

CITY OF BRANDON

ANNUAL REPORT

2016



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February 28, 2017

Municipality of Brandon

2016 Annual Report

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MUNICIPALITY OF BRANDON
STATEMENT OF NET POSITION
December 31, 2016

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
ASSETS:			
Cash and Cash Equivalents	5,391,310.98	2,451,411.80	7,842,722.78
Investments	758,195.36	777,813.64	1,536,009.00
Taxes Receivable	35,837.99		35,837.99
Special Assessment Receivable	485,086.16	2,002.42	487,088.58
Accounts Receivable, Net	17,772.30	322,760.73	340,533.03
Unbilled Accounts Receivable		136,380.68	136,380.68
Notes Receivable	391,057.46		391,057.46
Internal Balances	(265,951.20)	265,951.20	0.00
Inventories	27,101.08	54,489.48	81,590.56
Due from Other Government	105,515.14		105,515.14
Deposits	35,276.56		35,276.56
Prepaid Expenses	1,166.50	2,835.00	4,001.50
Net Pension Asset	0.00	0.00	0.00
Capital Assets:			
Land, Improvements and Construction in Progress	4,242,848.66	3,959,823.61	8,202,672.27
Other Capital Assets, Net of Depreciation	17,066,248.31	17,772,545.39	34,838,793.70
TOTAL ASSETS	28,291,465.30	25,746,013.95	54,037,479.25
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred Charge on Refunding	0.00		0.00
Pension Related Deferred Outflows	656,456.94	204,898.01	861,354.95
Other Deferred Outflows of Resources			0.00
TOTAL DEFERRED OUTFLOWS OF RESOURCES	656,456.94	204,898.01	861,354.95
LIABILITIES :			
Accounts Payable	53,611.52	376,068.45	429,679.97
Other Current Liabilities	70,908.38	39,060.99	109,969.37
Unearned Revenue	21,932.91	93,089.42	115,022.33
Net Pension Liability	292,288.01	92,698.88	384,986.89
Noncurrent Liabilities:			
Due Within One Year	533,820.28	249,416.02	783,236.30
Due in More than One Year	3,342,566.77	797,535.28	4,140,102.05
TOTAL LIABILITIES	4,315,127.87	1,647,869.04	5,962,996.91
DEFERRED INFLOWS OF RESOURCES:			
Pension Related Deferred Inflows	14,363.64	3,255.90	17,619.54
Other Deferred Inflows of Resources		500.00	500.00
TOTAL DEFERRED INFLOWS OF RESOURCES	14,363.64	3,755.90	18,119.54
NET POSITION:			
Net Investment in Capital Assets	17,583,683.63	20,789,522.79	38,373,206.42
Restricted for: (See Note _____)			
Capital Projects Purposes	1,587,005.41		1,587,005.41
Debt Service Purposes	564,414.17		564,414.17
SDRS Pension Purposes	349,805.29	108,943.23	458,748.52
Community Development	704,486.16		704,486.16
SDPAA Insurance Purposes	35,276.56		35,276.56
Capital Improvement		9,411.98	9,411.98
Unrestricted (Deficit)	3,793,759.51	3,391,409.02	7,185,168.53
TOTAL NET POSITION	24,618,430.73	24,299,287.02	48,917,717.75

**MUNICIPALITY OF BRANDON
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2016**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating		Governmental Activities	Business-Type Activities	Total
			Grants and Contributions	Capital Grants and Contributions			
Primary Government:							
Governmental Activities:							
General Government	721,280.61	93,260.00			(628,020.61)		(628,020.61)
Public Safety	1,786,530.35	44,753.00			(1,741,777.35)		(1,741,777.35)
Public Works	1,492,568.16	614,850.15	84,414.54	292,140.06	(501,163.41)		(501,163.41)
Health and Welfare	9,329.86		1,000.00		(8,329.86)		(8,329.86)
Culture and Recreation	788,916.01	167,123.12	3,100.00	2,500.00	(596,192.89)		(596,192.89)
Conservation and Development	133,728.90	78,686.29			(55,042.61)		(55,042.61)
Intergovernmental					0.00		0.00
Miscellaneous					0.00		0.00
*Depreciation Expense - Unallocated	123,841.46				0.00		0.00
**Interest on Long-term Debt					(123,841.46)		(123,841.46)
Total Governmental Activities	5,036,195.35	998,672.56	88,514.54	294,640.06	(3,654,368.19)		(3,654,368.19)
Business-type Activities:							
Water	965,767.29	1,844,673.36				878,906.07	878,906.07
Sewer	1,537,101.98	2,048,608.87				511,506.89	511,506.89
Golf Course	1,121,229.16	1,087,613.07				(33,616.09)	(33,616.09)
Electric - Street Lighting	187,532.03	204,880.12				17,348.09	17,348.09
Total Business-type Activities	3,811,630.46	5,185,775.42	0.00	0.00		1,374,144.96	1,374,144.96
Total Primary Government	8,847,825.81	6,184,447.98	88,514.54	294,640.06	(3,654,368.19)	1,374,144.96	(2,280,223.23)

General Revenues:

* This amount excludes the depreciation that is included in the direct expenses of the various functions. See Note XX.

** The Municipality does not have interest expense related to the functions presented above. This amount includes indirect interest expense on general long-term debt.

Taxes:							
Property Taxes						2,550,428.75	2,550,428.75
Sales Taxes						3,164,202.22	3,164,202.22
State Shared Revenues						74,221.68	74,221.68
Grants and Contributions not Restricted to Specific Programs						1,877.21	1,877.21
Unrestricted Investment Earnings						12,895.68	12,895.68
Miscellaneous Revenue						25,715.65	25,715.65
Gain/Loss on Disposition of Assets						2,752.22	2,752.22
Gross Receipts Tax						54,064.00	54,064.00
Transfers						(56,717.42)	56,717.42
Total General Revenues, Special Items, Extraordinary Items and Transfers						5,829,439.99	5,917,895.40
Change in Net Position						2,175,071.80	3,637,672.17
Net Position-Beginning						22,443,358.93	22,836,686.65
Adjustments:						22,443,358.93	24,299,287.02
Adjusted Net Position-Beginning						22,443,358.93	22,836,686.65
NET POSITION - ENDING						24,618,430.73	48,917,171.75

The notes to the financial statements are an integral part of this statement.

MUNICIPALITY OF BRANDON
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2016

	General Fund	St Main Fund	TIF #3 Fund	Other Governmental Funds	Total Governmental Funds
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:					
Assets:					
Cash and Cash Equivalents	2,918,181.81	251,287.44	0.00	2,221,841.73	5,391,310.98
151 Investments	585,703.03	241.18		172,251.15	758,195.36
110 Taxes Receivable--Delinquent	33,927.64	1,910.35			35,837.99
115 Accounts Receivable, Net	14,938.30			2,834.00	17,772.30
121 Special Assessments Receivable--Current	7,788.67	449,756.70		57,049.18	514,594.55
122 Special Assessments Receivable--Delinquent		6,202.70			6,202.70
123 Special Assessments Receivable--Deferred	38,943.35			10,518.50	49,461.85
128 Notes Receivable				391,057.46	391,057.46
132 Due from other Governments	99,088.70			6,426.44	105,515.14
141 Inventory of Supplies	27,101.08				27,101.08
154 Deposits	35,276.56				35,276.56
155 Prepaid Expenses	1,166.50				1,166.50
Total Assets	3,762,115.64	709,398.37	0.00	2,861,978.46	7,333,492.47
Deferred Outflows of Resources:					
198 Other Deferred Outflows of Resources					0.00
Total Deferred Outflows of Resources	0.00	0.00	0.00	0.00	0.00
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	3,762,115.64	709,398.37	0.00	2,861,978.46	7,333,492.47
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:					
Liabilities:					
202 Accounts Payable	38,030.15	214.29		15,367.08	53,611.52
209 Due to State Government	2.09				2.09
216 Accrued Wages Payable	24,314.09				24,314.09
217 Accrued Taxes Payable	3,507.56				3,507.56
223 Unearned Revenue	21,932.91				21,932.91
236 Advance from 602 Fund			214,866.05	51,085.15	265,951.20
Total Liabilities	87,786.80	214.29	214,866.05	66,452.23	369,319.37
Deferred Inflows of Resources:					
244 Unavailable Revenue--Sales and Use Taxes					0.00
245 Unavailable Revenue--Property Taxes	33,927.64				33,927.64
246 Unavailable Revenue--Special Assessments	46,732.02	455,959.40		67,567.68	570,259.10
247 Other Deferred Inflows of Resources	223.79				223.79
Total Deferred Inflows of Resources	80,883.45	455,959.40	0.00	67,567.68	604,410.53
Fund Balances:					
263 Nonspendable	63,544.14			391,057.46	454,601.60
264 Restricted				2,337,436.56	2,337,436.56
265 Committed		253,224.68			253,224.68
266 Assigned	187,381.00				187,381.00
267 Unassigned	3,342,520.25		(214,866.05)	(535.47)	3,127,118.73
Total Fund Balances	3,593,445.39	253,224.68	(214,866.05)	2,727,958.55	6,359,762.57
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	3,762,115.64	709,398.37	0.00	2,861,978.46	7,333,492.47

The notes to the financial statements are an integral part of this statement.

MUNICIPALITY OF BRANDON
Reconciliation of the Governmental funds Balance Sheet to the Statement of Net Position
December 31, 2016

Total Fund Balances - Governmental Funds	<u>6,359,762.57</u>
Amounts reported for governmental activities in the statement of net position are different because:	
Net pension asset reported in governmental activities is not an available financial resource and therefore is not reported in the funds.	<u>0</u>
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	<u>21,309,096.97</u>
Pension related deferred outflows are components of pension liability (asset) and therefore are not reported in the funds.	<u>656,456.94</u>
Long-term liabilities, including bonds payable and accrued leave payable are not due and payables in the current period and therefore are not reported in the funds.	<u>(3,876,387.05)</u>
Assets such as taxes receivable (delinquent) and special assessment receivables (current, delinquent and deferred) are not available to pay for current period expenditures and therefore are deferred in the funds.	<u>519,237.59</u>
Pension related deferred inflows are components of pension liability (asset) and therefore are not reported in the funds.	<u>(306,651.65)</u>
Accrued Interest Payable is not accounted for in the modified accrual basis of accounting, but is accounted for in the statement of net position	<u>(43,084.64)</u>
Net Position - Governmental Activities	<u><u>24,618,430.73</u></u>

MUNICIPALITY OF BRANDON
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2016

	General Fund	St Main Fund	TIF #3 Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
310 Taxes:					
311 General Property Taxes	2,406,969.96		76,824.10	74,620.26	2,558,414.32
313 General Sales and Use Taxes	2,944,182.06			220,020.16	3,164,202.22
314 Gross Receipts Business Taxes				54,064.00	54,064.00
315 Amusement Taxes	792.00				792.00
320 Licenses and Permits	109,870.00				109,870.00
330 Intergovernmental Revenue:					
331 Federal Grants	74,147.45				74,147.45
334 State Grants	11,267.09			283,940.06	295,207.15
335 State Shared Revenue:					
335.01 Bank Franchise Tax	16,907.78				16,907.78
335.03 Liquor Tax Reversion (25%)	57,313.90				57,313.90
335.04 Motor Vehicle Licenses	53,031.37				53,031.37
335.08 Local Government Highway and Bridge Fund	57,249.73				57,249.73
335.20 Other	5,508.70				5,508.70
338.03 County Wheel Tax	10,149.46				10,149.46
340 Charges for Goods and Services:					
341 General Government	3,900.00				3,900.00
342 Public Safety	40,299.00				40,299.00
344 Sanitation	1,800.00				1,800.00
346 Culture and Recreation	167,123.12				167,123.12
349 Other	78,686.29				78,686.29
350 Fines and Forfeits:					
351 Court Fines and Costs	4,279.00				4,279.00
352 Animal Control Fines	175.00				175.00
360 Miscellaneous Revenue:					
361 Investment Earnings	3,198.67	216.58		9,480.43	12,895.68
362 Rentals	95.00				95.00
363 Special Assessments	11,059.90			154,784.72	165,844.62
364 Maintenance Assessments		367,718.79			367,718.79
367 Contributions and Donations from Private Sources	7,477.21				7,477.21
369 Other	18,521.42				18,521.42
Total Revenue	6,084,004.11	367,935.37	76,824.10	796,909.63	7,325,673.21
Expenditures:					
410 General Government:					
411 Legislative	71,823.08				71,823.08
412 Executive	226,052.68				226,052.68
413 Elections					0.00
414 Financial Administration	232,257.09				232,257.09
419 Other	56,520.50			98,951.05	155,471.55
Total General Government	586,653.35	0.00	0.00	98,951.05	685,604.40
420 Public Safety:					
421 Police	1,214,327.43				1,214,327.43
422 Fire	191,695.36				191,695.36
423 Protective Inspection	137,137.09				137,137.09
429 Other Protection	107,990.58				107,990.58
Total Public Safety	1,651,150.46	0.00	0.00	0.00	1,651,150.46

MUNICIPALITY OF BRANDON
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2016

	General Fund	St Main Fund	TIF #3 Fund	Other Governmental Funds	Total Governmental Funds
430 Public Works:					
431 Highways and Streets	419,867.06	209,628.29			629,495.35
432 Sanitation	4,187.00				4,187.00
439 Transit	166,194.42				166,194.42
Total Public Works	590,248.48	209,628.29	0.00	0.00	799,876.77
440 Health and Welfare:					
441 Health	6,365.99				6,365.99
Total Health and Welfare	6,365.99	0.00	0.00	0.00	6,365.99
450 Culture and Recreation:					
451 Recreation	192,514.87				192,514.87
452 Parks	375,844.15				375,844.15
455 Libraries	4,132.96				4,132.96
Total Culture and Recreation	572,491.98	0.00	0.00	0.00	572,491.98
460 Conservation and Development:					
465 Economic Development and Assistance (Industrial Development)	97,227.45			464.16	97,691.61
Total Conservation and Development	97,227.45	0.00	0.00	464.16	97,691.61
470 Debt Service	390,281.87		67,996.32	302,475.31	760,753.50
480 Intergovernmental Expenditures					0.00
485 Capital Outlay	639,142.18	214,236.43		58,424.84	911,803.45
Total Expenditures	4,533,561.76	423,864.72	67,996.32	460,315.36	5,485,738.16
Excess of Revenues Over (Under) Expenditures	1,550,442.35	(55,929.35)	8,827.78	336,594.27	1,839,935.05
Other Financing Sources (Uses):					
391.01 Transfers In	60,750.05			2,554,411.04	2,615,161.09
391.03 Sale of Municipal Property	7,194.23				7,194.23
391.04 Compensation for Loss or Damage to Capital Assets	11,407.06				11,407.06
391.20 Long-Term Debt Issued					0.00
511 Transfers Out (Enter as Negative)	(2,671,878.51)				(2,671,878.51)
Total Other Financing Sources (Uses)	(2,592,527.17)	0.00	0.00	2,554,411.04	(38,116.13)
391.06/(514) Special Items					0.00
391.05/(515) Extraordinary Items					0.00
Net Change in Fund Balances	(1,042,084.82)	(55,929.35)	8,827.78	2,891,005.31	1,801,818.92
Changes in Nonspendable	(3,554.49)				(3,554.49)
Fund Balance - Beginning	4,639,084.70	309,154.03	(223,693.83)	(163,046.76)	4,561,498.14
Adjusted Fund Balance - Beginning	4,639,084.70	309,154.03	(223,693.83)	(163,046.76)	4,561,498.14
FUND BALANCE- ENDING	3,593,445.39	253,224.68	(214,866.05)	2,727,958.55	6,359,762.57

MUNICIPALITY OF BRANDON
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances to the Statement of Activities
For the Year Ended December 31, 2016

Net Change in Fund Balances - Total Governmental Funds	<u>1,801,818.92</u>
Amounts reported for governmental activities in the statement of activities are different because:	
This amount represents capital asset purchases which are reported as expenditures on the fund financial statements but increase assets on the government wide statements.	<u>920,689.85</u>
This amount represents the current year depreciation expense reported in the statement of activities which is not reported on the fund financial statements because it does not require the use of current financial resources.	<u>(998,304.49)</u>
In the statement of activities, gains \$ and losses \$ on disposal of capital assets are reported, whereas, in the governmental funds, the proceeds \$ from the disposal of capital assets are reflected, regardless of whether a gain or loss is realized. (+gains, -losses, -proceeds=amount)	<u>(20,654.84)</u>
The receipt of donated capital assets is not reported on the fund statements, but is reported as a program revenue on the government wide statements.	<u>8,820.00</u>
Payment of principal on long-term debt is an expenditure in the governmental funds but the payment reduces long-term liabilities in the statement of net assets.	<u>627,878.17</u>
The fund financial statement governmental fund property tax accruals differ from the government wide statement property tax accruals in that the fund financial statements require the amounts to be "available".	<u>(8,777.57)</u>
Governmental funds report special assessments as revenue when "available", but the statement of activities includes the full amount of special assessments as revenue upon completion of the project at the point when an enforceable legal claim arises.	<u>(47,072.53)</u>
Governmental funds recognize expenditures for amounts of compensated absences actually paid to employees with current financial resources during the fiscal year. Amounts of compensated absences earned by employees are not recognized in the funds. In the statement of activities, expenses for these benefits are recognized when the employees earn leave credits. (To arrive at the totals add amount earned and deduct amounts taken, hence, "change in" balance for the year, increase (decrease))	<u>16,006.62</u>
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (e.g., accrued interest revenue)	<u>(26,028.17)</u>
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (e.g., accrued interest expense, pension expense)	<u>9,033.87</u>
Supplies acquired are an expenditure on the fund statements when purchased but are expensed on the statement of activities when consumed. This amount represents the "change in" inventory of supplies. Increase (decrease)	<u>(3,554.49)</u>
Changes in the pension related deferred outflows/inflows are direct components of pension liability (asset) and are not reflected in the governmental funds.	<u>(104,783.54)</u>
Change in Net Position of Governmental Activities	<u><u>2,175,071.80</u></u>

MUNICIPALITY OF BRANDON
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2016

	Enterprise Funds				Totals
	Water Fund	Sewer Fund	Golf Course Fund	Electric Fund	
ASSETS:					
Current Assets:					
Cash and Cash Equivalents	1,909,625.26	530,830.75	2,950.00	8,005.79	2,451,411.80
106 Cash with Fiscal Agent					0.00
151 Investments	593,847.69	183,965.95			777,813.64
115 Accounts Receivable, Net	119,661.15	185,689.13	500.00	16,910.45	322,760.73
117 Unbilled Accounts Receivable	54,895.32	72,854.73		8,630.63	136,380.68
121 Special Assessments Receivable--Current		1,001.21			1,001.21
123 Special Assessments Receivable--Deferred		1,001.21			1,001.21
141 Inventory of Supplies	5,825.71		13,172.50		18,998.21
142 Inventory of Stores Purchased for Resale			35,491.27		35,491.27
155 Prepaid Expenses		100.00	2,735.00		2,835.00
Total Current Assets	2,683,855.13	975,442.98	54,848.77	33,546.87	3,747,693.75
Noncurrent Assets:					
133 Advance to 213/340 Fund	265,951.20				265,951.20
Capital Assets:					
160 Land	153,986.18	381,304.99	1,254,649.93		1,789,941.10
162 Buildings	4,281,919.26	281,921.08	1,456,632.52		6,020,472.86
164 Improvements Other Than Buildings	8,769,274.35	9,082,794.94	903,029.52		18,755,098.81
166 Machinery and Equipment	1,469,776.27	727,227.15	647,445.13		2,844,448.55
168 Construction Work in Progress	334,594.92	1,835,287.59	0.00		2,169,882.51
Less: Accumulated Depreciation (Credit)	(4,666,120.85)	(3,595,211.59)	(1,586,142.39)		(9,847,474.83)
Total Noncurrent Assets	10,609,381.33	8,713,324.16	2,675,614.71	0.00	21,998,320.20
TOTAL ASSETS	13,293,236.46	9,688,767.14	2,730,463.48	33,546.87	25,746,013.95
DEFERRED OUTFLOWS OF RESOURCES:					
196 Pension Related Deferred Outflows	89,483.78	46,573.64	68,840.59		204,898.01
TOTAL DEFERRED OUTFLOWS OF RESOURCES	89,483.78	46,573.64	68,840.59	0.00	204,898.01
LIABILITIES:					
Current Liabilities:					
202 Accounts Payable	35,815.90	334,285.93	4,892.52	1,074.10	376,068.45
209 Due to State Government			4,691.19		4,691.19
215 Accrued Interest Payable	2,923.21		1,489.68		4,412.89
216 Accrued Wages Payable	3,737.74	1,774.32	17,751.09		23,263.15
217 Accrued Taxes Payable	510.21	242.20	2,382.25		3,134.66
219 Amounts Held for Others	3,559.10				3,559.10
223 Unearned Revenue	760.42		92,329.00		93,089.42
226 Bonds Payable Current:					
226.02 Revenue	70,920.83		152,469.10		223,389.93
Total Current Liabilities	118,227.41	336,302.45	276,004.83	1,074.10	731,608.79
Noncurrent Liabilities:					
231 Bonds Payable:					
231.02 Revenue	75,239.91		644,216.37		719,456.28
233 Accrued Leave Payable	42,304.64	22,137.06	39,663.39		104,105.09
239 Net Pension Liability	39,915.32	19,377.98	33,405.58		92,698.88
237 Other Long-Term Liabilities					0.00
Total Noncurrent Liabilities	157,459.87	41,515.04	717,285.34	0.00	916,260.25
TOTAL LIABILITIES	275,687.28	377,817.49	993,290.17	1,074.10	1,647,869.04
DEFERRED INFLOWS OF RESOURCES:					
247 Other Deferred Inflows of Resources			500.00		500.00
248 Pension Related Deferred Inflows	1,897.26	2,155.34	(796.70)		3,255.90
TOTAL DEFERRED INFLOWS OF RESOURCES	1,897.26	2,155.34	(296.70)	0.00	3,755.90
NET POSITION:					
253.10 Net Investment in Capital Assets	10,197,269.39	8,713,324.16	1,878,929.24	0.00	20,789,522.79
253.20 Restricted for:					
253.29 SDRS Pension Purposes	47,671.20	25,040.32	36,231.71		108,943.23
253.29 Restricted for Cart Paths			9,411.98		9,411.98
253.90 Unrestricted	2,860,195.11	617,003.47	(118,262.33)	32,472.77	3,391,409.02
TOTAL NET POSITION	13,105,135.70	9,355,367.95	1,806,310.60	32,472.77	24,299,287.02

The notes to the financial statements are an integral part of this statement.

MUNICIPALITY OF BRANDON
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Year Ended December 31, 2016

	Enterprise Funds				Totals
	Water Fund	Sewer Fund	Golf Course Fund	Electric Fund	
Operating Revenue:					
370/380 Charges for Goods and Services	1,844,673.36	2,048,608.87	1,051,761.18	204,880.12	5,149,923.53
Revenue Dedicated to Servicing Debt					0.00
367 Contributions and Donations			30,950.00		30,950.00
369 Miscellaneous			4,901.89		4,901.89
Total Operating Revenue	1,844,673.36	2,048,608.87	1,087,613.07	204,880.12	5,185,775.42
Operating Expenses:					
410 Personal Services	345,313.85	183,051.13	517,430.35		1,045,795.33
420 Other Current Expense	277,889.44	1,112,675.68	259,548.51	187,532.03	1,837,645.66
426.2 Materials (Cost of Goods Sold)			238,619.75		238,619.75
453 Amortization					0.00
457 Depreciation	332,108.29	241,375.17	87,847.76		661,331.22
Total Operating Expenses	955,311.58	1,537,101.98	1,103,446.37	187,532.03	3,783,391.96
Operating Income (Loss)	889,361.78	511,506.89	(15,833.30)	17,348.09	1,402,383.46
Nonoperating Revenue (Expense):					
330 Operating Grants					0.00
361 Investment Earnings	1,891.81	1,038.85			2,930.66
362 Rental Revenue	17,055.00				17,055.00
442 Interest Expense (Enter as Negative)	(10,455.71)		(17,782.79)		(28,238.50)
(492)366 Gain (Loss) on Disposition of Assets			11,752.33		11,752.33
(429)369.01 Other					0.00
Total Nonoperating Revenue (Expense)	8,491.10	1,038.85	(6,030.46)	0.00	3,499.49
Income (Loss) Before Contributions, Special Items, Extraordinary Items and Transfers	897,852.88	512,545.74	(21,863.76)	17,348.09	1,405,882.95
391.07 Capital Contributions					0.00
391.1 Transfers In			117,467.47		117,467.47
511 Transfers Out (Enter as Negative)	(30,375.03)	(30,375.02)			(60,750.05)
391.06/(514) Special Items					0.00
391.05/(515) Extraordinary Items					0.00
Change in Net Position	867,477.85	482,170.72	95,603.71	17,348.09	1,462,600.37
Net Position - Beginning	12,237,657.85	8,873,197.23	1,710,706.89	15,124.68	22,836,686.65
Adjustments:					0.00
					0.00
Adjusted Net Position - Beginning	12,237,657.85	8,873,197.23	1,710,706.89	15,124.68	22,836,686.65
NET POSITION - ENDING	13,105,135.70	9,355,367.95	1,806,310.60	32,472.77	24,299,287.02

MUNICIPALITY OF BRANDON Accrued
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended December 31, 2016

	Enterprise Funds				Totals
	Water Fund	Sewer Fund	Golf Course Fund	Electric Fund	
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash Receipts from Customers	1,829,031.00	2,030,776.09	1,041,700.21	195,519.83	5,097,027.13
Cash Receipts for Interfund Services Provided					0.00
Other Operating Cash Receipts			35,851.89		35,851.89
Cash Payments to Employees for Services	(322,043.65)	(174,370.94)	(501,020.87)		(997,435.46)
Cash Payments to Suppliers of Goods and Services	(294,466.62)	(862,441.45)	(497,135.33)	(187,514.04)	(1,841,557.44)
Cash Payments for Interfund Services Used					0.00
Other Operating Cash Payments					0.00
Net Cash Provided (Used) by Operating Activities	1,212,520.73	993,963.70	79,395.90	8,005.79	2,293,886.12
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Interfund Loans	16,185.52				16,185.52
Transfers In			117,467.47		117,467.47
Transfers Out	(30,375.03)	(30,375.02)			(60,750.05)
Net Cash Provided (Used) by Noncapital Financing Activities	(14,189.51)	(30,375.02)	117,467.47	0.00	72,902.94
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Proceeds from Capital Debt			176,003.00		176,003.00
Capital Contributions					0.00
Purchase of Capital Assets (Enter as Negative)	(1,905,413.04)	(1,612,002.59)	(218,009.44)		(3,735,425.07)
Proceeds from Sale of Capital Assets			12,000.00		12,000.00
Principal Paid on Capital Debt (Enter as Negative)	(66,849.68)		(149,074.14)		(215,923.82)
Interest Paid on Capital Debt (Enter as Negative)	(10,455.71)		(17,782.79)		(28,238.50)
Other Receipts (Payments)	17,055.00				17,055.00
Net Cash Provided (Used) by capital and related financing Activities	(1,965,663.43)	(1,612,002.59)	(196,863.37)	0.00	(3,774,529.39)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Purchase of Investment Securities (Enter as a Negative)	(1,112.61)	(568.49)			(1,681.10)
Interest Earnings	1,891.81	1,038.85			2,930.66
Net Cash Provided (Used) by Investing Activities	779.20	470.36	0.00	0.00	1,249.56
Net Increase (Decrease) in Cash and Cash Equivalents	(766,553.01)	(647,943.55)	(0.00)	8,005.79	(1,406,490.77)
Balances - Beginning	2,676,178.27	1,178,774.30	2,950.00		3,857,902.57
Balances- Ending	1,909,625.26	530,830.75	2,950.00	8,005.79	2,451,411.80
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating Income (Loss)	889,361.78	511,506.89	(15,833.30)	17,348.09	1,402,383.46
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:					
Depreciation Expense	332,108.29	241,375.17	87,847.76		661,331.22
(Increase) decrease in Receivables	(19,296.35)	(17,832.78)	(400.00)	(9,360.29)	(46,889.42)
(Increase) decrease in Inventories	2,622.51		539.87		3,162.38
Prepaid Expense		(100.00)	(30.00)		(130.00)
(Increase) decrease in Pension Related Deferred Outflows	(4,637.30)	(2,231.36)	(3,919.55)		(10,788.21)
(Increase) decrease in Other Deferred Outflows of Resources					0.00
(Decrease) increase in Accounts and Other Payables	(19,199.69)	250,334.23	523.06	17.99	231,675.59
Unearned Revenue	3,653.99		(9,660.97)		(6,006.98)
(Decrease) increase in Accrued Wages Payable	27.94	700.24	(134.37)		593.81
(Decrease) increase in Accrued Leave Payable	8,953.90	639.09	4,866.64		14,459.63
(Decrease) increase in Pension Related Deferred Inflows	(69,120.03)	(34,959.56)	(55,136.20)		(159,215.79)
(Decrease) increase in Other Deferred Inflows of Resources			500.00		500.00
Net Pension Liability	39,915.32	19,377.98	33,405.58		92,698.88
Net Pension Asset	48,130.37	25,153.80	36,827.38		110,111.55
Net Cash Provided (Used) by Operating Activities	1,212,520.73	993,963.70	79,395.90	8,005.79	2,293,886.12

REQUIRED SUPPLEMENTARY INFORMATION
MUNICIPALITY OF BRANDON
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
GENERAL FUND
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
310 Taxes:				
311 General Property Taxes	2,408,783.00	2,408,783.00	2,401,382.75	(7,400.25)
313 General Sales and Use Taxes	2,300,000.00	2,300,000.00	2,944,182.06	644,182.06
315 Amusement Taxes	800.00	800.00	792.00	(8.00)
319 Penalties and Interest on Delinquent Taxes	2,000.00	2,000.00	5,587.21	3,587.21
320 Licenses and Permits	89,550.00	89,550.00	109,870.00	20,320.00
330 Intergovernmental Revenue:				
331 Federal Grants	76,110.00	76,110.00	74,147.45	(1,962.55)
334 State Grants	3,500.00	3,500.00	11,267.09	7,767.09
335 State Shared Revenue:				
335.01 Bank Franchise Tax	22,000.00	22,000.00	16,907.78	(5,092.22)
335.03 Liquor Tax Reversion (25%)	40,000.00	40,000.00	57,313.90	17,313.90
335.04 Motor Vehicle Licenses	40,000.00	40,000.00	53,031.37	13,031.37
335.08 Local Government Highway and Bridge Fund	55,000.00	55,000.00	57,249.73	2,249.73
335.20 Other	4,000.00	4,000.00	5,508.70	1,508.70
338 County Shared Revenue:				
338.03 County Wheel Tax	9,000.00	9,000.00	10,149.46	1,149.46
340 Charges for Goods and Services:				
341 General Government	1,500.00	1,500.00	3,900.00	2,400.00
342 Public Safety	40,200.00	40,200.00	40,299.00	99.00
344 Sanitation	2,500.00	2,500.00	1,800.00	(700.00)
346 Culture and Recreation	144,444.00	144,444.00	167,123.12	22,679.12
349 Other	89,413.00	89,413.00	78,686.29	(10,726.71)
350 Fines and Forfeits:				
351 Court Fines and Costs	4,500.00	4,500.00	4,279.00	(221.00)
352 Animal Control Fines	100.00	100.00	175.00	75.00
360 Miscellaneous Revenue:				
361 Investment Earnings	2,000.00	2,000.00	3,198.67	1,198.67
362 Rentals	95.00	95.00	95.00	0.00
363 Special Assessments	12,743.00	12,743.00	11,059.90	(1,683.10)
367 Contributions and Donations from Private Sources			7,477.21	7,477.21
369 Other	9,100.00	9,100.00	18,521.42	9,421.42
Total Revenue	5,357,338.00	5,357,338.00	6,084,004.11	726,666.11
Expenditures:				
410 General Government:				
411 Legislative	115,151.00	115,151.00	94,469.04	20,681.96
411.5 Contingency	75,000.00	75,000.00		
Amount Transferred (Enter as Negative)		(45,000.00)		30,000.00
412 Executive	237,736.00	237,736.00	226,052.68	11,683.32
413 Elections	3,438.00	3,438.00	0.00	3,438.00
414 Financial Administration	245,993.00	245,993.00	232,257.09	13,735.91
419 Other	94,500.00	94,500.00	56,520.50	37,979.50
Total General Government	771,818.00	726,818.00	609,299.31	117,518.69
420 Public Safety:				

REQUIRED SUPPLEMENTARY INFORMATION
MUNICIPALITY OF BRANDON
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
GENERAL FUND
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget -
	Original	Final		Positive (Negative)
421 Police	1,341,266.00	1,341,266.00	1,243,155.43	98,110.57
422 Fire	197,565.00	197,565.00	191,695.36	5,869.64
423 Protective Inspection	154,800.00	154,800.00	137,137.09	17,662.91
429 Other Protection	142,063.00	142,063.00	107,990.58	34,072.42
Total Public Safety	1,835,694.00	1,835,694.00	1,679,978.46	155,715.54
430 Public Works:				
431 Highways and Streets	800,521.00	800,521.00	655,676.06	144,844.94
432 Sanitation	6,550.00	6,550.00	4,187.00	2,363.00
439 Transit	188,602.00	188,602.00	166,194.42	22,407.58
Total Public Works	995,673.00	995,673.00	826,057.48	169,615.52
440 Health and Welfare:				
441 Health	9,400.00	9,400.00	6,365.99	3,034.01
Total Health and Welfare	9,400.00	9,400.00	6,365.99	3,034.01
450 Culture and Recreation:				
451 Recreation	192,018.00	193,518.00	192,514.87	1,003.13
452 Parks	729,085.00	779,585.00	727,703.37	51,881.63
455 Libraries	10,000.00	10,000.00	4,132.96	5,867.04
Total Culture and Recreation	931,103.00	983,103.00	924,351.20	58,751.80
460 Conservation and Development:				
465 Economic Development	103,913.00	103,913.00	97,227.45	6,685.55
Total Conservation and Development	103,913.00	103,913.00	97,227.45	6,685.55
470 Debt Service	715,152.00	715,152.00	390,281.87	324,870.13
Total Expenditures	5,362,753.00	5,369,753.00	4,533,561.76	836,191.24
Excess of Revenues Over (Under) Expenditures	(5,415.00)	(12,415.00)	1,550,442.35	1,562,857.35
Other Financing Sources (Uses):				
391.01 Transfers In	72,700.00	72,700.00	60,750.05	(11,949.95)
391.03 Sale of Municipal Property			7,194.23	7,194.23
391.04 Compensation for Loss or Damage to Capital Assets			11,407.06	11,407.06
511 Transfers Out (Enter as negative)	(61,790.00)	(2,678,121.57)	(2,671,878.51)	6,243.06
Total Other Financing Sources (Uses)	10,910.00	(2,605,421.57)	(2,592,527.17)	12,894.40
Net Change in Fund Balances	5,495.00	(2,617,836.57)	(1,042,084.82)	1,575,751.75
Changes in Nonspendable			(3,554.49)	(3,554.49)
Fund Balance - Beginning	4,639,084.70	4,639,084.70	4,639,084.70	0.00
Adjusted Fund Balance - Beginning	4,639,084.70	4,639,084.70	4,639,084.70	0.00
FUND BALANCE - ENDING	4,644,579.70	2,021,248.13	3,593,445.39	1,572,197.26

REQUIRED SUPPLEMENTARY INFORMATION
MUNICIPALITY OF BRANDON
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
Street Maintenance Fund
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
360 Miscellaneous Revenue:				
361 Investment Earnings	0.00	0.00	216.58	216.58
364 Maintenance Assessments	375,000.00	375,000.00	367,718.79	(7,281.21)
Total Revenue	375,000.00	375,000.00	367,935.37	(7,064.63)
Expenditures:				
430 Public Works:				
431 Highways and Streets	482,000.00	482,000.00	423,864.72	58,135.28
Total Public Works	482,000.00	482,000.00	423,864.72	58,135.28
Total Expenditures	482,000.00	482,000.00	423,864.72	58,135.28
Excess of Revenues Over (Under) Expenditures	(107,000.00)	(107,000.00)	(55,929.35)	51,070.65
Net Change in Fund Balances	(107,000.00)	(107,000.00)	(55,929.35)	51,070.65
Changes in Nonspendable				0.00
Fund Balance - Beginning	309,154.03	309,154.03	309,154.03	0.00
Adjusted Fund Balance - Beginning	309,154.03	309,154.03	309,154.03	0.00
FUND BALANCE - ENDING	202,154.03	202,154.03	253,224.68	51,070.65

REQUIRED SUPPLEMENTARY INFORMATION
MUNICIPALITY OF BRANDON
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
TIF #3 HEMLOCK FUND
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with
	Original	Final		Final Budget - Positive (Negative)
Revenues:				
310 Taxes:				
311 General Property Taxes	105,000.00	105,000.00	76,824.10	(28,175.90)
Total Revenue	105,000.00	105,000.00	76,824.10	(28,175.90)
Expenditures:				
470 Debt Service	67,997.00	67,997.00	67,996.32	0.68
Total Expenditures	67,997.00	67,997.00	67,996.32	0.68
Excess of Revenues Over (Under) Expenditures	37,003.00	37,003.00	8,827.78	(28,175.22)
Net Change in Fund Balances	37,003.00	37,003.00	8,827.78	(28,175.22)
Changes in Nonspendable				0.00
Fund Balance - Beginning	(223,693.83)	(223,693.83)	(223,693.83)	0.00
Adjusted Fund Balance - Beginning	(223,693.83)	(223,693.83)	(223,693.83)	0.00
FUND BALANCE - ENDING	(186,690.83)	(186,690.83)	(214,866.05)	(28,175.22)

MUNICIPALITY OF BRANDON
SCHEDULE OF CHANGES IN LONG-TERM DEBT
For the Year Ended December 31, 2016

<u>Indebtedness</u>	<u>Long-Term Debt January 1, 2016</u>	<u>Add New Debt</u>	<u>Less Debt Retired</u>	<u>Long-Term Debt December 31, 2016</u>
Governmental Long-Term Debt:				
231.01 General Obligation Bonds				
231.02 Revenue Bonds	3,882,109.21		360,929.49	3,521,179.72
231.03 Special Assessment Bonds	385,699.69		181,466.07	204,233.62
236 Advance from Other Funds	282,136.72		16,185.52	265,951.20
237 Other Long-Term Liabilities	170,655.55		85,482.61	85,172.94
238 Net OPEB Obligation				
Total	4,720,601.17	0.00	644,063.69	4,076,537.48

(Do not include interest in the above figures)

Note 1 - Long-Term Debt:

Debt payable at December 31, 2016 is comprised of the following:

<u>Tax Increment Revenue Bonds</u>		
TIF #2 Conference Center	\$	783,204.10
TIF #3 Hemlock Blvd		455,917.38
<hr/>		
<u>Revenue Bonds:</u>		
Fire Hall - Bank Bond	\$	436,181.66
Fire Hall - USDA Bond	\$	428,469.21
Holly Blvd		1,261,314.72
Bethany Drainage		156,092.65
<hr/>		
<u>Special Assessment Bonds</u>		
Chestnut Blvd - South	\$	-
Chestnut Blvd - Middle	\$	68,001.31
NE Lift and Express	\$	51,604.31
Country Club Drainage	\$	84,628.00
<hr/>		
<u>Special Assessment - City Owned</u>		
Chestnut Blvd - South	\$	-
Chestnut Blvd - Middle	\$	23,609.64
Park Street	\$	27,279.48
Country Club Drainage	\$	15,385.32
Bethany Drainage	\$	18,898.50
<hr/>		
<u>Advance from Other Funds</u>		
BID Fund	\$	51,085.15
TIF #2	\$	-
TIF #3	\$	214,866.05
Total	\$	4,076,537.48

RETIRE THE DEBT. IF VARIABLE-RATE DEBT EXISTS THE DEBT DESCRIPTIONS MUST DESCRIBE THE TERMS BY WHICH INTEREST RATES ARE ADJUSTED.]

ANNUAL REPORT FOR CITY OF BRANDON
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2016

GOVERNMENTAL FUNDS--MODIFIED ACCRUAL BASIS					
	General Fund	St Main Fund	TIF #3 Fund	Other Governmental Funds	Total Governmental Funds
Beginning Balance	4,639,084.70	309,154.03	-223,693.83	-163,046.76	4,561,498.14
Revenues and Other Sources:					
Taxes:					
Property Taxes	2,406,969.96		76,824.10	74,620.26	2,558,414.32
General Sales and Use Taxes	2,944,182.06			220,020.16	3,164,202.22
Gross Receipts Business Taxes				54,064.00	54,064.00
Amusement Taxes	792.00				792.00
Licenses and Permits	109,870.00				109,870.00
Intergovernmental Revenues:					
Federal Grants	74,147.45				74,147.45
State Grants	11,267.09			283,940.06	295,207.15
State Shared Revenue:					
Bank Franchise Tax	16,907.78				16,907.78
Liquor Tax Reversion	57,313.90				57,313.90
Motor Vehicle Licenses	53,031.37				53,031.37
Local Govt Hwy & Bridge Fund	57,249.73				57,249.73
Other State Shared Revenue	15,658.16				15,658.16
Charges for Goods and Services:					
General Government	3,900.00				3,900.00
Public Safety	40,299.00				40,299.00
Sanitation	1,800.00				1,800.00
Culture and Recreation	167,123.12				167,123.12
Other	78,686.29				78,686.29
Fines and Forfeits					
Court Fines and Forfeits	4,279.00				4,279.00
Animal Control Fines	175.00				175.00
Miscellaneous Revenue and Other Sources:					
Investment Earnings	3,198.67	216.58		9,480.43	12,895.68
Rentals	95.00				95.00
Special Assessments	11,059.90			154,784.72	165,844.62
Maintenance Assessments		367,718.79			367,718.79
Contributions and Donations					
from Private Sources	7,477.21				7,477.21
Other Revenues	18,521.42				18,521.42
Sale of Municipal Property	7,194.23				7,194.23
Compensation for Loss or Damage to Capital Assets	11,407.06				11,407.06
Total Revenue and Other Sources	6,102,605.40	367,935.37	76,824.10	796,909.63	7,344,274.50
Expenditures and Other Uses:					
Legislative	71,823.08				71,823.08
Executive	226,052.68				226,052.68
Financial Administration	232,257.09				232,257.09
Other General Government	56,520.50			98,951.05	155,471.55
Police	1,214,327.43				1,214,327.43
Fire	191,695.36				191,695.36
Protective Inspection	137,137.09				137,137.09
Other Protection	107,990.58				107,990.58
Highways and Streets	419,867.06	209,628.29			629,495.35
Sanitation	4,187.00				4,187.00
Transit	166,194.42				166,194.42
Health	6,365.99				6,365.99
Recreation	192,514.87				192,514.87
Parks	375,844.15				375,844.15
Libraries	4,132.96				4,132.96
Economic Development	97,227.45			464.16	97,691.61
Debt Service	390,281.87		67,996.32	302,475.31	760,753.50
Capital Outlay	639,142.18	214,236.43		58,424.84	911,803.45
Total Expenditures and Other Uses	4,533,561.76	423,864.72	67,996.32	460,315.36	5,485,738.16
Transfers in (Out)	-2,611,128.46			2,554,411.04	-56,717.42
Changes in Nonspendable	-3,554.49				-3,554.49
Increase/Decrease in Fund Balance	-1,045,639.31	-55,929.35	8,827.78	2,891,005.31	1,798,264.43
Ending Balance:					
Nonspendable	63,544.14			391,057.46	454,601.60
Restricted				2,337,436.56	2,337,436.56
Committed		253,224.68			253,224.68
Assigned	187,381.00				187,381.00
Unassigned	3,342,520.25		-214,866.05	-535.47	3,127,118.73
Governmental Long-term Debt					4,076,537.48

PROPRIETARY FUNDS--ACCRUAL BASIS

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Golf Course</u>	<u>Electric Fund</u>
Beginning Balance	<u>12,237,657.85</u>	<u>8,873,197.23</u>	<u>1,710,706.89</u>	<u>15,124.68</u>
Revenues	<u>1,863,620.17</u>	<u>2,049,647.72</u>	<u>1,099,365.40</u>	<u>204,880.12</u>
Expenses	<u>965,767.29</u>	<u>1,537,101.98</u>	<u>1,121,229.16</u>	<u>187,532.03</u>
Transfers In (Out)	<u>(30,375.03)</u>	<u>(30,375.02)</u>	<u>117,467.47</u>	<u>-</u>
Ending Balance:				
Restricted for GC Improvements			<u>9,411.98</u>	<u>-</u>
Restricted for SDRS Pension	<u>47,671.20</u>	<u>25,040.32</u>	<u>36,231.71</u>	<u>-</u>
Unrestricted	<u>13,057,464.50</u>	<u>9,330,327.63</u>	<u>1,760,666.91</u>	<u>32,472.77</u>
Long-term Debt	<u>146,160.74</u>	<u>-</u>	<u>796,685.47</u>	<u>-</u>

Municipal funds are deposited as follows:

<u>Depository</u>	<u>Amount</u>
First National Bank in Sioux Falls	<u>\$9,208,177.40</u>
Great Western Bank	<u>\$ 362,744.03</u>