

**GRUBBS WATER
AND SEWER DEPARTMENT
FINANCIAL STATEMENTS (AUDITED)
DECEMBER 31, 2020**

MEYER & WARD, P.A.
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GRUBBS WATER AND SEWER DEPARTMENT

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
Grubbs Water and Sewer Department
Grubbs, AR

Disclaimer of Opinion

We were engaged to audit the accompanying financial statements of the Grubbs Water and Sewer Department, a component unit of the City of Grubbs, AR as of and for the year ended December 31, 2020, and the related notes to the financial statements which collectively comprise the Grubbs Water and Sewer Department's basic financial statements as listed in the table of contents.

We do not express an opinion on the financial statements of Grubbs Water and Sewer Department referred to above. Because of the significance of the matter described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the financial statements.

Basis for Disclaimer of Opinion

Detailed records were not maintained for cash disbursements, payroll, fixed assets, or accounts payable. Therefore, we were not able to obtain sufficient appropriate audit evidence about the accompanying financial statements as of and for the year ended December 31, 2020.

Responsibilities of Management for the Audit of the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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 the Grubbs Water and Sewer Department's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our responsibility is to conduct an audit of Grubbs Water and Sewer Department's financial statements in accordance with standards generally accepted in the United States of America and to issue an auditor's report. However, because of the matter described in the Basis for Disclaimer of Opinion section of our report, we were not able to obtain sufficient express an opinion on these financial statements based on conducting the audit in accordance with *Government Auditing Standards*, and auditing standards generally accepted in the United States of America. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate evidence to provide a basis for an audit opinion on the financial statements.

We are required to be independent of Grubbs Water and Sewer Department, and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit.

Other Matters

Required Supplementary Information

Management has omitted the required management discussion and analysis information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting and Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on page 17 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about 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 do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 26, 2023, on our consideration of the Grubbs Water and Sewer Department's internal control over financial reporting and 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 internal control over financial reporting or compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Entity's internal control over financial reporting and compliance.

Meyer & Ward

Meyer & Ward, P.A.
Certified Public Accountants
Wynne, Arkansas 72396

October 26, 2023

GRUBBS WATER AND SEWER DEPARTMENT
STATEMENT OF NET POSITION
DECEMBER 31, 2020

ASSETS

CURRENT ASSETS:

Cash on hand and in banks	\$ 23,489
Accounts receivable	<u>17,464</u>
Total Current Assets	<u>40,953</u>

RESTRICTED ASSETS:

Cash in bank	<u>6,263</u>
Total Restricted Assets	<u>6,263</u>

PROPERTY, PLANT AND EQUIPMENT:

Water and Sewer System	643,900
Less: Accumulated Depreciation	<u>(389,623)</u>
Net Property, Plant and Equipment	<u>254,277</u>

TOTAL ASSETS	<u><u>\$ 301,493</u></u>
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The accompanying notes are an integral part of these financial statements.

GRUBBS WATER AND SEWER DEPARTMENT
STATEMENT OF NET POSITION
DECEMBER 31, 2020

LIABILITIES AND NET POSITION

CURRENT LIABILITIES:

Current portion of long-term debt	\$ 19,464
Accounts payable	8,119
Accrued expenses	13,780
Accrued interest	964
Total Current Liabilities	<u>42,327</u>

CURRENT LIABILITIES PAYABLE
FROM RESTRICTED ASSETS

Customer meter deposits	<u>17,250</u>
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LONG-TERM DEBT, less current portion	<u>344,882</u>
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NET POSITION

Invested in capital assets, net of related debt	(110,069)
Restricted for debt service	599
Unrestricted Net Position (Deficit)	<u>6,504</u>
TOTAL NET POSITION	<u>(102,966)</u>

TOTAL LIABILITIES AND NET POSITION	<u>\$ 301,493</u>
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The accompanying notes are an integral part of these financial statements.

GRUBBS WATER AND SEWER DEPARTMENT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2020

OPERATING REVENUES

Water fees	\$ 107,947
Sewer fees	32,715
Other revenues	<u>2,609</u>
Total Operating Revenue	<u>143,271</u>

OPERATING EXPENSES:

Depreciation	16,098
Contract Labor	930
Cost of Water Purchased	48,861
Insurance	673
Office supplies	2,332
Operating supplies and maintenance	10,941
Salaries	53,755
Truck expense	3,505
Taxes, licenses, dues and fees	5,002
Utilities	<u>3,912</u>
Total Operating Expenses	<u>146,009</u>
Income (Loss) from Operations	<u>(2,738)</u>

OTHER INCOME AND (EXPENSES)

Interest expense	(17,813)
Transfers	(10,876)
Interest income	<u>5</u>
Net Other Income (and Expense)	<u>(28,684)</u>
CHANGE IN NET POSITION, INCREASE (DECREASE)	(31,422)
NET POSITION, BEGINNING	<u>(71,544)</u>
NET POSITION, ENDING	<u>\$ (102,966)</u>

The accompanying notes are an integral part of these financial statements.

GRUBBS WATER AND SEWER DEPARTMENT
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED
DECEMBER 31, 2020

Cash Flows From Operating Activities:	
Receipts from customers	\$ 145,335
Payments to suppliers and others	(60,219)
Payments to employees	<u>(53,755)</u>
Net cash provided by operating activities	<u>31,361</u>
Cash flows from noncapital financing activities	
Transfers to General Fund	<u>(10,876)</u>
Net cash used by noncapital financing activities	<u>(10,876)</u>
Cash flows from capital and related financing activities	
Principal paid on capital debt	(18,562)
Purchase of property and equipment	-
Interest paid on capital debt	<u>(16,849)</u>
Net cash provided (used) by capital and related activities	<u>(35,411)</u>
Cash flows from investing activities	
Interest income	5
Transfers (to) from restricted accounts	<u>14,300</u>
Net cash provided (used) by investing activities	<u>14,305</u>
Increase (decrease) in cash and cash equivalents	(621)
Cash and cash equivalents, beginning of year	<u>24,110</u>
Cash and cash equivalents, end of year	<u><u>\$ 23,489</u></u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities	
Operating Income	\$ (2,738)
Depreciation and Amortization	16,098
(Increase) Decrease in:	
Accounts receivable	1,184
Due from general fund	
Increase (Decrease) in :	
Accounts Payable	2,157
Accrued and withheld payroll tax	13,780
Customer Meter Deposits	<u>880</u>
	<u><u>\$ 31,361</u></u>

The accompanying notes are an integral part of these financial statements.

GRUBBS WATER AND SEWER DEPARTMENT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE A – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

NATURE OF ORGANIZATION –Grubbs Water and Sewer Department is a department of the City of Grubbs, AR. The water and sewer system serves property located within the corporate limits of the City of Grubbs and certain properties located outside the city limits. The financial statements present only the Water and Sewer Department fund and are not intended to be government wide financial statements for the City of Grubbs.

BASIS OF ACCOUNTING – The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with Generally Accepted Accounting Principles as applied to governmental entities.

ACCOUNTS RECEIVABLE – Accounts Receivable is presented at estimated net realizable value. The specific charge – off method is used to record bad debt expense. Revenues are presented net of provisions for bad debt expenses. No material difference results from use of the specific charge off method instead of allowance method as required by generally accepted accounting principles. Accounts receivable results from water services provided to consumers. Accounts receivable is collateralized by customer deposits.

PROPERTY AND EQUIPMENT – Property and equipment is stated at cost. Expenditures for major renewals and betterments are capitalized while minor replacements, maintenance, and repairs, which do not improve or extend the life of such assets, are charged to operations as incurred. Depreciation is provided by the straight- line method over the estimated useful lives of the assets. Estimated useful lives range are 5 – 10 years for office furniture and equipment to 40 years for water system.

CASH AND CASH EQUIVALENTS –The Grubbs Water and Sewer Department considers all cash, and certificates of deposits purchased with a maturity of three months or less to be cash equivalents. Deposits restricted pursuant to loan agreements or for other purposes are not considered cash equivalents.

ESTIMATES – The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that could affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

SALES TAXES - The Entity collects state and local sales tax on water sales. Sales revenues are presented net of sales taxes paid.

OPERATING REVENUES AND EXPENSES – Operating revenues and expenses consist of those revenues that result from ongoing operations and are primarily charges for services. Nonoperating revenues and expenses consist of those revenues and expenses that are related to financing and investing type activities and result from nonexchange transactions or ancillary services.

GRUBBS WATER AND SEWER DEPARTMENT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE B – RESTRICTED ASSETS:

Restricted funds consist of the following amounts:

Cash:

Rural Development Debt Service Reserve	\$ 215
Revenue Bond Fund	384
Customer's Deposit Reserve	5,664
	<u>\$ 6,263</u>

The customer's deposit reserve is established to cover the Grubbs Water and Sewer Department's liability for customer deposits of \$ 17,250 as of December 31, 2020.

The Grubbs Water and Sewer Department is required to accumulate the following debt service reserves in separate bank accounts pursuant to terms of the USDA loan agreements.

Debt Service Reserve Account – One tenth of the next month's loan payments, \$ 295 per month each month for ten years, until \$ 35,412 is accumulated.

At December 31, 2020 Grubbs Water and Sewer Department should have had \$ 35,412 in the USDA Debt Service reserve account, the actual amount held was \$ 599.

GRUBBS WATER AND SEWER DEPARTMENT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE C – LONG –TERM DEBT:

Notes Payable consists of the following:

4.5 % Note Payable to USDA due in monthly installments of \$ 2,418 through December 2033. Secured by water and sewer system and pledge of future revenues. \$ 285,279

4.5 % Note Payable to USDA. due in monthly installments of \$ 533 per month through January 2039, secured by water and sewer system and pledge of future revenues.	79,067
	\$ 364,346
Less current portion	(19,464)
	\$ 344,882

At December 31, 2020 a schedule of the future payments required is as follows:

	Principal	Interest	Total
For the years ending December 31,			
2021	\$ 19,464	\$ 15,948	\$ 35,412
2022	20,311	15,101	35,412
2023	21,244	14,168	35,412
2024	22,182	13,230	35,412
2025	23,239	12,173	35,412
For the 5 year periods ended December 31,			
2030	133,198	43,862	177,060
2035	106,284	12,743	119,027
2040	18,424	1,346	19,770
	\$ 364,346	\$ 128,571	\$ 492,917

A summary of long-term debt activity is as follows:

Balance 1/1/2020	Additions	Reductions	Balance 12/31/2020
\$ 382,908	\$ -	\$ (18,562)	\$ 364,346

GRUBBS WATER AND SEWER DEPARTMENT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE D – CONTINGENCIES

The Grubbs Water and Sewer Department is subject to governmental regulations regarding water quality and waste disposal. Fines may result from noncompliance.

NOTE E- CONCENTRATION OF CREDIT RISKS

Cash:

The Grubbs Water and Sewer Department maintains cash balances at a local bank. Deposits did not exceed FDIC insurance coverage at year-end.

Sales:

All of the Grubbs Water and Sewer Department revenues are earned from water and sewer services provided to the citizens of Grubbs, Arkansas.

NOTE F - PROPERTY AND EQUIPMENT

A Summary of activity for property plant and equipment accounts is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance
Assets subject to depreciation				
Water and Sewer System	\$ 643,900	\$ -	\$ -	\$ 643,900
Accumulated Depreciaton	(373,525)	(16,098)	-	(389,623)
	<u>\$ 270,375</u>	<u>\$ (16,098)</u>	<u>\$ -</u>	<u>\$ 254,277</u>

NOTE G - SUBSEQUENT EVENTS

Management has evaluated subsequent events through the date of this report. No events were noted which would require disclosure.

GRUBBS WATER AND SEWER DEPARTMENT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE H – NET POSITION

Net position is divided into three components:

- Net investment in capital assets- consist of historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets plus deferred outflows of resources less deferred inflows of resources related to those assets.
- Restricted net position – consists of assets that are restricted by creditors (for example through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted – all other net position is reported in this category.

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Wynne, AR 72396

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

Board of Directors
Grubbs Water and Sewer Department
Grubbs, AR

We were engaged to 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, the financial statements of the business type activities of the Grubbs Water and Sewer Department as of and for the year ended December 31, 2020, and the related notes to the financial statements, however, we were not able to obtain sufficient appropriate evidence to provide a basis for an audit opinion .

Internal Control Over Financial Reporting

In planning our audit of the financial statements, we considered Grubbs Water and Sewer Department's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing our opinion on the effectiveness of the Grubbs Water and Sewer Department internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Grubbs's internal control.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the accompanying schedule of findings and questioned costs, we did identify certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items #20-04 and #20-05 to be material weaknesses.

A significant deficiency is a deficiency, or 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. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item # 20-06 to be a significant deficiency.

Compliance and other matters

As part of obtaining reasonable assurance about whether Grubbs Water and Sewer Department's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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 our tests disclosed two instances of noncompliance that is required to be reported under *Government Auditing Standards*. These findings are described in the accompanying schedule of findings and questioned costs as findings: No. # 20-1, # 20-2, and #20-3

The Entity's response to the findings identified in our audit is described in the accompanying schedule of findings. We did not audit the response and accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, and others within the organization, and federal award agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Meyer & Ward

Meyer & Ward, P.A.
Certified Public Accountants
Wynne, Arkansas 72396

October 26, 2023

GRUBBS WATER AND SEWER DEPARTMENT
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2020

Summary of Audit Results –

1. The auditor's report disclaimed an opinion on the financial statements of Grubbs Water and Sewer Department.
2. Three control deficiencies were disclosed during the audit of the financial statements.
3. Three instances of noncompliance material to the financial statements of Grubbs Water and Sewer Department were disclosed during the audit.

Compliance Finding # 20-01

FAILURE TO MAINTAIN ADEQUATE BALANCE IN RESERVE ACCOUNT

Condition: The Grubbs Water and Sewer Department is required to transfer funds monthly to a reserve account to fund future repairs, replacements, and debt payments. The USDA debt service reserve accounts balance was \$ 599. The balance should have been \$ 35,612.

Criteria: Internal control procedures should be in place to ensure that funds are transferred on a monthly basis in amounts sufficient to comply with reserve requirements.

Effect: Failure to maintain required amounts in restricted accounts is non-compliance with the terms of the loan agreement.

Recommendation: Management should review monthly financial statements and records to ensure that required transfers are made.

Response:

We concur with the auditor's recommendation; funds will be transferred monthly in accordance with requirements when funds are available.

GRUBBS WATER AND SEWER DEPARTMENT
SCHEDULE OF FINDINGS AND RESPONSES –cont'd
FOR THE YEAR ENDED DECEMBER 31, 2020

Compliance Finding # 20-02

PAYROLL TAX REPORTS AND DEPOSITS NOT MADE

Criteria – The Entity is required to file payroll tax reports and make payroll tax deposits on a timely basis.

Condition: No supporting documentation was available to verify payroll tax reports were filed timely, or deposits were made timely. Additionally, no payroll check detail was available to determine what amounts were withheld, and appropriate amounts to be deposited.

Effect: Failure to pay penalties and failure to file penalties result from noncompliance.

Recommendation: Future payroll tax deposits and reports should be done by the required due dates, and supporting documents maintained.

Response: Future reports will be filed in a timely manner, and payments made by due dates.

Compliance Finding # 20-03

YEAR-TO-DATE CASH RECEIPTS AND JOURNALS NOT MAINTAINED

Criteria – According to Arkansas Law, the Entity is required to maintain cash receipts and cash disbursements journals with year-to-date totals for each fund.

Condition – year-to-date journals were not maintained.

Effect – Failure to maintain year to date cash receipts and cash disbursements journals is a violation of Arkansas Law.

Recommendation- The Entity should use a computerized general ledger system, or maintain cash receipts and disbursements journals.

Response – Recommendation has been implemented.

INTERNAL CONTROL FINDING # 20-04

SEGREGATION OF DUTIES

Condition: The Entity does not have enough employees to provide for appropriate segregation of duties necessary for effective internal controls.

Criteria: Segregation of duties provides for independent review and approval of all transactions at various stages of the transaction process. Adequate segregation of duties is an essential part of effective internal control structure.

Effect: Inadequate segregation of duties reduces the Entity's control over financial reporting, processing of transactions and safeguarding of assets.

GRUBBS WATER AND SEWER DEPARTMENT
SCHEDULE OF FINDINGS AND RESPONSES –cont'd
FOR THE YEAR ENDED DECEMBER 31, 2020

INTERNAL CONTROL FINDING # 20-04 CONT'D
SEGREGATION OF DUTIES

Recommendation: The Mayor and Council should review all transactions, and accounting records, in order to compensate for the limited number of employees.

Response: Additional employees for the purpose of improving internal controls would not be cost-beneficial. Currently, management supervises all employees, and the council reviews all financial records.

INTERNAL CONTROL FINDING #20-05
CASH DISBURSEMENTS

CONDITION – No supporting documentation was maintained for accounts payable or payroll disbursements.

CRITERIA – Supporting documents for all cash disbursements should be maintained. Documents should provide evidence that cash is disbursed for valid purposes, and all disbursements are properly authorized, executed and recorded.

RECOMMENDATION – No disbursement should be made without appropriate supporting documentation. A file structure should be designed so that all information can be located quickly and easily.

RESPONSE: Management will maintain appropriate documentation for all future disbursements.

Internal Control finding #20-06 – Customer Deposits

CONDITION – Controls do not exist to prevent unauthorized use of customer deposits. During the year ended December 31, 2020, \$ 16,500 was transferred from the Meter Deposit account to the general fund.

CRITERIA – Customer meter deposits should be held to secure customer accounts receivable. Unclaimed meter deposits are required to be transferred to the State.

RECOMMENDATION – Customer meter deposits should be held to secure customer accounts receivable.

RESPONSE – Management concurs with the recommendation.

**GRUBBS WATER AND SEWER DEPARTMENT
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Actual	BUDGET	VARIANCE
OPERATING REVENUES			
Water fees	\$ 107,947	\$ 196,000	\$ (88,053)
Sewer fees	32,715		32,715
Other revenues	2,609	-	2,609
Total Operating Revenue	<u>143,271</u>	<u>196,000</u>	<u>(52,729)</u>
OPERATING EXPENSES:			
Billing		2,500	2,500
Contract Labor	930		(930)
Cost of Water purchased	48,861	25,000	(23,861)
Depreciation	16,098		(16,098)
Insurance	673	2,100	1,427
Office supplies	2,332	2,000	(332)
Operating supplies and maintenance	10,941	20,000	9,059
Sales tax		13,000	13,000
Trash	-	27,000	27,000
Salaries	53,755	58,500	4,745
Truck expense	3,505		(3,505)
Taxes, licenses, dues and fees	5,002	2,800	(2,202)
Utilities	3,912	7,600	3,688
Total Operating Expenses	<u>146,009</u>	<u>160,500</u>	<u>14,491</u>
Income (Loss) from Operations	<u>(2,738)</u>	<u>35,500</u>	<u>(38,238)</u>
OTHER INCOME AND (EXPENSES)			
Interest expense	(17,813)		(17,813)
Transfers	(10,876)		(10,876)
Note payments	-	(35,412)	35,412
Interest income	5	-	5
Net Other Income (and Expense)	<u>(28,684)</u>	<u>(35,412)</u>	<u>6,728</u>
CHANGE IN NET POSITION, INCREASE (DECREASE)	<u>\$ (31,422)</u>	<u>\$ 88</u>	<u>\$ (31,510)</u>