

**REPORT OF THE TREASURER TO THE  
KANSAS-NEBRASKA BIG BLUE RIVER COMPACT ADMINISTRATION**

May 13, 2021

1. Current Year Overview (**Attachment A**)
  - a. Our beginning balance for FY2021 was \$26,250.49. Since that time, we have had income from the State Assessments and interest which total \$19,032.52.
  - b. Our expenses thus far have been \$16,252.00 for USGS Stateline gages, and \$680.00 for the Lower Big Blue NRD observation wells.
  - c. The balance on hand is \$28,351.01.
  - d. Our only estimated expenditure for the remainder of the FY2021 is \$1000.00 for our annual accountants' review, and we estimate an interest income of \$7.00.
  - e. Thus, our estimated end-of-year balance is \$27,358.01.
  
2. Budget Analysis of FY2018 to FY2023 (**Attachment B**)
  - a. The first three columns show the actual expenditures and income for FY2018 to FY2020.
  - b. The FY2021 budget is divided into two columns to show expenses and income to date, and estimated expenses and income through June 30, 2021.
  - c. The column highlighted in yellow is the proposed budget for FY2022. We continue to add 3 percent to Stateline gages expenditures to allow for increased costs. We have allowed \$1000 for the annual accountants' review and \$700 for observation wells. We continue to include line items for postage, printing and miscellaneous costs. Our expected balance at the conclusion of FY2022 is \$27,568.45.
  - d. The final column shows the projected budget for FY2023. We don't anticipate any major changes in our operating budget. We estimate that our balance will be \$27,276.70 at the close of FY2023.
  
3. Annual Accountants' Review (**Attachment C**).
  - a. We have included the documents from FY2020 Annual Accountants' Review as Attachment C.

## Attachment A: Current Year Overview

May 13, 2021

BEGINNING BALANCE: July 1, 2020		<b>\$ 26,250.49</b>
INCOME: as of May 13, 2021		
State Assessments	\$ 19,000.00	
Interest Income	\$ 32.52	
TOTAL INCOME	<u>                    </u>	\$ 19,032.52
EXPENSES: as of May 13, 2021		
USGS - Stateline Gages	\$ 16,252.00	
Printing Annual Report	\$ -	
Lower Big Blue Natural Resources District - Observation Wells	\$ 680.00	
Dana Cole - Review	\$ -	
TOTAL EXPENSES	<u>                    </u>	\$ 16,932.00
BALANCE ON HAND:		<b>\$ 28,351.01</b>
ESTIMATED EXPENDITURES THROUGH JUNE 30, 2021		
Annual Accountants' Review	\$ 1,000.00	
Printing Annual Report	\$ -	
Postage and Office Supplies	\$ -	
Miscellaneous	\$ -	
TOTAL ESTIMATED ADDITIONAL EXPENDITURES	<u>                    </u>	\$ 1,000.00
ESTIMATED INCOME THROUGH JUNE 30, 2021		
Interest Income (May and June)		\$ 7.00
<b>ESTIMATED BALANCE AS OF JUNE 30, 2021</b>		<b><u>                    </u></b>
		<b>\$ 27,358.01</b>

**ATTACHMENT B: Big Blue River Compact Budget Analysis, FY2018 to FY2023**

	FY 2018	FY 2019	FY 2020	FY 2021		FY 2022	FY 2023
	Actual 7/1/17 to 6/30/18	Actual 7/1/18 to 6/30/19	Actual 7/1/19 to 6/30/20	Actual 7/1/20 to 4/23/2021	Estimated 4/24/2021 to 6/30/21	Proposed 7/1/21 to 6/30/22	Projected 7/1/22 to 6/30/23
<b>EXPENDITURES</b>							
Operations							
USGS - Stateline Gages	\$ 15,925.00	\$ 16,039.00	\$ 16,198.00	\$ 16,252.00	\$ -	\$ 16,739.56	\$ 17,241.75
LBBNRD - Observation Wells	\$ 680.00	\$ 680.00	\$ 680.00	\$ 680.00		\$ 700.00	\$ 700.00
Water Quality Committee	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Annual Report - Printing	\$ -	\$ -	\$ -		\$ -	\$ 200.00	\$ 200.00
Annual Accountants' Review	\$ -	\$ 950.00	\$ 3,800.00	\$ -	\$ 1,000.00	\$ 1,000.00	\$ 1,000.00
Postage and Office Supplies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 100.00	\$ 100.00
Miscellaneous Expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 100.00	\$ 100.00
<b>Total Expenses</b>	\$ 16,605.00	\$ 17,669.00	\$ 20,678.00	\$ 16,932.00	\$ 1,000.00	\$ 18,839.56	\$ 19,341.75
<b>INCOME &amp; CARRY OVER</b>							
Assessments (Both States)	\$ 19,000.00	\$ 19,000.00	\$ 19,000.00	\$ 19,000.00	\$ -	\$ 19,000.00	\$ 19,000.00
Interest earned	\$ 52.14	\$ 100.85	\$ 74.31	\$ 32.52	\$ 7.00	\$ 50.00	\$ 50.00
Carry Over from Prior Year	\$ 23,975.19	\$ 26,422.33	\$ 27,854.18	\$ 26,250.49	\$ -	\$ 27,358.01	\$ 27,568.45
<b>Total Income and Carry Over</b>	\$ 43,027.33	\$ 45,523.18	\$ 46,928.49	\$ 45,283.01	\$ 7.00	\$ 46,408.01	\$ 46,618.45
<b>Ending Balance</b>	\$ 26,422.33	\$ 27,854.18	\$ 26,250.49	\$ 28,351.01	\$ 27,358.01	\$ 27,568.45	\$ 27,276.70

KANSAS-NEBRASKA BIG BLUE RIVER COMPACT ADMINISTRATION

FINANCIAL STATEMENTS

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

JUNE 30, 2020



**DANA F. COLE  
& COMPANY** LLP  
CERTIFIED PUBLIC ACCOUNTANTS



**DANA F. COLE  
& COMPANY** LLP  
CERTIFIED PUBLIC ACCOUNTANTS

## INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors  
Kansas-Nebraska Big Blue River Compact Administration  
Lincoln, Nebraska

We have reviewed the accompanying cash basis financial statements of Kansas-Nebraska Big Blue River Compact Administration (a nonprofit organization), which comprise the statement of cash receipts and disbursements for the year ended June 30, 2020, and the related notes to the financial statement. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the cash basis of accounting; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of financial statements in the circumstances. Management is also responsible for 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.

### **Accountant's Responsibility**

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with the cash basis of accounting. We believe that the results of our procedures provide a reasonable basis for our conclusion.

### **Accountant's Conclusion**

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statement in order for it to be in accordance with the cash basis of accounting.

### **Basis of Accounting**

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our conclusion is not modified with respect to this matter.

## Supplementary Information

The accompanying supplementary information included in statement of cash receipts and disbursement - compared to budget is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the review procedures applied in our review of the basic financial statements. We are not aware of any material modifications that should be made to the supplementary information. We have not audited the supplementary information and do not express an opinion on such information.

Dana F Cole + Company, LLP

Lincoln, Nebraska  
March 9, 2021

KANSAS-NEBRASKA BIG BLUE RIVER COMPACT ADMINISTRATION  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS  
YEAR ENDED JUNE 30, 2020

RECEIPTS

Kansas contribution	9,500
Nebraska contribution	9,500
Interest	<u>82</u>
Total receipts	<u>19,082</u>

DISBURSEMENTS

Surface and ground water investigations	16,878
Auditing and accounting services	<u>3,800</u>
Total disbursements	<u>20,678</u>

DECREASE IN CASH (1,596)

CASH, beginning of year 27,886

CASH, end of year 26,290

See accompanying notes to financial statements.

KANSAS-NEBRASKA BIG BLUE RIVER COMPACT ADMINISTRATION  
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Nature of Activities

The Kansas-Nebraska Big Blue River Compact Administration is an interstate administrative agency established, upon adoption of rules and regulations pursuant to Article III (3,4) of the Kansas-Nebraska Big Blue River Compact on April 24, 1973, to administer the Compact.

The Administration is incorporated as an organization exempt from income tax under Code Section 501(c)(3) of the Internal Revenue Code.

Basis of Presentation

The financial statements of the Administration have been prepared on the cash receipts and disbursements basis method of accounting. Therefore, investments, receivables and payables, long-lived assets, accrued income and expenses, and amortization and depreciation, which may be material in amount, are not presented. These financial statements are not intended to present the financial position, results of operations, or cash flows in conformity with accounting principles generally accepted in the United States of America.

Function

The major function of the Administration is to establish "such stream-gauging stations, ground water observation wells, and other data collection facilities as are necessary for administrating the Compact."

The purpose of the Compact is to:

- a. Promote interstate comity between the state of Kansas and Nebraska.
- b. To achieve equitable apportionment of the waters of the Big Blue River Basin between the two states and to promote orderly development thereof.
- c. To encourage continuation of the active pollution-abatement programs of the waters of the Big Blue River Basin.

NOTE 2. SUBSEQUENT EVENT

In preparing the financial statements, the Administration has evaluated events and transactions for potential recognition or disclosure through March 9, 2021, the date the financial statements were available to be issued.



SUPPLEMENTAL INFORMATION

KANSAS-NEBRASKA BIG BLUE RIVER COMPACT ADMINISTRATION  
 STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS - COMPARED TO BUDGET  
 YEAR ENDED JUNE 30, 2020

	Budget	Actual	Variance Favorable (Unfavorable)
<b>RECEIPTS</b>			
Kansas contribution	9,500	9,500	
Nebraska contribution	9,500	9,500	
Interest	50	82	32
Total receipts	<u>19,050</u>	<u>19,082</u>	<u>32</u>
<b>DISBURSEMENTS</b>			
Surface and ground water investigations	18,700	16,878	1,822
Auditing and accounting services	900	3,800	(2,900)
Printing annual report	200		200
Postage and supplies	100		100
Miscellaneous	100		100
Total disbursements	<u>20,000</u>	<u>20,678</u>	<u>(678)</u>
<b>DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS</b>	<u>(950)</u>	<u>(1,596)</u>	<u>(646)</u>

See accompanying notes to financial statements.