Authority. The Authority has the powers necessary to plan, finance, operate and manage water and sewer systems in Wayne County. The Authority provides a structure for planning and implementing improvement in the availability, reliability, and quality of public water supplies and sanitary sewer service in Wayne County.

The Authority has approximately 14,401 water service accounts supplying water within the Towns of Macedon, Walworth, Palmyra, Marion, Arcadia, Lyons, Butler, Huron, Sodus and Wolcott. The Authority also supplies the Village of Sodus Point and Cayuga County Water & Sewer Authority (wholesale only). The average yearly consumption of water from all sections of the Authority's service area encompasses nearly one billion gallons. The Authority is responsible for the operation and maintenance of over 600 miles of transmission and distribution mains, eleven (11) water storage tanks (totaling approximately 10 million gallons), and seven (7) water pumping stations within its overall service area.

During the early years of operation, the Authority was primarily a "Water Authority" with wastewater collection, treatment and disposal representing only about 1.5% of operating revenues. Today, sewer revenue is approximately 18% of operating revenue. The Authority operates a 500,000 GPD Regional Wastewater Treatment Facility and a related collection system that includes approximately 9,000 linear feet of gravity sewer, 40,000 feet of force main and three (3) main pump stations. This regional treatment facility replaced a 30,000 GPD treatment facility in September 2006. This system currently collects and treats approximately 250,000 GPD of wastewater, with the majority of the flows coming from the Village of Wolcott, Cayuga County Sewer District #2, Village of Red Creek, Red Creek Central Schools, the Blind Sodus Bay sewer district in the town of Wolcott,

and the recently completed Port Bay sewer project in the Towns of Huron and Wolcott. The New York State Department of Corrections contributed to the cost of building the regional facility, which replaced their aging and costly Correctional Facility treatment plant. The regional facility was designed to accept flows from the Village of Fairhaven, the Village of Red Creek, Village of Wolcott and other eastern Wayne County communities.

The Authority now also operates and maintains the Lyons and Macedon wastewater treatment plants and 17 pump stations along with the associated collection and conveyance systems, all in accordance with lease/operations agreements with the Towns of Lyons and Macedon.

The Authority operates and maintains the Village of Palmyra's water and wastewater facilities under the terms of an operational agreement with the village.

The Authority has approximately 2,884 sewer customers. The Authority also operates a series of small sewer collection systems in western and eastern Wayne County which include three pump stations and approximately six miles of gravity sewer mains and related appurtenances. Collected wastewater from these systems is conveyed to existing wastewater treatment facilities owned by other municipalities and the Authority is billed on a total flow basis per thousand gallons treated. The Authority also operates and maintains portions of Cayuga County Sewer District #2 under contract with Cayuga County Water and Sewer Authority.

## **ACTIVITIES AND ACCOMPLISHMENTS**

### Water:

The Authority installed 108 new water services throughout its service area in 2021.

Construction was initiated on portions of the Wayne County Regional Water Storage Project. A new 2,000,000 gallon water storage tank in the Town of Arcadia was erected, approximately 40,000 linear feet of new water main has now been installed on Buffalo Road, Maple-Ridge Road, Austin Road, Brantling Hill Road and a portion of NYS Route 88, the building for the new Joy Road booster station was erected and approximately 6,700 linear feet of 16" transmission main was installed in the Town of Williamson. Final completion of the entire project is scheduled for 2023.

The Town of Huron Water District No. 8, on North Huron Road and Lummisville Road, was completed. This district consists of 14,500 linear feet of 8" and 12" water main, serving 43 equivalent dwelling units.

The Authority signed a one-year Operations Agreement extension with the Village of Red Creek for operation and maintenance of the Village water system.

### Sewer:

Bids were received and a contract was awarded for the disinfection improvements at the Authority's eastern regional wastewater treatment plant at Chapman's Corners. Construction is scheduled to begin spring of 2022.

The study of the former Village of Lyons wastewater treatment facility, which identified necessary upgrades to the plant, including the use of ultraviolet disinfection units, was completed. The Town of Lyons applied for, and received, a WQIP grant for the recommended improvements. Also initiated in 2021 was an on-going flow monitoring program and inflow/infiltration study for the existing sanitary sewer system.

#### Future Factors:

The following prospective improvements are planned for the years 2022 and 2023:

Construction of the new Western Wayne County Regional Wastewater Treatment Plant is anticipated to begin summer of 2022 with an estimated completion date of summer 2024. The treatment plant will be built adjacent to the Village of Palmyra's current facility. The proposed project will decommission the wastewater treatment plants currently owned and operated by the Towns of Walworth, Macedon, Marion and the Village of Palmyra, each of which are antiquated and in need of significant capital improvements. The proposed project will also serve the Town of Palmyra. A new pumping and transmission system will convey each community's wastewater to the new regional treatment plant, thereby consolidating operations into one modern and efficient facility.

The Town of Huron is in the process of forming Water District No. 9 and has been approved for funding. This project consists of the installation of approximately 42,000 linear feet of 8" watermain on Fifth Road, Gillette Road, Wilson Street Road, Brown Road, Lasher Road and Powers Road to serve 88 equivalent dwelling units. Design is schedule for 2022 with construction in 2023.

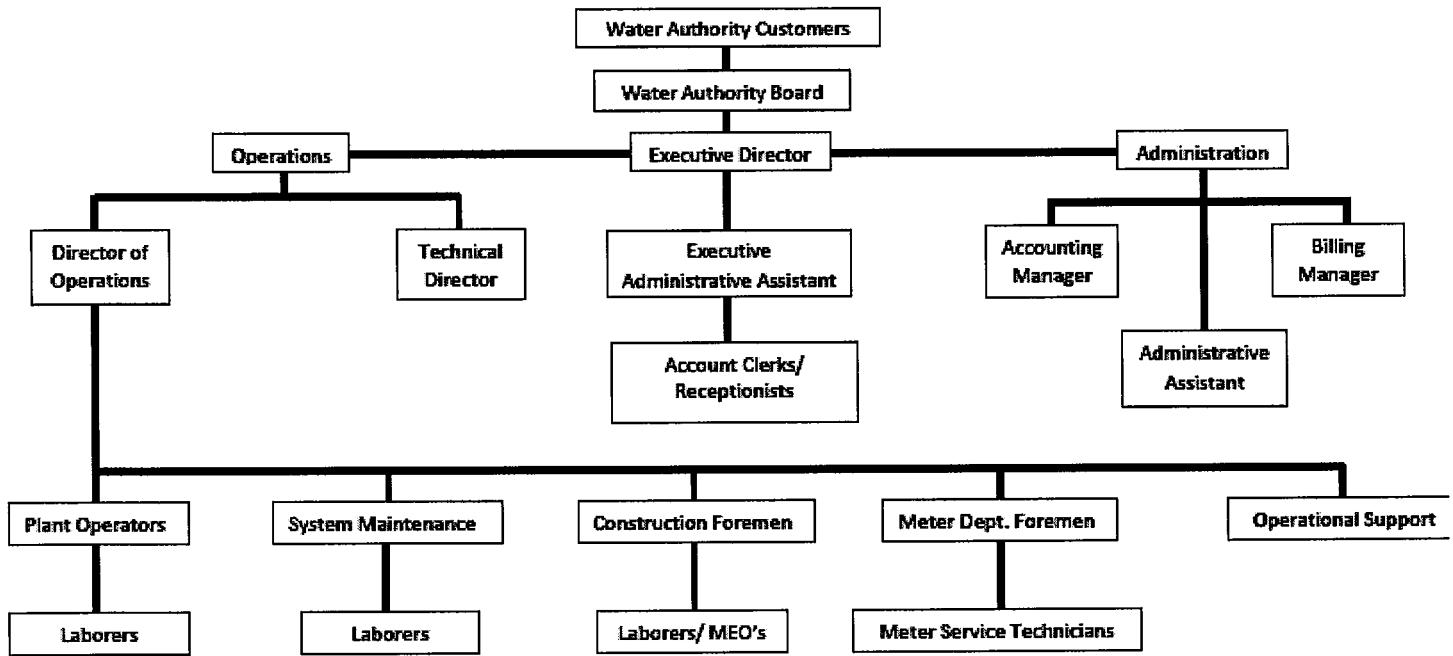
Work will continue on the Wayne County Regional Water Storage project in 2022. The remaining 12" watermain will be installed on NYS Route 88 south of Austin Road to the connection at Fairville and north from Brantling Hill Road to Joy Road. Also scheduled is the installation of 8" water main on York Settlement Road for the secondary transmission connection in the Town of Huron. A pump station and building improvements along with a new transmission line under the Barge Canal are also projected to be completed in 2022.

The Town of Sodus is in the preliminary stages of forming Water District No. 12. This new water district will include NYS Route 14 from Ridge Road to Red Mill Road, Pilgrimport Road, Bond Road, Barkley Road and Merman Road. Included will be providing water to a small community on Emerald Point, just east of the Village of Sodus on Sodus Bay.

The Town of Arcadia formed Water District No. 15 in 2021. Funding has been approved by Rural Development and the Town is awaiting approval by Audit and Control from New York State. The project will consist of the installation of approximately 54,000 linear feet of 8" watermain on South Minstead, Decker, Fisher, Jungle, Lee, Cauwels, Steel Point, Sandhill, Hyman and Parker Roads, serving an estimate of 133 equivalent dwelling units. Design is scheduled for 2022 with construction in 2023.

The Town of Wolcott is in district formation stage of a new water district around Blind Sodus Bay.

### Wayne County Water & Sewer Authority Organizational Chart



3/2/2021

## **AUTHORITY BOARD**

The Authority is governed by a board consisting of nine members who are appointed by the Chairman of the Wayne County Board of Supervisors and confirmed by the Wayne County Board of Supervisors. The members are appointed to three-year terms.

The powers of the Authority shall be vested in and exercised by the Board at a meeting duly called and held where a quorum of five members are present. No action is permitted to be taken by the Authority except pursuant to the favorable vote of no less than five members of the Authority.

The board of the WCWSA is comprised of nine (9) members: **LaVerne Blied** (Board Chairman), Town of Marion board member, retired farmer; **Robert Hutteman** (Vice-Chairman), Arcadia resident; Professional Engineer and current Director of Public Works for the Village of Newark; **Jean Johnson**, (Treasurer), Retired Town of Walworth Comptroller; **David Scudder**, (Board Secretary); Retired from Eastman Kodak Co.; **Dan LaGasse**, former President, LaGasse Works; former Lyons School Board member and current Lyons Town Board Member; **Dr. Mark Humbert**, Executive Director, Wayne County Regional Land Bank Corp.; Local Farmer; Member, Wayne County Water Quality Coordinating Committee; Member, Wayne County Soil and Water Conservation District; Member, Town of Rose Planning Board; **William Hammond**, Retired Town of Macedon Supervisor; Active Local Farmer; **Donald Ross**, Town of Sodus board member; **Lori Furguson**, former Town of Wolcott board member; Self-employed Tax Professional.

### **Public Authorities Accountability Act Committees**

#### **Governance Committee:**

David Scudder – Chairman  
Mark Humbert  
Robert Hutteman  
Dan LaGasse  
LaVerne Blied

#### **Audit Committee:**

Jean Johnson – Chairman  
Don Ross  
Lori Furguson  
William Hammond  
LaVerne Blied

#### **Finance Committee:**

LaVerne Blied–Chairman  
Jean Johnson  
Robert Hutteman  
David Scudder

The appointed Ethics Officer is LaVerne Blied

## **FINANCIAL REPORTING**

The revenues and expenses, and assets and liabilities, as of December 31, 2021 are set forth in the audited financial statements prepared for the Authority by Raymond F. Wager, CPA, P.C.

The most recent underlying rating assigned to the Authority by Moody's Investors Service, Inc. is a Aa3 rating which was assigned in connection with the issuance by the Authority of \$5,875,000 Water & Sewer Revenue Bonds, Series 2021, dated May 11, 2021.

## **ASSESSMENT OF EFFECTIVENESS OF INTERNAL CONTROLS/PROCEDURES**

The recommendations from the Authority's auditing firm, Raymond F. Wager, CPA, P.C. in regards to the Authority's internal controls based on their audit of the fiscal year ended 12/31/21 are attached and incorporated within the year end audited financials prepared by their firm.

## **MANAGEMENT'S ASSESSMENT OF THE EFFECTIVENESS OF INTERNAL CONTROL STRUCTURE AND PROCEDURES**

The Wayne County Water and Sewer Authority has developed policies and procedures to provide reasonable assurance that assets are safeguarded from unauthorized acquisitions, use of, or disposition of assets that could have a material effect on the Authority's operations, financial statements and reports and that the records of the Authority reflect only authorized transactions.

The Authority's system of internal controls is evaluated regularly by the Authority management and administrative staff. Independent external auditors also review the internal control system of the Authority in order to determine compliance with generally accepted accounting principles and safeguards for the purpose of expressing an opinion on the financial statements.

The Authority has established an Audit Committee in accordance with the Public Authorities Accountability Act. This committee meets with management and periodically with the independent external auditors to ensure these groups are fulfilling their obligations and to discuss auditing, controls and financial reporting matters.

This statement verifies that management has documented and assessed the internal control structure and procedures of the Wayne County Water & Sewer Authority for the year ending December 31, 2021. This assessment found the Authority's internal controls to be adequate, and to the extent that deficiencies were identified, the Authority has developed corrective action plans to reduce any corresponding risk.



## Schedule of Outstanding WCWSA Debt (Long Term)

2011 Revenue Bond, 2017 Revenue Bond, 2006 EFC Revenue Bond, 2021 Revenue Bond

Year	2011 Principal	2006 Principal	2017 Principal	2021 Principal	Total Debt
2021	\$105,000	\$ 20,000	\$ 150,000	\$ 90,000	\$ 365,000
2022-27	\$ 0	\$ 80,000	\$1,000,000	\$445,000	\$1,525,000
<b>Total</b>	<b><u>\$105,000</u></b>	<b><u>\$100,000</u></b>	<b><u>\$ 1,150,00</u></b>	<b><u>\$535,000</u></b>	<b><u>\$1,890,000</u></b>

## Schedule of Outstanding WCWSA Debt (Short Term)

RBAN Series 2020A Construction \*\*

Year	2020 Principal	2021 Debt Retired	Total Debt
2021	\$2,000,000	(\$2,000,000)	\$0.00
<b>Total</b>	<b><u>\$2,000,000</u></b>	<b><u>(\$2,000,000)</u></b>	<b><u>\$ 0.00</u></b>

**\*\*The Series 2020A Construction BAN was retired with the issuance of the \$5.875M bond in May 2021**

### **Real Property Transactions**

The Wayne County Water and Sewer Authority purchased real property in 2021 as noted below:

611 East Main St, Palmyra NY (.206 acres)	\$10,661.00	Breen's Leasing
613 & part of 617 E, Main St Palmyra, NY (.33 acres)	\$75,000.00	Village of Palmyra
6459 Joy Road	\$24,000.00	Scott Johnson

### **Personal Property Transactions**

In accordance with the Wayne County Water and Sewer Authority Disposal Guidelines, adopted November 2006, following is a yearly property report for WCWSA property sold in the year ended December 31, 2021 with a value in excess of \$5,000:

2013 Ford F-150 Pick-up Truck	\$ 12,000.00	(sold at auction 5/8/2021)
2015 Bobcat E55 excavator	\$ 43,000.00	(sold at auction 5/8/2021)
2005 ford F750 XLT Super Duty	\$ 18,000.00	(sold at auction 5/8/2021)



**MENGEL METZGER BARR & CO. LLP**  
Certified Public Accountants

March 18, 2022

To the Board Members  
Wayne County Water and Sewer Authority, New York

We have audited the financial statements of the Wayne County Water and Sewer Authority, New York for the year ended December 31, 2021, and have issued our report thereon dated March 18, 2022. Professional standards require that we provide you with the following information related to our audit.

**A. Our Responsibility Under U.S. Generally Accepted Auditing Standards and Government Auditing Standards**

As stated in our engagement letter dated October 26, 2021, our responsibility, as described by professional standards, is to express opinions about whether the financial statements prepared by management with your oversight are presented fairly, in all material respects, in conformity with U.S. generally accepted accounting principles. Our audit of the financial statements does not relieve you or management of your responsibilities.

As part of our audit, we considered the internal control of the Wayne County Water and Sewer Authority, New York. Such considerations were solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the Wayne County Water and Sewer Authority, New York's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our tests was not to provide an opinion on compliance with such provisions.

**B. Planned Scope and Timing of the Audit**

We performed the audit according to the planned scope and timing previously communicated to your audit committee in our meeting about planning matters on October 26, 2021.

**C. Significant Risks Identified**

We identified the following significant risks:

- Management override of internal controls
- Revenue recognition

**D. Significant Audit Findings**

*Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Wayne County Water and Sewer Authority, New York are described in Note 1 to the financial statements. The new accounting pronouncements which were implemented were GASB Statement 89, *Accounting for Interest Cost Incurred before the End of a Construction Period* and GASB Statement 93, *Replacement of Interbank Offered Rates Paragraphs 1-11a and 12*. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. There were no individually sensitive disclosures affecting the financial statements.

**E. Difficulties Encountered in Performing the Audit**

We encountered no significant difficulties in dealing with management in performing and completing our audit.

**F. Corrected and Uncorrected Misstatements**

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole.

**G. Disagreements with Management**

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

**H. Management Representations**

We have requested certain representations from management that are included in the management representation letter dated March 18, 2022.

**I. Management Consultations with Other Independent Accountants**

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

**J. Other Audit Findings or Issues**

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

**K. Compliance with All Ethics Requirements Regarding Independence**

The engagement team, others in our firm, as appropriate, and our firm have complied with all relevant ethical requirements regarding independence. Safeguards in place to eliminate or reduce threats to independence to an acceptable level include a skilled, knowledgeable and experienced Finance Director who reviews draft financial statements prior to issuance and accepts responsibility for them.

**L. Other Matters**

We applied certain limited procedures to the management's discussion and analysis, schedule of the authority's proportionate share of the net pension liability, and schedule of authority contributions which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on supplementary information accompanying the financial statements (as listed in the table of contents) but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

\* \* \*

This information is intended solely for the use of the Board and management of the Wayne County Water and Sewer Authority, New York and is not intended to be and should not be used by anyone other than these specified parties.

*Mengel, Metzger, Barz & Co. LLP*

Rochester, New York  
March 18, 2022

**WAYNE COUNTY WATER AND SEWER AUTHORITY  
WAYNE COUNTY, NEW YORK**

**STATEMENT OF NET POSITION**

December 31, 2021 and 2020

<b><u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>
<b><u>Current Assets -</u></b>		
Cash and cash equivalents	\$ 7,354,568	\$ 3,457,621
Investments	2,044,227	1,536,184
Accounts receivable (net of allowance)	1,943,901	2,648,142
Materials and supplies inventory	511,603	500,041
Prepaid items	154,322	142,960
<b>Total Current Assets</b>	<b><u>\$ 12,008,621</u></b>	<b><u>\$ 8,284,948</u></b>
<b><u>Capital Assets -</u></b>		
Land and work in progress	\$ 257,071	\$ 257,071
Facilities and equipment, net of depreciation	21,712,226	15,691,140
<b>Total Capital Assets, Net</b>	<b><u>\$ 21,969,297</u></b>	<b><u>\$ 15,948,211</u></b>
<b><u>Deferred Outflow of Resources -</u></b>		
Deferred outflows of resources	\$ 1,936,449	\$ 1,593,776
<b>TOTAL ASSETS AND DEFERRED OUTFLOW OF RESOURCES</b>	<b><u>\$ 35,914,367</u></b>	<b><u>\$ 25,826,935</u></b>
 <b><u>LIABILITIES, DEFERRED INFLOW OF RESOURCES AND NET POSITION:</u></b>		
<b><u>Current Liabilities -</u></b>		
Accounts payable	\$ 497,061	\$ 621,235
Accrued liabilities	31,989	33,807
Current portion of debt	270,676	2,278,074
<b>Total Current Liabilities</b>	<b><u>\$ 799,726</u></b>	<b><u>\$ 2,933,116</u></b>
<b><u>Noncurrent Liabilities -</u></b>		
Revenue bonds payable (net of unamortized premiums/discounts)	\$ 7,407,345	\$ 1,040,959
EFC loan liability	60,000	80,000
Net Pension liability	8,250	2,171,641
OPEB liability	1,382,047	1,088,450
<b>Total Noncurrent Liabilities</b>	<b><u>\$ 8,857,642</u></b>	<b><u>\$ 4,381,050</u></b>
<b><u>Deferred Inflow of Resources -</u></b>		
Deferred inflows of resources	\$ 2,449,148	\$ 83,089
<b><u>Net Position -</u></b>		
Net investment in capital assets		
Water fund	\$ 4,761,888	4,471,150
Sewer fund	10,548,027	8,095,654
Restricted		
Capital reserve	2,645,504	2,134,635
WWTP - capital reserve	217,282	79,178
WWTP - debt service	1,150,033	-
Regional tank - debt service	70,851	-
Unrestricted net position		
Water fund	3,159,316	2,548,632
Sewer fund	1,254,950	1,100,431
<b>Total Net Position</b>	<b><u>\$ 23,807,851</u></b>	<b><u>\$ 18,429,680</u></b>
<b>TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES AND NET POSITION</b>	<b><u>\$ 35,914,367</u></b>	<b><u>\$ 25,826,935</u></b>

(The accompanying notes are an integral part of these financial statements)

**WAYNE COUNTY WATER AND SEWER AUTHORITY  
WAYNE COUNTY, NEW YORK**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES  
IN NET POSITION**

**For Years Ended December 31, 2021 and 2020**

<b><u>OPERATING REVENUES:</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>
Water sales	\$ 5,655,574	\$ 5,742,963
Sewer sales	1,207,404	1,452,468
Penalty on water and sewer sales	78,834	37,935
Service and connection fees	627,120	581,512
Construction revenue	834,369	1,271,911
Other operating income	37,291	37,005
<b>TOTAL OPERATING REVENUES</b>	<b><u>\$ 8,440,592</u></b>	<b><u>\$ 9,123,794</u></b>
<b><u>OPERATING EXPENSES:</u></b>		
Water supply	\$ 2,828,219	\$ 2,792,189
Sewer disposal	2,730	7,849
Personnel services and benefits	3,463,898	3,768,696
Insurance	134,425	126,023
Professional services	60,240	87,081
Building/vehicle repair and maintenance	188,443	214,585
Electricity	227,561	182,792
Water and sewer tests and chemicals	43,706	47,577
Water line and sewer parts and supplies	1,354,994	1,280,577
Administration and office expense	243,885	234,079
Depreciation	958,296	895,592
<b>TOTAL OPERATING EXPENSES</b>	<b><u>\$ 9,506,397</u></b>	<b><u>\$ 9,637,040</u></b>
<b>OPERATING (LOSS) INCOME</b>	<b><u>\$ (1,065,805)</u></b>	<b><u>\$ (513,246)</u></b>
<b><u>NONOPERATING REVENUES (EXPENSES):</u></b>		
Interest earnings	\$ 13,440	\$ 22,828
Interest expense	(302,575)	(51,483)
Rental income	25,091	20,565
Bond discount	-	(815)
Gain on sale of equipment (net)	77,525	70,309
<b>TOTAL NONOPERATING REVENUES (EXPENSES)</b>	<b><u>\$ (186,519)</u></b>	<b><u>\$ 61,404</u></b>
<b>(DECREASE) INCREASE IN NET POSITION</b>	<b><u>\$ (1,252,324)</u></b>	<b><u>\$ (451,842)</u></b>
<b><u>OTHER ITEM:</u></b>		
Contributed capital - federal grant	\$ 352,006	\$ -
Contributed capital - state grant	4,150,112	2,091,912
Contributed capital - local	2,128,377	79,178
<b>TOTAL CAPITAL CONTRIBUTIONS</b>	<b><u>\$ 6,630,495</u></b>	<b><u>\$ 2,171,090</u></b>
<b>(DECREASE) INCREASE IN NET POSITION</b>	<b><u>\$ 5,378,171</u></b>	<b><u>\$ 1,719,248</u></b>
<b>NET POSITION - BEGINNING OF YEAR</b>	<b><u>18,429,680</u></b>	<b><u>16,710,432.00</u></b>
<b>NET POSITION - END OF YEAR</b>	<b><u>\$ 23,807,851</u></b>	<b><u>\$ 18,429,680</u></b>

(The accompanying notes are an integral part of these financial statements)