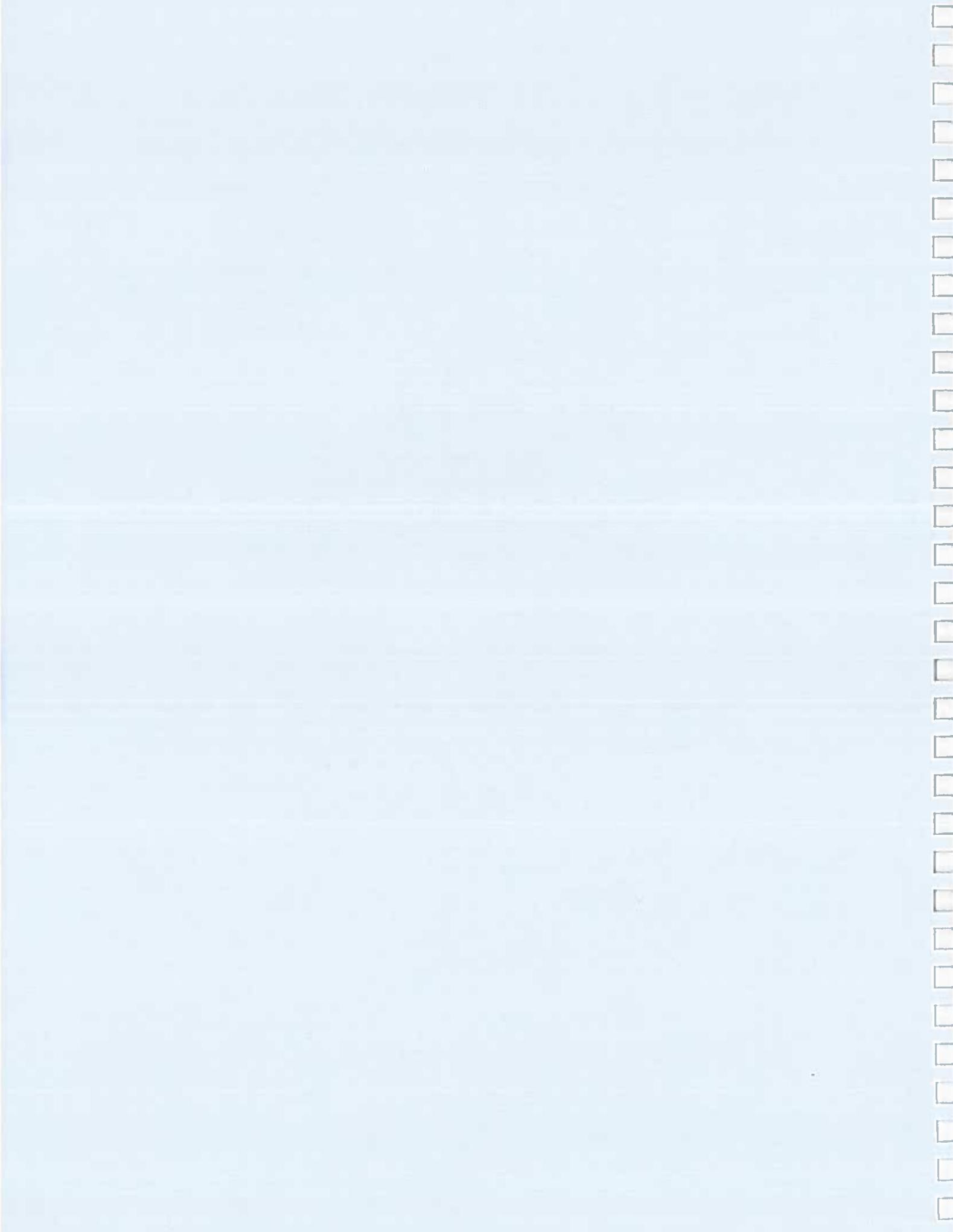


**TOWN OF SOUTH BETHANY, DELAWARE**

**Audited Financial Statements  
And Supplemental Information  
For Fiscal Year Ended April 30, 2014  
(With Comparative Year Analyses 2013, 2012, 2011)**



**TOWN OF SOUTH BETHANY, DELAWARE**  
**FISCAL YEAR ENDED APRIL 30, 2014**

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**TOWN OF SOUTH BETHANY, DELAWARE**  
**FISCAL YEAR ENDED APRIL 30, 2014**

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**INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor And Town Council Members  
Town of South Bethany  
South Bethany, Delaware 19930

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of South Bethany, Delaware as of and for the year ended April 30, 2014, with comparative totals as of April 30, 2013, 2012 and 2011, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

**Management's Responsibility for 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 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.

**Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

**Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of South Bethany, Delaware, as of April 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Other Matters**

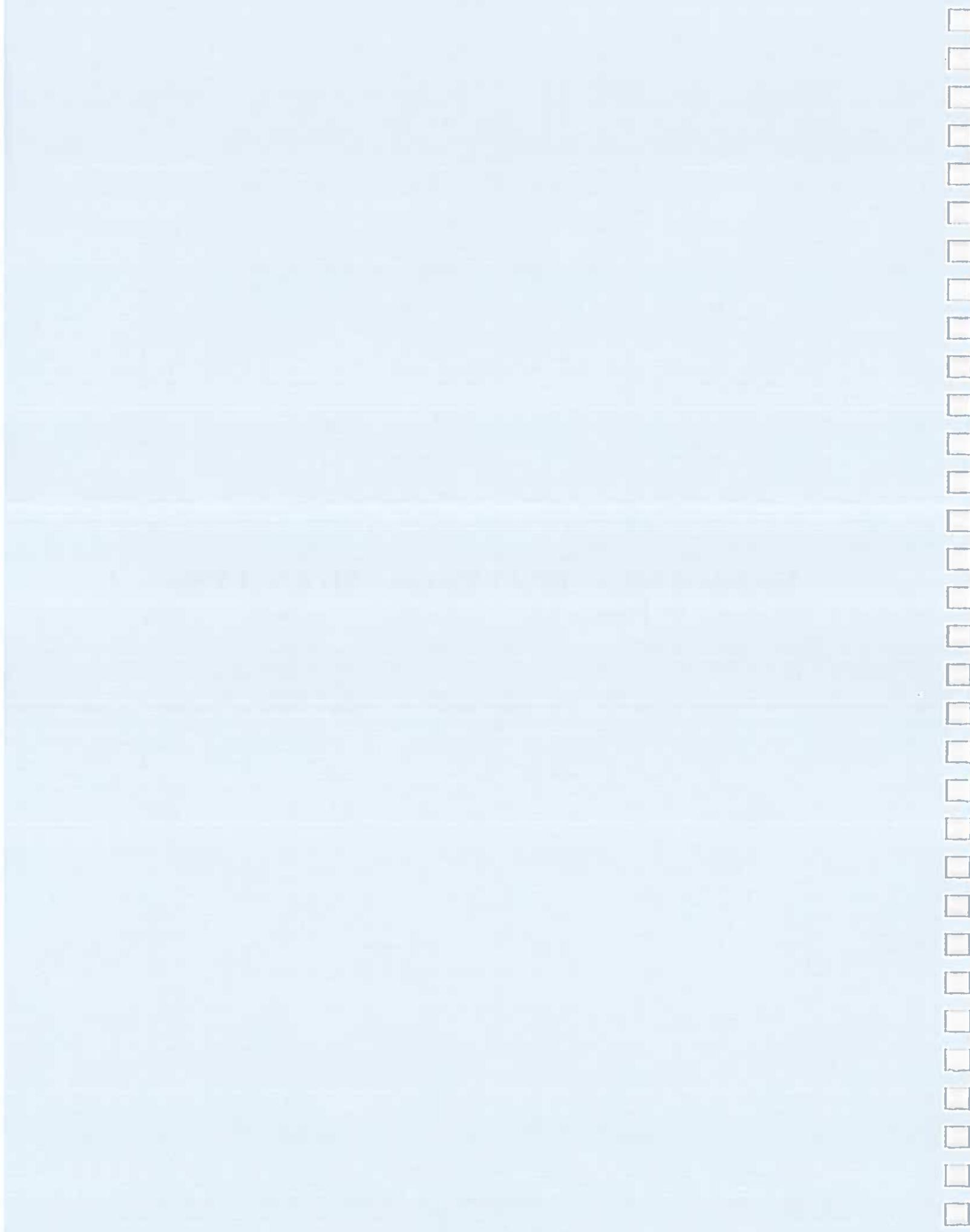
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3-9 and 24-27 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial 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.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Town of South Bethany, Delaware's basic financial statements. The supplementary information on pages 28 through 38 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Sambar & Company, CPAs, P.A.*  
Certified Public Accountants

July 7, 2014  
Georgetown, Delaware

## **MANAGEMENT DISCUSSION AND ANALYSIS**



**TOWN OF SOUTH BETHANY, DELAWARE**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

As management of the Town of South Bethany, Delaware, we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended April 30, 2014. This discussion and analysis is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the Town's financial activity, (c) identify changes in the Town's financial position, (d) identify any material deviations from the financial plan, and (e) identify individual fund issues or concerns.

Since the Management's Discussion and Analysis is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Town's financial statements (beginning on page 10).

**FINANCIAL HIGHLIGHTS**

- The assets of the Town of South Bethany exceeded its liabilities at the close of the most recent fiscal year by \$ 3,384,943 (net assets). Of this amount, \$ 1,010,060 (unassigned net assets) may be used to meet the government's ongoing obligations to citizens and creditors in accordance with the Town's fund designation and fiscal policies.
- As of the close of the current fiscal year, the Town of South Bethany's governmental funds reported combined ending fund balances of \$ 1,934,814. Of this amount, \$ 1,128,754 (unassigned fund balance) is available for use within the Town's designation and policies while the remaining \$ 806,060 is reserved for certain specified future operational and capital expenditures.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$ 1,128,754 or 55 % of the total general fund expenditures for the current fiscal year.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The Town's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements** – The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances, in a manner similar to a private-sector business.

The Statement of Net Assets presents information on all of the Town's assets and liabilities, with the difference between the two reported as net assets. Over time, increases and decreases in net assets may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The Statement of Activities presents information showing how the Town's net assets changed during the fiscal year. All changes in net assets are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

**TOWN OF SOUTH BETHANY, DELAWARE**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

The government-wide financial statements show functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities).

The government-wide financial statements can be found on pages 10 - 12 of this report.

**Fund financial statements** – A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, use fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be put into one category called governmental funds.

**Governmental Funds** – Governmental funds used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term effect of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental fund statements of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Town maintains five governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund and Realty Transfer Tax Fund, both of which are considered to be major funds. Data from the other three funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 13 and 15 of this report.

**Fiduciary Funds** – The Town has title to police pension money from an old pension plan that began in 1979. Please see Note (6) on page 22 of this report. Since these monies are held for the benefit of the one current police officer, the Town has not included these investments in the governmental funds or the government-wide financial statements. In addition, Lifeguard donations are being held by the Town for lifeguard competitions.

**Notes to the Financial Statements** – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 17 – 23 of this report.

**Supplemental Information** – In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Town's budgetary activity. Required supplementary information can be found on page 24 – 27 of this report. Non-required supplementary information is presented following the required supplementary information. These statements and schedules can be found on pages 28 – 38 of this report.

**TOWN OF SOUTH BETHANY, DELAWARE**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

**GOVERNMENTAL-WIDE FINANCIAL ANALYSIS**

As noted earlier, net assets may serve over time as a useful indicator of government's financial position. In the case of the Town of South Bethany, assets exceeded liabilities by \$ 3,384,943 as of April 30, 2014.

One of the largest portion of the Town's net assets (46%) reflects its' investments in capital assets (e.g., land, building, equipment, improvements, construction in progress and infrastructure), less accumulated depreciation. The Town uses these capital assets to provide service to citizens; consequently these assets are not available for future spending.

**TOWN OF SOUTH BETHANY'S NET ASSETS**

	Governmental Activities <u>April 30, 2014</u>	Governmental Activities <u>April 30, 2013</u>	Amount <u>Change</u>
Current and other assets	\$ 2,066,904	\$ 1,890,308	\$ 176,596
Capital Assets	<u>1,568,823</u>	<u>1,739,061</u>	<u>(170,238)</u>
<u>Total Assets</u>	<u>3,635,727</u>	<u>3,629,369</u>	<u>6,358</u>
Long term liabilities	118,693	99,429	19,264
Other liabilities	<u>132,091</u>	<u>88,534</u>	<u>43,557</u>
<u>Total Liabilities</u>	<u>250,784</u>	<u>187,963</u>	<u>62,821</u>
Net Assets:			
Non spendable	1,568,823	1,746,663	(177,840)
Restricted by other governments	763,754	780,900	(17,146)
Committed by council	42,306	-	42,306
Assigned	-	-	-
Unassigned	<u>1,010,060</u>	<u>913,843</u>	<u>96,217</u>
<u>Total Net Assets</u>	<u>\$ 3,384,943</u>	<u>\$ 3,441,406</u>	<u>\$ (56,463)</u>

As of April 30, 2014, governmental unassigned net assets were \$ 1,010,060 may be used to meet the government's ongoing obligation to citizens and creditors. The remaining net assets of \$ 806,060, are reserved for future expenditures with a specific purpose.

As of April 30, 2014, the Town is able to report positive balances in both categories of net assets, the governmental funds and governmental activities.

**TOWN OF SOUTH BETHANY, DELAWARE**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

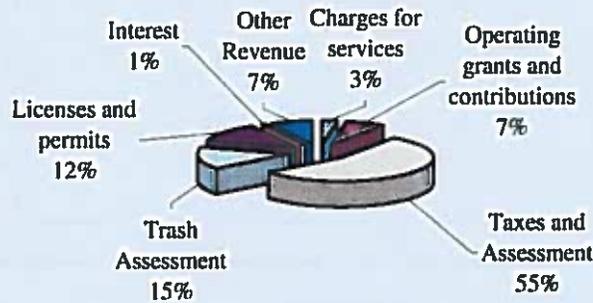
**Analysis of the Town's Operations** – The following table provides a summary of the Town's operations for the year ended April 30, 2014. Governmental activities decreased the Town of South Bethany's net assets by \$ 56,463.

**TOWN OF SOUTH BETHANY'S CHANGES IN NET ASSETS**

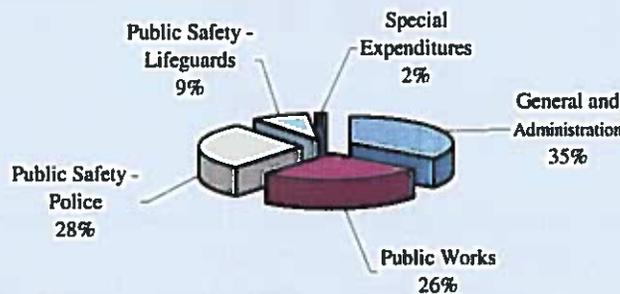
	Governmental Activities <u>April 30, 2014</u>	Governmental Activities <u>April 30, 2013</u>	Amount Change
<b>Revenues:</b>			
<b>Program Revenues:</b>			
Charges for services	\$ 61,381	\$ 78,452	(17,071)
Operating grants and contributions	158,655	234,949	(76,294)
<b>General Revenues:</b>			
Taxes and Assessment	1,255,433	1,380,159	(124,726)
Licenses and permits	284,147	197,558	86,589
Trash Assessment	348,518	340,634	7,884
Interest	15,991	13,262	2,729
Other Revenue	162,527	146,107	16,420
<u>Total Revenues</u>	<u>2,286,652</u>	<u>2,391,121</u>	<u>(104,469)</u>
<b>Expenses:</b>			
General and Administration	820,408	765,291	55,117
Public Works	607,785	579,346	28,439
Public Safety - Police	664,612	653,306	11,306
Public Safety - Lifeguards	209,048	203,032	6,016
Special Expenditures	41,262	27,690	13,572
<u>Total Expenses</u>	<u>2,343,115</u>	<u>2,228,665</u>	<u>114,450</u>
<u>Increase/(Decrease) in net assets</u>	<u>(56,463)</u>	<u>162,456</u>	<u>(218,919)</u>
<u>Net assets - Beginning, May 1, 2013</u>	<u>3,441,406</u>	<u>3,278,950</u>	<u>162,456</u>
<u>Net assets - Ending, April 30, 2014</u>	<u>\$ 3,384,943</u>	<u>\$ 3,441,406</u>	<u>\$ (56,463)</u>

**TOWN OF SOUTH BETHANY, DELAWARE**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

**Governmental Activities 2014 Revenues**



**Governmental Activities 2014 Expenses**



**FINANCIAL ANALYSIS OF THE GOVERNMENTS FUNDS**

**Governmental funds** – The focus of the Town of South Bethany’s governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town’s financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government’s net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the Town of South Bethany’s governmental funds reported combined ending fund balances of \$ 1,934,814.

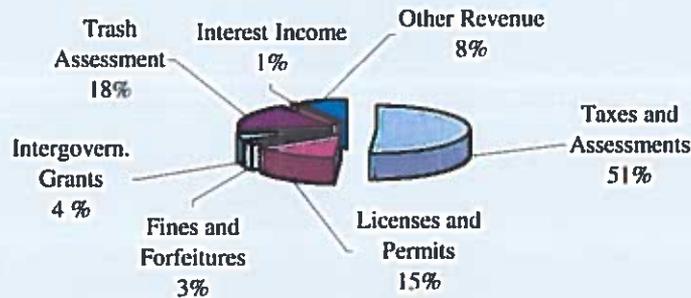
**General Fund Budgetary Highlights** – In the General Fund, actual revenue exceeded budgeted revenues by \$ 57,009. The majority of this favorable variance is due to favorable earnings from building permits. The Town’s actual expenses were below budgeted expenditures by \$ 38,460. These favorable variances were mainly due to the administrative departments.

The following schedule presents a summary of General Fund revenues for the fiscal year ended April 30, 2014, and the amount and percentage of increase and decreases in relation to prior year revenues:

**TOWN OF SOUTH BETHANY, DELAWARE**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

<u>Revenues</u>	<u>April 30, 2014</u> <u>Totals</u>	<u>Percentage</u> <u>of Total</u>	<u>April 30, 2013</u> <u>Totals</u>	<u>Percentage</u> <u>of Total</u>
Taxes and Assessments \$	999,070	51%	\$ 1,254,851	57%
Licenses and Permits	284,147	15%	197,558	9%
Fines and Forfeitures	61,381	3%	78,452	4%
Intergovernmental Grants	84,528	4%	160,046	7%
Trash Assessment	348,518	18%	340,634	15%
Interest Income	15,979	1%	14,565	1%
Other Revenue	162,527	8%	146,107	7%
	<u>\$ 1,956,150</u>	<u>100%</u>	<u>\$ 2,192,213</u>	<u>100%</u>

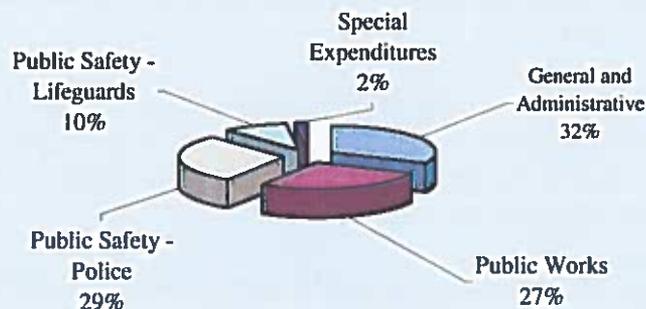
**General Fund Revenues 2014**



The following schedule represents a summary of General Fund expenditures for the fiscal year ended April 30, 2014, and the percentage of total in relation to prior year amounts:

<u>Expenditures</u>	<u>April 30, 2014</u> <u>Totals</u>	<u>Percentage</u> <u>of Total</u>	<u>April 30, 2013</u> <u>Totals</u>	<u>Percentage</u> <u>of Total</u>
General and Administrative \$	677,924	32%	\$ 649,687	30%
Public Works	567,094	27%	539,252	26%
Public Safety - Police	610,438	29%	587,279	28%
Public Safety - Lifeguards	215,047	10%	203,032	10%
Special Expenditures	45,642	2%	136,596	6%
	<u>\$ 2,116,145</u>	<u>100%</u>	<u>\$ 2,115,846</u>	<u>100%</u>

**General Fund Expenditures 2014**



**TOWN OF SOUTH BETHANY, DELAWARE**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

**Future Economic Factors** – During future years, the Town may continue to experience modest growth due to lower collections of the realty transfer tax. The Town will continue to keep future capital expenditures at a minimum.

**CAPITAL ASSETS**

The Town of South Bethany's investment in capital assets for its governmental activities as of April 30, 2014, amounts to \$ 1,568,823 (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, and infrastructure.

**Capital Assets at Year-End  
 Net of Accumulated Depreciation**

	Governmental Activities <u>April 30, 2014</u>	Governmental Activities <u>April 30, 2013</u>	Amount <u>Change</u>
Town Hall Building	\$ 756,599	\$ 756,599	-
Police Building	303,135	303,135	-
Land and Buildings	264,856	264,856	-
Equipment	1,083,298	1,037,197	46,101
Infrastructure	883,395	883,395	-
Less: Accumulated Depreciation	<u>(1,722,460)</u>	<u>(1,506,121)</u>	<u>(216,339)</u>
<u>Total</u>	<u>\$ 1,568,823</u>	<u>\$ 1,739,061</u>	<u>(170,238)</u>

**DEBT ADMINISTRATION**

At the end of the current fiscal year, the Town of South Bethany has no outstanding debt obligations.

**PENSION LIABILITIES**

The Town is responsible for paying the Employer's portion of Federal Insurance Contributions Act (FICA) tax for the Non-qualified Deferred Compensation Plan. This liability is not recorded in the Town's financial statements since the management could not reasonably estimate the amount. Additional information about the Town's pension plan is available in note #6 on page 22 of this report.

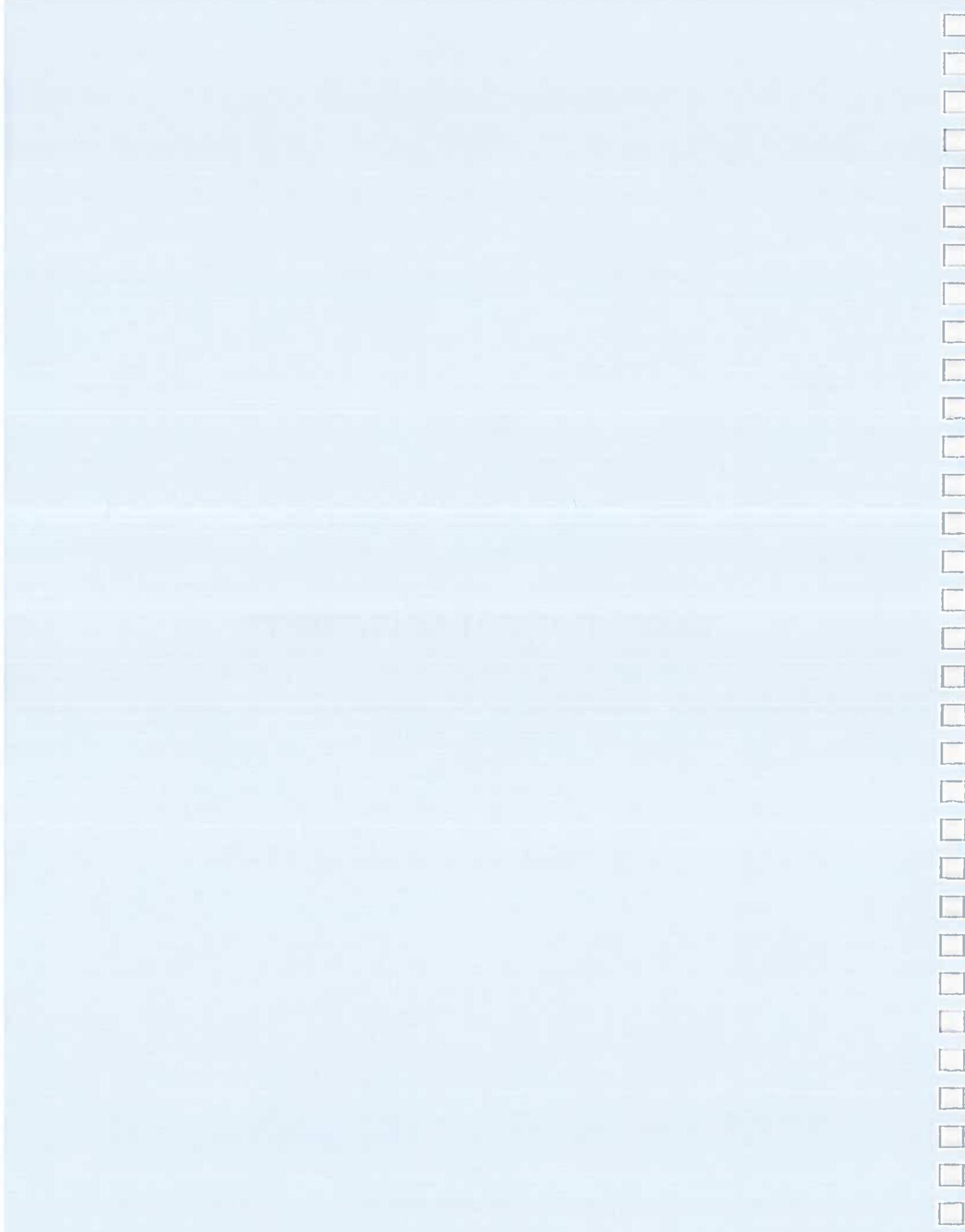
The Town is also liable for Town Retirement Plan for non-qualified pension amount that may be payable for the qualified retirees in the future. The actual payout amount is unknown and the liability is not included in the Town's financial statements. Two employees have retired in July 2014 in good standing and qualified for the Separation bonus. To take the consideration of current situation, the Town continues to adjust the reserve for these liabilities.

**REQUEST FOR INFORMATION**

The financial report is designed to provide our citizens with general overview of the Town's finances. If you have questions about this report or need any additional information, contact the Town, Attn: Town Manager, at 402 Evergreen Road, South Bethany, Delaware 19930, or call 302/539-3653.

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## **BASIC FINANCIAL STATEMENTS**



**TOWN OF SOUTH BETHANY, DELAWARE**  
**GOVERNMENT-WIDE STATEMENT OF NET ASSETS**  
**APRIL 30, 2014**

(With Comparative Totals for April 30, 2013)

	<u>Primary Government</u> Governmental Activities <u>April 30, 2014</u>	<u>Primary Government</u> Governmental Activities <u>April 30, 2013</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 2,060,039	\$ 1,835,649
Receivables	6,865	47,057
Deferred expense	-	7,602
Capital assets:		
Town Hall Building	756,599	756,599
Police Building	303,135	303,135
Land & Buildings	264,856	264,856
Equipment	1,083,298	1,037,197
Infrastructure	883,395	883,395
Accumulated depreciation	<u>(1,722,460)</u>	<u>(1,506,121)</u>
<u>Total Assets</u>	<u>3,635,727</u>	<u>3,629,369</u>
<b>LIABILITIES</b>		
Accounts payable	86,459	33,831
Accrued liabilities	153,995	118,179
Unearned revenue	3,450	28,154
Deferred revenue	<u>6,880</u>	<u>7,799</u>
<u>Total Liabilities</u>	<u>250,784</u>	<u>187,963</u>
<b>NET ASSETS</b>		
Non spendable		
Invested in capital assets (net of accumulated depreciation)	1,568,823	1,739,061
Deferred expense	-	7,602
Total Non spendable	<u>1,568,823</u>	<u>1,746,663</u>
Restricted by other governments	763,754	780,900
Committed by council	42,306	-
Assigned	-	-
Unassigned	<u>1,010,060</u>	<u>913,843</u>
<u>Total Net Assets</u>	<u>3,384,943</u>	<u>3,441,406</u>
<u>Total Liabilities and Net Assets</u>	<u>\$ 3,635,727</u>	<u>\$ 3,629,369</u>

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

**TOWN OF SOUTH BETHANY, DELAWARE**  
**GOVERNMENT-WIDE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED APRIL 30, 2014**

(With Comparative Totals for April 30, 2013)

<u>Program Activities</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Fees, Fines and Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<b>Governmental Activities:</b>				
General and Administrative	\$ 820,408	\$ -	\$ 7,027	\$ -
Public Works	607,785	832	50,120	-
Public Safety - Police	664,612	60,549	78,558	1,500
Public Safety - Lifeguards	209,048	-	-	-
Special Expenses	41,262	-	-	21,450
<b><u>Total Governmental Activities</u></b>	<b><u>\$ 2,343,115</u></b>	<b><u>\$ 61,381</u></b>	<b><u>\$ 135,705</u></b>	<b><u>\$ 22,950</u></b>

**General revenues:**

- Taxes and assessments
- Licenses and permits
- Trash assessment
- Interest
- Other revenue

Total General revenues and transfers

Change in net assets

Net assets - Beginning, May 1, 2013

Net assets - Ending, April 30, 2014

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

Net (Expenses) Revenues and Changes in Net Assets	
Governmental Activities	
Totals	
2014	2013
\$ (813,381)	\$ (765,291)
(556,833)	(470,928)
(524,005)	(491,101)
(209,048)	(203,032)
<u>(19,812)</u>	<u>15,088</u>
\$ <u>(2,123,079)</u>	\$ <u>(1,915,264)</u>
1,255,433	1,380,159
284,147	197,558
348,518	340,634
15,991	13,262
<u>162,527</u>	<u>146,107</u>
<u>2,066,616</u>	<u>2,077,720</u>
(56,463)	162,456
<u>3,441,406</u>	<u>3,278,950</u>
\$ <u><u>3,384,943</u></u>	\$ <u><u>3,441,406</u></u>

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**TOWN OF SOUTH BETHANY, DELAWARE**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**APRIL 30, 2014**

	<u>General</u>	<u>Realty Transfer Tax</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,288,769	\$ 616,018	\$ 155,252	\$ 2,060,039
Receivables	6,865	-	1,171	8,036
Due from other funds	<u>12,921</u>	<u>11,114</u>	<u>-</u>	<u>24,035</u>
<b><u>Total Assets</u></b>	<u>1,308,555</u>	<u>627,132</u>	<u>156,423</u>	<u>2,092,110</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b><u>Liabilities:</u></b>				
Accounts payable	86,459	-	-	86,459
Unearned Revenue	3,450	-	-	3,450
Accrued liabilities	35,301	-	-	35,301
Deferred revenue	-	-	6,880	6,880
Due to other funds	<u>12,285</u>	<u>-</u>	<u>12,921</u>	<u>25,206</u>
<b><u>Total Liabilities</u></b>	<u>137,495</u>	<u>-</u>	<u>19,801</u>	<u>157,296</u>
<b><u>Fund Balances:</u></b>				
Non spendable	-	-	-	-
Restricted by other governments	-	627,132	136,622	763,754
Committed by council	42,306	-	-	42,306
Assigned	-	-	-	-
Unassigned	<u>1,128,754</u>	<u>-</u>	<u>-</u>	<u>1,128,754</u>
<b><u>Total Fund Balances</u></b>	<u>1,171,060</u>	<u>627,132</u>	<u>136,622</u>	<u>1,934,814</u>
<b><u>Total Liabilities and Fund Balances</u></b>	<u>\$ 1,308,555</u>	<u>\$ 627,132</u>	<u>\$ 156,423</u>	<u>\$ 2,092,110</u>

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

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**TOWN OF SOUTH BETHANY, DELAWARE**  
**RECONCILIATION OF NET CHANGE IN GOVERNMENTAL FUND BALANCES TO**  
**GOVERNMENTAL ACTIVITIES IN NET ASSETS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

The Total Net Assets reported for governmental activities in the Statement of Net Assets is different because:

**Total Fund Balances for Government Funds** **\$ 1,934,814**

Amounts reported for governmental activities in the statement of activities are different because:

Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds. Capital assets net of accumulated depreciation are included in the Statement of Net Assets

Total Capital Assets	3,291,283	
Accumulated Depreciation	<u>(1,722,460)</u>	1,568,823

Long-term liabilities applicable to the governmental activities are not due and payable in the current year and, accordingly, are not reported as fund liabilities.

Compensated absences	<u>(118,694)</u>
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**Total Net Assets of Governmental Activities** **\$ 3,384,943**

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

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**TOWN OF SOUTH BETHANY, DELAWARE**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

	General	Realty Transfer Tax	Other Governmental Funds	Total Governmental Funds
<b><u>Revenues:</u></b>				
Taxes and Assessments	\$ 999,070	\$ 256,363	\$ -	\$ 1,255,433
Licenses and Permits	284,147	-	-	284,147
Fines and Forfeitures	61,381	-	-	61,381
Intergovernmental Grants	84,528	-	74,127	158,655
Trash Assessment	348,518	-	-	348,518
Interest Income	15,979	-	12	15,991
Other Revenue	162,527	-	-	162,527
	<b>1,956,150</b>	<b>256,363</b>	<b>74,139</b>	<b>2,286,652</b>
<b><u>Expenditures:</u></b>				
General and Administrative	677,924	8,412	24	686,360
Public Works	567,094	-	8,732	575,826
Public Safety - Police	610,438	-	20,299	630,737
Public Safety - Lifeguards	215,047	-	-	215,047
Special Expenditures	45,642	-	-	45,642
	<b>2,116,145</b>	<b>8,412</b>	<b>29,055</b>	<b>2,153,612</b>
<b><u>Excess Of Revenues Over (Under) Expenditures</u></b>	<b>(159,995)</b>	<b>247,951</b>	<b>45,084</b>	<b>133,040</b>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfer (to) / from	321,395	(310,256)	(11,139)	-
<b><u>Excess Of Revenues And Other Financing Sources (Uses) Over (Under) Expenditures</u></b>	<b>161,400</b>	<b>(62,305)</b>	<b>33,945</b>	<b>133,040</b>
<b><u>Fund balance - May 1, 2013</u></b>	<b>1,009,660</b>	<b>689,437</b>	<b>102,677</b>	<b>1,801,774</b>
<b><u>Fund balance - April 30, 2014</u></b>	<b>\$ 1,171,060</b>	<b>\$ 627,132</b>	<b>\$ 136,622</b>	<b>\$ 1,934,814</b>

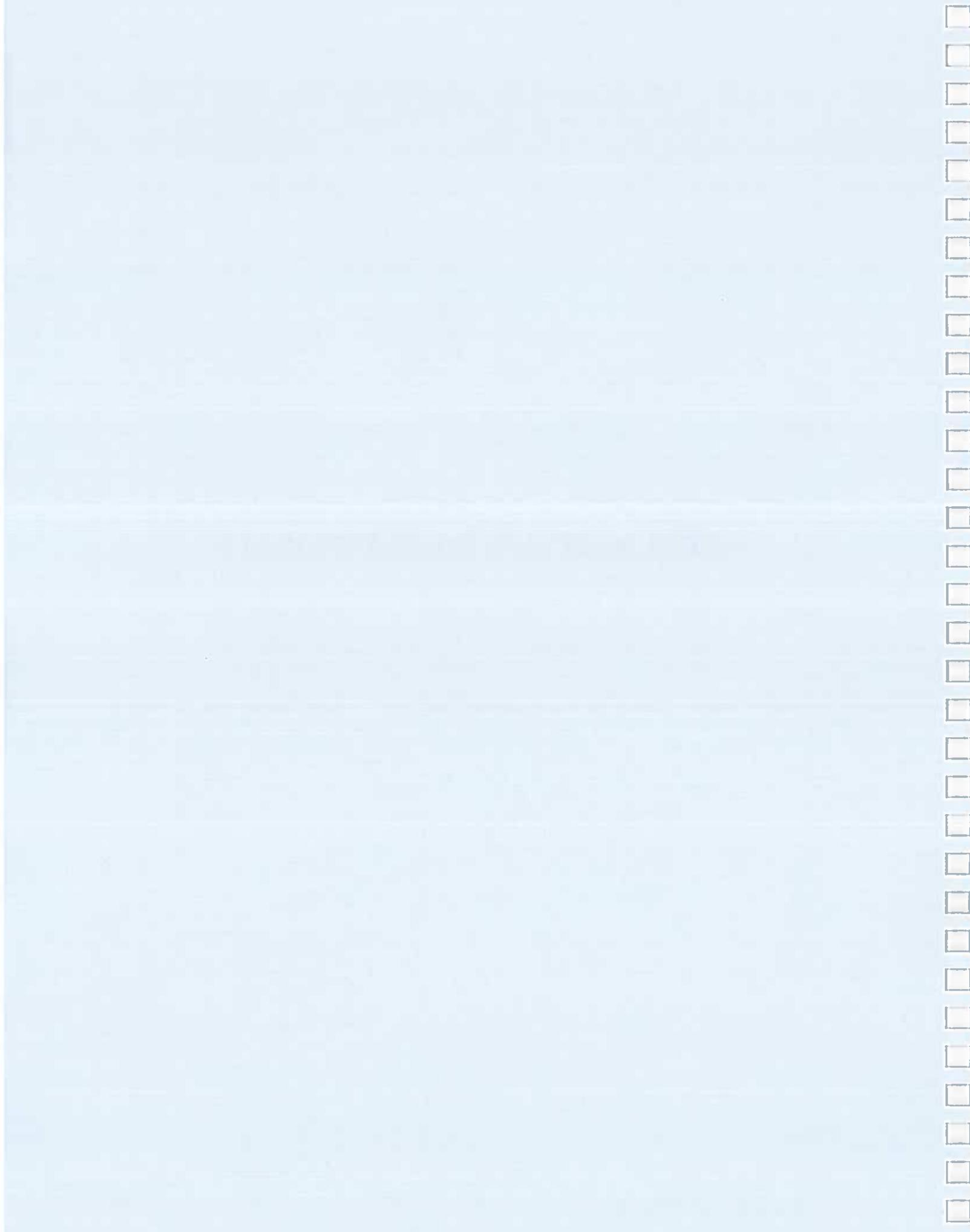
The accompanying notes are an integral part of these financial statements.

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**NOTES TO FINANCIAL STATEMENTS**



**TOWN OF SOUTH BETHANY, DELAWARE**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

(1) **Summary of Significant Accounting Policies**

A. **General Statement**

The Town of South Bethany, Delaware (the "Town") operates under a Council - Manager form of government and provides the following services as authorized by its charter: public safety (police and beach patrol), public works services (sanitation), street maintenance and general administrative services.

The basic financial statements of the Town have been prepared in conformity with accounting Principles generally accepted in the United States of America (GAAP) as applied to government units. 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 Town are described below.

B. **Financial Reporting Entity**

The Town's basic financial statements include the accounts of all Town operations. The criteria for including organizations as component units within the Town's reporting entity, as set forth in Section 2100 of GASB's Codification of Governmental Accounting and Financial Reporting Standards, include whether:

- the organization is legally separate (can sue and be sued in their own name)
- the Town holds the corporate powers of the organization
- the Town appoints a voting majority of the organization's board
- the Town is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the Town
- there is fiscal dependency by the organization on the Town

Based on the aforementioned criteria, the Town of South Bethany has no component units.

C. **Basis of Presentation**

The government-wide financial statements (the statement of net assets and the statement of changes in net assets) report information on all of the activities of the Town. The effect of interfund activity, within the governmental and business-type activities columns, has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

**TOWN OF SOUTH BETHANY, DELAWARE**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

(1) **Summary of Significant Accounting Policies (Continued)**

C. **Basis of Presentation (Continued)**

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

**Fund Financial Statements:**

The Town segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate statements are presented for governmental activities. These statements present each major fund as a separate column on the fund financial statements; all non-major funds are aggregated and presented in a single column.

Governmental Funds are those funds through which most governmental functions typically are financed. The measurement focus of governmental funds is the current financial resources. The Town has presented the following major governmental funds:

**General Fund** – This is the main operating fund of the Town. It is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General Fund.

**Special Revenue Funds** – These funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Town's special revenue funds are: Municipal Street Aid, State Aid to Local Law Enforcement, Emergency Illegal Drug Enforcement, Combat Violent Crime and Realty Transfer Tax.

The Town segregated 1% and .5% Realty Transfer Tax until fiscal year 2013. The 1% was included in General Fund and the .5% was the part of Special Revenue Funds. During 2014, the Town decided to combine these two funds and accounted for them in Special Revenue Fund.

D. **Measurement Focus / Basis of Accounting**

Measurement focus refers to what is being measured, basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

**TOWN OF SOUTH BETHANY, DELAWARE**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

(1) Summary of Significant Accounting Policies (Continued)

D. Measurement Focus / Basis of Accounting (Continued)

The government-wide statements are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of net assets and the operating statements present increases (revenues) and decreases (expenses) in net total assets. Under the accrual basis of accounting, revenues are recognized when earned. Expenses are recognized at the time the liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. "Measurable" means the amount of the transaction that can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Town considers property taxes as available if they are collected within 60 days after year end. A one-year availability period is used for recognition of all other Governmental Fund revenues. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences are recorded only when payment is due.

The revenues susceptible to accrual are property taxes, franchise fees, licenses, charges for service, interest income and intergovernmental revenues. All other Governmental Fund Type revenues are recognized when received.

The Town reports the following major governmental funds:

The General Fund is used to account for all financial transactions not accounted for in another fund. Revenues are derived principally from property taxes, municipal user taxes, and other intergovernmental revenues. This fund accounts for the general administrative services of the Town not recorded elsewhere, including the activities of the various departments, public safety, public works, general administrative, and mayor and council.

The Realty Transfer Tax Fund is used to account for financial transactions pertaining to specific resources. Revenues are derived from collections of the Town assessed realty transfer tax fee of 1.5%. Expenditures of these monies are allowable for capital and operating costs of public safety services, economic development programs, public works services, capital projects and improvements, infrastructure projects and improvements and debt reduction.

**TOWN OF SOUTH BETHANY, DELAWARE**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

(1) **Summary of Significant Accounting Policies (Continued)**

E. **Implementation of New Accounting Principles (Continued)**

For fiscal year 2004, the Town implemented GASB Statement No. 33, GASB Statement No. 34, GASB Statement No. 37 and GASB Statement No. 38.

Under GASB Statement 33, property taxes are imposed non-exchange revenue. Assets (accounts receivable) from imposed non-exchange transactions are recorded when the Town has an enforceable legal claim to the asset. The enforceable legal claim date for property taxes is the assessment date.

GASB 34 creates another set of the basic financial statements for reporting on the Town's financial activities. The financial statements now include government-wide financial statements prepared on an accrual basis of accounting.

GASB 37 requires a government to present the Management's Discussion and Analysis.

GASB 38 requires a government to present Notes to the Financial Statements.

For fiscal year 2012, the Town has implemented GASB Statement No. 54. This standard requires governments to further define how much of the fund balance is truly unrestricted, or unassigned, in order to meet the needs of the governments day to day operations. There are five new fund balance types presented in the Town's financial statements.

**Non-spendable** – Amounts that cannot be spent due to liquidity, such as prepaid amounts and fixed assets.

**Restricted** – Amounts where an external government defines how the monies must be spent. Examples include federal, state and county grants.

**Committed** – Amounts that the Town Council has formally passed by a majority vote. A majority vote by council is also required to formally release these funds.

**Assigned** – Amounts that may be designated for a specific purpose without a formal vote by the Town Council.

**Unassigned** – Amounts that are at the Town's discretion for day to day operations.

F. **Budgetary Control**

The Town charter established the fiscal year as the twelve-month period beginning May 1<sup>st</sup>. The Town Council adopts a budget annually. The budget can be revised as deemed necessary by the Council. A single fixed budget covers the general fund and is employed during the year as a management control device. The budgetary amounts are comprised of the normal operating budget and supplemental budget allocations, if applicable.

**TOWN OF SOUTH BETHANY, DELAWARE**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

(2) Total Columns On Statements

Total columns on the combined statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in position in conformity with generally accepted accounting principles. Neither is such financial data comparable to a consolidation. Each fund should be considered separately as to its financial position and operating results.

(3) Compensated Employee Absences

As the general fund balance sheet reflects current liabilities, only the current portion of the liability for compensated employee absences is reported in that fund. The current portion is the amount left unpaid at the end of the reporting period that normally would be liquidated with expendable available financial resources. The remainder of the liability is reported in the general long-term debt account group.

(4) Property Taxes

Taxes are levied on May 1<sup>st</sup> of each year and are due by June 30<sup>th</sup>. The Town bills and collects its own property taxes. The tax rate for the year ended April 30, 2014 was \$1.30 per \$100 of assessed valuation with a total assessed valuation of approximately \$ 37,608,077.

(5) Changes in Fixed Assets

A summary of changes in general fixed assets follows:

	Balance May 1st	Additions	Disposal	Balance April 30th
Town Hall Building	\$ 756,599	\$ -	\$ -	\$ 756,599
Police Building	303,135	-	-	303,135
Land and Buildings-other	264,856	-	-	264,856
Equipment	1,037,197	49,485	(3,384)	1,083,298
Infrastructure	883,395	-	-	883,395
	<u>3,245,182</u>	<u>49,485</u>	<u>(3,384)</u>	<u>3,291,283</u>
<u>Less: Accumulated depreciation</u>	<u>(1,506,121)</u>	<u>(219,723)</u>	<u>3,384</u>	<u>(1,722,460)</u>
Capital Assets (Net of Accumulated Depreciation)	<u>\$ 1,739,061</u>	<u>\$ (170,238)</u>	<u>\$ -</u>	<u>\$ 1,568,823</u>

**TOWN OF SOUTH BETHANY, DELAWARE**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

(6) **Police Pension Plan**

The Town of South Bethany, Delaware was enrolled in the "South Bethany Police Department Employee Pension Plan" from June 1979 until June 2006. This Non-qualified Deferred Compensation Plan (NQDC) was terminated in June 2006, and all participants opted to withdraw their account balances with the exception of one employee, who is 100% vested in the Plan.

The Town is responsible for the Employer's portion of FICA, currently 7.65% of the non-qualified amount for this plan. The Town's financial statements do not include this future liability and the management could not estimate reasonable liability amount due to the market fluctuation. The balance of the Plan assets as of April 30, 2014 was \$ 311,398 which is attributable to the one remaining participant. This amount is reported as a fiduciary fund on page 38.

The Police Department is enrolled with the Delaware Public Employees Retirement System for Municipal Police and Firefighter Pension Fund, which the Town contributes an amount equal to 14.53 % of the employee's salary, while the police officers contribute 7% of their annual salary.

(7) **Pension Plan – Other Employees**

The Town of South Bethany has adopted the Delaware Public Employees' Retirement System- Other County and Municipal Employees Plan for the remainder of its full-time employees. This is a mandatory pension plan in which the individual employee contributes 3% of their annual salary, which exceeds \$6,000 per annum. The employee contributions are tax deferred, and the Town of South Bethany will contribute an amount set by the State of Delaware Pension Office. The Town's contribution is up to 6% of the employee's salary.

Employees become fully vested after five (5) years of service

(8) **Investments**

The Town invests its excess funds in certificate of deposits and the interest bearing accounts. At April 30, 2014, the Town's deposits and investments were either fully insured by the FDIC or collateralized.

(9) **Risk Management**

The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions for which the government carries commercial insurance.

At the present time, there are no potential claims against the Town with reasonable possibilities of unfavorable outcomes. The amount of any liability would be an amount equal to of the insurance deductible.

**TOWN OF SOUTH BETHANY, DELAWARE**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

(10) Commitments

In October, 1997, the Town entered into a lease with Artesian Water Company, Inc. for certain land and right-of-ways within the Town. Under the terms of this lease, the Town will receive annual rents for a period of thirty-three years. The rent will be adjusted to fair market rental at the twelfth and twenty-fourth anniversaries. The lease may be extended for two additional thirty-three year terms. The lease was amended July, 2010 to adopt the new appraisal value. The benchmark rent was changed to \$ 14,900, this amount is adjusted based on the percentage increase in the CPI.

In February, 2004, the Town entered into a lease with Sharp Energy, Inc. for certain land and right-of-ways within the Town. Under the terms of this lease, the Town will receive annual rents of \$ 2,500 for lease years one through five. In years six through ten, the annual rent will increase by the percentage increase of the Consumer Price Index for Urban Workers ("CPI") each year. During year eleven, the annual rent will be based upon the fair market rental value, not to be less than year ten nor shall it exceed the annual rent of the tenth year by 20%. The rent during the twelfth through fifteenth lease years shall increase by the percentage increase of the CPI.

In June, 2009, the Town entered into a lease with Verizon Wireless for certain land and right-of-ways within the Town. Under the terms of this lease, the Town will receive annual rents of \$ 12,000 to be paid monthly for a period of 5 years. The lease will be automatically extend for an additional four (4) terms of five (5) years each, unless Verizon Wireless provides a written notice of termination at least six (6) months before the end of the current term. Each year is subject to an increase equal to the greater of 3% or the Consumer Price Index (CPI).

(11) Accounts Payable – Sandy Trash Reimbursement

The Town collected \$ 26,632 from citizens for yard waste pick due to hurricane Sandy. On May 2013, the Town received \$ 19,974, 75% of the expense from DEMA. Council decided to reimburse this amount to the citizens. Total amount of \$ 19,974 was deducted from fiscal year 2015 tax bills approximately \$ 15.83 per tax bill.

(12) Subsequent Events

Subsequent events have been evaluated up to July 7, 2014.

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**REQUIRED SUPPLEMENTAL INFORMATION**

**TOWN OF SOUTH BETHANY, DELAWARE**  
**STATEMENT OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE**  
**- BUDGET AND ACTUAL -**  
**GENERAL FUND**  
**FOR THE YEAR ENDED APRIL 30, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
<b><u>Taxes And Assessments:</u></b>				
Tax levy	\$ 494,540	\$ 487,198	\$ 488,192	\$ 994
Gross rental tax	518,450	518,450	510,878	(7,572)
<b><u>Total Taxes And Assessments</u></b>	<b>1,012,990</b>	<b>1,005,648</b>	<b>999,070</b>	<b>(6,578)</b>
<b><u>Licenses And Permits:</u></b>				
Building permits	86,000	86,000	170,807	84,807
Parking permits	26,000	26,000	27,450	1,450
Mercantile licenses	40,000	40,000	46,590	6,590
Rental license	30,000	30,000	39,300	9,300
<b><u>Total Licenses And Permits</u></b>	<b>182,000</b>	<b>182,000</b>	<b>284,147</b>	<b>102,147</b>
<b><u>Fines And Forfeits:</u></b>				
Police fines	65,000	65,000	48,485	(16,515)
Parking tickets	13,000	13,000	12,064	(936)
Grass cutting violations	500	500	-	(500)
Penalties	500	500	832	332
<b><u>Total Fines And Forfeits</u></b>	<b>79,000</b>	<b>79,000</b>	<b>61,381</b>	<b>(17,619)</b>
<b><u>Intergovernmental Grants:</u></b>				
Police pension	35,000	35,000	26,951	(8,049)
FEMA/DEMA	-	-	7,027	7,027
Other State of Delaware grants	10,000	25,500	25,550	50
Sussex County Grant - Police	25,000	25,000	25,000	-
<b><u>Total Intergovernmental Grants</u></b>	<b>70,000</b>	<b>85,500</b>	<b>84,528</b>	<b>(972)</b>
<b><u>Trash &amp; Recycling Assessment</u></b>	<b>382,164</b>	<b>382,164</b>	<b>348,518</b>	<b>(33,646)</b>
<b><u>Interest Income</u></b>	<b>\$ 10,000</b>	<b>\$ 10,000</b>	<b>\$ 15,979</b>	<b>\$ 5,979</b>

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

**TOWN OF SOUTH BETHANY, DELAWARE**  
**STATEMENT OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE**  
**- BUDGET AND ACTUAL -**  
**GENERAL FUND**  
**FOR THE YEAR ENDED APRIL 30, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues: (Continued)</b>				
<b>Other Revenue:</b>				
BBVF ambulance fee	\$ 61,160	\$ 61,160	\$ 61,298	\$ 138
CATV gross receipts percentage	38,000	38,000	46,974	8,974
Phone lease	13,500	13,500	13,442	(58)
Water lease	16,045	16,045	15,818	(227)
Gas lease	2,624	2,624	2,500	(124)
Donations	1,500	1,500	500	(1,000)
Beach vendor	18,000	18,000	18,000	-
Sale of Assets	500	500	1,050	550
Miscellaneous	3,500	3,500	2,945	(555)
<b>Total Other Revenue</b>	<u>154,829</u>	<u>154,829</u>	<u>162,527</u>	<u>7,698</u>
<b>Total Revenue</b>	<u>1,890,983</u>	<u>1,899,141</u>	<u>1,956,150</u>	<u>57,009</u>
<b>Expenditures:</b>				
<b>General and Administrative:</b>				
Advertising	1,500	1,500	1,159	341
Printing and postage	12,100	12,849	4,215	8,634
Auditing	8,200	8,200	8,200	-
Bank charges	2,000	2,000	2,997	(997)
Transfer tax bank charges*	4,600	-	-	-
Computer maintenance	15,000	17,289	17,289	-
Contributions	3,500	3,500	3,100	400
Insurance	218,661	219,530	209,249	10,281
Office expenses	22,700	23,823	30,920	(7,097)
Legal	20,000	18,151	6,137	12,014
Payroll taxes	85,231	85,186	82,476	2,710
Training, seminars, travel	11,300	9,969	5,669	4,300
Salaries	263,757	263,757	259,909	3,848
Telephone	9,000	9,851	10,401	(550)
Utilities	7,900	8,133	8,808	(675)
Dues and subscriptions	5,300	5,348	4,257	1,091
Pension costs	17,295	17,295	17,193	102
Website maintenance	3,500	3,500	2,126	1,374
Grant expenses	-	12,200	12,200	-
Miscellaneous	3,000	2,528	3,819	(1,291)
<b>Total General and Administrative</b>	<u>\$ 714,544</u>	<u>\$ 724,609</u>	<u>\$ 690,124</u>	<u>\$ 34,485</u>

\* Transfer tax bank charges moved to Realty Transfer Tax fund.

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

**TOWN OF SOUTH BETHANY, DELAWARE**  
**STATEMENT OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE**  
**- BUDGET AND ACTUAL -**  
**GENERAL FUND**  
**FOR THE YEAR ENDED APRIL 30, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>Expenditures: (Continued)</b>				
<b>Public Works:</b>				
Street maintenance	\$ 20,000	\$ 26,176	\$ 26,361	\$ (185)
Supplies	5,000	4,442	4,442	-
Salaries	64,685	64,685	76,920	(12,235)
Gas	8,500	6,500	5,052	1,448
Trash disposal	382,164	355,532	383,962	(28,430)
Vehicle and equipment expense	6,000	5,838	4,841	997
Uniforms	750	750	712	38
Utilities	15,700	20,444	21,647	(1,203)
Park/Walkways/Dunes	10,000	8,000	3,697	4,303
Signs	3,500	2,685	2,685	-
Decorations	10,000	10,000	9,978	22
Building maintenance	13,000	15,457	15,268	189
Beach cleanup	6,200	4,200	750	3,450
Landscaping	1,000	232	120	112
Pension cost	4,774	4,668	4,655	13
Canal maintenance	13,000	11,000	4,206	6,794
Miscellaneous	1,750	1,840	1,798	42
<b>Total Public Works</b>	<b>566,023</b>	<b>542,449</b>	<b>567,094</b>	<b>(24,645)</b>
<b>Public Safety - Police:</b>				
Supplies	3,600	2,484	2,796	(312)
Salaries	422,061	424,661	429,087	(4,426)
Vehicle maintenance	7,000	7,195	7,195	-
Equipment maintenance	1,000	1,065	693	372
Uniforms	3,500	3,500	3,039	461
Pension costs	57,891	59,649	58,390	1,259
Training	6,000	7,884	7,884	-
Dues and subscriptions	700	700	380	320
Gas	18,000	16,460	16,050	410
Utilities	5,250	5,628	5,628	-
Telephone & computer expenses	3,750	3,750	3,340	410
Sussex County Grant Expense	25,000	25,000	6,979	18,021
Radio and radar	1,000	320	320	-
BBVF ambulance fee	61,160	55,260	68,128	(12,868)
Printing and advertising	600	683	529	154
<b>Total Public Safety - Police</b>	<b>\$ 616,512</b>	<b>\$ 614,239</b>	<b>\$ 610,438</b>	<b>\$ 3,801</b>

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

**TOWN OF SOUTH BETHANY, DELAWARE**  
**STATEMENT OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE**  
**- BUDGET AND ACTUAL -**  
**GENERAL FUND**  
**FOR THE YEAR ENDED APRIL 30, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Expenditures: (Continued)</u>				
<u>Public Safety - Lifeguards:</u>				
Supplies	\$ 3,500	\$ 5,489	\$ 8,099	\$ (2,610)
Salaries	197,563	190,061	188,731	1,330
Uniforms	4,500	5,232	5,232	-
Equipment	4,200	9,843	9,864	(21)
Training	3,100	2,782	3,121	(339)
<u>Total Public Safety - Lifeguards</u>	<u>212,863</u>	<u>213,407</u>	<u>215,047</u>	<u>(1,640)</u>
<u>Special Expenditure:</u>				
Community enhancement committee	21,200	21,200	14,591	6,609
Canal water quality	7,033	20,151	16,115	4,036
Communication/Public relations	3,550	3,550	2,736	814
Assawoman canal trail program	5,000	5,000	-	5,000
Capital expenditures	36,700	10,000	-	10,000
<u>Total Special Expenditures</u>	<u>73,483</u>	<u>59,901</u>	<u>33,442</u>	<u>26,459</u>
<u>Total Expenditures</u>	<u>2,183,425</u>	<u>2,154,605</u>	<u>2,116,145</u>	<u>38,460</u>
<u>Excess Of Revenues Over (Under) Expenditures</u>	<u>(292,442)</u>	<u>\$ (255,464)</u>	<u>(159,995)</u>	<u>95,469</u>
<u>Other Financing Sources (Uses)</u>				
Transfer (to) / from Realty transfer tax	255,000	255,000	310,256	55,256
Transfer (to) / from Small funds	(30,000)	-	11,139	11,139
<u>Total Other Financing Sources (Uses)</u>	<u>225,000</u>	<u>255,000</u>	<u>321,395</u>	<u>66,395</u>
<u>Excess Of Revenues And Other Financing Sources (Uses) Over (Under) Expenditures</u>	<u>\$ (67,442)</u>	<u>(464)</u>	<u>161,400</u>	<u>\$ 161,864</u>
<u>Fund Balance - May 1, 2013</u>			<u>1,009,660</u>	
<u>Fund Balance - April 30, 2014</u>			<u>\$ 1,171,060</u>	

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

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**SUPPLEMENTAL INFORMATION**

**TOWN OF SOUTH BETHANY, DELAWARE**  
**COMBINING BALANCE SHEET - GENERAL FUND**  
**AS OF APRIL 30, 2014**

(With Comparative Amounts As Of April 30, 2013, 2012, 2011)

**ASSETS**

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b><u>Cash And Cash Equivalents:</u></b>				
Cash in bank - checking	\$ 88,005	\$ 413,104	\$ 179,531	\$ 309,463
Cash in bank - money market	177,803	2,804	27,141	91,943
Cash in bank - certificates of deposit	<u>1,022,961</u>	<u>1,007,038</u>	<u>1,127,302</u>	<u>817,691</u>
<b><u>Total Cash And Cash Equivalents</u></b>	<u>1,288,769</u>	<u>1,422,946</u>	<u>1,333,974</u>	<u>1,219,097</u>
<b><u>Receivables:</u></b>				
Fines	2,665	4,674	5,159	4,585
State of Delaware grants	4,200	42,383	-	10,345
Interest	<u>-</u>	<u>-</u>	<u>1,746</u>	<u>551</u>
<b><u>Total Receivables</u></b>	<u>6,865</u>	<u>47,057</u>	<u>6,905</u>	<u>15,481</u>
<b><u>Deferred Expense</u></b>	<u>-</u>	<u>7,602</u>	<u>-</u>	<u>-</u>
<b><u>Due From Other Funds</u></b>	<u>12,921</u>	<u>6,182</u>	<u>4,306</u>	<u>5,197</u>
<b><u>TOTAL ASSETS</u></b>	<u>\$ 1,308,555</u>	<u>\$ 1,483,787</u>	<u>\$ 1,345,185</u>	<u>\$ 1,239,775</u>

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

**TOWN OF SOUTH BETHANY, DELAWARE**  
**COMBINING BALANCE SHEET - GENERAL FUND**  
**AS OF APRIL 30, 2014**

**(With Comparative Amounts As Of April 30, 2013, 2012, 2011)**

**LIABILITIES AND FUND EQUITY**

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b><u>Accounts Payable</u></b>				
Accounts payable	\$ 66,482	\$ 33,831	\$ 2,609	\$ 5,882
Hurricane Sandy trash imbursement payable	<u>19,977</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>Total Accounts Payable</u></b>	<u>86,459</u>	<u>33,831</u>	<u>2,609</u>	<u>5,882</u>
<b><u>Accrued Liabilities:</u></b>				
Accrued compensatory absences -				
current portion	6,966	3,042	8,011	10,483
Accrued wages	26,353	21,957	17,737	16,166
Accrued payroll taxes and withholdings	<u>1,982</u>	<u>3,155</u>	<u>1,357</u>	<u>8,445</u>
<b><u>Total Accrued Liabilities</u></b>	<u>35,301</u>	<u>28,154</u>	<u>27,105</u>	<u>35,094</u>
<b><u>Unearned Revenue:</u></b>	<u>3,450</u>	<u>18,750</u>	<u>-</u>	<u>-</u>
<b><u>Due to other funds</u></b>	<u>12,285</u>	<u>11,214</u>	<u>-</u>	<u>-</u>
<b><u>TOTAL LIABILITIES</u></b>	<u>137,495</u>	<u>91,949</u>	<u>29,714</u>	<u>40,976</u>
<b><u>Fund Equity:</u></b>				
Non spendable	-	7,602	-	-
Restricted by other governments	-	382,178	149,835	295,610
Committed by council	42,306	-	-	-
Assigned	-	-	-	-
Unassigned	<u>1,128,754</u>	<u>1,002,058</u>	<u>1,165,636</u>	<u>903,189</u>
<b><u>TOTAL FUND EQUITY</u></b>	<u>1,171,060</u>	<u>1,391,838</u>	<u>1,315,471</u>	<u>1,198,799</u>
<b><u>TOTAL LIABILITIES</u></b>				
<b><u>AND FUND EQUITY</u></b>	<u>\$ 1,308,555</u>	<u>\$ 1,483,787</u>	<u>\$ 1,345,185</u>	<u>\$ 1,239,775</u>

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

**TOWN SOUTH BETHANY, DELAWARE**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**GENERAL FUND**  
**FOR THE YEAR ENDED APRIL 30, 2014**

(With Comparative Amounts For The Years Ended April 30, 2013, 2012, 2011)

	2014	2013	2012	2011
<b>Revenues:</b>				
<b><u>Taxes And Assessments:</u></b>				
Tax levy (net of discounts)	\$ 488,192	\$ 486,954	\$ 488,687	\$ 477,562
Realty transfer tax*	-	247,490	139,343	255,370
Gross rental tax	510,878	520,407	489,944	459,709
<b><u>Total Taxes And Assessments</u></b>	<b>999,070</b>	<b>1,254,851</b>	<b>1,117,974</b>	<b>1,192,641</b>
<b><u>Licenses And Permits:</u></b>				
Building permits	170,807	87,821	110,208	129,808
Parking permits	27,450	28,105	28,340	26,915
Mercantile licenses	46,590	39,580	46,540	51,000
Rental licenses	39,300	42,052	44,460	36,190
<b><u>Total Licenses And Permits</u></b>	<b>284,147</b>	<b>197,558</b>	<b>229,548</b>	<b>243,913</b>
<b><u>Fines and Forfeits</u></b>				
Police fines	48,485	63,326	66,674	68,645
Parking tickets	12,064	11,467	10,740	14,015
Grass cutting violations	-	-	150	400
Penalties	832	3,659	866	136
<b><u>Total Fines And Forfeits</u></b>	<b>61,381</b>	<b>78,452</b>	<b>78,430</b>	<b>83,196</b>
<b><u>Intergovernmental Grants:</u></b>				
Police Pension	26,951	34,542	27,235	26,301
FEMA / DEMA	7,027	42,778	8,137	3,262
Criminal Justice Council	-	-	1,549	10,170
Highway Safety Grant	2,600	-	-	1,440
Sussex County Grant - Police	25,000	28,500	25,000	22,500
Other Grant	22,950	54,226	54,203	11,360
<b><u>Total Intergovernmental Grants</u></b>	<b>84,528</b>	<b>160,046</b>	<b>116,124</b>	<b>75,033</b>
<b><u>Trash &amp; Recycling Assessment</u></b>	<b>\$ 348,518</b>	<b>\$ 340,634</b>	<b>\$ 310,445</b>	<b>\$ 316,601</b>

\* Realty transfer tax was moved from General Fund to Realty transfer tax fund in fiscal year 2014.

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

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**TOWN OF SOUTH BETHANY, DELAWARE**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**GENERAL FUND**  
**FOR THE YEAR ENDED APRIL 30, 2014**

(With Comparative Amounts For The Years Ended April 30, 2013, 2012, 2011)

	2014	2013	2012	2011
<b>Revenue: (Continued)</b>				
<u>Interest Income</u>	\$ 15,979	\$ 14,565	\$ 13,367	\$ 14,053
<u>Other Revenue:</u>				
BBVF ambulance fee	61,298	53,073	56,571	46,174
CATV gross receipts percentage	46,974	36,846	36,341	34,764
Donation	500	1,500	10,825	500
Water lease	15,818	15,654	15,347	16,573
Gas lease	2,500	2,500	2,500	2,500
Phone lease	13,442	13,151	12,736	12,270
Miscellaneous	2,945	4,248	3,613	1,453
Beach vendor	18,000	15,000	15,000	15,000
Sale of asset	1,050	4,135	590	5,527
<u>Total Other Revenue</u>	<u>162,527</u>	<u>146,107</u>	<u>153,523</u>	<u>134,761</u>
<u>Total Revenue</u>	<u>1,956,150</u>	<u>2,192,213</u>	<u>2,019,411</u>	<u>2,060,198</u>
<b>Expenditures:</b>				
<u>General and Administrative:</u>				
Advertising	1,159	2,422	2,446	1,644
Printing and postage	4,215	7,552	6,304	11,291
Auditing	8,200	7,791	7,791	7,644
Bank charges	2,997	1,735	1,673	4,321
Transfer tax fees*	-	3,825	5,183	4,471
Computer maintenance	17,289	15,104	4,926	4,498
Contributions	3,100	3,259	3,250	250
Insurance	209,249	196,196	170,695	169,927
Office expenses	30,920	23,608	21,124	21,239
Legal	6,137	13,658	10,860	22,393
Payroll taxes	82,476	81,095	76,576	76,180
Training, seminars, travel	5,669	4,540	6,753	2,826
Salaries	259,909	247,007	234,929	231,885
Telephone	10,401	9,646	8,205	7,698
Utilities	8,808	6,915	6,083	7,606
Dues and subscriptions	4,257	3,409	3,490	2,196
Pension costs	17,193	17,946	22,159	16,024
Website maintenance	2,126	2,435	2,236	2,490
Miscellaneous	3,819	1,544	1,813	2,433
<u>Total General and Administrative</u>	<u>\$ 677,924</u>	<u>\$ 649,687</u>	<u>\$ 596,496</u>	<u>\$ 597,016</u>

\*Transfer tax fees was moved from General Fund to Realty Transfer Tax Fund in fiscal year 2014.

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

**TOWN OF SOUTH BETHANY, DELAWARE**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**GENERAL FUND**  
**FOR THE YEAR ENDED APRIL 30, 2014**

(With Comparative Amounts For The Years Ended April 30, 2013, 2012, 2011)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b>Expenditures: (Continued)</b>				
<b>Public Works:</b>				
Street maintenance	\$ 26,361	\$ 18,506	\$ 16,225	\$ 13,264
Supplies	4,442	4,398	4,175	3,551
Salaries	76,920	62,613	60,652	48,091
Pension costs	4,655	4,115	646	-
Gas	5,052	6,761	7,894	4,137
Trash disposal & recycling	383,962	369,464	340,147	296,181
Vehicle and equipment expense	4,841	3,070	4,539	6,598
Uniforms	712	421	258	105
Utilities	21,647	15,801	15,102	14,940
Park/Walkways/Dunes	3,697	1,865	6,272	-
Signs	2,685	4,731	4,065	1,897
Decorations	9,978	3,102	2,381	2,734
Building maintenance	15,268	12,303	10,702	10,753
Beach clean up	750	1,050	3,490	760
Landscaping	120	22,758	18,250	17,920
Canal maintenance	4,206	6,449	1,798	1,000
Equipment Purchase	-	1,433	-	-
Miscellaneous	1,798	412	1,489	228
<b>Total Public Works</b>	<b>567,094</b>	<b>539,252</b>	<b>498,085</b>	<b>422,159</b>
<b>Public Safety - Police:</b>				
Supplies	2,796	2,746	3,250	4,217
Salaries	429,087	402,117	396,770	391,209
Telephone	2,879	2,873	2,855	3,097
Computer expenses	461	372	188	345
Vehicle maintenance	7,195	7,219	5,874	3,496
Equipment maintenance	693	105	116	1,007
Uniforms	3,039	1,259	3,147	3,484
Pension costs	58,390	52,110	50,089	46,599
Training	7,884	4,314	6,274	9,926
Dues and subscriptions	380	300	387	765
Gas	16,050	18,832	15,081	12,823
Printing	\$ 529	\$ 1,111	\$ 863	\$ 425

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

**TOWN OF SOUTH BETHANY, DELAWARE**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**GENERAL FUND**  
**FOR THE YEAR ENDED APRIL 30, 2014**

(With Comparative Amounts For The Years Ended April 30, 2013, 2012, 2011)

	2014	2013	2012	2011
<b>Expenditures: (Continued)</b>				
<b>Public Safety - Police: (Continued)</b>				
BBVF ambulance fee	\$ 68,128	\$ 60,117	\$ 56,990	\$ 49,345
Vehicle/Capital purchases	-	-	-	1,555
CJC Expenses	-	-	-	8,000
Sussex County Grant Expense	6,979	26,838	30,833	21,023
Utilities	5,628	5,504	5,083	6,209
Equipment rental expense	320	1,462	460	350
<b>Total Public Safety - Police</b>	<b>610,438</b>	<b>587,279</b>	<b>578,260</b>	<b>563,875</b>
<b>Public Safety - Lifeguards:</b>				
Supplies	8,099	2,926	2,653	2,571
Salaries	188,731	191,775	174,468	178,721
Uniforms	5,232	1,015	7,417	2,936
Equipment	9,864	5,656	4,776	1,558
Training	3,121	1,660	2,509	2,197
<b>Total Public Safety - Lifeguards</b>	<b>215,047</b>	<b>203,032</b>	<b>191,823</b>	<b>187,983</b>
<b>Special Expenditures:</b>				
Hurricane expense	-	14,019	-	-
Dredging expenses	5,000	-	-	-
Capital expenditures	-	48,500	14,275	49,043
Forest service expenses	-	3,500	-	-
ARM Expense	-	62,621	-	-
Grant Expense - other	40,642	7,956	23,800	-
<b>Total Special Expenditures</b>	<b>45,642</b>	<b>136,596</b>	<b>38,075</b>	<b>49,043</b>
<b>Total Expenditures</b>	<b>2,116,145</b>	<b>2,115,846</b>	<b>1,902,739</b>	<b>1,820,076</b>
<b>Transfers From Other Funds</b>	<b>321,395</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess Of Revenues Over (Under) Expenditures</b>	<b>161,400</b>	<b>\$ 76,367</b>	<b>\$ 116,672</b>	<b>240,122</b>
<b>Fund Balance - May 1st</b>	<b>1,009,660*</b>	<b>1,315,471</b>	<b>1,198,799</b>	<b>958,677</b>
<b>Fund Balance - April 30th</b>	<b>\$ 1,171,060</b>	<b>\$ 1,391,838</b>	<b>\$ 1,315,471</b>	<b>\$ 1,198,799</b>

\*Beginning fund balance of May 1, 2013 was reduced by \$ 382,178, 1% transfer tax fund balance. The balance was transferred to Realty Transfer Tax Fund in fiscal year 2014.

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

**TOWN OF SOUTH BETHANY, DELAWARE**  
**COMBINING BALANCE SHEET - SPECIAL REVENUE FUNDS**  
**AS OF APRIL 30, 2014**

(With Comparative Amounts As Of April 30, 2013, 2012, 2011)

<u>ASSETS</u>	<u>Municipal Street Aid</u>	<u>Emergency Illegal Drug Enforcement</u>	<u>State Aid To Local Law Enforcement</u>
<u>Cash and Cash Equivalents</u>			
Cash in bank - checking	\$ 144,052	\$ 8,310	\$ 2,890
<u>Total Cash and Cash Equivalents</u>	<u>144,052</u>	<u>8,310</u>	<u>2,890</u>
<u>Receivables</u>			
Due from other funds	-	-	1,171
<u>Total Receivables</u>	<u>-</u>	<u>-</u>	<u>1,171</u>
<u>TOTAL ASSETS</u>	<u>144,052</u>	<u>8,310</u>	<u>4,061</u>
 <u>LIABILITIES AND FUND EQUITY</u>  			
<u>Liabilities:</u>			
Accounts Payable	-	-	-
Deferred revenue	-	2,819	4,061
Due to other funds	7,430	5,491	-
<u>Total Liabilities</u>	<u>7,430</u>	<u>8,310</u>	<u>4,061</u>
<u>Fund Equity:</u>			
Non spendable	-	-	-
Restricted by other governments	136,622	-	-
Committed by council	-	-	-
Assigned	-	-	-
Unassigned	-	-	-
<u>Total Fund Equity</u>	<u>136,622</u>	<u>-</u>	<u>-</u>
<u>TOTAL LIABILITIES AND FUND EQUITY</u>	<u>\$ 144,052</u>	<u>\$ 8,310</u>	<u>\$ 4,061</u>

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

Combat Violent Crime	Realty Transfer Tax	Totals (Memorandum Only)			
		2014	2013	2012	2011
\$ -	\$ 616,018	\$ 771,270	\$ 412,703	\$ 270,570	\$ 324,457
-	616,018	771,270	412,703	270,570	324,457
-	11,114	12,285	11,214	-	-
-	11,114	12,285	11,214	-	-
-	627,132	783,555	423,917	270,570	324,457
-	-	-	-	-	2,363
-	-	6,880	7,799	7,244	6,320
-	-	12,921	6,182	4,307	5,197
-	-	19,801	13,981	11,551	13,880
-	-	-	-	-	-
-	627,132	763,754	409,936	259,019	310,577
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	627,132	763,754	409,936	259,019	310,577
\$ -	\$ 627,132	\$ 783,555	\$ 423,917	\$ 270,570	\$ 324,457

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

**TOWN OF SOUTH BETHANY, DELAWARE**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED APRIL 30, 2014**

(With Comparative Amounts For The Years Ended April 30, 2013, 2012, 2011)

	<u>Municipal Street Aid</u>	<u>Emergency Illegal Drug Enforcement</u>	<u>State Aid To Local Law Enforcement</u>
<b><u>Revenues:</u></b>			
Interest	\$ 11	\$ 1	\$ -
Intergovernmental grants	50,120	812	4,248
Taxes	-	-	-
<b><u>Total Revenues</u></b>	<b><u>50,131</u></b>	<b><u>813</u></b>	<b><u>4,248</u></b>
<b><u>Expenditures:</u></b>			
<b><u>Street Department:</u></b>			
Street improvements	<u>8,732</u>	<u>-</u>	<u>-</u>
<b><u>Public Safety - Police:</u></b>			
Equipment / salaries	<u>-</u>	<u>813</u>	<u>539</u>
<b><u>Total Public Safety - Police</u></b>	<b><u>-</u></b>	<b><u>813</u></b>	<b><u>539</u></b>
<b><u>General and Administration:</u></b>			
Bank charges	24	-	-
Capital Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>Total General and Administration</u></b>	<b><u>24</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b><u>Total Expenditures</u></b>	<b><u>8,756</u></b>	<b><u>813</u></b>	<b><u>539</u></b>
<b><u>Excess Of Revenues Over (Under) Expenditures</u></b>	<b>41,375</b>	<b>-</b>	<b>3,709</b>
<b><u>Other Financing Sources (Uses)</u></b>			
Transfer (to) / from	<u>(7,430)</u>	<u>-</u>	<u>(3,709)</u>
<b><u>Excess Of Revenues And Other Financing Sources (Uses) Over (Under) Expenditures</u></b>	<b>33,945</b>	<b>-</b>	<b>-</b>
<b><u>Fund Balance - May 1st</u></b>	<b><u>102,677</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b><u>Fund Balance - April 30th</u></b>	<b><u>\$ 136,622</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>

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

Combat Violent Crime	Realty Transfer Tax	Totals (Memorandum Only)			
		2014	2013	2012	2011
\$ -	\$ -	\$ 12	\$ 8	\$ 2,538	\$ 306
18,947	-	74,127	74,903	57,505	50,779
-	256,363	256,363	125,308	69,672	127,143
<u>18,947</u>	<u>256,363</u>	<u>330,502</u>	<u>200,219</u>	<u>129,715</u>	<u>178,228</u>
-	-	8,732	8,217	92,446	20,735
18,947	-	20,299	24,370	6,782	9,609
<u>18,947</u>	<u>-</u>	<u>20,299</u>	<u>24,370</u>	<u>6,782</u>	<u>9,609</u>
-	8,412	8,436	992	4,118	1,322
-	-	-	15,723	77,927	32,000
-	8,412	8,436	16,715	82,045	33,322
<u>18,947</u>	<u>8,412</u>	<u>37,467</u>	<u>49,302</u>	<u>181,273</u>	<u>63,666</u>
-	247,951	293,035	150,917	(51,558)	114,562
-	(310,256)	(321,395)	-	-	-
-	(62,305)	(28,360)	150,917	(51,558)	114,562
-	689,437	792,114 *	259,019	310,577	196,015
<u>\$ -</u>	<u>\$ 627,132</u>	<u>\$ 763,754</u>	<u>\$ 409,936</u>	<u>\$ 259,019</u>	<u>\$ 310,577</u>

\* Beginning fund balance of Realty Transfer Tax includes \$ 382,178, transferred 1% RTT fund balance.

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

**TOWN OF SOUTH BETHANY, DELAWARE**  
**COMBINING BALANCE SHEET - FIDUCIARY FUND**  
**AS OF APRIL 30, 2014**

(With Comparative Amounts As Of April 30, 2013, 2012, 2011)

<u>ASSETS</u>	<u>Deferred Compensation Police Pension</u>	<u>Beach Patrol Donation Fund</u>
<u>Assets:</u>		
Cash	\$ -	\$ 6,353
Investments	<u>311,398</u>	<u>-</u>
<u>Total Cash &amp; Investments</u>	<u>311,398</u>	<u>6,353</u>
 <u>TOTAL ASSETS</u>	 <u><u>311,398</u></u>	 <u><u>6,353</u></u>
 <u>LIABILITIES AND FUND EQUITY</u>		
<u>Liabilities:</u>		
Future pension payouts	<u>311,398</u>	<u>-</u>
<u>Total Liabilities</u>	<u>311,398</u>	<u>-</u>
<u>Fund Equity:</u>	<u>-</u>	<u>6,353</u>
 <u>TOTAL LIABILITIES AND FUND EQUITY</u>	 <u><u>\$ 311,398</u></u>	 <u><u>\$ 6,353</u></u>

Totals  
(Memorandum Only)

<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ 6,353	\$ 12,096	\$ 11,307	\$ -
<u>311,398</u>	<u>310,701</u>	<u>273,208</u>	<u>277,635</u>
<u>317,751</u>	<u>322,797</u>	<u>284,515</u>	<u>277,635</u>
<u>317,751</u>	<u>322,797</u>	<u>284,515</u>	<u>277,635</u>
<u>311,398</u>	<u>310,701</u>	<u>273,208</u>	<u>277,635</u>
<u>311,398</u>	<u>310,701</u>	<u>273,208</u>	<u>277,635</u>
<u>6,353</u>	<u>12,096</u>	<u>11,307</u>	<u>-</u>
<u>\$ 317,751</u>	<u>\$ 322,797</u>	<u>\$ 284,515</u>	<u>\$ 277,635</u>

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