

TOWN OF BOILING SPRING LAKES
BOARD OF ALCOHOLIC
CONTROL

AUDITED FINANCIAL STATEMENTS

September 30, 2014 and 2013

TOWN OF BOILING SPRING LAKES BOARD OF ALCOHOLIC CONTROL
(A COMPONENT UNIT OF THE CITY OF BOILING SPRING LAKES)
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Independent Auditors' Report

Board of Directors
Town of Boiling Spring Lakes Board
of Alcoholic Beverage Control
Southport, North Carolina 28461

Report on the Financial Statements

We have audited the accompanying financial statements of the Town of Boiling Spring Lakes Board of Alcoholic Control, a component unit of the City of Boiling Spring Lakes, which comprise the statement of net position as of September 30, 2014 and 2013 and the related statement of revenues, expenses and changes in net position, and cash flows for the quarters then ended, and the related notes to the financial statements..

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 an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of 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 financial position of the Town of Boiling Springs Board of Alcoholic Control as of September 30, 2014 and 2013, and the respective changes in financial position, and where applicable, cash flows thereof for the quarters then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis 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. Management has elected not to include Management's Discussion and Analysis with quarterly statements. 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 principally of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audits were conducted for the purpose of forming opinions on the financial statements as a whole. The Schedule of Store and Administrative Expenses, and Schedule of Revenues and Expenditures – Budget vs. Actual are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Schedule of Store and Administrative Expenses, and Schedule of Revenues and Expenditures – Budget vs. Actual are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements taken as a whole.


Certified Public Accountants

December 08, 2014

BASIC FINANCIAL STATEMENTS

TOWN OF BOILING SPRING LAKES
BOARD OF ALCOHOLIC CONTROL
(A COMPONENT UNIT OF THE CITY OF BOILING SPRING LAKES)
STATEMENT OF NET POSITION
September 30, 2014 and 2013

EXHIBIT A

	<u>ASSETS</u>	<u>2014</u>	<u>2013</u>
Current Assets			
Cash		49,076	61,918
Inventory		56,698	48,133
Prepaid expenses		<u>3,435</u>	<u>2,463</u>
Total Current Assets		<u>109,209</u>	<u>112,514</u>
Non-current Assets			
Property, plant and equipment (Net of accumulated depreciation)		<u>147,356</u>	<u>152,704</u>
Total Non-current Assets		<u>147,356</u>	<u>152,704</u>
TOTAL ASSETS		<u>256,565</u>	<u>265,218</u>
	<u>LIABILITIES</u>		
Current Liabilities			
Accounts payable		12,275	17,257
Distributions payable		7,851	7,797
Payroll taxes payable		2,120	2,392
Liquor taxes payable		14,468	12,915
Accrued liabilities		<u>1,961</u>	<u>6,967</u>
Total Current Liabilities		<u>38,675</u>	<u>47,328</u>
	<u>NET POSITION</u>		
Net invested in capital assets		147,356	154,644
Restricted for:			
Working capital		18,745	15,636
Unrestricted		<u>51,789</u>	<u>47,610</u>
Total Net Position		<u>217,890</u>	<u>217,890</u>
TOTAL LIABILITIES AND NET POSITION		<u>256,565</u>	<u>265,218</u>

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

TOWN OF BOILING SPRING LAKES
BOARD OF ALCOHOLIC CONTROL
(A COMPONENT UNIT OF THE CITY OF BOILING SPRING LAKES)
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION
For the Quarters Ended September 30, 2014 and 2013

EXHIBIT B

	2014		2013	
	Amount	Percent	Amount	Percent
Operating Revenue				
Liquor sales - regular	145,867	89.2	142,448	89.6
Mixed beverage sales	17,634	10.8	16,558	10.4
Total Gross Sales	<u>163,501</u>	<u>100.0</u>	<u>159,006</u>	<u>100.0</u>
Deduct Taxes on Gross Sales				
State excise tax (30%)	35,660	21.8	34,720	21.8
Mixed beverage tax (1/2 - Dept. of Revenue)	1,435	0.9	1,316	0.8
Mixed beverage tax (5% - Human Resources)	130	0.1	132	0.1
Rehabilitation tax (\$.05 per bottle)	537	0.3	519	0.3
Total Taxes	<u>37,762</u>	<u>23.1</u>	<u>36,687</u>	<u>23.0</u>
Net Sales	125,739	76.9	122,319	77.0
Deduct Cost of Liquor Sold	<u>84,759</u>	<u>51.8</u>	<u>83,982</u>	<u>52.8</u>
Gross Profit on Sales	<u>40,980</u>	<u>25.1</u>	<u>38,337</u>	<u>24.2</u>
Deduct Operating Expenses				
Store expenses	28,803	17.6	27,421	17.2
Administrative expenses	2,370	1.4	1,948	1.2
Depreciation	2,002	1.2	1,940	1.2
Total Operating Expenses	<u>33,175</u>	<u>20.2</u>	<u>31,309</u>	<u>19.6</u>
Income From Operations	<u>7,805</u>	<u>4.9</u>	<u>7,028</u>	<u>4.6</u>
Other Income (Expenses)				
Miscellaneous income	46	-	769	0.5
Net Other Income (Expenses)	<u>46</u>	<u>-</u>	<u>769</u>	<u>0.5</u>
Change in Net Position Before Distributions	7,851	4.8	7,797	4.9
Deduct law enforcement expenses	<u>158</u>	<u>0.1</u>	<u>161</u>	<u>0.1</u>
Change in Net Position Before Profit Distribution	7,693	<u>4.7</u>	7,636	<u>4.8</u>
Distribution to City of Boiling Spring Lakes	<u>7,693</u>		<u>7,636</u>	
Change in Net Position	-		-	
Net Position, Beginning of Quarter	<u>217,890</u>		<u>217,890</u>	
Net Position, End of Quarter	<u>217,890</u>		<u>217,890</u>	

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

TOWN OF BOILING SPRING LAKES
BOARD OF ALCOHOLIC CONTROL
(A COMPONENT UNIT OF THE CITY OF BOILING SPRING LAKES)
STATEMENT OF CASH FLOWS
For the Quarters Ended September 30, 2014 and 2013

EXHIBIT C

	<u>2014</u>	<u>2013</u>
Cash flows from operating activities:		
Cash received from customers	163,501	159,006
Cash payments to suppliers for goods and services	(107,919)	(101,366)
Cash payments for sales taxes	(39,384)	(38,732)
Cash payments to employees	(16,097)	(17,003)
Cash payments for other operating expenses	(13,426)	(14,170)
Other income	46	769
Net cash provided by operating activities	<u>(13,279)</u>	<u>(11,496)</u>
Cash flows from capital and related financing activities		
Acquisition of capital assets	(2,475)	-
Net cash flows from capital and related financing activities	<u>(2,475)</u>	<u>-</u>
Cash flows from non-capital financing activities:		
Cash paid for distribution of profits	(3,980)	(864)
Cash paid for law enforcement	-	-
Net cash flows from non-capital financing activities	<u>(3,980)</u>	<u>(864)</u>
Net increase (decrease) in cash and cash equivalents	(19,734)	(12,360)
Cash and cash equivalents, beginning of quarter	<u>68,810</u>	<u>74,278</u>
Cash and cash equivalents, end of quarter	<u>49,076</u>	<u>61,918</u>
Reconciliation of income from operations to cash provided by operating activities:		
Income from operations	<u>7,805</u>	<u>7,028</u>
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	2,002	1,940
Other income	46	769
Changes in assets and liabilities:		
(Increase) decrease in inventory	6,820	(6,505)
(Increase) decrease in prepaid expenses	2,440	1,681
Increase (decrease) in accounts payable	(29,880)	(12,179)
Increase (decrease) in payroll taxes payable	(694)	(563)
Increase (decrease) in sales tax payable	(1,622)	(2,045)
Increase (decrease) in accrued liabilities	(196)	(1,622)
Total adjustments	<u>(21,084)</u>	<u>(18,524)</u>
Net cash provided by operating activities	<u>(13,279)</u>	<u>(11,496)</u>

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

TOWN OF BOILING SPRING LAKES BOARD OF ALCOHOLIC CONTROL
(A COMPONENT UNIT OF THE CITY OF BOILING SPRING LAKES)
NOTES TO FINANCIAL STATEMENTS
September 30, 2014

EXHIBIT D
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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Principles Used in Determining the Scope of the Entity for Financial Reporting:

The Town of Boiling Spring Lakes Board of Alcoholic Control (the Board), a component unit of the City of Boiling Spring Lakes (the City), is a corporate body with powers outlined by General Statutes [Chapter 18B-701.] The City's governing body appoints the ABC Board.

The ABC Board is required by State Statute to distribute its surpluses to the General Fund of the City, which represents a financial benefit to the City. Therefore, the Town of Boiling Spring Lakes Board of Alcoholic Control is reported as a discretely presented component unit in the City's financial statements.

B. Organization History

The Board was organized under the provisions of House Bill No. 336 of the North Carolina Legislature, General Assembly of 1975, and implemented by a citywide election held September 13, 1975. The City of Boiling Spring Lakes appoints three individuals to serve on the Board with terms of three years.

The Board, as provided by North Carolina Alcoholic Beverage Control laws, operates one retail liquor store and contracts with the City of Boiling Spring Lakes to investigate violations of liquor laws. North Carolina General Statute [18B-805(c) (2) (3)] requires that the Board expend at least 5% of profits for law enforcement.

C. Basis of Presentation

All activities of the Board are accounted for within a single proprietary (enterprise) fund. Proprietary funds are used to account for operations that are (a) financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the cost of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or the change in net assets is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

D. Basis of Accounting

The financial statements have been prepared using the accrual basis of accounting. All sales are made by cash, check, debit or credit card and recorded at the time of sale. Other revenues are recorded when earned. Expenses are recognized when incurred.

E. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the statement of net assets date, and reported amounts of revenues and expenses during the reporting period. Estimates are used to determine depreciation expense, the allowance for doubtful accounts and certain claims and judgment liabilities, among other accounts. Actual results may differ from those estimates.

TOWN OF BOILING SPRING LAKES BOARD OF ALCOHOLIC CONTROL
(A COMPONENT UNIT OF THE CITY OF BOILING SPRING LAKES)
NOTES TO FINANCIAL STATEMENTS
September 30, 2014

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F. Assets, Liabilities and Fund Equity

Deposits

All deposits of the Board are made in board-designated official depositories and are collateralized as required by State law [G.S. 159-31]. The Board may designate, as an official depository, any bank or savings association whose principal office is located in North Carolina. Also, the Board may establish Time deposit accounts such as NOW and Super NOW accounts, money market accounts and certificates of deposit.

All of the Board's deposits are either insured or collateralized by using one of two methods. Under the Dedicated Method, all deposits that exceed the federal depository insurance coverage level are collateralized with securities held by the Board's agent in the Board's name. Under the Pooling Method, which is a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer's agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the Board, these deposits are considered to be held by the Board agent in the Board's name. The amount of the pledged collateral is based on an approved averaging method for non-interest bearing deposits and the actual current balance for interest bearing deposits. Depositories using the Pooling Method report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this information with the Board or the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the Board under the Pooling Method, the potential exists for under collateralization, and this risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each depository that collateralizes public deposits under the Pooling Method.

At September 30, 2014, the Board's deposits had a carrying amount of \$48,476 and a bank balance of \$65,426. All of the bank balance was covered by federal depository insurance.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Board considers all highly liquid investments (including restricted assets) with maturity of three months or less when purchased to be cash equivalents.

Inventories

Inventories are valued at the lower of cost (FIFO) or market.

Property, Plant and Equipment

Property and equipment are stated at cost and are being depreciated over their useful lives on a straight-line basis as follows:

	Useful Life	Cost	Accumulated Depreciation	Net Amount
Land		15,000		15,000
Building and fixtures	10-39 years	146,747	28,492	133,255
Furniture and equipment	3-10 years	20,973	6,872	14,101
Total		180,720	35,364	147,356

TOWN OF BOILING SPRING LAKES BOARD OF ALCOHOLIC CONTROL
(A COMPONENT UNIT OF THE CITY OF BOILING SPRING LAKES)
NOTES TO FINANCIAL STATEMENTS
September 30, 2014

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When an asset is disposed of, the cost of the asset and the related accumulated depreciation are removed from the books. Any gain or loss on disposition is reflected in the earnings for the period.

Net Position

Net position consist of the following:

1. Invested in capital assets – This component of net position consists of capital assets, including any restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds is not included in the calculation of invested in capital assets, net of related debt. Rather, that portion of the debt is included in the same net position component as the unspent proceeds.
2. Restricted for law enforcement - this applies only when the Board employs its own ABC officer.
3. Restricted for capital improvements - State law [G.S.18B-805(d)] requires approval of the appointing authority to establish this account.
4. Restricted for working capital - North Carolina Alcoholic Beverage Control Commission Rule [.0902] defines working capital as the total of cash, investments and inventory less all unsecured liabilities. An ABC board shall set its working capital requirements at not less than two weeks' average gross sales of the last fiscal year or greater than four months' average gross sales of the last fiscal year. Average gross sales means gross receipts from the sale of alcoholic beverages less distributions required by State law [G.S. 18B-805 (b), (2), (3), and (4)].
5. Unrestricted net position - This component of net position consists of net position that do not meet the definition of restricted or invested in capital assets.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Noncompliance with NC General Statutes

There are no known instances of noncompliance with NC General Statutes.

TOWN OF BOILING SPRING LAKES BOARD OF ALCOHOLIC CONTROL
(A COMPONENT UNIT OF THE CITY OF BOILING SPRING LAKES)
NOTES TO FINANCIAL STATEMENTS
September 30, 2014

EXHIBIT D
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3. PENSION PLAN OBLIGATIONS

Local Governmental Employees' Retirement System

Plan Description. The Board contributes to the statewide Local Governmental Employees' Retirement System (LGERS), a cost-sharing multiple-employer defined benefit pension plan administered by the State of North Carolina. LGERS provides retirement and disability benefits to plan members and beneficiaries. Article 3 of G.S. Chapter 128 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. The Local Governmental Employees' Retirement System is included in the Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. The State's CAFR includes financial statements and required supplementary information for LGERS. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

Funding Policy. Plan members are required to contribute six percent of their annual covered salary. The ABC Board is required to contribute at an actuarially determined rate. The Board's current rate for employees not engaged in law enforcement is 7.07% of annual covered payroll. The contribution requirements of members and of the Board are established by and may be amended by the North Carolina General Assembly. The Board's contributions to LGERS for the quarters ended September 30, 2014, 2013 and 2012 were \$722, \$752 and \$611 respectively. The contributions made by the ABC Board equaled the required contributions for each quarter.

4. VACATION AND SICK LEAVE COMPENSATION

Permanent full time and part time employees of the Board earn annual leave based on forty hours through year one of employment and eighty hours after year one based on forty hours per week. Annual leave may accumulate up to a maximum of ten days for a forty hour per week employee. However, the hours accumulated at December 31 each year must be used by the following June 30. As of September 30, 2014 the liability for accrued vacation was \$862. The current portion of the accumulated vacation pay is not considered to be material.

The Board has not incurred sick leave compensation.

5. DISTRIBUTIONS OF INCOME

State law [18B-805(e)] requires that the entire profit, after deducting amounts required by law enforcement and retaining proper working capital, be paid quarterly to the City. The Board has made distributions to the City since inception as follows:

	<u>Current Quarter</u>	<u>Current Year to Date</u>	<u>Total to Date</u>
Distributed to City of Boiling Spring Lakes	7,693	7,693	169,551

TOWN OF BOILING SPRING LAKES BOARD OF ALCOHOLIC CONTROL
(A COMPONENT UNIT OF THE CITY OF BOILING SPRING LAKES)
NOTES TO FINANCIAL STATEMENTS
September 30, 2014

EXHIBIT D
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6. LAW ENFORCEMENT EXPENSES

The Board is required by law to expend 5% of its profits for law enforcement. Profits are defined by law for these calculations as change in net assets before law enforcement expense, less the 3 1/2% markup provided in G.S. 18B-804(b) (5) and the bottle charge provided for in G.S. 18B-804(b) (6b).

Profit Before Distributions (Loss)	7,851
Less: 3 ½ % Tax and Bottle Charge	<u>(4,698)</u>
Profit Subject to Expense Percentages	3,153

Law Enforcement Expenditures	158
Actual Percentage of profit	5%

7. DISBURSEMENT OF TAXES INCLUDED IN SELLING PRICE

A state excise tax, at the rate of 30% effective September 1, 2009, on the retail (net sales) price is charged monthly on liquor sales (excluding wine sales). Transactions for this account for the quarter are summarized as follows:

Taxes payable July 01, 2014	11,985
Taxes collected during the quarter	35,660
Taxes remitted to Department of Revenue	<u>36,853</u>
Taxes payable September 30, 2014	10,792
The excise tax is computed in accordance with G.S. 18B-805(i).	

A bottle charge of one cent on each bottle containing 50 milliliters or less and five cents on each bottle containing more than 50 milliliters is collected and distributed monthly to the county commissioners for alcohol education or rehabilitation. For the quarter ended September 30, 2014, payments to the county were based on the following bottle sales:

Regular Bottles	9,578 @ 5 cents =	479
Mixed Beverage Bottles	763 @ 5 cents =	38
Miniature Bottles	1,988 @ 1 cent =	<u>20</u>
Total payments for quarter		<u>537</u>

A "mixed beverage tax" at the rate of \$20.00 per 4 liters is charged on the sale of liquor to be resold as mixed beverages. One-half of the mixed beverage tax is submitted monthly to the Department of Revenue. Five percent of the mixed beverage tax is submitted monthly to the Department of Human Resources.

The mixed beverage tax for the quarter was:

Department of Revenue (50%)	1,435
Department of Human Resources (5%)	143
Profit Retained (45%)	<u>1,291</u>
Total	<u>2,869</u>

SUPPLEMENTARY INFORMATION

TOWN OF BOILING SPRING LAKES
BOARD OF ALCOHOLIC CONTROL
(A COMPONENT UNIT OF THE CITY OF BOILING SPRING LAKES)
SCHEDULE OF STORE AND ADMINISTRATIVE EXPENSES
For the Quarters Ended September 30, 2014 and 2013

SCHEDULE 1

	<u>2014</u>	<u>2012</u>
<u>Store Expenses</u>		
Salaries and wages	15,901	16,681
Payroll taxes	1,230	659
Retirement expense	699	260
Cash (over) short	-	(22)
Rent expense	15	0
Repairs and maintenance - building	-	181
Repairs and maintenance - equipment	1,760	859
Utilities	1,227	727
Telephone	708	546
Insurance - general	504	388
Insurance - property	538	374
Insurance - health	1,931	2,342
Store supplies	448	412
Travel expense	578	943
Office supplies	338	-
Dues	100	200
Credit card fees	2,103	2,514
Bank fees	76	71
Alarm expense	511	286
Miscellaneous expenses	136	
Total Store Expenses	<u>28,803</u>	<u>27,421</u>
<u>Administrative Expenses</u>		
Board per diem	645	248
Professional services	1,600	1,600
Bonds	<u>125</u>	<u>100</u>
Total Administrative Expenses	<u>2,370</u>	<u>1,948</u>

TOWN OF BOILING SPRING LAKES
BOARD OF ALCOHOLIC CONTROL
(A COMPONENT UNIT OF THE CITY OF BOILING SPRING LAKES)
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET vs ACTUAL
For the Quarter Ended September 30, 2014

SCHEDULE 2
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	<u>Initial Budget</u>	<u>Final Budget</u>	<u>Actual Year To Date</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>				
Sales	606,511	606,511	163,501	(443,010)
Other Income	<u>-</u>	<u>-</u>	<u>46</u>	<u>46</u>
Total Revenue	606,511	606,511	163,547	(442,964)
Taxes Based on Revenue	<u>135,167</u>	<u>135,167</u>	<u>37,762</u>	<u>97,405</u>
Revenue after Taxes	<u>471,344</u>	<u>471,344</u>	<u>125,785</u>	<u>(345,559)</u>
<u>Expenditures</u>				
Cost of Goods Sold	317,709	317,709	84,759	232,950
Salaries & Benefits	89,370	89,370	19,761	69,609
Board Member Per Diem	2,700	2,700	645	2,055
Unemployment	1,180	1,180	-	1,180
Rent			15	(15)
Repairs & Maintenance	9,618	9,618	1,760	7,858
Utilities	7,680	7,680	1,935	5,745
Insurance - General & Bonds	5,298	5,298	1,167	4,131
Store / Office Supplies	2,643	2,643	786	1,857
Licenses & Other Taxes	304	304	-	304
Cash (over) short			-	-
Equipment Lease	1,644	1,644	511	1,133
Postage			-	-
Professional Fees	5,600	5,600	1,600	4,000
Dues & Subscriptions	200	200	100	100
Travel	3,294	3,294	578	2,716
Credit Card Fees	7,200	7,200	2,103	5,097
Bank Fees	504	504	76	428
Other expenses			136	(136)
Penalties			-	-
Capital Outlay	-	-	2,475	(2,475)
Contingency	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>1,000</u>
Total Expenditures	<u>455,944</u>	<u>455,944</u>	<u>118,407</u>	<u>337,537</u>

TOWN OF BOILING SPRING LAKES
BOARD OF ALCOHOLIC CONTROL
(A COMPONENT UNIT OF THE CITY OF BOILING SPRING LAKES)
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET vs ACTUAL
For the Quarter Ended September 30, 2014

SCHEDULE 2
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	<u>Initial Budget</u>	<u>Final Budget</u>	<u>Actual Year To Date</u>	<u>Variance Favorable (Unfavorable)</u>
Distributions				
City	15,000	15,000	7,693	7,307
Law Enforcement	400	400	158	242
Total Distributions	<u>15,400</u>	<u>15,400</u>	<u>7,851</u>	<u>7,549</u>
Other Income (Expenses)				
Other Income				-
Other (Expenses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Income (Expenses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures and Distributions	471,344	471,344	126,258	345,086
Working Capital Retained				
Total Expenses, Distributions, & Reserve	<u>471,344</u>	<u>471,344</u>	<u>126,258</u>	<u>345,086</u>
Revenues over Expenditures, Distributions and Reserve	<u>-</u>	<u>-</u>	<u>(473)</u>	<u>(473)</u>
<u>Reconciliation of Differences from Budgetary to Full Accrual</u>				
Revenues over Expenditures, Distributions and Reserves (Budgetary)			(473)	
Depreciation			(2,002)	
Capital Outlay			<u>2,475</u>	
Changes in Net Position			<u>-</u>	