BUFFALO-RED RIVER WATERSHED DISTRICT
BARNESVILLE, MINNESOTA

AUDITED FINANCIAL STATEMENTS

DECEMBER 31, 2023

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BUFFALO-RED RIVER WATERSHED DISTRICT
OFFICIALS DIRECTORY
DECEMBER 31, 2023

BOARD OF MANAGERS

Member	Address	Position	Term Expires
Peter V. Fjestad	Otter Tail County	President	08-31-24
Catherine L. Affield	Wilkin County	Vice President	08-31-25
Troy Larson	Wilkin County	Treasurer	08-31-24
John E. Hanson	Becker County	Secretary	08-31-24
Gerald L. Van Amburg	Clay County	Manager	08-31-26
William E. Davis	Clay County	Manager	08-31-24
Curtis W. Stubstad	Clay County	Manager	08-31-26

BradyMartz

INDEPENDENT AUDITOR'S REPORT

Board of Managers
Buffalo-Red River Watershed District
Barnesville, Minnesota

Opinions

We have audited the accompanying cash basis financial statements of the governmental activities and each major fund of the Buffalo-Red River Watershed District, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash basis financial position of the governmental activities and each major fund of the Buffalo-Red River Watershed District as of December 31, 2023, and the respective changes in cash basis financial position thereof for the year then ended in accordance with the cash basis of accounting described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Buffalo-Red River Watershed District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter - Basis of Accounting

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting described in Note 1, and for determining that the cash basis of accounting is an acceptable basis for the preparation of the 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.

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In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statements date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Buffalo-Red River Watershed District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Buffalo-Red River Watershed District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole that collectively comprise the District's basic financial statements. The schedule of fund balances by project, as presented in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The schedule of fund balances by project 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. Such information has been subjected to the auditing procedures applied in the audit of the basic 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 or to 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 schedule of fund balances by project is fairly stated, in all material respects, in relation to the basic financial statements as a whole as described in the basis of accounting described in Note 1.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the officials directory but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Brady Martz

BRADY, MARTZ & ASSOCIATES, P.C.
GRAND FORKS, NORTH DAKOTA

May 21, 2024

BUFFALO-RED RIVER WATERSHED DISTRICT
STATEMENT OF NET CASH POSITION
DECEMBER 31, 2023

	Governmental Activities
ASSETS	
Cash and investments	$ 5,555,799
TOTAL ASSETS	5,555,799
NET CASH POSITION	
Restricted for capital projects	5,562,967
Unrestricted	(7,168)
TOTAL NET CASH POSITION	$ 5,555,799

See Notes to the Basic Financial Statements

BUFFALO-RED RIVER WATERSHED DISTRICT
STATEMENT OF ACTIVITIES ARISING FROM CASH TRANSACTIONS
FOR THE YEAR ENDED DECEMBER 31, 2023

FUNCTION	Disbursements	Program Receipts and Sources: Fees, Assessments and Charges for Services	Program Receipts and Sources: Operating Grants and Contributions	Program Receipts and Sources: Capital Grants and Contributions	Net Cash Sources (Uses) and Change in Net Cash Position: Governmental Activities Total
Governmental Activities:					
General and administrative	$ 401,165	$ 660	$ -	$ -	$ (400,505)
Fieldwork operations	4,276,832	-	-	2,270,548	(2,006,284)
District ditches	2,242,738	2,595,700	-	4,009	356,971
Total Governmental Activities	$ 6,920,735	$ 2,596,360	$ -	$ 2,274,557	(2,049,818)
General Receipts:					
Property taxes					1,622,732
Intergovernmental (not restricted for special program)					
Market value and other credits					151,781
Interest earnings					358,714
Total General Receipts					2,133,227
Changes in net cash position					83,409
Net Cash Position, January 1					5,472,390
Net Cash Position, December 31					$ 5,555,799

See Notes to the Basic Financial Statements

BUFFALO-RED RIVER WATERSHED DISTRICT
STATEMENT OF BALANCES ARISING FROM CASH TRANSACTIONS
GOVERNMENTAL FUNDS
DECEMBER 31, 2023

	General	Capital Projects Fund	Total
ASSETS			
Cash and investments	$ -	$ 5,555,799	$ 5,555,799
Due from other funds	-	7,168	7,168
TOTAL ASSETS	-	5,562,967	5,562,967
LIABILITIES			
Due to other funds	7,168	-	7,168
TOTAL LIABILITIES	7,168	-	7,168
CASH FUND BALANCE			
Restricted	-	5,562,967	5,562,967
Unassigned	(7,168)	-	(7,168)
TOTAL CASH FUND BALANCE	$ (7,168)	$ 5,562,967	$ 5,555,799

See Notes to the Basic Financial Statements

BUFFALO-RED RIVER WATERSHED DISTRICT
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

	General	Capital Projects Fund	Total
RECEIPTS			
Taxes	$ 227,618	$ 1,395,114	$ 1,622,732
Special assessments	-	2,218,574	2,218,574
Intergovernmental:			
Federal	-	363,128	363,128
State	21,579	2,024,339	2,045,918
Interest	-	358,714	358,714
Cost Share	-	17,293	17,293
Other	660	377,126	377,786
TOTAL RECEIPTS	249,857	6,754,288	7,004,145
DISBURSEMENTS			
General and administrative	401,165	-	401,165
Fieldwork operation projects	-	4,276,832	4,276,832
Drainage projects	-	2,242,738	2,242,738
TOTAL DISBURSEMENTS	401,165	6,519,570	6,920,735
Receipts Over (Under) Disbursements	(151,308)	234,718	83,410
Transfer From (To) Other Funds	159,852	(159,852)	-
Excess Revenue and Other Sources Over (Under) Expenditures and Other Uses	8,544	74,866	83,410
Cash Fund Balance - January 1	(15,712)	5,488,102	5,472,390
Cash Fund Balance - December 31	$ (7,168)	$ 5,562,968	$ 5,555,799

See Notes to the Basic Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements are presented on a cash basis of accounting. This basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements.

Reporting Entity

The financial statements of the District include all organizations, funds and account groups over which the District's Board exercises significant influence over and/or is financially accountable or organizations for which the nature and significance of their relationship with the District is such that exclusion would cause the Buffalo-Red River Watershed District's financial statements to be misleading.

The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. This criteria includes appointing a voting majority of an organization's governing body and (1) the ability of the District to impose its will on that organization or (2) the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the District.

Currently, the District does not have any component units.

Basis of Presentation

Government-Wide Financial Statements

The Statement of Net Cash Position and Statement of Activities Arising from Cash Transactions display information about the reporting government taken as a whole. They include all funds of the reporting entity except any fiduciary funds. The statements would distinguish between governmental and business-type activities (if any). The District displays all operations as governmental activities because governmental activities are generally financed through taxes, intergovernmental revenues, and other non-exchange revenues.

Fund Financial Statements

Fund financial statements of the District are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures. Funds are typically organized into three major categories: governmental, fiduciary, and proprietary. The District currently has no fiduciary or proprietary funds.

An emphasis is placed on major funds within the governmental categories. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

1. Total assets, liabilities, revenues, or expenditures of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that type,

   AND

2. Total assets, liabilities, revenues, or expenditures of the individual governmental fund are at least 5% of the corresponding total for all governmental funds combined.

Governmental Funds

General Fund

The general fund is the primary operating fund of the District and always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

Capital Projects Fund

The capital projects fund is used to account for the financial resources to be used for the acquisition or construction of capital projects. The reporting entity includes the capital projects fund as a major fund.

Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe the recognition of revenues and expenditures within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

In the government-wide Statement of Net Cash Position and the Statement of Activities Arising from Cash Transactions, governmental activities are presented using the economic resources measurement focus, within the limitations of the cash basis of accounting, as defined below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus, as applied to the cash basis of accounting is used as appropriate.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

Basis of Accounting

In the government-wide Statement of Net Cash Position and Statement of Activities Arising from Cash Transactions governmental activities are presented using the cash basis of accounting. This basis recognizes assets, liabilities, net position, revenues, and expenditures when they result from cash transactions. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of the cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or unbilled services provided in current year) and certain liabilities and their related expense (such as accounts payables, unpaid goods or services received in the current year, and accrued expenses) are not recorded in these financial statements.

If the District utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting and the government-wide financials would be presented on the accrual basis of accounting.

Budgets

The District does not prepare a formal budget for any funds. It goes through a process to establish the tax levy.

Revenues

In the Statement of Activities Arising from Cash Transactions, cash basis revenues that are derived directly from each activity or from parties outside the District's taxpayers are reported as program revenues. The District has the following program revenues; direct project cost reimbursements and project special assessments, and capital grants specific to projects. All other governmental revenues and general tax levies are classified as general revenue.

Property Taxes

The District levies property taxes on property owners within the District, which becomes an enforceable lien as of January 1. Taxes are levied in September and are payable to counties on May 15 and October 15 (November 15 for farm property) of the following year. The District levies the tax, while the respective counties collect and remit the tax collections to the District. Property taxes are recognized when received from the counties under the cash basis of accounting. The District also levies special assessments through the counties against property owners who obtain direct benefits from projects or property owners who request, through the petition process, to have a project undertaken. The special assessment collections are recorded in a manner similar to that for property taxes.

Cash and Investments

Cash balances from all funds are pooled and invested to the extent available in authorized investments authorized by Minnesota statutes. Investments held are certificates of deposit and earnings from such investments are allocated to the respective funds on the basis of the average monthly fund balance in each fund. Interest is charged to each fund that have deficit fund balances.

Equity

In the government-wide financial statements, equity is classified as "net position" and displayed in two components:

1. Restricted Net Cash Position – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

2. Unrestricted Net Cash Position – All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

Cash Fund Balance

In the governmental fund financial statements, cash fund balances are classified as nonspendable, restricted, committed, assigned, or unassigned.

Nonspendable fund balance represents a portion of fund balance that includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted fund balance represents a portion of fund balance that reflects constraints placed on the use of resources (other than nonspendable items) that are either: (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority which is the Board of Managers through an ordinance or resolution.

Assigned fund balance represents amounts constrained by the government's intent to be used for specific purposes, but neither restricted nor committed.

Unassigned fund balance represents residual classification for the general fund. This classification represents fund balance not assigned to other funds and not restricted, committed, or assigned to specific purposes within the general fund. The general fund should be the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it would be necessary to report a negative unassigned fund balance.

When both restricted and unrestricted resources are available for use, it is the District's policy to first use restricted resources, and then use unrestricted resources as they are needed. When committed, assigned or unassigned resources are available for use, it is the District's policy to use resources in the following order: 1) committed, 2) assigned and 3) unassigned.

Interfund Balances

In the process of aggregating the fund information for the government-wide Statement of Net Cash Position and Statement of Activities Arising from Cash Transactions, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

NOTE 2 CASH AND INVESTMENTS

Minnesota Statutes require that all deposits with financial institutions be collateralized in an amount equal to 110% of deposits in excess of FDIC (100% if secured by a letter of credit). At December 31, 2023, the District's deposits were covered by Federal Depository Insurance and an irrevocable and unconditional letter of credit, irrevocably authorized to draw on the Federal Home Loan Bank of Des Moines, in an amount not to exceed $700,000.

Interest Rate Risk

The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk

The District is authorized by Minnesota Statutes to invest in the following: direct obligations or obligations guaranteed by the federal government or its agencies; share of investment companies registered under the Federal Investment Company Act of 1940 and is rated in one of the two highest rating categories by a statistical rating agency, and all of the investments have a final maturity of thirteen months or less; general obligations rated "A" or better; revenue obligations rated "AA" or better, general obligations of Minnesota Housing Finance Agency rated "A" or better; commercial paper issued by United States' corporations or their Canadian subsidiaries, of the highest quality category by at least two nationally recognized rating agencies, and maturing in 270 days or less; Guaranteed Investment Contracts guaranteed by a United States commercial bank or insurance company, domestic branch of a foreign bank and with a credit quality in one of the top two highest categories; repurchase or reverse repurchase agreements and securities lending agreements with financial institutions qualified as a "depository" by the government entity, with banks that are members of the Federal Reserve System with capitalization exceeding $10,000,000, a primary reporting dealer in U.S. government securities to the Federal Reserve Bank of New York, or certain Minnesota securities broker-dealers. The District has no investment policy that would further limit its investment choices.

Custodial Risk

The District does not have a formal policy which would limit the amount held by any one financial institution or investment type.

NOTE 3 DEFICIT PROJECT BALANCES

Fund	Project	Balance
General Fund	Administrative	$ (7,168)
Capital Projects Fund	Silver Lake Outlet	(7,868)
Capital Projects Fund	Buffalo River Grade	(41,845)
Capital Projects Fund	Glyndon East Tributary	(127,510)
Capital Projects Fund	S&D Acquisition	(50,957)
Capital Projects Fund	Wilkin County BMP	(16,292)
Capital Projects Fund	Otter Tail River BMP	(11,148)
Capital Projects Fund	BRRW - WBIF C21-4911 Tracking	(1,139)
Capital Projects Fund	BRRW - WBIF C21-4911	(653,071)
Capital Projects Fund	BRRW - WBIF - C22-7130 Tracking	(840)
Capital Projects Fund	Buffer-Riparian Aid	(561,565)
Capital Projects Fund	City of Georgetown Flood Prot.	(29,632)
Capital Projects Fund	City of Wolverton Flood Prot.	(114,978)
Capital Projects Fund	Ganz Dam Removal	(9,439)
Capital Projects Fund	Red River Trib. CWF-Clay SWCD	(1,105)
Capital Projects Fund	Otter Tail River Planning	(347,644)
Capital Projects Fund	Whiskey Creek Enhancement Pj. 81	(482,936)
Capital Projects Fund	Stony Creek Comp Plan	(33,231)
Capital Projects Fund	Becker Ditch #09	(506)
Capital Projects Fund	Clay Ditch #03	(75,521)
Capital Projects Fund	Clay Ditch #16	(33,821)
Capital Projects Fund	Clay Ditch #20	(27,759)
Capital Projects Fund	Clay Ditch #23	(14,800)
Capital Projects Fund	Clay Ditch #58	(27,895)
Capital Projects Fund	Clay Ditch #59 - PJ 48	(22,933)
Capital Projects Fund	Wilkin Ditch #6A	(248,259)
Capital Projects Fund	Wilkin Ditch #22 - PJ 01	(73,657)
Capital Projects Fund	Wilkin/Otter JD #2	(59,740)
Capital Projects Fund	Project #14	(62,905)
Capital Projects Fund	Project #16	(1)
Capital Projects Fund	Project #32	(3,233)
Capital Projects Fund	Project #33	(34,957)
Capital Projects Fund	Project #46- TLO	(31,577)
Capital Projects Fund	Project #49- Oak	(25,184)
Capital Projects Fund	Project #56	(16,143)
Capital Projects Fund	Pj. 82, Glyndon East Tributary	(88,829)

These deficits will be eliminated primarily through future receipts and transfers from other projects.

NOTE 4 DEFINED BENEFIT PENSION PLANS

A. Plan Description

All full-time and certain part-time employees of the Buffalo-Red River Watershed District are covered by defined benefit plans administered by the Public Employees Retirement Association of Minnesota (PERA). PERA administers the General Employees Retirement Plan (accounted for in the General Employees Fund), which is a cost-sharing, multiple-employer retirement plan. This plan is established and administered in accordance with Minnesota Statutes, Chapters 353 and 356.

General Employees Plan members belong to either the Coordinated Plan or the Basic Plan. Coordinated Plan members are covered by Social Security and Basic Plan members are not. All new members must participate in the Coordinated Plan.

PERA provides retirement benefits as well as disability benefits to members and survivor benefits upon death of eligible members. Benefits are established by state statute. Benefits for members of the General Employees Plan vest after five years of credited service.

Two methods are used to compute benefits for PERA's Coordinated Plan members. Members hired prior to July 1, 1989, receive the higher of Method 1 or Method 2 formulas. Only Method 2 is used for members hired after June 30, 1989. Under Method 1, the accrual rate for Coordinated members is 1.2% for each of the first 10 years of service and 1.7% for each additional year. The rates are 2.2% and 2.7%, respectively, for Basic members. Under Method 2, the accrual rate for Coordinated members is 1.7% for all years of service, and 2.7% for Basic members. The accrual rates for former MERF members is 2.0% for each of the first 10 years of service and 2.5% for each additional year. For members hired prior to July 1, 1989 a full annuity is available when age plus years of service equal 90 and normal retirement age is 65. For members hired on or after July 1, 1989 normal retirement age is the age for unreduced Social Security benefits capped at 66.

For all General Employees Plan members hired prior to July 1, 1989 whose annuity is calculated using Method 1, a full annuity is available when age plus years of service equal 90. Method 2 provides for unreduced retirement benefits at age 65 for members first hired prior to July 1, 1989 or age 66 (the age for unreduced Social Security benefits), for those first hired on or after that date. Early retirement may begin at age 55 with an actuarial reduction (about six percent per year) for members retiring prior to full retirement age.

There are different types of annuities available to members upon retirement. A single-life annuity is a lifetime annuity that ceases upon the death of the retiree—no survivor annuity is payable. There are also various types of joint and survivor annuity options available which will be payable over joint lives. Members may also leave their contributions in the fund upon termination of public service in order to qualify for a deferred annuity at retirement age. Refunds of contributions are available at any time to members who leave public service before retirement benefits begin.

The benefit provisions stated in the preceding paragraphs of this section are current provisions and apply to active plan participants.

PERA issues a publicly available financial report that includes financial statements and required supplementary information for the General Employees Plan. That report may be obtained on the PERA's website at www.mnpera.org/about/financial/.

B. Funding Policy

Minnesota Statutes Chapter 353 sets the rates for employer and employee contributions. These statutes are established and amended by the state legislature. The District makes annual contributions to the pension plans equal to the amount required by state statutes. General Employees Retirement Plan Basic Plan members and Coordinated Plan members were required to contribute 9.1% and 6.5%, respectively, of their annual covered salary in 2023. In 2023, the Buffalo-Red River Watershed District was required to contribute the following percentages of annual covered payroll: 11.78% for Basic Plan members, 7.5% for Coordinated Plan members. The District's contribution to the Public Employees Retirement Fund for the year ended December 31, 2023 was $14,624.

NOTE 5 RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The District carries commercial insurance coverage on its commercial property and for liability, personal and advertising injury, non-owned auto and a miscellaneous floater. Insurance coverage has not been reduced from the prior year, and settlements have not exceeded insurance coverage in any of the past three years.

NOTE 6 CONTINGENCIES

Grants

The District participates in state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of money received may be required and the collectability of any related receivable at December 31, 2023, may be impaired. The District is not aware of any significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants.

Claims and Litigation

The District may be subject to legal actions relating to projects undertaken or attempted to be undertaken. Although the outcomes cannot be determined, the District consults with legal counsel and carries various insurance coverage to minimize the impact of such litigation.

NOTE 7 COMMITMENTS

As of December 31, 2023, the District has commitments totaling approximately $3,073,000 for six construction projects. Three projects, for an estimated total of $733,000 are scheduled to be completed in 2024, and three projects totaling approximately $2,340,000 are expected to be completed in 2025.

NOTE 8 INTERFUND TRANSFERS

Transfer In	Transfer Out	Amount
General Fund	Capital Projects Fund	$ 159,852

The purpose of the transfer is to move revenue and expenses into correct project classes.

NOTE 9 INTERFUND BALANCES

The District has the following interfund receivables and payables as of December 31, 2023:

	Interfund Receivable	Interfund Payable
General Fund	$ -	$ 7,168
Capital Projects Fund	7,168	-
	$ 7,168	$ 7,168

Interfund balances consist of expenditures paid on behalf of other funds as of December 31, 2023.

NOTE 10 SUBSEQUENT EVENTS

No significant events occurred subsequent to the District's year end. Subsequent events have been evaluated through May 21, 2024, which is the date these financial statements were available to be issued.

BUFFALO-RED RIVER WATERSHED DISTRICT
SCHEDULE OF FUND BALANCES BY PROJECT – CASH BASIS
DECEMBER 31, 2023

		Receipts and Other Sources						Disbursements						
	Fund Balance 1/1/2023	Taxes and Special Assessments	MV Credit	Cost Sharing	Capital & Operating Grants	Other Receipts	Total	General Governmental	Professional Services	Project Costs	Interest and Miscellaneous	Total	Transfers	Fund Balance 12/31/2023
GENERAL FUND:														
Administrative	$ (15,712)	$ 227,618	$ 21,579	$ -	$ -	$ 660	$ 249,857	$ 376,724	$ 24,441	$ -	$ -	$ 401,165	$ 159,852	$ (7,168)
CAPITAL PROJECTS FUND:														
Fieldwork Operations:														
Construction - Other	1,405,559	-	-	-	-	-	-	-	-	-	-	-	-	1,405,559
Insurance	(2,331)	21,929	-	-	-	1,595	23,524	34,076	-	-	-	34,076	20,000	7,117
Silver Lake Outlet	(12,723)	-	-	-	12,016	-	12,016	-	5,542	900	-	6,442	(719)	(7,868)
Hay Creek Water Management	(291)	-	-	-	-	-	-	-	13,977	-	-	13,977	14,268	-
Upper Buffalo Sediment	6,161	-	-	-	45,601	31,593	77,194	-	78,887	1,512	46,715	127,114	58,226	14,467
Upper S Branch BMP	(29,829)	-	-	-	333,761	10,000	343,761	-	124,758	260,376	3,868	389,002	77,999	2,929
Buffalo River Grade	(41,845)	-	-	-	-	-	-	-	-	-	-	-	-	(41,845)
Glyndon East Tributary	(127,510)	-	-	-	-	-	-	-	-	-	-	-	-	(127,510)
Georgetown Low Water Crossing	(1,878)	-	-	-	-	-	-	-	-	-	-	-	1,878	-
Wetland Restorations	752,732	-	-	-	-	-	-	-	-	500	-	500	11,217	763,449
S&D Acquisition	(48,165)	-	-	-	-	-	-	-	2,543	-	-	2,543	(249)	(50,957)
Wilkin County BMP	(16,292)	-	-	-	-	-	-	-	-	-	-	-	-	(16,292)
Wolverton Creek - PJ 79	1,086,581	97,541	-	-	-	118,444	215,985	-	22,436	168,436	-	190,872	(7,933)	1,103,761
Otter Tail River BMP	(11,148)	-	-	-	-	-	-	-	-	-	-	-	-	(11,148)
Barnesville Drainage	78,663	-	-	-	-	-	-	-	3,665	-	(4,094)	(429)	9,566	88,658
Upper SB BR NWQI Planning	(3,617)	-	-	-	18,764	-	18,764	-	15,193	-	-	15,193	46	-
SBBR Watershed CWF C22-9764	127,610	-	-	-	-	-	-	-	43,610	-	-	43,610	-	84,000
Basic Water Management fund #1	-	686,727	65,101	-	-	-	751,828	-	6,445	87,533	126,403	220,381	(531,447)	-
BRRW Comp. Watershed Mgmt. Plan	-	686,458	65,101	-	-	-	751,559	-	-	-	-	-	(751,559)	-
BRRW - WBIF C21-4911 Tracking	-	-	-	-	-	-	-	-	2,548	-	-	2,548	1,409	(1,139)
BRRW - WBIF C21-4911	(382,584)	-	-	-	518,734	-	518,734	-	-	-	312,898	312,898	(476,323)	(653,071)
BRRW - WBIF C22-7130	613,659	-	-	-	-	-	-	-	-	-	146,393	146,393	(24,500)	442,766
BRRW - WBIF - C22-7130 Tracking	-	-	-	-	-	-	-	-	-	-	-	-	(840)	(840)
BR-BMP/Clay SWCD Tech Asst.	44,862	-	-	-	-	-	-	-	18,155	-	-	18,155	15,138	41,845
Buffer-Riparian Aid	(561,565)	-	-	-	-	81,459	81,459	-	-	-	-	-	(81,459)	(561,565)
City of Georgetown Flood Prot.	(21,654)	-	-	-	-	140,363	140,363	-	148,166	-	-	148,166	(175)	(29,632)
City of Wolverton Flood Prot.	(55,612)	-	-	-	-	202,355	202,355	-	260,430	-	-	260,430	(1,291)	(114,978)
Drainage General	-	-	-	-	-	-	-	-	-	4,954	-	4,954	4,954	-
Education and Training	-	-	-	-	-	-	-	-	-	-	8,083	8,083	23,019	14,936
Ganz Dam Removal	-	-	-	-	9,917	-	9,917	-	17,929	1,200	-	19,129	(227)	(9,439)
OTR-BMP/Wilkin SWCD Tech Asst.	13,270	-	-	-	-	-	-	-	149	-	-	149	(1,975)	11,146
Otter Tail River Restoration	350,871	-	-	-	-	731	731	-	80,752	-	1,129	81,881	85,683	355,404
Permit Management	-	-	-	-	-	-	-	-	605	25,762	-	26,367	33,355	6,988
Red River Trib. CWF-Clay SWCD	-	-	-	12,016	-	-	12,016	-	35,916	-	1,000	36,916	23,795	(1,105)
Water Quality Monitoring Prog.	-	-	-	-	-	-	-	-	209	19,691	-	19,900	34,943	15,043
Wilkin SWCD BMP-Tech Asst.	26,951	-	-	-	-	-	-	-	-	-	-	-	(10,659)	16,292
Otter Tail River Planning	(347,644)	-	-	-	-	-	-	-	-	-	-	-	-	(347,644)
One Watershed, One Plan - Fund C21-4911	647,933	-	-	-	-	-	-	-	-	-	-	-	-	647,933
Buffalo Initiative 2015	561,000	-	-	-	-	-	-	-	-	-	-	-	-	561,000
MS4 SWPPP	1,321	-	-	-	-	-	-	-	50	-	-	50	3,926	5,197
Streambreak Erosion - PJ 26	7,704	-	-	-	-	406	406	-	-	-	-	-	(53)	8,057
Whiskey Creek Enhancement Pj. 81	(386,349)	154,794	-	1,267	725,273	-	881,334	7	159,420	957,108	7,693	1,124,228	146,307	(482,936)
Stony Creek Comp Plan	17,087	-	-	-	593,199	-	593,199	-	147,536	871,614	4,154	1,023,304	379,787	(33,231)
District Ditches:														-
Becker Ditch #05	1,924	19,907	-	-	-	500	20,407	-	1,362	250	-	1,612	1,136	21,855
Becker Ditch #06	1,109	-	-	-	-	55	55	-	-	-	-	-	(202)	962
Becker Ditch #09	(30,375)	29,699	-	-	-	-	29,699	-	284	113	526	923	1,093	(506)
Becker Ditch #10	6,758	3,005	-	-	-	423	3,428	-	95	242	-	337	513	10,362
Becker Ditch #15 - PJ 23	71,733	14,470	-	-	-	3,996	18,466	-	1,060	4,432	-	5,492	6,297	91,004
Becker Ditch #19	6,547	4,919	-	-	-	378	5,297	-	367	1,832	-	2,199	873	10,518
Clay Ditch #03	(111,035)	60,804	-	-	-	-	60,804	-	3,057	17,783	3,213	24,053	(1,237)	(75,521)
Clay Ditch #05	(8,747)	30,538	-	-	-	-	30,538	-	840	1,261	56	2,157	(1,575)	18,059
Clay Ditch #09	20,716	20,263	-	-	-	1,402	21,665	-	356	-	-	356	(250)	41,775
Clay Ditch #16	(41,820)	16,506	-	-	-	-	16,506	3,523	1,449	1,644	1,307	7,923	(584)	(33,821)

BUFFALO-RED RIVER WATERSHED DISTRICT
SCHEDULE OF FUND BALANCES BY PROJECT – CASH BASIS - CONTINUED
DECEMBER 31, 2023

	Fund Balance 1/1/2023	Taxes and Special Assessments	MV Credit	Cost Sharing	Capital & Operating Grants	Other Receipts	Total	General Governmental	Professional Services	Project Costs	Interest and Miscellaneous	Total	Transfers	Fund Balance 12/31/2023
Clay Ditch #17	$ 26,346	$ 9,460	$ -	$ 1,818	$ -	$ 522	$ 11,800	$ -	$ 5,287	$ 21,303	$ -	$ 26,590	$ (1,347)	$ 10,209
Clay Ditch #20	(57,486)	34,783	-	-	-	-	34,783	-	2,580	-	1,543	4,123	(933)	(27,759)
Clay Ditch #21	(16,458)	32,133	-	-	-	-	32,133	-	961	4,569	313	5,843	(1,024)	8,808
Clay Ditch #22	22,692	5,000	-	-	-	1,241	6,241	-	807	-	-	807	(172)	27,954
Clay Ditch #23	(32,931)	20,070	-	-	-	-	20,070	-	398	-	864	1,262	(677)	(14,800)
Clay Ditch #28	7,523	8,088	-	-	-	478	8,566	-	465	-	-	465	(184)	15,440
Clay Ditch #31	17,547	4,856	-	-	-	1,003	5,859	-	472	-	-	472	(199)	22,735
Clay Ditch #32	45,164	9,645	-	-	-	2,061	11,706	-	987	13,789	-	14,776	(513)	41,581
Clay Ditch #33	32,079	10,628	-	-	-	1,532	12,160	-	303	11,351	-	11,654	(551)	32,034
Clay Ditch #34	34,001	8,649	-	-	-	1,635	10,284	-	2,143	5,825	-	7,968	(1,608)	34,709
Clay Ditch #35	(1,841)	20,182	-	-	-	-	20,182	-	604	6,675	20	7,299	(329)	10,713
Clay Ditch #36	23,400	13,046	-	-	-	1,334	14,380	-	303	2,341	-	2,644	(506)	34,630
Clay Ditch #39 - PJ 7	(23,652)	54,234	-	-	-	-	54,234	-	576	11,487	369	12,432	(633)	17,517
Clay Ditch #40	27,474	14,706	-	-	-	1,110	15,816	-	5,902	9,082	-	14,984	(785)	27,521
Clay Ditch #49	22,417	9,833	-	-	-	1,310	11,143	-	199	330	-	529	(420)	32,611
Clay Ditch #51	(1,108)	23,971	-	-	-	189	24,160	-	1,052	2,048	-	3,100	(492)	19,460
Clay Ditch #53 - PJ 47	38,944	4,849	-	-	-	2,099	6,948	-	340	3,512	-	3,852	(561)	41,479
Clay Ditch #54	29,091	10,378	-	2,193	-	549	13,120	-	4,118	33,803	-	37,921	(1,483)	2,807
Clay Ditch #57	12,572	-	-	-	-	639	639	-	425	-	-	425	(437)	12,349
Clay Ditch #58	(54,917)	41,487	-	-	-	-	41,487	-	2,600	10,043	1,545	14,188	(277)	(27,895)
Clay Ditch #59 - PJ 48	3,307	17,748	-	-	-	-	17,748	-	266	42,094	19	42,379	(1,609)	(22,933)
Clay Ditch #60	20,299	14,046	-	-	-	1,284	15,330	-	183	-	-	183	(204)	35,242
Clay Ditch #63	29,458	4,770	-	-	-	1,617	6,387	-	277	-	-	277	(265)	35,303
Clay Ditch #65 - PJ 03	(1,509)	42,515	-	-	-	532	43,047	-	332	5,752	-	6,084	(1,023)	34,431
Wilkin Ditch #01A	53,986	5,289	-	-	-	2,987	8,276	-	328	-	-	328	1,683	63,617
Wilkin Ditch #01B	35,173	4,895	-	-	-	1,880	6,775	-	243	3,439	-	3,682	1,763	40,029
Wilkin Ditch #01C	30,440	20,402	-	-	-	2,136	22,538	-	186	620	-	806	1,667	53,839
Wilkin Ditch #2	61,684	5,052	-	-	-	3,269	8,321	-	1,327	4,974	-	6,301	418	64,122
Wilkin Ditch #3	157,313	40,032	-	-	-	9,254	49,286	-	447	4,284	-	4,731	6,228	208,096
Wilkin Ditch #4	57,677	19,352	-	-	-	3,421	22,773	-	1,489	5,715	-	7,204	2,798	76,044
Wilkin Ditch #5A	48,506	10,227	-	-	-	2,550	12,777	-	243	7,953	-	8,196	(289)	52,798
Wilkin Ditch #6A	(56,303)	64,738	-	-	-	-	64,738	-	7,533	244,654	6,363	258,550	1,857	(248,259)
Wilkin Ditch #7	81,868	4,822	-	-	-	4,321	9,143	-	289	6,652	-	6,941	265	84,335
Wilkin Ditch #12	(2,906)	19,777	-	-	-	276	20,053	-	186	1,191	-	1,377	982	16,752
Wilkin Ditch #15	25,620	9,928	-	-	-	1,623	11,551	-	123	294	-	417	645	37,399
Wilkin Ditch #22 - PJ 01	88,092	72,977	-	-	-	4,333	77,310	-	15,741	233,628	-	249,369	10,310	(73,657)
Wilkin Ditch #23	63,113	20,119	-	-	-	3,371	23,490	-	243	34,548	-	34,791	1,397	53,209
Wilkin Ditch #26	13,538	9,552	-	-	-	938	10,490	-	243	466	-	709	391	23,710
Wilkin Ditch #27	72,598	24,657	-	-	-	4,443	29,100	-	243	1,088	-	1,331	875	101,242
Wilkin Ditch #28	47,610	10,044	-	-	-	2,763	12,807	-	243	151	-	394	1,478	61,501
Wilkin Ditch #29	49,603	18,801	-	-	-	3,075	21,876	-	243	3,052	-	3,295	813	68,997
Wilkin Ditch #31	77,050	10,158	-	-	-	4,227	14,385	-	5,127	4,018	-	9,145	4,313	86,603
Wilkin Ditch #34	61,868	-	-	-	-	3,270	3,270	-	274	-	-	274	544	65,408
Wilkin Ditch #37	61,665	10,251	-	-	-	3,533	13,784	-	326	568	-	894	678	75,233
Wilkin Ditch #40	25,659	14,910	-	-	-	1,641	16,551	-	249	1,398	-	1,647	1,055	41,618
Wilkin Ditch #41	58,284	39,647	-	-	-	3,624	43,271	-	1,999	17,946	-	19,945	2,331	83,941
Wilkin Ditch #42 - PJ 25	39,757	9,889	-	-	-	2,353	12,242	-	243	-	-	243	1,073	52,829
Wilkin Ditch #43	53,326	19,803	-	-	-	3,274	23,077	-	275	-	-	275	1,229	77,357
Wilkin Ditch #44 - PJ 24	18,362	29,886	-	-	-	1,567	31,453	-	92	4,457	-	4,549	1,991	47,257
Wilkin/Otter JD #2	(67,012)	26,200	-	-	-	-	26,200	-	12,672	3,821	1,928	18,421	(507)	(59,740)
Project #02 - W 22	15,027	30,096	-	-	-	317	30,413	-	23,676	4,990	-	28,666	244	17,018
Project #04	17,370	-	-	-	-	918	918	-	-	63	-	63	(165)	18,060
Project #05	-	-	-	-	-	-	-	-	741	575	-	1,316	1,316	-
Project #08	-	-	-	-	-	-	-	-	4,398	1,215	-	5,613	5,613	-
Project #13	-	-	-	-	-	-	-	-	1,998	2,350	-	4,348	4,348	-
Project #14	(162,504)	132,811	-	-	-	-	132,811	-	303	26,672	4,224	31,199	(2,013)	(62,905)
Project #16	-	-	-	-	-	-	-	-	6,899	9,588	200	16,687	16,686	(1)
Project #19	12,844	9,471	-	-	-	833	10,304	-	389	63	-	452	789	23,485

BUFFALO-RED RIVER WATERSHED DISTRICT
SCHEDULE OF FUND BALANCES BY PROJECT – CASH BASIS - CONTINUED
DECEMBER 31, 2023

	Fund Balance 1/1/2023	Taxes and Special Assessments	MV Credit	Cost Sharing	Capital & Operating Grants	Other Receipts	Total	General Governmental	Professional Services	Project Costs	Interest and Miscellaneous	Total	Transfers	Fund Balance 12/31/2023
Project #20	$ 60,953	$ 18,846	$ -	$ -	$ -	$ 2,828	$ 21,674	$ -	$ 1,091	$ 21,299	$ -	$ 22,390	$ (775)	$ 59,462
Project #21	2,597	40,478	-	-	-	1,191	41,669	-	183	2,990	-	3,173	1,372	42,465
Project #27 - C 55	28,366	22,443	-	-	-	1,722	24,165	-	484	3,988	-	4,472	(789)	47,270
Project #28 - C 2	16,353	20,435	-	-	-	31	20,466	-	390	22,548	-	22,938	(1,851)	12,030
Project #31	-	-	-	-	-	-	-	-	5,261	9,398	-	14,659	14,659	-
Project #32	2,886	-	-	-	-	98	98	-	1,541	4,370	-	5,911	(306)	(3,233)
Project #33	(53,832)	49,892	-	-	-	-	49,892	-	10,717	17,944	1,546	30,207	(810)	(34,957)
Project #35	14,927	24,615	-	-	-	521	25,136	-	481	16,195	-	16,676	(395)	22,992
Pj. 34/Pj. 37, Clay CD 41/41L1	152,989	69,640	-	-	-	8,369	78,009	-	842	24,260	-	25,102	(675)	205,221
Project #36	19,254	4,950	-	-	-	885	5,835	-	315	4,165	-	4,480	(126)	20,483
Project #38	54,426	-	-	-	-	2,623	2,623	-	21,072	2,200	197	23,469	15,229	48,809
Project #39	12,282	609	-	-	-	489	1,098	-	4,405	-	-	4,405	(575)	8,400
Project #40	80,957	-	-	-	-	4,128	4,128	-	1,404	-	-	1,404	(24,272)	59,409
Project #42	15,254	4,544	-	-	-	807	5,351	-	189	2,130	-	2,319	(258)	18,028
Project #43 - C 30	53,891	4,976	-	-	-	2,687	7,663	-	410	5,442	-	5,852	(126)	55,576
Project #46- TLO	(36,422)	28,320	-	-	-	-	28,320	-	20,152	1,821	1,140	23,113	(362)	(31,577)
Project #49- Oak	(118,855)	150,000	-	-	-	-	150,000	-	9,820	31,056	2,734	43,610	(12,719)	(25,184)
Project #50	18,436	-	-	-	-	969	969	-	381	-	-	381	-	19,024
Project #51	25,358	4,878	-	-	-	1,345	6,223	-	1,383	193	-	1,576	(389)	29,616
Project #52	13,089	9,503	-	-	-	731	10,234	-	858	2,308	-	3,166	(377)	19,780
Project #54	9,649	26,894	-	-	-	518	27,412	-	14,482	9,700	-	24,182	(744)	12,135
Project #55	24,292	-	-	-	-	1,289	1,289	-	-	-	-	-	(126)	25,455
Project #56	(88,296)	75,912	-	-	-	-	75,912	-	1,703	-	1,625	3,328	(431)	(16,143)
Project #57	16,867	-	-	-	-	888	888	-	155	-	-	155	-	17,600
Project #58	27,409	-	-	-	-	1,447	1,447	-	186	-	-	186	-	28,670
Project #61	3,489	46,118	-	-	-	657	46,775	-	1,499	6,697	-	8,196	(2,095)	39,973
Project #62	(515)	-	-	-	-	-	-	-	-	-	-	-	515	-
Project #63 - Grove	13,923	612	-	-	-	735	1,347	-	856	-	-	856	(187)	14,227
Project #64	17,241	-	-	-	-	851	851	-	2,135	8,641	-	10,776	(68)	7,248
Project #65	5,176	-	-	-	-	215	215	-	1,977	1,050	-	3,027	-	2,364
Project #67	15,446	-	-	-	-	816	816	-	238	-	-	238	-	16,024
Project #68	6,395	-	-	-	-	331	331	-	381	-	-	381	-	6,345
Project #70	3,846	562	-	-	-	197	759	-	418	-	-	418	-	4,187
Project #71	3,393	9,951	-	-	-	375	10,326	-	833	2,350	-	3,183	-	10,536
Project #72	6,849	434	-	-	-	-	434	-	-	-	-	-	(7,283)	-
Project #73	(1,123)	4,401	-	-	-	-	4,401	-	-	-	23	23	-	3,255
Pj. 82, Glyndon East Tributary	37,707	38,253	-	-	-	-	38,253	-	58,294	843,937	7,590	909,821	745,032	(88,829)
Project #78	173,988	-	-	-	-	9,065	9,065	-	1,961	19,236	-	21,197	332	162,188
Total Capital Projects Fund	5,488,102	3,613,689	130,202	17,294	2,257,265	735,840	6,754,290	37,606	1,484,879	4,305,498	691,587	6,519,570	(159,852)	5,562,967
TOTAL	$ 5,472,390	$ 3,841,307	$ 151,781	$ 17,294	$ 2,257,265	$ 736,500	$ 7,004,147	$ 414,330	$ 1,509,320	$ 4,305,498	$ 691,587	$ 6,920,735	$ -	$ 5,555,799

BradyMartz

INDEPENDENT AUDITOR'S REPORT ON MINNESOTA LEGAL COMPLIANCE

Board of Managers
Buffalo-Red River Watershed District
Barnesville, Minnesota

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of the governmental activities and each major fund of Buffalo-Red River Watershed District, as of and for the year ended December 31, 2023, and the related notes to the financial statements which collectively comprise the District's basic financial statements, and have issued our report thereon dated May 21, 2024. Buffalo-Red River Watershed District prepares its financial statements on the cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Legal Compliance

In connection with our audit, nothing came to our attention that caused us to believe that Buffalo-Red River Watershed District failed to comply with the provisions of the contracting and bidding, deposits and investments, conflicts of interest, claims and disbursements and miscellaneous provisions sections of the *Minnesota Legal Compliance Audit Guide for Other Political Subdivisions*, promulgated by the State Auditor pursuant to Minn. Stat. § 6.65, insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the Buffalo-Red River Watershed Management Board's noncompliance with the above referenced provisions, insofar as they relate to accounting matters.

Purpose of the Report

This report is intended solely for the information and use of those charged with governance and management of Buffalo-Red River Watershed District and the State Auditor and is not intended to be, and should not be, used by anyone other than these specified parties.

Brady Martz

BRADY, MARTZ & ASSOCIATES, P.C.
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