



**February 28, 2018**

### **Board of Audit Report for 2017**

In accordance with Minnesota Statute § 367.36, Ideal Township is required to conduct an outside audit annually. For fiscal year 2017, the audit was performed by the CPA firm of Justin Clasen & Company, LTD.

A Board of Audit Meeting was held on March 2<sup>nd</sup>, 2018 at 9 am with all Town Board members and the Clerk-Treasurer in attendance. A representative of Justin Clasen & Company, LTD. was also present.

Chairman Peterson presented the 2017 Annual Audit document to the Board for review. As shown on page 5 of the document, the total Governmental Funds receipts from all sources totaled \$1,131,155 with disbursements of \$1,006,400. This indicates a surplus from operations in 2017 of \$124,755. Offsetting this surplus is transfer funds of \$20,000 used to support the Transfer Station enterprise fund.

The 2017 beginning balances of all funds was \$498,683; plus the 2017 surplus, and minus the transfer amount, leaves a beginning balance for 2018 of \$603,438.

Activity of the proprietary enterprise fund representing the operation of the Ideal Transfer Station, as shown on page 7, includes revenue of \$64,542 and expenses of \$77,881 indicating an operating loss of \$13,339. The 2017 beginning balance of negative \$903, minus the loss, plus the transferred funds, leaves a beginning balance for 2018 of \$11,886.

A report of all 2017 Property Tax Settlements paid to the Township from the Crow Wing County Auditor was presented by the Clerk. Total amount received from the 2017 levy was \$962,046.89.

A comparison report was presented showing net tax capacity rate (NTC) and total taxable market value (TMV) for the Township since 2004. Values for 2017 tax year show TMV of \$868,246,090 which calculates to a tax capacity of \$9,203,400 meaning the Township operated with a NTC of 10.452% of tax capacity.

The Clerk gave the Board a demonstration of process procedures and document filing including computerized accounting system (CTAS), monthly reporting process, and year-end procedures. The demonstration indicated compliance with generally accepted practices and that all required filing & reporting has been completed including; annual financial reports to the Minnesota State Auditor, periodic and year-end payroll filings and tax payments, workers compensation insurance audit, sufficient deposit account security pledges, and 2018 tax levy certification.

The Financial Statements and Independent Auditor's Report for 2017 is posted to the [idealtownship.com](http://idealtownship.com) website. Detailed & complete reports on receipts and disbursements for the year are available to the public upon request from the Clerk-Treasurer.

John Plein  
Ideal Township Clerk-Treasurer  
February 28<sup>th</sup>, 2018

## Ideal Township Tax Settlements

2017

County Categc Levy	6/21/2017 Amount	7/3/2017 Amount	12/2/2017 Amount	1/28/2018 Amount	Totals
General	\$ 295,000	\$ 115,532.33	\$ 52,014.44	\$ 121,361.89	\$ 295,429.67
Roads	\$ 440,000	\$ 172,343.27	\$ 76,893.85	\$ 180,940.30	\$ 439,905.02
Fire	\$ 215,000	\$ 84,207.47	\$ 37,078.03	\$ 88,321.79	\$ 214,360.22
Park	\$ 5,000	\$ 1,946.40	\$ 869.37	\$ 2,041.25	\$ 4,966.89
Recycling	\$ 7,000	\$ 2,739.04	\$ 1,222.61	\$ 2,871.36	\$ 6,987.61
Penalty			\$ 27.03	\$ 370.45	\$ 397.48
	<u>\$ 962,000</u>	<u>\$ 376,768.51</u>	<u>\$ 168,105.33</u>	<u>\$ 395,907.04</u>	<u>\$ 21,266.01</u>
					<u>\$ 962,046.89</u>

Allocated to Funds	Levy	% of category	Amount	Amount	Amount	Amount	Totals	
General	100-31001	\$ 175,000	59.32%	\$ 68,536.13	\$ 30,856.02	\$ 71,994.34	\$ 3,868.40	\$ 175,254.89
Capital Projects	401-31001	\$ 120,000	40.68%	\$ 46,996.20	\$ 21,158.42	\$ 49,367.55	\$ 2,652.61	\$ 120,174.78
Road & Bridge	201-31001	\$ 200,000	45.45%	\$ 78,337.85	\$ 34,951.75	\$ 82,245.59	\$ 4,421.64	\$ 199,956.83
Road Construction	210-31001	\$ 240,000	54.55%	\$ 94,005.42	\$ 41,942.10	\$ 98,694.71	\$ 5,305.96	\$ 239,948.19
Fire Dept	250-31001	\$ 215,000	100.00%	\$ 84,207.47	\$ 37,078.03	\$ 88,321.79	\$ 4,752.93	\$ 214,360.22
Park & Rec	280-31001	\$ 5,000	100.00%	\$ 1,946.40	\$ 869.37	\$ 2,041.25	\$ 109.87	\$ 4,966.89
Recycling	290-31001	\$ 5,000	71.43%	\$ 1,956.46	\$ 873.29	\$ 2,050.97	\$ 110.43	\$ 4,991.15
Transfer Station	600-31001	\$ 2,000	28.57%	\$ 782.58	\$ 349.32	\$ 820.39	\$ 44.17	\$ 1,996.46
General	100-31901		100.00%		\$ 27.03	\$ 370.45	\$ -	\$ 397.48
		<u>\$ 962,000</u>		<u>\$ 376,768.51</u>	<u>\$ 168,105.33</u>	<u>\$ 395,907.04</u>	<u>\$ 21,266.01</u>	<u>\$ 962,046.89</u>

**Town Calculations Comparison  
Ideal Township**

"March 5, 2018"

Payable

Year	Levy	Tax Capacity	NTC	Rate Change	Tax. Market Value	Est. Market Value	New Construction
2004	\$ 565,000	\$ 4,793,111	11.787%	-1.861%	\$ 464,271,950	\$ 623,317,700	\$ 10,653,800
2005	\$ 578,000	\$ 5,709,666	10.123%	-1.664%	\$ 549,975,200		
2006	\$ 615,000	\$ 6,642,151	9.259%	-0.864%	\$ 636,982,700	\$ 778,115,200	\$ 9,104,200
2007	\$ 650,000	\$ 7,839,320	8.292%	-0.967%	\$ 744,174,600	\$ 903,984,600	\$ 12,970,100
2008	\$ 750,000	\$ 9,186,920	8.164%	-0.128%	\$ 863,848,000	\$ 999,232,500	\$ 13,119,000
2009	\$ 795,000	\$ 10,492,058	7.577%	-0.587%	\$ 978,990,200	\$ 1,038,241,600	\$ 29,114,000
2010	\$ 820,000	\$ 11,287,711	7.264%	-0.313%	\$ 1,047,439,500	\$ 1,052,021,700	\$ 11,454,600
2011	\$ 820,000	\$ 10,035,632	8.171%	0.907%	\$ 941,071,000		
2012	\$ 835,000	\$ 9,543,709	8.750%	0.579%	\$ 897,187,200	\$ 904,554,800	\$ 7,715,800
2013	\$ 860,000	\$ 8,630,460	9.965%	1.215%	\$ 818,976,500		
2014	\$ 881,000	\$ 8,533,574	10.324%	0.359%	\$ 809,118,100	\$ 817,110,400	\$ 5,325,300
2015	\$ 912,000	\$ 8,655,682	10.537%	0.213%	\$ 820,534,100	\$ 827,480,500	\$ 7,166,900
2016	\$ 937,000	\$ 8,830,756	10.610%	0.073%	\$ 835,303,600	\$ 843,074,600	\$ 7,328,200
2017	\$ 962,000	\$ 9,203,400	10.452%	-0.158%	\$ 868,246,090	\$ 875,223,800	\$ 6,513,500
2018	\$ 978,000	\$ 9,120,971	10.723%	0.271	\$ 861,355,434	\$ 867,975,600	\$ 9,079,200
2019	\$ 988,000						