

CITY OF BRIDGEPORT, NEBRASKA

Financial Statements

September 30, 2025

City of Bridgeport, Nebraska
Table of Contents
September 30, 2025

	<u>PAGE</u>
Independent Auditor’s Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	1 - 2
Schedule of Findings and Management’s Response	3
Independent Auditor’s Report	4 - 7
 BASIC FINANCIAL STATEMENTS	
<i>Government-wide Financial Statements</i>	
Statement of Net Position - Governmental Activities - Modified Cash Basis; Business-type Activities - Accrual Basis	9
Statement of Activities - Governmental Activities - Modified Cash Basis; Business-type Activities - Accrual Basis	10 - 11
<i>Fund Financial Statements</i>	
Balance Sheet - Modified Cash Basis - Governmental Funds	12
Statement of Receipts, Disbursements, and Changes in Fund Balances - Modified Cash Basis - Governmental Funds	13
Statement of Net Position - Proprietary Funds	14 - 15
Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds	16
Statement of Cash Flows - Proprietary Funds.....	17 - 19
Notes to the Financial Statements	20 - 36
 SUPPLEMENTARY INFORMATION	
Budgetary Comparison Schedule - Modified Cash Basis - General Fund.....	38
Budgetary Comparison Schedule - Modified Cash Basis - Streets Fund.....	39
Budgetary Comparison Schedule - Modified Cash Basis - Water Fund.....	40
Budgetary Comparison Schedule - Modified Cash Basis - Sewer Fund	41
Budgetary Comparison Schedule - Modified Cash Basis - Electric Fund.....	42
Budgetary Comparison Schedule - Modified Cash Basis - Community Center Fund.....	43
Budgetary Comparison Schedule - Modified Cash Basis - Nursing Home Fund.....	44
Budgetary Comparison Schedule - Modified Cash Basis - Landfill Fund.....	45
Budgetary Comparison Schedule - Modified Cash Basis - Keno Special Revenue Fund	46
Budgetary Comparison Schedule - Modified Cash Basis - Community Development Agency Fund	47
Budgetary Comparison Schedule - Modified Cash Basis - Gas/Pace Fund.....	48
Notes to the Supplementary Information	49 - 50

City of Bridgeport, Nebraska
Table of Contents (Continued)
September 30, 2025

	<u>PAGE</u>
SUPPLEMENTARY INFORMATION (CONTINUED)	
Combining Schedule of Assets, Liabilities, and Fund Balances - Modified Cash Basis - General Fund.....	51
Combining Schedule of Receipts, Disbursements, and Changes in Fund Balances - Modified Cash Basis - General Fund	52 - 53
Combining Schedule of General Fund Disbursements.....	54
Combining Schedule of Net Position - Nonmajor Proprietary Funds	55
Combining Schedule of Revenues, Expenses, and Changes in Net Position - Nonmajor Proprietary Funds	56
Combining Schedule of Cash Flows - Nonmajor Proprietary Funds	57

Independent Auditor's Report on Internal Control over
Financial Reporting and on Compliance and Other Matters
Based on an Audit of Financial Statements Performed in
Accordance with *Government Auditing Standards*

City Council
City of Bridgeport, Nebraska

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Bridgeport, Nebraska (the City) as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated March 5, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We identified certain deficiencies in internal control, described in the accompanying Schedule of Findings and Management's Response as items 2025-001 and 2025-002 to be material weaknesses.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests did not disclose any instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

The City's Response to the Findings

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the findings identified in our audit and described in the accompanying Schedule of Findings and Management's Response. The City's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Casey Peterson, LTD

Casey Peterson, LTD

Rapid City, South Dakota

March 5, 2026

City of Bridgeport, Nebraska
Schedule of Findings and Management's Response
September 30, 2025

Material Weakness

Lack of Segregation of Duties

2025-001 *Condition:* The limited number of office personnel prevents proper segregation of accounting functions necessary to assure adequate internal control.

Criteria: Establishing a proper system of internal control to segregate responsibilities and provide oversight and review of processes is the responsibility of management. Authorization or approval of transactions, recording of transactions, and custody of assets should normally be segregated from each other.

Cause: The City does not employ sufficient office personnel to properly segregate accounting functions. This issue is common in an organization of this size.

Effect: This lack of segregation of duties results in an inadequate overall internal control structure design. The possibility of fraud or errors occurring and not being detected and corrected is present.

Auditor's Recommendation: The City's management and City Council should be aware of the inherent risks associated with improper segregation of accounting functions. Management and the City Council should develop mitigating controls to reduce the risk of errors or fraud associated with improper segregation of accounting functions. Additionally, the City Council could be involved in the oversight of the day-to-day activities of the City to allow for further segregation of duties.

Management's Response: Management and the City Council are aware of the two-person size of the office and management continues to cross-train in all areas. Management and the City Council have assessed the benefits and costs associated with the proper segregation of duties and have determined that the costs would outweigh any benefits received. Management and the City Council understand the inherent risks associated with improper segregation of accounting functions.

Material Weakness

Preparation of Financial Statements

2025-002 *Condition:* The City does not have an internal control system designed to provide for the preparation of the financial statements being audited. As the auditor, we were requested to draft the financial statements and accompanying notes. This situation is not unusual in an organization the size of the City of Bridgeport.

Criteria: *Government Auditing Standards* indicate that the inability to produce financial statements is an internal control deficiency.

Cause: Management and the City Council do not find it cost-effective to provide for the preparation of the financial statements, nor do they have an internal control system in place to prepare the financial statements and related notes.

Effect: The auditor was requested to prepare the financial statements and related notes.

Auditor's Recommendation: The City should engage a qualified third-party CPA to prepare the financial statements to mitigate or eliminate this control weakness.

Management's Response: Management and the City Council are aware of the two-person size of the office and accept this risk because of the cost of implementing an internal control system, which would provide for the preparation of the financial statements being audited.

Independent Auditor's Report

City Council
City of Bridgeport, Nebraska

Report on the Audit of the Financial Statements

Qualified and Unmodified Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Bridgeport, Nebraska (the City), as of and for the year ended September 30, 2025, and the related notes to the financial statements which collectively comprise the City's basic financial statements as listed in the table of contents.

Summary of Opinions

<u>Opinion Unit</u>	<u>Type of Opinion</u>
Governmental Activities	Qualified
Business-type Activities	Unmodified
General Fund	Qualified
Streets Fund	Qualified
Aggregate Nonmajor Governmental Funds	Qualified
Electric Fund	Unmodified
Water Fund	Unmodified
Sewer Fund	Unmodified
Community Center Fund	Unmodified
Nursing Home Fund	Unmodified
Aggregate Nonmajor Proprietary Funds	Unmodified

Unmodified Opinions on the Business-type Activities, Electric Fund, Water Fund, Sewer Fund, Community Center Fund, Nursing Home Fund, and Aggregate Nonmajor Proprietary Funds

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the business-type activities, Electric Fund, Water Fund, Sewer Fund, Community Center Fund, Nursing Home Fund, and aggregate nonmajor proprietary funds of the City as of September 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Qualified Opinions on Governmental Activities, General Fund, Streets Fund, and Aggregate Nonmajor Governmental Funds

In our opinion, except for the effects of the matter described in the Basis for Qualified and Unmodified Opinions section, the accompanying financial statements present fairly, in all material respects, the respective financial position - modified cash basis of Governmental Activities, General Fund, Streets Fund, and aggregate nonmajor governmental funds of the City, as of September 30, 2025, and the respective changes in financial position - modified cash basis thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis for Qualified and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 City 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 qualified and unmodified audit opinions.

Matters Giving Rise to Qualified Opinions on Governmental Activities

As described in Note 1, management has adopted multiple reporting frameworks for the presentation of the financial statements. The City reports governmental activities on the modified cash basis and the business-type activities on the accrual basis of accounting. Accounting principles generally accepted in the United States of America require government-wide financial statements to be prepared using the economic resources measurement focus and the accrual basis of accounting. The modified cash basis of accounting for the governmental activities is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects of the departure from accounting principles generally accepted in the United States of America are unknown.

Matters Giving Rise to Qualified Opinions on General Fund, Streets Fund, and Aggregate Nonmajor Governmental Funds

As described in Note 1, the governmental funds have been presented on the modified cash basis of accounting. Accounting principles generally accepted in the United States of America require governmental fund financial statements to be prepared using the current financial resources measurement focus and the modified accrual basis of accounting. The modified cash basis of accounting for governmental funds is a basis of accounting other than accounting principles generally accepted in the United States. The effects of the departure from accounting principles generally accepted in the United States of America are unknown.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and 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.

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 City's ability to continue as a going concern for twelve months beyond the financial statement issuance 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 GAAS and *Government 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 GAAS and *Government 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 City'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 City'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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The budgetary comparison schedules, Notes to the Supplementary Information, the Combining Schedule of Assets, Liabilities and Fund Balances - Modified Cash Basis - General Fund, the Combining Schedule of Receipts, Disbursements, and Changes in Fund Balance - Modified Cash Basis - General Fund, the Combining Schedule of General Fund Disbursements, the Combining Schedule of Net Position - Nonmajor Proprietary Funds, the Combining Schedule of Revenues, Expenses, and Changes in Net Position - Nonmajor Proprietary Funds, and the Combining Schedule of Cash Flows - Nonmajor Proprietary Funds are presented for purposes of additional analysis and are not a required part of the basic financial statements. This information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The aforementioned 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 aforementioned information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

The City has omitted the management, discussion, and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, which considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinions on the basic financial statements are not affected by this missing information.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 5, 2026 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Casey Peterson, LTD

Casey Peterson, LTD

Rapid City, South Dakota

March 5, 2026

BASIC FINANCIAL STATEMENTS

City of Bridgeport, Nebraska
Statement of Net Position - Governmental Activities - Modified Cash Basis;
Business-type Activities - Accrual Basis
September 30, 2025

	Primary Government		Totals
	Governmental Activities	Business-type Activities	
ASSETS			
Cash and Cash Equivalents	\$ 1,136,127	\$ 876,653	\$ 2,012,780
Cash on Deposit - County Treasurer	29,024	-	29,024
Certificates of Deposit	15,000	695,000	710,000
Accounts Receivable	-	293,901	293,901
Unbilled Revenues	-	119,604	119,604
Inventories	-	384,900	384,900
Prepaid Expenses	-	67,368	67,368
Accrued Interest Receivable	-	3,435	3,435
Restricted Assets			
Cash Restricted for Debt Service	-	853,310	853,310
Cash Restricted for Customer Deposits	-	31,522	31,522
Start-up Costs, Net of Accumulated Amortization	-	139,500	139,500
Property and Equipment			
Land	-	146,855	146,855
Buildings and Improvements	-	13,940,036	13,940,036
Equipment and Vehicles	-	2,127,693	2,127,693
Accumulated Depreciation	-	(8,337,019)	(8,337,019)
TOTAL ASSETS	<u>1,180,151</u>	<u>11,342,758</u>	<u>12,522,909</u>
LIABILITIES			
Accounts Payable	-	171,753	171,753
Accrued Expenses	-	103,354	103,354
Customer Meter Deposits	-	31,522	31,522
Accrued Interest	-	52,472	52,472
Bonds and Notes Payable - Current	-	234,222	234,222
Bonds and Notes Payable - Long-term	-	2,960,775	2,960,775
TOTAL LIABILITIES	<u>-</u>	<u>3,554,098</u>	<u>3,554,098</u>
NET POSITION			
Net Investment in Capital Assets	-	5,058,166	5,058,166
Restricted:			
Debt Service	62,806	853,310	916,116
Community Improvement	158,443	-	158,443
Street Improvements	236,396	-	236,396
Unrestricted	722,506	1,877,184	2,599,690
TOTAL NET POSITION	<u>\$ 1,180,151</u>	<u>\$ 7,788,660</u>	<u>\$ 8,968,811</u>

The accompanying notes are an integral part of this statement.

City of Bridgeport, Nebraska
Statement of Activities - Governmental Activities - Modified Cash Basis;
Business-type Activities - Accrual Basis
For the Year Ended September 30, 2025

Functions/Programs	Cash Disbursements/ Expenses	Program Cash Receipts/Revenues			Net (Disbursements/Expenses) Cash Receipts/ Revenues and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total
					Governmental Activities	Business-type Activities	
PRIMARY GOVERNMENT:							
Governmental Activities:							
General Government	\$ 543,753	\$ 32,407	\$ -	\$ -	\$ (511,346)	\$ -	\$ (511,346)
Public Safety	533,724	849	-	-	(532,875)	-	(532,875)
Highways and Streets	389,207	1,558	-	-	(387,649)	-	(387,649)
Culture and Recreation	143,071	9,163	-	-	(133,908)	-	(133,908)
*Debt Service	83,266	-	-	-	(83,266)	-	(83,266)
Total Governmental Activities	1,693,021	43,977	-	-	(1,649,044)	-	(1,649,044)

The accompanying notes are an integral part of this statement.

City of Bridgeport, Nebraska
Statement of Activities - Governmental Activities - Modified Cash Basis;
Business-type Activities - Accrual Basis (Continued)
For the Year Ended September 30, 2025

Functions/Programs	Cash Disbursements/ Expenses	Program Cash Receipts/Revenues			Net (Disbursements/Expenses) Cash Receipts/ Revenues and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total
					Governmental Activities	Business-type Activities	
Business-type Activities:							
Electric	1,555,875	1,955,011	-	-	-	399,136	399,136
Water	698,422	613,686	-	-	-	(84,736)	(84,736)
Sewer	203,338	266,367	-	-	-	63,029	63,029
Community Center	412,021	84,837	-	-	-	(327,184)	(327,184)
Nursing Home	76,799	90,982	-	-	-	14,183	14,183
Landfill	244,847	261,815	-	-	-	16,968	16,968
Gas/Pace	6,485	-	-	-	-	(6,485)	(6,485)
Total Business-type Activities	3,197,787	3,272,698	-	-	-	74,911	74,911
Total Primary Government	\$ 4,890,808	\$ 3,316,675	\$ -	\$ -	(1,649,044)	74,911	(1,574,133)
GENERAL REVENUES AND CASH RECEIPTS							
Taxes:							
					570,570	-	570,570
					365,397	-	365,397
					321,831	-	321,831
					15,645	52,401	68,046
					59,693	58,117	117,810
					237,905	-	237,905
					123,358	(123,358)	-
					1,694,399	(12,840)	1,681,559
					45,355	62,071	107,426
					1,134,796	7,726,589	8,861,385
					\$ 1,180,151	\$ 7,788,660	\$ 8,968,811

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

The accompanying notes are an integral part of this statement.

City of Bridgeport, Nebraska
Balance Sheet - Modified Cash Basis - Governmental Funds
September 30, 2025

	<u>Major Funds</u>		<u>Nonmajor Funds</u>	<u>Total Governmental Funds</u>
	<u>General Fund</u>	<u>Streets Fund</u>		
ASSETS				
Cash and Cash Equivalents	\$ 690,614	\$ 233,387	\$ 212,126	\$ 1,136,127
Certificates of Deposit	15,000	-	-	15,000
Cash on Deposit - County Treasurer	<u>16,892</u>	<u>3,009</u>	<u>9,123</u>	<u>29,024</u>
TOTAL ASSETS	<u>\$ 722,506</u>	<u>\$ 236,396</u>	<u>\$ 221,249</u>	<u>\$ 1,180,151</u>
FUND BALANCES				
Restricted:				
Debt Service	\$ -	\$ -	\$ 62,806	\$ 62,806
Community Improvement	-	-	158,443	158,443
Street Improvements	-	236,396	-	236,396
Unassigned	<u>722,506</u>	<u>-</u>	<u>-</u>	<u>722,506</u>
TOTAL FUND BALANCES	<u>\$ 722,506</u>	<u>\$ 236,396</u>	<u>\$ 221,249</u>	<u>\$ 1,180,151</u>

The accompanying notes are an integral part of this statement.

City of Bridgeport, Nebraska
Statement of Receipts, Disbursements, and Changes in Fund Balances -
Modified Cash Basis - Governmental Funds
For the Year Ended September 30, 2025

	Major Funds		Nonmajor Funds	Total Governmental Funds
	General Fund	Streets Fund		
RECEIPTS				
Taxes:				
Property	\$ 447,741	\$ 45,628	\$ 77,201	\$ 570,570
Sales	295,694	69,703	-	365,397
Intergovernmental	61,947	259,884	-	321,831
Licenses, Fees, and Permits	36,518	1,558	-	38,076
Charges for Services	5,901	-	-	5,901
Interest	10,420	3,203	2,022	15,645
Sale of Assets	237,905	-	-	237,905
Miscellaneous	12,077	-	47,616	59,693
Total Receipts	<u>1,108,203</u>	<u>379,976</u>	<u>126,839</u>	<u>1,615,018</u>
DISBURSEMENTS				
General Government	459,404	-	55,022	514,426
Public Safety	533,724	-	-	533,724
Highways and Streets	-	352,438	-	352,438
Culture and Recreation	143,071	-	-	143,071
Capital Outlay	29,327	36,769	-	66,096
Debt Service:				
Principal Retirement	-	-	56,192	56,192
Interest	-	-	27,074	27,074
Total Disbursements	<u>1,165,526</u>	<u>389,207</u>	<u>138,288</u>	<u>1,693,021</u>
DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS	<u>(57,323)</u>	<u>(9,231)</u>	<u>(11,449)</u>	<u>(78,003)</u>
OTHER FINANCING SOURCES				
Transfers In	<u>61,408</u>	<u>61,950</u>	<u>-</u>	<u>123,358</u>
CHANGE IN FUND BALANCES	4,085	52,719	(11,449)	45,355
FUND BALANCES - BEGINNING	<u>718,421</u>	<u>183,677</u>	<u>232,698</u>	<u>1,134,796</u>
FUND BALANCES - ENDING	<u>\$ 722,506</u>	<u>\$ 236,396</u>	<u>\$ 221,249</u>	<u>\$ 1,180,151</u>

The accompanying notes are an integral part of this statement.

City of Bridgeport, Nebraska
Statement of Net Position - Proprietary Funds
September 30, 2025

	Major Funds						Totals
	Electric	Water	Sewer	Community Center	Nursing Home	Nonmajor Funds	
ASSETS							
Current Assets:							
Cash and Cash Equivalents	\$ 230,295	\$ 455,368	\$ -	\$ 122,463	\$ 24,314	\$ 44,213	\$ 876,653
Certificates of Deposits	565,000	130,000	-	-	-	-	695,000
Accounts Receivable	184,984	62,539	24,151	-	-	22,227	293,901
Unbilled Revenues	70,979	26,149	11,646	-	-	10,830	119,604
Due from Other Fund	50,516	-	-	-	-	-	50,516
Inventories	355,974	28,926	-	-	-	-	384,900
Prepaid Expenses	27,125	32,997	7,246	-	-	-	67,368
Accrued Interest Receivable	2,565	870	-	-	-	-	3,435
Total Current Assets	<u>1,487,438</u>	<u>736,849</u>	<u>43,043</u>	<u>122,463</u>	<u>24,314</u>	<u>77,270</u>	<u>2,491,377</u>
Noncurrent Assets:							
Restricted Cash:							
For Debt Reserves	-	806,441	-	-	46,869	-	853,310
For Customer Deposits	31,322	200	-	-	-	-	31,522
Start-up Costs, Net of Accumulated Amortization	-	-	-	-	139,500	-	139,500
Property and Equipment	2,312,002	8,160,078	2,384,175	2,533,511	797,187	27,631	16,214,584
Accumulated Depreciation	<u>(1,501,135)</u>	<u>(3,679,411)</u>	<u>(1,139,123)</u>	<u>(1,465,659)</u>	<u>(524,060)</u>	<u>(27,631)</u>	<u>(8,337,019)</u>
Total Noncurrent Assets	<u>842,189</u>	<u>5,287,308</u>	<u>1,245,052</u>	<u>1,067,852</u>	<u>459,496</u>	<u>-</u>	<u>8,901,897</u>
TOTAL ASSETS	<u>\$ 2,329,627</u>	<u>\$ 6,024,157</u>	<u>\$ 1,288,095</u>	<u>\$ 1,190,315</u>	<u>\$ 483,810</u>	<u>\$ 77,270</u>	<u>\$ 11,393,274</u>

The accompanying notes are an integral part of this statement.

City of Bridgeport, Nebraska
Statement of Net Position - Proprietary Funds (Continued)
September 30, 2025

	Major Funds						Totals
	Electric	Water	Sewer	Community Center	Nursing Home	Nonmajor Funds	
LIABILITIES							
Current Liabilities:							
Accounts Payable	\$ 110,149	\$ 33,915	\$ 1,722	\$ 4,894	\$ -	\$ 21,073	\$ 171,753
Due to Other Fund	-	-	11,946	-	-	38,570	50,516
Accrued Payroll Expenses	27,542	49,026	19,246	7,540	-	-	103,354
Customer Meter Deposits	31,322	200	-	-	-	-	31,522
Accrued Interest	-	46,636	-	-	5,836	-	52,472
Bonds and Notes Payable - Current Portion	-	162,932	-	-	71,290	-	234,222
Total Current Liabilities	<u>169,013</u>	<u>292,709</u>	<u>32,914</u>	<u>12,434</u>	<u>77,126</u>	<u>59,643</u>	<u>643,839</u>
Noncurrent Liabilities:							
Bonds and Notes Payable - Long-term	-	2,383,340	-	-	577,435	-	2,960,775
TOTAL LIABILITIES	<u>169,013</u>	<u>2,676,049</u>	<u>32,914</u>	<u>12,434</u>	<u>654,561</u>	<u>59,643</u>	<u>3,604,614</u>
NET POSITION							
Net Investment in Capital Assets	810,867	1,934,395	1,245,052	1,067,852	-	-	5,058,166
Restricted for Debt Service	-	806,441	-	-	46,869	-	853,310
Unrestricted	1,349,747	607,272	10,129	110,029	(217,620)	17,627	1,877,184
TOTAL NET POSITION	<u>2,160,614</u>	<u>3,348,108</u>	<u>1,255,181</u>	<u>1,177,881</u>	<u>(170,751)</u>	<u>17,627</u>	<u>7,788,660</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 2,329,627</u>	<u>\$ 6,024,157</u>	<u>\$ 1,288,095</u>	<u>\$ 1,190,315</u>	<u>\$ 483,810</u>	<u>\$ 77,270</u>	<u>\$ 11,393,274</u>

The accompanying notes are an integral part of this statement.

City of Bridgeport, Nebraska
Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds
For the Year Ended September 30, 2025

	Major Funds						Totals
	Electric	Water	Sewer	Community Center	Nursing Home	Nonmajor Funds	
OPERATING REVENUES							
Charges for Services	\$ 1,955,011	\$ 613,686	\$ 266,367	\$ 84,837	\$ -	\$ 261,815	\$ 3,181,716
Other Revenues	26,874	6,173	10,646	5,868	90,982	8,556	149,099
Total Operating Revenues	<u>1,981,885</u>	<u>619,859</u>	<u>277,013</u>	<u>90,705</u>	<u>90,982</u>	<u>270,371</u>	<u>3,330,815</u>
OPERATING EXPENSES							
Energy Purchases	1,208,265	-	-	-	-	-	1,208,265
Personal Services	188,792	158,715	139,643	170,846	-	-	657,996
Contract Services	8,403	19,353	5,000	18,345	-	-	51,101
Materials and Repairs	51,383	298,040	31,142	60,871	6,780	2,029	450,245
Utilities	10,857	29,786	9,512	31,438	-	237,170	318,763
Depreciation/Amortization	46,685	61,803	-	91,801	45,733	-	246,022
Miscellaneous	41,490	80,872	18,041	38,720	-	12,133	191,256
Total Operating Expenses	<u>1,555,875</u>	<u>648,569</u>	<u>203,338</u>	<u>412,021</u>	<u>52,513</u>	<u>251,332</u>	<u>3,123,648</u>
Operating Income (Loss)	<u>426,010</u>	<u>(28,710)</u>	<u>73,675</u>	<u>(321,316)</u>	<u>38,469</u>	<u>19,039</u>	<u>207,167</u>
NON-OPERATING REVENUES (EXPENSES)							
Interest Expense	-	(49,853)	-	-	(24,286)	-	(74,139)
Interest Income	19,557	29,513	1,373	1,353	605	-	52,401
Net Non-operating Revenues (Expenses)	<u>19,557</u>	<u>(20,340)</u>	<u>1,373</u>	<u>1,353</u>	<u>(23,681)</u>	<u>-</u>	<u>(21,738)</u>
INCOME (LOSS) BEFORE TRANSFERS	445,567	(49,050)	75,048	(319,963)	14,788	19,039	185,429
Transfers In (Out)	(141,000)	(131,000)	(8,000)	141,000	17,642	(2,000)	(123,358)
CHANGE IN NET POSITION	304,567	(180,050)	67,048	(178,963)	32,430	17,039	62,071
NET POSITION - BEGINNING, AS RESTATED	<u>1,856,047</u>	<u>3,528,158</u>	<u>1,188,133</u>	<u>1,356,844</u>	<u>(203,181)</u>	<u>588</u>	<u>7,726,589</u>
NET POSITION - ENDING	<u>\$ 2,160,614</u>	<u>\$ 3,348,108</u>	<u>\$ 1,255,181</u>	<u>\$ 1,177,881</u>	<u>\$ (170,751)</u>	<u>\$ 17,627</u>	<u>\$ 7,788,660</u>

The accompanying notes are an integral part of this statement.

City of Bridgeport, Nebraska
Statement of Cash Flows - Proprietary Funds
For the Year Ended September 30, 2025

	Enterprise Funds						Totals
	Major Funds					Nonmajor Funds	
	Electric	Water	Sewer	Community Center	Nursing Home		
CASH FLOWS FROM OPERATING ACTIVITIES							
Receipts from Customers	\$ 1,975,476	\$ 625,766	\$ 276,963	\$ 90,705	\$ 90,982	\$ 269,462	\$ 3,329,354
Payments to Suppliers	(1,501,826)	(416,521)	(139,475)	(150,787)	(6,780)	(247,748)	(2,463,137)
Payments to Employees	(180,993)	(151,360)	(136,853)	(173,680)	-	-	(642,886)
Net Cash Provided (Used) by Operating Activities	<u>292,657</u>	<u>57,885</u>	<u>635</u>	<u>(233,762)</u>	<u>84,202</u>	<u>21,714</u>	<u>223,331</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Transfers In (Out)	(141,000)	(131,000)	(8,000)	141,000	17,642	-	(121,358)
Repayment of Interfund Loan	-	-	-	-	-	(19,643)	(19,643)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(141,000)</u>	<u>(131,000)</u>	<u>(8,000)</u>	<u>141,000</u>	<u>17,642</u>	<u>(19,643)</u>	<u>(141,001)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Purchase of Capital Assets	-	(34,566)	(46,177)	(15,306)	(17,510)	-	(113,559)
Principal Paid on Long-term Debt	-	(161,660)	-	-	(68,780)	-	(230,440)
Interest Paid on Debt	-	(51,312)	-	-	(24,908)	-	(76,220)
Net Cash Used by Capital and Related Financing Activities	<u>-</u>	<u>(247,538)</u>	<u>(46,177)</u>	<u>(15,306)</u>	<u>(111,198)</u>	<u>-</u>	<u>(420,219)</u>

The accompanying notes are an integral part of this statement.

City of Bridgeport, Nebraska
Statement of Cash Flows - Proprietary Funds (Continued)
For the Year Ended September 30, 2025

	Enterprise Funds						Totals
	Major Funds					Nonmajor Funds	
	Electric	Water	Sewer	Community Center	Nursing Home		
CASH FLOWS FROM INVESTING ACTIVITIES							
Interest Received	19,873	29,629	1,373	1,353	600	-	52,828
CASH FLOWS FROM FINANCING ACTIVITIES							
Interfund Borrowing	5,697	-	11,946	-	-	-	17,643
NET CHANGE IN CASH AND CASH EQUIVALENTS	177,227	(291,024)	(40,223)	(106,715)	(8,754)	2,071	(267,418)
CASH AND CASH EQUIVALENTS - BEGINNING	53,068	1,552,833	40,223	229,178	79,937	42,142	1,997,381
CASH AND CASH EQUIVALENTS - ENDING	<u>\$ 230,295</u>	<u>\$ 1,261,809</u>	<u>\$ -</u>	<u>\$ 122,463</u>	<u>\$ 71,183</u>	<u>\$ 44,213</u>	<u>\$ 1,729,963</u>

The accompanying notes are an integral part of this statement.

City of Bridgeport, Nebraska
Statement of Cash Flows - Proprietary Funds (Continued)
For the Year Ended September 30, 2025

	Enterprise Funds						Totals
	Major Funds					Nonmajor Funds	
	Electric	Water	Sewer	Community Center	Nursing Home		
RECONCILIATION OF OPERATING INCOME (LOSS) TO CASH PROVIDED (USED) BY OPERATING ACTIVITIES							
Operating Income (Loss)	\$ 426,010	\$ (28,710)	\$ 73,675	\$ (321,316)	\$ 38,469	\$ 19,039	\$ 207,167
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:							
Depreciation and Amortization	46,685	61,803	-	91,801	45,733	-	246,022
Change in Assets and Liabilities:							
Accounts Receivable	(6,668)	377	(92)	-	-	(598)	(6,981)
Unbilled Revenues	259	5,530	42	-	-	(311)	5,520
Prepaid Expenses	(11,255)	(3,655)	(4,746)	-	-	-	(19,656)
Inventories	(29,301)	(4,058)	-	-	-	-	(33,359)
Accounts Payable	(140,873)	19,240	(71,034)	(1,413)	-	3,584	(190,496)
Accrued Expenses	7,800	7,358	2,790	(2,834)	-	-	15,114
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 292,657</u>	<u>\$ 57,885</u>	<u>\$ 635</u>	<u>\$ (233,762)</u>	<u>\$ 84,202</u>	<u>\$ 21,714</u>	<u>\$ 223,331</u>
RECONCILIATION TO THE STATEMENT OF CASH FLOWS CASH AND EQUIVALENTS							
Cash and Cash Equivalents	\$ 230,295	\$ 455,368	\$ -	\$ 122,463	\$ 24,314	\$ 44,213	\$ 876,653
Restricted Cash for Debt Reserves	-	806,441	-	-	46,869	-	853,310
TOTAL CASH AND CASH EQUIVALENTS	<u>\$ 230,295</u>	<u>\$ 1,261,809</u>	<u>\$ -</u>	<u>\$ 122,463</u>	<u>\$ 71,183</u>	<u>\$ 44,213</u>	<u>\$ 1,729,963</u>

The accompanying notes are an integral part of this statement.

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. GENERAL STATEMENT

As discussed further in the following sections of Note 1, part of these financial statements are presented on the modified cash basis of accounting. The modified cash basis of accounting differs from accounting principles generally accepted in the United States of America (US GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements.

The City uses the modified cash basis of accounting, as allowed by Nebraska state statute, in preparing the financial statements for the governmental activities, as presented in the government-wide financial statements and the governmental funds financial statements.

The financial statements for business-type activities, as presented in the government-wide financial statements and the proprietary funds financial statements, are prepared in accordance with US GAAP.

B. REPORTING ENTITY

The City's financial reporting entity is comprised of the following:

Primary Government	City of Bridgeport, Nebraska
Blended Component Unit	Community Development Agency

The City is a governmental entity established under and governed by the laws of the State of Nebraska. As a political subdivision of the state, the City is exempt from state and federal income taxes. The City operates under a mayor-council form of government and provides the following services: public safety, streets, health and social services, culture and recreation, public improvements, planning and zoning, utilities (electric, water, sewer, landfill, and natural gas), and general administrative services.

The City consists of the primary government, which includes all of the funds, organizations, institutions, agencies, departments, and offices that make up the legal entity, plus those funds for which the primary government has a fiduciary responsibility, even though those fiduciary funds may represent organizations that do not meet the criteria for inclusion in the financial reporting entity; those organizations for which the primary government is financially accountable; and other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the financial reporting entity's financial statements to be misleading or incomplete.

Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The City is financially accountable if its City Council appoints a voting majority of another organization's governing body and it has the ability to impose its will on that organization, or if there is a potential for that organization to provide specific financial benefits to, or impose specific financial burdens on, the City (primary government). The City may also be financially accountable for another organization if that organization is fiscally dependent on the City.

Blended component units are separate legal entities that meet the component unit criteria described above and whose governing body is the same, or substantially the same, as the City Council or the component unit provides services entirely to the City. These component units' funds are blended into those of the City by appropriate activity type to compose the primary government presentation.

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Community Development Agency - The Community Development Agency (CDA) is considered a blended component unit of the City. The CDA was established by the Mayor and Council to provide for the redevelopment of various blighted areas within the City. Members of the CDA consist of the Mayor and City Council. Officers of the CDA are also officers of the City. The CDA is reported as a debt service fund within the governmental fund statements. The CDA does not issue its own financial statements. The CDA is passing through tax revenues for the West Annex project, the Panhandle Cooperative project, and the Cobblestone Hotel project.

C. RELATED ORGANIZATIONS

Related organizations are excluded from the financial reporting entity because the City is not financially accountable for these organizations. The City's related organization is described below:

Golf Course - Effective September 25, 1991, the City entered into a lease agreement with the Jail Rock Golf Club to lease the golf course at a rate of \$1.00 per year, for a term of 40 years. In return, the golf club will operate the golf course as stated in the lease agreement.

D. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Government-wide Financial Statements

The Statement of Net Position - Governmental Funds - Modified Cash Basis; Business-type Activities - Accrual Basis and the Statement of Activities - Governmental Activities - Modified Cash Basis; Business-type Activities - Accrual Basis display information about the reporting entity as a whole. These statements include all funds of the reporting entity except for fiduciary funds. They distinguish between the governmental and business-type activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

Statement of Net Position - Governmental Funds - Modified Cash Basis; Business-type Activities - Accrual Basis reports all financial and capital resources, in a net position form (assets minus liabilities equal net position). Net positions are displayed in three components, as applicable, invested in capital assets net of related debt, restricted (distinguishing between major categories of restrictions), and unrestricted.

The Statement of Activities - Governmental Activities - Modified Cash Basis; Business-type Activities - Accrual Basis presents a comparison between direct disbursements/expenses and program receipts/revenues for each function of the City's governmental and proprietary activities. Direct disbursements/expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program receipts/revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Receipts/revenues that are not classified as program receipts/revenues, including all taxes, are presented as general receipts/revenues.

Fund Financial Statements

Fund financial statements of the City are organized into funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, receipts/revenues, and disbursements/expenses, as appropriate. Funds are organized into three major categories: governmental, proprietary, and fiduciary.

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The City presently has no fiduciary funds. Major individual governmental and proprietary funds are reported in separate columns.

E. FUND TYPES AND MAJOR FUNDS

A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

1. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or proprietary funds are at least 10% percent of the corresponding total for all funds of that category or type, and
2. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or proprietary funds are at least 5% percent of the corresponding total for all governmental and proprietary funds combined, or
3. Management has elected to classify one or more governmental or proprietary fund as major for consistency in reporting from year to year, or because of public interest in the fund's operations.

The funds of the City's financial reporting entity are described as follows:

Governmental Funds

General Fund - The General Fund is the primary operating fund of the City. It is used to account for all activities except those legally or administratively required to be accounted for in other funds. The general fund is always considered to be a major fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than trusts for individuals, private organizations, or other governments or for major capital projects) that are legally restricted to expenditures for specific purposes.

Streets Fund - This fund is used to account for the City's share of highway allocation funds from the State of Nebraska and costs associated with street maintenance and improvement. This fund is a major fund.

Keno Fund - This fund is used to account for the proceeds and costs associated with conducting a lottery pursuant to the Nebraska County and City Lottery Act. The gross proceeds of which are required to be spent for community betterment purposes, awarding of prizes, taxes, and expenses. This fund is a nonmajor fund in the governmental fund statements.

Debt Service Fund - Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. The restricted cash accounts and accumulated interest are used to pay the principal and interest related to Tax Increment Financing.

Community Development Agency Fund - The Community Development Agency Fund is used to account for the resources for payment of principal and interest on tax increment financing issued by local banks on behalf of Next Generation Properties of Nebraska, LLC, Panhandle Cooperative Association, and the Cobblestone Hotel. This financing was issued for the redevelopment of the West Annex area, the Panhandle Cooperative Association convenience store, and the Cobblestone Hotel. The financing is payable only from real estate taxes on certain property located within the plan areas and does not constitute general obligations of the Agency or the City. This fund is a nonmajor fund in the governmental fund statements.

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Proprietary Funds

Enterprise Fund Types - Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses including depreciation) 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 net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The City's enterprise funds are as follows:

Electric Fund - Financed primarily by user charges, this fund accounts for the construction and operation of the municipal electric system and related facilities. This fund is a major fund.

Water Fund - Financed primarily by user charges, this fund accounts for the construction and operation of the municipal water system and related facilities. This fund is a major fund.

Sewer Fund - Financed primarily by user charges, this fund accounts for the construction and operation of the municipal sewer system and related facilities. This fund is a major fund.

Community Center Fund - Financed primarily by user charges, this fund accounts for the construction and operation of the municipal community center. This fund is a major fund.

Nursing Home Fund - Financed primarily by rental fees, this fund accounts for the leasing of the Skyview nursing home and related facilities. This fund is a major fund.

Landfill Fund - Financed primarily by user charges, this fund accounts for the construction and operation of the municipal landfill and related facilities. This fund is not a major fund.

Gas/Pace Fund - Financed primarily by user charges, this fund accounts for the construction and operation of the municipal natural gas system and related facilities. This fund is not a major fund.

F. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "how" transactions are recorded within the various financial statements. Basis of accounting refers to "when" revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements, regardless of the measurement focus.

Measurement Focus

Government-wide Financial Statements

In the government-wide Statement of Net Position - Governmental Activities - Modified Cash Basis; Business-type Activities - Accrual Basis and the Statement of Activities - Governmental Activities - Modified Cash Basis; Business-type Activities - Accrual Basis, the City maintains its financial records for the governmental activities on the cash receipts and disbursements basis and the financial statements are prepared in accordance with that basis. Accordingly, the financial statements for the governmental activities do not present financial position and results of operations for these types of activities in accordance with accounting principles generally accepted in the United States of America. However, the business-type activities are presented using the "economic resources" measurement focus applied on the accrual basis of accounting.

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Financial Statements

The City maintains its financial records for the governmental funds on the cash receipts and disbursements basis, and the financial statements for these funds are prepared in accordance with that basis. Accordingly, these financial statements do not present financial position and results of operations for the governmental funds in accordance with accounting principles generally accepted in the United States of America.

The “economic resources” measurement focus and the accrual basis of accounting are applied to the proprietary funds.

Basis of Accounting

Government-wide Financial Statements

In the government-wide Statement of Net Position - Governmental Activities - Modified Cash Basis; Business-type Activities - Accrual Basis and the Statement of Activities - Governmental Activities - Modified Cash Basis; Business-type Activities - Accrual Basis, the governmental activities are reported on the modified cash basis of accounting. Under the modified cash basis of accounting, revenues are recorded when cash is received, and expenses are recorded when cash is disbursed. Business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues and related assets generally are recorded when earned (usually when the right to receive cash vests); and expenses and related liabilities are recorded when an obligation is incurred (usually when the obligation to pay cash in the future vests).

Fund Financial Statements

All governmental funds are accounted for using the modified cash basis of accounting, as previously defined.

All proprietary funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

G. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are stated at carrying value, which reasonably estimates fair market value. For purposes of the Statement of Cash Flows, the enterprise funds consider all highly liquid investments with a maturity of three months or less to be cash equivalents.

Investments classified in the financial statements consist entirely of certificates of deposit whose term to maturity at the date of acquisition exceeds three months, and/or those types of investments authorized by Nebraska Statute 77, Article 23, and generally include U.S. government obligations and certificates of deposit to the extent they are insured by the Federal Deposit Insurance Corporation or by collateral securities pledged to the City. Under the modified cash basis of accounting, investments are carried at cost.

H. ACCOUNTS RECEIVABLE

The City uses the allowance method for bad debts for accounts receivable recorded in the proprietary funds and business-type activities. As of September 30, 2025, management determined that virtually all accounts receivable are collectible, and accordingly, no reserve was established.

I. INTANGIBLE ASSETS

Amortization of start-up costs and licensed beds related to the nursing home is provided for by the use of the straight-line method over 5 and 20 years, respectively.

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. CAPITAL ASSETS

Capital assets include land, buildings, improvements, equipment, and intangible assets that are used in operations and that have initial useful lives extending beyond a single reporting period. The accounting treatment for capital assets depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

Government-wide Financial Statements

Under the modified cash basis of accounting, capital assets are recorded when they result from cash transactions and are depreciated, where appropriate. The accounting treatment for property, plant, and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

Capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the appropriate governmental fund when they result from cash transactions and are not recorded as capital assets in the government-wide or fund financial statements.

Capital assets used in proprietary funds operations are accounted for on the accrual basis of accounting. Under the accrual basis of accounting, capital assets are recorded at historical cost, or estimated costs, where actual cost could not be determined. Donated capital assets are valued at their estimated fair value on the date donated. Reported cost values include ancillary charges necessary to place the asset into its intended location and condition for use. Subsequent to initial capitalization, improvements or betterments that are significant and which extend the useful life of a capital asset are also capitalized.

In the proprietary funds, depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. A capitalization threshold of \$2,500 is used to report capital assets and right-of-use assets. Land is not a depreciable asset. The service lives by type of asset are as follows:

Buildings and Improvements	10 - 50 years
Machinery, Furniture, and Equipment	3 - 20 years
Utility Property and Improvements	10 - 50 years
Right-of-use Assets	3 - 20 years

Fund Financial Statements

Capital assets used in governmental funds are accounted for in the same manner as capital assets used in governmental activities, as previously discussed.

Capital assets used in proprietary fund operations are accounted for on the accrual basis, the same as in the business-type activities previously discussed.

K. COMPENSATED ABSENCES

Vacation and sick leave are accumulated on the basis of position and length of service. All full-time and permanent part-time employees earn vacation based on the number of years of employment. Vacation leave can be taken as it is earned and can be carried over to the following years up to a maximum of 35 days. Per the City's sick leave policy, employees can accrue up to 120 days of sick time. Upon retirement, employees in good standing are entitled to a payout equal to 25% of their sick leave balance. As the governmental funds are accounted for on the modified cash basis of accounting, these amounts have not been accrued in the accompanying governmental financial statements. The financial statements of the enterprise funds reflect the accumulated unpaid benefits in accrued expenses.

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. LONG-TERM LIABILITIES

The City's long-term liabilities include bonds payable and meter deposits. The accounting treatment for long-term liabilities depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

Government-wide Financial Statements

Governmental activities financial statements recognize the proceeds from long-term liabilities, such as debt proceeds and premiums, as cash receipts when the debt proceeds are received. Payments on long-term liabilities, such as payments for debt issuance costs and debt service payments of interest and principal, are reported as cash disbursements when payments are made. Accordingly, these financial statements do not report governmental activities long-term liabilities. Any long-term liabilities for governmental activities are disclosed as commitments in Note 8.

All liabilities to be repaid from business-type resources are reported as liabilities in the government-wide financial statements, in accordance with the accrual basis of accounting.

Fund Financial Statements

In the governmental fund financial statements, debt proceeds are reported as cash receipts (other financing sources), while payments of principal and interest are reported as disbursements when cash payments are made.

The accounting for proprietary funds' long-term liabilities is on the accrual basis, the same as in the business-type activities reported in the government-wide financial statements.

M. LEASES

Lessee:

The City is a lessee for noncancelable leases of equipment. The City recognizes a lease liability and an intangible right-to-use lease asset (lease asset) within the proprietary funds' financial statements. The City recognizes right-to-use lease assets and lease liabilities with an initial, individual value of \$2,500 or more.

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the Statement of Activities - Governmental Activities - Modified Cash Basis; Business-type Activities - Accrual Basis and on the Statement of Net Position - Proprietary Funds. As of September 30, 2025, the City did not have any leases meeting these criteria.

Lessor:

The City may be a lessor for a noncancellable lease of property. The City recognizes a lease receivable and deferred inflow of resources in the proprietary funds' financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of the lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the City determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable are composed of fixed payments from the lessee.

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable. As of September 30, 2025, the City did not have any leases meeting these criteria.

N. SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

The City may enter into subscription-based information technology arrangements (SBITAs) with vendors to use vendor-provided technology. The City recognizes a subscription liability and an intangible right-to-use subscription asset in the government-wide financial statements within the proprietary funds' financial statements. The City recognizes subscription liabilities with arrangements over a year in length and with an initial, individual value of \$2,500 or more. As of September 30, 2025, the City did not have any SBITAs for meeting this criteria.

O. NET POSITION AND FUND BALANCES

Government-wide Financial Statements

It is the City's policy to first use restricted net position prior to the use of unrestricted net position when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net position on the Statement of Net Position - Governmental Activities - Modified Cash Basis; Business-type Activities - Accrual Basis includes the following:

Net Investment in Capital Assets - Consists of business-type capital assets, including restricted capital assets, net of accumulated depreciation (if applicable) and reduced by the outstanding balances of bonds payable or capital lease obligations that are attributable to the acquisition, construction, or improvement of those assets.

Restricted - Consists of net position with constraints placed on its use either by (a) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (b) law through constitutional provisions or enabling legislation.

Unrestricted - Represents all other net positions that do not meet the definition of “restricted” or “net investment in capital assets.”

Fund Financial Statements

In accordance with Government Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the City classifies governmental fund balances as follows:

Nonspendable - Includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact.

Restricted – Amounts that are constrained for specific purposes which are (a) externally imposed by providers, such as creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

Committed - Amounts that can only be used for specific purposes pursuant to constraints imposed by resolutions of the City Council.

Assigned - Amounts that are constrained by the City’s intent to be used for specific purposes but are neither restricted nor committed. Amounts can be assigned by committees of the City Council or management of the City.

Unassigned - Includes positive fund balance within the General Fund that has not been classified within the above-mentioned categories and negative fund balance in other governmental funds.

Proprietary fund equity is classified the same as in the government-wide financial statement.

The City uses restricted amounts first when both restricted and unrestricted fund balances are available unless there are legal documents or contracts that prohibit doing this, such as a grant agreement requiring dollar-for-dollar spending. Additionally, the City would first use committed, then assigned, and lastly, unassigned amounts of unrestricted fund balance when disbursements are made.

The City does not have a formal minimum fund balance policy.

P. TAX REVENUE

The City receives real estate, personal property, and vehicle taxes from Morrill County. Real estate taxes are attached as an enforceable lien on property as of January 1. Real estate and personal property taxes are levied on December 1 and are payable in two installments on the following May 1 and September 1. Vehicle taxes are levied and are payable at the time of licensing. The City recognizes revenue at the time the taxes are collected by the County Treasurer in accordance with the modified cash basis of accounting.

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. PROGRAM REVENUES

The Statement of Net Position - Governmental Activities - Modified Cash Basis; Business-type Activities - Accrual Basis includes cash receipts/revenues that are derived directly from each activity or from parties outside the City's taxpayers and are reported as program cash receipts/revenues. Program receipts/revenues are classified into three categories as follows:

1. Charges for services - These arise from charges to customers, applicants, or others who purchase, use, or directly benefit from the goods, services, or privileges provided, or are otherwise directly affected by the services.
2. Program-specific operating grants and contributions - These arise from mandatory and voluntary non-exchange transactions with other governments, organizations, or individuals that are restricted for use in a particular program.
3. Program-specific capital grants and contributions - These arise from mandatory and voluntary non-exchange transactions with other governments, organizations, or individuals that are restricted for the acquisition of capital assets for use in a particular program.

R. OPERATING REVENUE AND EXPENSES

Operating revenues and expenses for proprietary funds result from providing services and producing and delivering goods and/or services. They also include all revenues and expenses not related to capital and related financing, non-capital financing, or investing activities.

S. INTERFUND BALANCES AND ACTIVITIES

In the process of aggregating the financial information for the government-wide financial statements, some accounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

1. In order to minimize the grossing-up effect on assets and liabilities within the governmental and business-type activities columns of the primary government, amounts reported as interfund receivables and payables have been eliminated, except for the net, residual amounts due between governmental and business-type activities, which are presented as Due to/from Other Funds.
2. Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers in/out. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities.

Fund Financial Statements

Interfund activity, if any, within and among the governmental and proprietary fund categories is reported as follows:

1. Interfund Loans - Amounts provided with a requirement for repayment are reported as interfund receivables and payables in the proprietary fund financial statements.
2. Interfund Services - Sales or purchases of goods and services between funds are reported as revenues/receipts and expenditures/expenses.
3. Interfund Reimbursements - Repayments from funds responsible for certain adjustments to expenditures/expenses in the respective funds.

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Interfund Transfers - Flow of assets from one fund to another where repayment is not expected are reported as transfers in and out.

T. INVENTORY

Inventories of the enterprise funds are valued at cost using the first-in, first-out method.

U. USE OF ESTIMATES

The preparation of financial statements in conformity with the modified cash basis of accounting and accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures (such as the estimated useful lives in determining depreciation expense and, if applicable, in making modified cash basis contingency disclosures). Accordingly, actual results could differ from those estimates.

NOTE 2 - DEFICIT NET POSITION

The Landfill Fund had a deficit net position at September 30, 2025, of \$26,586, which is expected to be funded by future revenues and/or transfers from other funds.

NOTE 3 - DEPOSITS AND INVESTMENTS, CREDIT RISK, CONCENTRATIONS OF CREDIT RISK, AND INTEREST RATE RISK

Various restrictions on deposits and investments are imposed by statutes. Additionally, Nebraska State Statute 17-607 requires banks either to give bonds or to pledge government securities (types of which are specifically identified in the Statute) to the City Treasurer in the amount of the City's deposits. The Statute allows pledged securities to be reduced by the amount of the deposit which is insured by the Federal Deposit Insurance Corporation (FDIC).

The carrying value of cash and investments at September 30, 2025, consists of the following amounts held by the City Treasurer, including custodial funds:

Cash in Bank	\$ 2,897,612
Certificates of Deposit	710,000
	<u>\$ 3,607,612</u>

Cash and investments are allocated to the following funds:

General Fund	\$ 705,614
Streets Special Revenue Fund	233,387
Nonmajor Governmental Funds	212,126
Electric Fund	826,617
Water Fund	1,392,009
Community Center Fund	122,463
Nursing Home Fund	71,183
Nonmajor Proprietary Fund	44,213
	<u>\$ 3,607,612</u>

Credit Risk - State law limits eligible investments for the City, as discussed above. The City has no investment policy that would further limit its investment choices.

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 3 - DEPOSITS AND INVESTMENTS, CREDIT RISK, CONCENTRATIONS OF CREDIT RISK, AND INTEREST RATE RISK (CONTINUED)

Custodial Credit Risk - The risk that, in the event of a bank failure, the City's deposits may not be returned to them. The City does not have a policy for custodial credit risk. For reporting purposes, the amount of total City bank deposits is classified in the following categories of custodial credit risk.

1. Insured by the Federal Deposit Insurance Corporation (FDIC) or collateralized with securities held by the City or by its agent in the City's name.
2. Uninsured, but collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.
3. Uninsured and uncollateralized, or collateralized with securities held by the pledging financial institution, or by its trust department or agent, but not in the City's name, or properly collateralized with no written and approved collateral agreement.

A detail of deposits at September 30, 2025, is as follows:

Type of Deposits	Total Bank Balance	Credit Risk Category			Total Carrying Value
		1	2	3	
Insured Deposits	\$ 500,000	\$ 500,000	\$ -	\$ -	
Uninsured Deposits:					
Collateralized	<u>3,227,932</u>	<u>-</u>	<u>3,227,932</u>	<u>-</u>	
	<u>\$ 3,727,932</u>	<u>\$ 500,000</u>	<u>\$ 3,227,932</u>	<u>\$ -</u>	<u>\$ 3,607,612</u>

Concentration of Credit Risk - The City may, at various times throughout the year, have funds in excess of the FDIC limit held at its financial institution. However, all funds are fully collateralized through the financial institution. The City places no limit on the amount that may be invested in any one issuer.

Interest Rate Risk - The City 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. Interest income is allocated to the funds generating the income.

NOTE 4 - RESTRICTED NET POSITION

Certain accounts of the City's cash and investment balances are restricted for the following purposes:

Major Purpose	Restricted By	Amount
Community Improvement	Law	\$ 158,443
Street Improvements	Law	236,396
Asset Repair and Replacement	Debt Agreement	806,441
Debt Service by Debt Covenant	Debt Agreement	<u>109,675</u>
		<u>\$ 1,310,955</u>

NOTE 5 - TAX ABATEMENT

The City is subject to tax abatements granted by the Community Development Agency (CDA) as allowed by Nebraska Revenue State Statute, Chapter 18, a component unit of the City (see Note 1), which has entered into tax increment financing (TIF) agreements with various redevelopers. The TIF programs have the stated purpose of increasing business activity and employment in the community.

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 5 - TAX ABATEMENT (CONTINUED)

Under the TIF programs, redevelopers can apply for TIF financing whereby the property tax they pay on the increased valuation of property under a TIF agreement is returned to the redeveloper by the CDA to finance the project for a period of up to 15 years. The following abatements were determined using the total excess value of each TIF and the City's tax rate. During the year ended September 30, 2025, the City received \$77,200 as Tax Increment Financing revenue and disbursed \$83,266 for Tax Increment Revenue bond payments.

Taxes forgone due to the abatements impacting the City for the year ended September 30, 2025, are as follows:

Tax Abatement Program	Amount Abated
Bomgaars	\$ 844
Panhandle Cooperative Association	5,886
Cobblestone Hotel	5,369
	\$ 12,099

NOTE 6 - SPECIAL ASSESSMENT RECEIVABLES

The City has levied special assessments to assist in repaying general obligation debt issued in conjunction with paving City streets or to repay funds advanced to property owners for improvements. These assessments are accounted for in the City's Streets Fund. Due to the modified cash basis presentation for governmental funds, these receivables are not presented in the accompanying financial statements. The activity associated with these receivables for the year ended September 30, 2025 was as follows:

Beginning Balance	\$ 13,099
Receipts	(2,482)
Interest	1,145
	\$ 11,762

NOTE 7 - CAPITAL ASSETS

A summary of changes in capital assets for the year ended September 30, 2025 is as follows:

	Balance 9/30/24	Increase	Decrease	Balance 9/30/25
Business-type Activities:				
Capital Assets, not Depreciated				
Land	\$ 146,855	\$ -	\$ -	\$ 146,855
Capital Assets Being Depreciated:				
Buildings and Improvements	13,913,110	26,926	-	13,940,036
Equipment and Vehicles	2,041,060	86,633	-	2,127,693
	15,954,170	113,559	-	16,067,729
Accumulated Depreciation	(8,108,999)	(228,020)	-	(8,337,019)
Capital Assets Being Depreciated, Net	7,845,171	(114,461)	-	7,730,710
Net Capital Assets	\$ 7,992,026	\$ (114,461)	\$ -	\$ 7,877,565

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 7 - CAPITAL ASSETS (CONTINUED)

During the year ended September 30, 2025, depreciation expense was reevaluated, and estimates were modified, causing the electric and water funds to report a lesser depreciation expense and the sewer funds to not report depreciation expense. During the year ended September 30, 2025, depreciation expense was charged as a direct expense to programs of the primary government as follows:

Business-type Activities:	
Electric	\$ 46,685
Water	61,803
Community Center Fund	91,801
Nursing Home Fund	27,731
	\$ 228,020

NOTE 8 - LONG-TERM LIABILITIES

Business-type Activities

Long-term liabilities for the business-type funds at September 30, 2025, were comprised of the following:

Revenue Bonds - On June 24, 2013, the City issued \$1,200,000 of Nursing Home Revenue Bonds with an interest rate of 3.60% for the purpose of financing the purchase of the nursing home facility in Bridgeport, Nebraska. Payments on the Revenue Bonds are due semi-annually on July 1 and October 1. The bonds mature on July 1, 2033. These bonds are paid by the Nursing Home Fund.

General Obligation Various Purpose Refunding Bonds, Series 2021 - On January 12, 2021, the City issued \$950,000 in general obligation various purpose bonds with interest rates ranging from 0.45% to 1.00% for the purpose of refunding the GO Various Purpose Refunding Bonds, Series 2016. Annual principal payments of varying amounts are due each December 15 beginning in 2021, with the final payment due December 15, 2029. Interest is due semiannually on June 15 and December 15. These bonds are being paid by the Water Fund.

General Obligation Water Bonds, Series 2010 - On November 15, 2010, the City issued \$2,663,000 in general obligation water bonds with an interest rate of 2.25% to finance a water utility project. Payments are due annually on October 1 each year, with the final payment due October 1, 2050. These bonds are being paid by the Water Fund.

The following is a summary of changes in long-term liabilities for the year ended September 30, 2025:

	Balance 9/30/24	Additions	Reductions	Balance 9/30/25	Due Within One Year
Business-type Activities:					
Bonds:					
Revenue Bonds (Nursing Home)	\$ 717,509	\$ -	\$ (68,780)	\$ 648,729	\$ 71,290
Refunding Bonds, Series 2021	635,000	-	(105,000)	530,000	105,000
Water Bonds, Series 2010	2,072,928	-	(56,660)	2,016,268	57,932
Compensated Absences	40,375	34,328	-	74,703	-
Total Long-term Liabilities	\$ 3,465,812	\$ 34,328	\$ (230,440)	\$ 3,269,700	\$ 234,222

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 8 - LONG-TERM DEBT (CONTINUED)

The annual requirements to amortize business-type activities debt outstanding as of September 30, 2025, except for compensated absences, are as follows:

Year Ended September 30,	Bonds		Total
	Principal	Interest	
2026	\$ 234,222	\$ 73,080	\$ 307,302
2027	238,127	68,495	306,622
2028	242,156	63,707	305,863
2029	246,314	58,662	304,976
2030	255,603	53,327	308,930
2031 - 2035	603,939	193,619	797,558
2036 - 2040	378,497	137,993	516,490
2041 - 2045	423,038	93,452	516,490
2046 - 2050	472,820	43,670	516,490
2051 - 2055	100,281	2,258	102,539
	<u>\$ 3,194,997</u>	<u>\$ 788,263</u>	<u>\$ 3,983,260</u>

Interest expense of \$74,139 on long-term debt has been included in the direct expenses of individual functions on the government-wide Statement of Activities. Authorization for general long-term debt is specific to a particular purpose; thus, an objective connection can be made to a specific program. All interest on long-term debt is reported as a direct expense of the program for which borrowing is related.

NOTE 9 - OTHER COMMITMENTS

On August 13, 2020, the City signed a six-year full-service maintenance plan contract with Maguire Iron, Inc. for inspection, maintenance, and rehabilitation of the City's water towers. The term of the agreement is from October 1st to September 30th each year and automatically renews each October 1st unless formal (written) notification is provided 90 days prior to the anniversary date. Under the terms of the agreement, the City was required to pay Maguire Iron, Inc. \$86,962 annually during the period October 2020 – 2024. The City made its final payment in September 2025, and the contract is terminated as of September 30, 2025.

NOTE 10 - EQUIPMENT LEASE AGREEMENT

On November 30, 2021, the City entered into a tax-exempt municipal agreement with Lease Servicing Center, Inc., dba NCL Government Capital for a 2022 Elgin Pelican Street Sweeper, for use by the governmental fund activities. The agreement requires annual payments of \$36,528 through 2028. The future minimum lease commitments are as follows:

Year	Amount
2026	\$ 36,528
2027	36,528
2028	36,528

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 11 - OPERATING LEASE

Skyview Nursing Home (the “Nursing Home”), owned by the City, entered into a lease agreement with a third party, Future NE, LLC (aka Senex) (Tenant). The lease commenced on September 1, 2018 and is for a term of 10 years. The Tenant has the option to renew the lease for an additional 10-year term. The terms of the lease include all assets, real and personal, as well as tangible and intangible assets, used in the operations of the Nursing Home. Rent payments are due on the 25th of every month.

The monthly payment is calculated using fixed rates multiplied by a number of inpatient days. The base rent to be paid is Total Patient Days times \$5.46 per day. On top of the base rent, there are additional charges for Medicare A (total Medicare patient days multiplied by \$10.54), Private Pay (total private pay patient days multiplied by \$2.54), and Veterans Affairs (total Veterans Affairs patient days multiplied by \$2.54).

A bonus rent provision is also in place for additional rent payments of \$500 each month upon reaching a monthly Total Average Daily census over 35, as well as another \$500 for all months in which there is a Total Average Daily census over 38. During the current fiscal year, the City received \$108,224 in operating lease revenue.

NOTE 12 - INTERFUND TRANSFERS

Interfund transfers among the governmental funds and proprietary funds for the year ended September 30, 2025 were as follows:

Transfers From:	Transfers To:					Total
	Street Fund	General Fund	Nursing Home	Electric Fund	Community Center	
General Fund	\$ 61,950	\$ 61,408	\$ 17,642	\$ -	\$ 263,000	\$ 404,000
Sewer Fund	-	8,000	-	-	-	8,000
Water Fund	-	131,000	-	-	-	131,000
Electric Fund	-	263,000	-	-	-	263,000
Community Center	-	-	-	122,000	-	122,000
Nonmajor Proprietary Fund	-	2,000	-	-	-	2,000
	<u>\$ 61,950</u>	<u>\$ 465,408</u>	<u>\$ 17,642</u>	<u>\$ 122,000</u>	<u>\$ 263,000</u>	<u>\$ 930,000</u>

Transfers between funds were to cover operating expenses.

NOTE 13 - RETIREMENT PLAN

The City has established a SIMPLE IRA Plan (Plan) for the benefit of eligible employees. All employees receiving at least \$5,000 in compensation during any one year and who are reasonably expected to receive at least \$5,000 in compensation during the current year are eligible to participate in the plan. Employees can elect to contribute a percentage of their salary up to the maximum annual limits established by the Internal Revenue Service. Employees who will reach the age of 50 by the end of the calendar year are allowed an additional catch-up contribution. The City matches the contribution percentage up to 5%. Employee and employer contributions are vested 100% at all times. The City contributed \$28,874 to the plan for the year ended September 30, 2025.

City of Bridgeport, Nebraska
Notes to the Financial Statements
September 30, 2025

NOTE 14 - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by the purchase of commercial insurance. The City assumes liability for any deductibles and claims in excess of coverage limitations. Settled claims, if any, from these risks have not exceeded commercial insurance coverage in any of the past three years.

NOTE 15 - RELATED PARTIES

In the normal course of business, the City purchases supplies and services from businesses owned and operated by certain Council members. Total purchases totaled \$42,756. No amounts are included in accounts payable as of September 30, 2025.

NOTE 16 - RESTATEMENT OF NET POSITION

During the year ended September 30, 2025, the City implemented GASB 101: *Compensated Absences*. This standard required the City to recognize a liability for compensated absences for 1) leave that has not been used, and 2) leave that has been used but not yet paid in cash or settled through noncash means. A liability is recognized for leave that has not been used if a) the leave is attributable to services already rendered, b) the leave accumulates, and c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The balances reported for the year ended September 30, 2024, have been revised for the implementation of GASB 101, *Compensated Absences*.

For the year ended September 30, 2025, the City reclassified the Landfill major business-type fund to a nonmajor business-type fund. This change was the result of the fund no longer meeting the quantitative thresholds for major fund reporting. This reclassification is considered a change within the financial reporting entity under GASB Statement No. 100, *Accounting Changes and Error Corrections - an Amendment of GASB Statement No. 62*.

The effect on the beginning fund balances for the proprietary funds reporting units is presented in the table below, reconciling the previously reported balances to the adjusted beginning balances as of September 30, 2025.

	Major Funds						Nonmajor Funds	Total Business-type Activities
	Electric	Water	Sewer	Community Center	Nursing Home	Landfill Fund		
Net Position - Beginning, as Previously Stated	\$ 1,861,349	\$ 3,554,437	\$ 1,196,387	\$ 1,357,384	\$ (203,181)	\$ (41,554)	\$ 42,142	\$ 7,766,964
Impact of Adoption of GASB 101	(5,302)	(26,279)	(8,254)	(540)	-	-	-	(40,375)
Adjustment for Change in Fund	-	-	-	-	-	41,554	(41,554)	-
Net Position - Beginning, as Restated	<u>\$ 1,856,047</u>	<u>\$ 3,528,158</u>	<u>\$ 1,188,133</u>	<u>\$ 1,356,844</u>	<u>\$ (203,181)</u>	<u>\$ -</u>	<u>\$ 588</u>	<u>\$ 7,726,589</u>

NOTE 17 - SUBSEQUENT EVENTS

The City did not have any other subsequent events requiring recording or disclosure in the financial statements through the date of the independent auditor's report, which is the date the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

City of Bridgeport, Nebraska
Budgetary Comparison Schedule - Modified Cash Basis - General Fund
For the Year Ended September 30, 2025

	Original and Final Budget Amounts	Actual Amounts	Variance Positive (Negative)
RECEIPTS			
Taxes:			
Property	\$ 400,000	\$ 447,741	\$ 47,741
Sales	220,000	295,694	75,694
Intergovernmental	82,871	61,947	(20,924)
License, Fees and Permits	35,400	36,518	1,118
Charges for Services	-	5,901	5,901
Interest	4,250	10,420	6,170
Sale of Assets	-	237,905	237,905
Miscellaneous	500	12,077	11,577
Total Receipts	<u>743,021</u>	<u>1,108,203</u>	<u>365,182</u>
DISBURSEMENTS			
General Government	460,900	459,404	1,496
Public Safety	524,220	533,724	(9,504)
Culture and Recreation	483,100	143,071	340,029
Capital Outlay	75,000	29,327	45,673
Total Disbursements	<u>1,543,220</u>	<u>1,165,526</u>	<u>377,694</u>
DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS	(800,199)	(57,323)	742,876
OTHER FINANCING SOURCES (USES)			
Transfers In (Out)	<u>(1,033,950)</u>	<u>61,408</u>	<u>1,095,358</u>
CHANGE IN FUND BALANCE	(1,834,149)	4,085	1,838,234
FUND BALANCE - BEGINNING	<u>718,421</u>	<u>718,421</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ (1,115,728)</u>	<u>\$ 722,506</u>	<u>\$ 1,838,234</u>

See accompanying notes to the supplementary information and independent auditor's report.

City of Bridgeport, Nebraska
Budgetary Comparison Schedule - Modified Cash Basis - Streets Fund
For the Year Ended September 30, 2025

	Original and Final Budget Amounts	Actual Amounts	Variance Positive (Negative)
RECEIPTS			
Taxes:			
Property	\$ 38,500	\$ 45,628	\$ 7,128
Sales	46,000	69,703	23,703
Intergovernmental	263,487	259,884	(3,603)
License, Fees and Permits	5,200	1,558	(3,642)
Interest	2,500	3,203	703
Miscellaneous	2,000	-	(2,000)
Total Receipts	<u>357,687</u>	<u>379,976</u>	<u>22,289</u>
DISBURSEMENTS			
Highways and Streets	608,100	352,438	255,662
Capital Outlay	190,000	36,769	153,231
Total Disbursements	<u>798,100</u>	<u>389,207</u>	<u>408,893</u>
DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS	(440,413)	(9,231)	431,182
OTHER FINANCING SOURCES (USES)			
Transfers In (Out)	<u>(10,000)</u>	<u>61,950</u>	<u>71,950</u>
CHANGE IN FUND BALANCE	(450,413)	52,719	503,132
FUND BALANCE - BEGINNING	<u>183,677</u>	<u>183,677</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ (266,736)</u>	<u>\$ 236,396</u>	<u>\$ 503,132</u>

See accompanying notes to the supplementary information and independent auditor's report.

City of Bridgeport, Nebraska
Budgetary Comparison Schedule - Modified Cash Basis - Water Fund
For the Year Ended September 30, 2025

	Original and Final Budget Amounts	Actual Amounts	Variance Positive (Negative)
OPERATING REVENUES			
Charges for Services	\$ 555,750	\$ 613,686	\$ 57,936
Other Revenues	-	6,173	6,173
Total Operating Revenues	<u>555,750</u>	<u>619,859</u>	<u>64,109</u>
OPERATING EXPENSES			
Personal Services	183,900	158,715	25,185
Contract Services	16,500	19,353	(2,853)
Materials and Repairs	175,500	298,040	(122,540)
Utilities	23,000	29,786	(6,786)
Depreciation/Amortization	-	61,803	(61,803)
Capital Outlays	60,000	-	60,000
Miscellaneous	79,750	80,872	(1,122)
Debt Service:			
Principal Payments	<u>241,000</u>	<u>-</u>	<u>241,000</u>
Total Operating Expenses	<u>779,650</u>	<u>648,569</u>	<u>(109,919)</u>
Operating Loss	<u>(223,900)</u>	<u>(28,710)</u>	<u>195,190</u>
NON-OPERATING REVENUES (EXPENSES)			
Interest Expense	-	(49,853)	(49,853)
Interest Income	<u>15,000</u>	<u>29,513</u>	<u>14,513</u>
Net Non-operating Revenues (Expenses)	<u>15,000</u>	<u>(20,340)</u>	<u>(35,340)</u>
TRANSFERS OUT	<u>(51,000)</u>	<u>(131,000)</u>	<u>(80,000)</u>
CHANGE IN NET POSITION	(259,900)	(180,050)	79,850
NET POSITION - BEGINNING, AS RESTATED	<u>3,554,437</u>	<u>3,528,158</u>	<u>(26,279)</u>
NET POSITION - ENDING	<u>\$ 3,294,537</u>	<u>\$ 3,348,108</u>	<u>\$ 79,850</u>

See accompanying notes to the supplementary information and independent auditor's report.

City of Bridgeport, Nebraska
Budgetary Comparison Schedule - Modified Cash Basis - Sewer Fund
For the Year Ended September 30, 2025

	Original and Final Budget Amounts	Actual Amounts	Variance Positive (Negative)
OPERATING REVENUES			
Charges for Services	\$ 264,000	\$ 266,367	\$ 2,367
Other Revenues	-	10,646	10,646
Total Operating Revenues	<u>264,000</u>	<u>277,013</u>	<u>13,013</u>
OPERATING EXPENSES			
Personal Services	127,700	139,643	(11,943)
Contract Services	8,000	5,000	3,000
Materials and Repairs	98,275	31,142	67,133
Utilities	9,000	9,512	(512)
Capital Outlays	300,000	-	300,000
Miscellaneous	<u>28,700</u>	<u>18,041</u>	<u>10,659</u>
Total Operating Expenses	<u>571,675</u>	<u>203,338</u>	<u>368,337</u>
Operating Income (Loss)	<u>(307,675)</u>	<u>73,675</u>	<u>381,350</u>
NON-OPERATING REVENUES			
Interest Income	<u>2,335</u>	<u>1,373</u>	<u>(962)</u>
TRANSFERS OUT	<u>(85,000)</u>	<u>(8,000)</u>	<u>77,000</u>
CHANGE IN NET POSITION	(390,340)	67,048	457,388
NET POSITION - BEGINNING, AS RESTATED	<u>1,196,387</u>	<u>1,188,133</u>	<u>(8,254)</u>
NET POSITION - ENDING	<u>\$ 806,047</u>	<u>\$ 1,255,181</u>	<u>\$ 457,388</u>

See accompanying notes to the supplementary information and independent auditor's report.

City of Bridgeport, Nebraska
Budgetary Comparison Schedule - Modified Cash Basis - Electric Fund
For the Year Ended September 30, 2025

	Original and Final Budget Amounts	Actual Amounts	Variance Positive (Negative)
OPERATING REVENUES			
Charges for Services	\$ 1,917,000	\$ 1,955,011	\$ 38,011
Other Revenues	-	26,874	26,874
Total Operating Revenues	<u>1,917,000</u>	<u>1,981,885</u>	<u>64,885</u>
OPERATING EXPENSES			
Energy Purchases	1,500,000	1,208,265	291,735
Personal Services	203,000	188,792	14,208
Contract Services	34,000	8,403	25,597
Materials and Repairs	126,700	51,383	75,317
Utilities	18,950	10,857	8,093
Depreciation/Amortization	-	46,685	(46,685)
Capital Outlay	200,000	-	200,000
Miscellaneous	155,200	41,490	113,710
Total Operating Expenses	<u>2,237,850</u>	<u>1,555,875</u>	<u>681,975</u>
Operating Income (Loss)	<u>(320,850)</u>	<u>426,010</u>	<u>746,860</u>
NON-OPERATING REVENUES			
Interest Income	<u>13,000</u>	<u>19,557</u>	<u>6,557</u>
TRANSFERS OUT	<u>(650,000)</u>	<u>(141,000)</u>	<u>509,000</u>
CHANGE IN NET POSTION	<u>(957,850)</u>	<u>304,567</u>	<u>1,262,417</u>
NET POSITION - BEGINNING, AS RESTATED	<u>1,861,349</u>	<u>1,856,047</u>	<u>(5,302)</u>
NET POSITION - ENDING	<u>\$ 903,499</u>	<u>\$ 2,160,614</u>	<u>\$ 1,262,417</u>

See accompanying notes to the supplementary information and independent auditor's report.

City of Bridgeport, Nebraska
Budgetary Comparison Schedule - Modified Cash Basis -
Community Center Fund
For the Year Ended September 30, 2025

	Original and Final Budget Amounts	Actual Amounts	Variance Positive (Negative)
OPERATING REVENUES			
Charges for Services	\$ 65,050	\$ 84,837	\$ 19,787
Other Revenues	16,000	5,868	(10,132)
Total Operating Revenues	<u>81,050</u>	<u>90,705</u>	<u>9,655</u>
OPERATING EXPENSES			
Personal Services	248,900	170,846	78,054
Contract Services	5,000	18,345	(13,345)
Materials and Repairs	125,900	60,871	65,029
Utilities	39,650	31,438	8,212
Depreciation/Amortization	-	91,801	(91,801)
Capital Outlay	50,000	-	50,000
Miscellaneous	26,950	38,720	(11,770)
Total Operating Expenses	<u>496,400</u>	<u>412,021</u>	<u>84,379</u>
Operating Loss	<u>(415,350)</u>	<u>(321,316)</u>	<u>94,034</u>
NON-OPERATING REVENUES			
Interest Income	<u>600</u>	<u>1,353</u>	<u>753</u>
TRANSFERS IN (OUT)	<u>(10,000)</u>	<u>141,000</u>	<u>151,000</u>
CHANGE IN NET POSITION	(424,750)	(178,963)	245,787
NET POSITION - BEGINNING, AS RESTATED	<u>1,357,384</u>	<u>1,356,844</u>	<u>(540)</u>
NET POSITION - ENDING	<u>\$ 932,634</u>	<u>\$ 1,177,881</u>	<u>\$ 245,787</u>

See accompanying notes to the supplementary information and independent auditor's report.

City of Bridgeport, Nebraska
Budgetary Comparison Schedule - Modified Cash Basis -
Nursing Home Fund
For the Year Ended September 30, 2025

	Original and Final Budget Amounts	Actual Amounts	Variance Positive (Negative)
OPERATING REVENUES			
Other Revenues	\$ 108,000	\$ 90,982	\$ (17,018)
OPERATING EXPENSES			
Materials and Repairs	20,000	6,780	13,220
Depreciation/Amortization	-	45,733	(45,733)
Miscellaneous	146,000	-	146,000
Total Operating Expenses	166,000	52,513	113,487
Operating Income (Loss)	(58,000)	38,469	96,469
NON-OPERATING REVENUES (EXPENSES)			
Interest Expense	-	(24,286)	(24,286)
Interest Income	200	605	405
Net Non-operating Revenues (Expenses)	200	(23,681)	(23,881)
TRANSFERS IN	-	17,642	17,642
CHANGE IN NET POSITION	(57,800)	32,430	90,230
NET POSITION - BEGINNING	(203,181)	(203,181)	-
NET POSITION - ENDING	\$ (260,981)	\$ (170,751)	\$ 90,230

See accompanying notes to the supplementary information and independent auditor's report.

City of Bridgeport, Nebraska
Budgetary Comparison Schedule - Modified Cash Basis - Landfill Fund
For the Year Ended September 30, 2025

	Original and Final Budget Amounts	Actual Amounts	Variance Positive (Negative)
OPERATING REVENUES			
Charges for Services	\$ 235,000	\$ 261,815	\$ 26,815
OPERATING EXPENSES			
Materials and Repairs	8,200	2,029	6,171
Utilities	210,000	237,170	(27,170)
Miscellaneous	3,000	5,648	(2,648)
Total Operating Expenses	221,200	244,847	(23,647)
Operating Income	13,800	16,968	3,168
NON-OPERATING REVENUES			
Interest Income	40	-	(40)
TRANSFERS OUT	(22,500)	(2,000)	20,500
CHANGE IN NET POSTION	(8,660)	14,968	23,628
NET POSITION - BEGINNING	(41,554)	(41,554)	-
NET POSITION - ENDING	\$ (50,214)	\$ (26,586)	\$ 23,628

See accompanying notes to the supplementary information and independent auditor's report.

City of Bridgeport, Nebraska
Budgetary Comparison Schedule - Modified Cash Basis -
Keno Special Revenue Fund
For the Year Ended September 30, 2025

	Original and Final Budget Amounts	Actual Amounts	Variance Positive (Negative)
RECEIPTS			
Interest	\$ -	\$ 2,022	\$ 2,022
Miscellaneous	<u>40,000</u>	<u>47,616</u>	<u>7,616</u>
Total Receipts	40,000	49,638	9,638
DISBURSEMENTS			
General Government	<u>55,000</u>	<u>55,022</u>	<u>(22)</u>
DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS	(15,000)	(5,384)	9,616
FUND BALANCE - BEGINNING	<u>163,827</u>	<u>163,827</u>	<u>-</u>
FUND BALANCE - ENDING	<u><u>\$ 148,827</u></u>	<u><u>\$ 158,443</u></u>	<u><u>\$ 9,616</u></u>

See accompanying notes to the supplementary information and independent auditor's report.

City of Bridgeport, Nebraska
Budgetary Comparison Schedule - Modified Cash Basis -
Community Development Agency Fund
For the Year Ended September 30, 2025

	Original and Final Budget Amounts	Actual Amounts	Variance Positive (Negative)
RECEIPTS			
Taxes:			
Property	\$ 651,400	\$ 77,201	\$ (574,199)
DISBURSEMENTS			
Debt Service:			
Principal Retirement	489,500	56,192	433,308
Interest	161,900	27,074	134,826
Total Disbursements	651,400	83,266	568,134
DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS	-	(6,065)	(6,065)
FUND BALANCE - BEGINNING	68,871	68,871	-
FUND BALANCE - ENDING	\$ 68,871	\$ 62,806	\$ (6,065)

See accompanying notes to the supplementary information and independent auditor's report.

City of Bridgeport, Nebraska
Budgetary Comparison Schedule - Modified Cash Basis -
Gas/Pace Fund
For the Year Ended September 30, 2025

	<u>Original and Final Budget Amounts</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
RECEIPTS			
Other Revenues	\$ 4,000	\$ 8,556	\$ 4,556
DISBURSEMENTS			
Miscellaneous	4,000	6,484	(2,484)
EXCESS OF RECEIPTS OVER DISBURSEMENTS	-	2,072	2,072
FUND BALANCE - BEGINNING	<u>42,142</u>	<u>42,142</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ 42,142</u>	<u>\$ 44,214</u>	<u>\$ 2,072</u>

See accompanying notes to the supplementary information and independent auditor's report.

City of Bridgeport, Nebraska
Notes to the Supplementary Information
September 30, 2025

NOTE 1 - BASIS OF PRESENTATION

The budget is adopted on the modified cash basis of accounting, as required by the State of Nebraska, which is consistent with the financial reporting basis for governmental-type funds. The Enterprise Funds, which report on the accrual basis, are presented on the budgetary (cash) basis.

NOTE 2 - BUDGETS AND BUDGETARY ACCOUNTING

The City follows the following procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to September 1, the City Clerk submits to the City Council a proposed operating budget for the General, Debt Service, and Proprietary Funds for the fiscal year commencing the following October 1. The operating budgets include proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to September 30, the budget is legally enacted through the passage of an ordinance.
4. The City Clerk is authorized to transfer budgeted amounts between departments within any fund; however, any revision that alters the total expenditures of any fund must be approved by the City Council.
5. All unexpended appropriations lapse at year-end.
6. The budgets for the City are prepared on the cash basis.
7. The City does not use encumbrance accounting.
8. Any budget amendments in the current year were approved by the City Council.
9. Budgets are published in the official newspaper each year as total receipts and disbursements expected to be collected or paid during the year.

See independent auditor's report.

City of Bridgeport, Nebraska
Notes to the Supplementary Information
September 30, 2025

NOTE 3 - EXPENDITURES OVER/UNDER APPROPRIATIONS

Although the City prepares individual fund budgets, the appropriation ordinance is the legally controlling document. The appropriation ordinance expands upon the budgetary information presented in the accompanying financial statements, in that the legally appropriated amounts for the proprietary funds include capital additions and debt retirement. Any line item or individual fund may exceed its respective budget, but the City cannot exceed the total amount appropriated.

The following is a comparison of the annual appropriation ordinance with expenditures for the period ended September 30, 2025:

Fund	Expenditures / Expenses As Reported	Depreciation & Amortization	Capital Additions	Change in Accruals	Principal Debt Retirement	Total Expenditures for Compliance
General Fund	\$ 1,165,526	\$ -	\$ -	\$ -	\$ -	\$ 1,165,526
Special Revenue Funds	389,207	-	-	-	-	389,207
Nonmajor Governmental Funds	138,288	-	-	-	-	138,288
Enterprise Funds	<u>3,722,634</u>	<u>(246,022)</u>	<u>113,559</u>	<u>229,858</u>	<u>230,440</u>	<u>4,050,469</u>
	<u>\$ 5,415,655</u>	<u>\$ (246,022)</u>	<u>\$ 113,559</u>	<u>\$ 229,858</u>	<u>\$ 230,440</u>	<u>\$ 5,743,490</u>
				Total Appropriation Ordinance		<u>9,382,945</u>
				Excess Appropriations		<u>\$ 3,639,455</u>

The following is a summary reconciling the expenditure/expenses as presented in the financial statements to the annual appropriation ordinance:

Fund	Appropriation Ordinance	Actual Expenditures	Actual Under Appropriation
General Fund	\$ 2,577,170	\$ 1,165,526	\$ 1,411,644
Special Revenue Funds	808,100	389,207	418,893
Nonmajor Governmental Funds	706,400	138,288	568,112
Enterprise Funds	<u>5,291,275</u>	<u>4,050,469</u>	<u>1,240,806</u>
	<u>\$ 9,382,945</u>	<u>\$ 5,743,490</u>	<u>\$ 3,639,455</u>

See independent auditor's report.

City of Bridgeport, Nebraska
Combining Schedule of Assets, Liabilities, and Fund Balances -
Modified Cash Basis - General Fund
For the Year Ended September 30, 2025

	General Funds						Total General Funds
	General	Police	Parks	Swimming Pool	Library	Fire & Rescue	
ASSETS							
Cash and Cash Equivalents	\$ 118,690	\$ 14,599	\$ 198,155	\$ 90,537	\$ 41,249	\$ 227,384	\$ 690,614
Cash on Deposit - County Treasurer	16,892	-	-	-	-	-	16,892
Certificates of Deposit	-	-	-	-	-	15,000	15,000
TOTAL ASSETS	<u>\$ 135,582</u>	<u>\$ 14,599</u>	<u>\$ 198,155</u>	<u>\$ 90,537</u>	<u>\$ 41,249</u>	<u>\$ 242,384</u>	<u>\$ 722,506</u>
FUND BALANCES							
Unassigned	<u>\$ 135,582</u>	<u>\$ 14,599</u>	<u>\$ 198,155</u>	<u>\$ 90,537</u>	<u>\$ 41,249</u>	<u>\$ 242,384</u>	<u>\$ 722,506</u>
TOTAL FUND BALANCES	<u>\$ 135,582</u>	<u>\$ 14,599</u>	<u>\$ 198,155</u>	<u>\$ 90,537</u>	<u>\$ 41,249</u>	<u>\$ 242,384</u>	<u>\$ 722,506</u>

See independent auditor's report.

City of Bridgeport, Nebraska
Combining Schedule of Receipts, Disbursements, and Changes in Fund Balances -
Modified Cash Basis - General Fund
For the Year Ended September 30, 2025

	General Funds							Total General Funds
	General	Police	Parks	Swimming Pool	Library	Fire & Rescue	Eliminations	
RECEIPTS								
Taxes:								
Property	\$ 447,741	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 447,741
Sales	295,694	-	-	-	-	-	-	295,694
Intergovernmental	60,680	-	-	-	1,184	83	-	61,947
Licenses, Fees, and Permits	32,407	849	-	3,262	-	-	-	36,518
Charges for Services	-	-	-	5,901	-	-	-	5,901
Interest	2,021	1,307	2,040	1,016	399	3,637	-	10,420
Miscellaneous	246,553	-	3,261	152	16	-	-	249,982
Total Receipts	<u>1,085,096</u>	<u>2,156</u>	<u>5,301</u>	<u>10,331</u>	<u>1,599</u>	<u>3,720</u>	<u>-</u>	<u>1,108,203</u>
DISBURSEMENTS								
General Government	248,518	2,269	-	71,921	136,696	-	-	459,404
Public Safety	-	428,500	-	-	-	105,224	-	533,724
Culture and Recreation	-	-	134,165	8,906	-	-	-	143,071
Capital Outlay	-	-	20,948	-	-	8,379	-	29,327
Total Disbursements	<u>248,518</u>	<u>430,769</u>	<u>155,113</u>	<u>80,827</u>	<u>136,696</u>	<u>113,603</u>	<u>-</u>	<u>1,165,526</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>836,578</u>	<u>(428,613)</u>	<u>(149,812)</u>	<u>(70,496)</u>	<u>(135,097)</u>	<u>(109,883)</u>	<u>-</u>	<u>(57,323)</u>

See independent auditor's report.

City of Bridgeport, Nebraska
Combining Schedule of Receipts, Disbursements, and Changes in Fund Balance -
Modified Cash Basis - General Fund (Continued)
For the Year Ended September 30, 2025

	General Funds							Total General Funds
	General	Police	Parks	Swimming Pool	Library	Fire & Rescue	Eliminations	
OTHER FINANCING SOURCES								
Transfers In	404,000	427,730	159,000	79,000	145,000	49,500	(860,230)	404,000
Transfers Out	<u>(1,202,822)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>860,230</u>	<u>(342,592)</u>
Total Other Financing Sources	<u>(798,822)</u>	<u>427,730</u>	<u>159,000</u>	<u>79,000</u>	<u>145,000</u>	<u>49,500</u>	<u>-</u>	<u>61,408</u>
CHANGE IN FUND BALANCES	37,756	(883)	9,188	8,504	9,903	(60,383)	-	4,085
FUND BALANCES - BEGINNING	<u>97,826</u>	<u>15,482</u>	<u>188,967</u>	<u>82,033</u>	<u>31,346</u>	<u>302,767</u>	<u>-</u>	<u>718,421</u>
FUND BALANCES - ENDING	<u>\$ 135,582</u>	<u>\$ 14,599</u>	<u>\$ 198,155</u>	<u>\$ 90,537</u>	<u>\$ 41,249</u>	<u>\$ 242,384</u>	<u>\$ -</u>	<u>\$ 722,506</u>

See independent auditor's report.

City of Bridgeport, Nebraska
Combining Schedule of General Fund Disbursements
For the Year Ended September 30, 2025

	General Funds						Total General Funds
	General	Police	Parks	Swimming Pool	Library	Fire & Rescue	
PERSONAL SERVICES							
Salaries	\$ 22,559	\$ -	\$ 69,838	\$ 29,845	\$ 67,514	\$ 9,001	\$ 198,757
Payroll Taxes	1,726	-	5,229	2,284	5,165	689	15,093
Retirement	-	-	2,526	-	1,929	-	4,455
Health Insurance	-	-	9,381	-	7,805	-	17,186
Life Insurance	-	-	266	-	243	-	509
TOTAL PERSONAL SERVICES	<u>\$ 24,285</u>	<u>\$ -</u>	<u>\$ 87,240</u>	<u>\$ 32,129</u>	<u>\$ 82,656</u>	<u>\$ 9,690</u>	<u>\$ 236,000</u>
OPERATING EXPENSES							
Materials and Supplies	\$ 18,642	\$ 69	\$ 2,607	\$ 15,136	\$ 9,074	\$ 66,428	\$ 111,956
Utilities and Telephone	1,678	-	14,650	11,684	6,350	7,578	41,940
Vehicle Expense	409	-	729	-	-	-	1,138
Insurance and Bonds	29,192	-	11,124	4,782	9,079	10,265	64,442
Contract Labor	13,004	428,500	-	-	5,720	-	447,224
Printing and Publications	2,885	-	-	308	20,061	-	23,254
Dues and Fees	10,715	-	-	-	990	25	11,730
Downtown Appearance	19,692	-	-	-	-	-	19,692
Community Improvement	50,488	-	12,322	8,906	-	-	71,716
School District	2,250	-	-	-	-	-	2,250
Education and Travel	3,412	-	-	1,080	-	4,254	8,746
Repairs and Maintenance	3,005	-	4,943	6,429	375	4,502	19,254
Auditing	1,968	-	550	300	-	-	2,818
Legal	14,500	-	-	-	-	-	14,500
Miscellaneous	52,393	2,200	-	73	2,391	2,482	59,539
TOTAL OPERATING EXPENSES	<u>\$ 224,233</u>	<u>\$ 430,769</u>	<u>\$ 46,925</u>	<u>\$ 48,698</u>	<u>\$ 54,040</u>	<u>\$ 95,534</u>	<u>\$ 900,199</u>

See independent auditor's report.

City of Bridgeport, Nebraska
Combining Schedule of Net Position - Nonmajor Proprietary Funds
For the Year Ended September 30, 2025

	<u>Landfill</u>	<u>Gas/Pace</u>	<u>Total</u>
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ -	\$ 44,213	\$ 44,213
Accounts Receivable	<u>33,057</u>	<u>-</u>	<u>33,057</u>
Total Current Assets	<u>33,057</u>	<u>44,213</u>	<u>77,270</u>
Noncurrent Assets:			
Property and Equipment	27,631	-	27,631
Accumulated Depreciation	<u>(27,631)</u>	<u>-</u>	<u>(27,631)</u>
Total Noncurrent Assets	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 33,057</u>	<u>\$ 44,213</u>	<u>\$ 77,270</u>
LIABILITIES			
Current Liabilities:			
Due to Other Fund	\$ 38,570	\$ -	\$ 38,570
Accounts Payable	<u>21,073</u>	<u>-</u>	<u>21,073</u>
Total Current Liabilities	<u>59,643</u>	<u>-</u>	<u>59,643</u>
TOTAL LIABILITIES	59,643	-	59,643
NET POSITION			
Unrestricted	<u>(26,586)</u>	<u>44,213</u>	<u>17,627</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 33,057</u>	<u>\$ 44,213</u>	<u>\$ 77,270</u>

See independent auditor's report.

City of Bridgeport, Nebraska
Combining Schedule of Revenues, Expenses, and Change in Net Position -
Nonmajor Proprietary Funds
For the Year Ended September 30, 2025

	<u>Landfill</u>	<u>Gas/Pace</u>	<u>Total</u>
OPERATING REVENUES			
Charges for Services	\$ 261,815	\$ -	\$ 261,815
Other Revenues	<u>-</u>	<u>8,556</u>	<u>8,556</u>
Total Operating Revenues	<u>261,815</u>	<u>8,556</u>	<u>270,371</u>
OPERATING EXPENSES			
Materials and Repairs	2,029	-	2,029
Utilities	237,170	-	237,170
Miscellaneous	<u>5,648</u>	<u>6,485</u>	<u>12,133</u>
Total Operating Expenses	<u>244,847</u>	<u>6,485</u>	<u>251,332</u>
Operating Income	16,968	2,071	19,039
OTHER FINANCING USES			
Transfers Out	<u>(2,000)</u>	<u>-</u>	<u>(2,000)</u>
CHANGE IN NET POSITION	14,968	2,071	17,039
FUND BALANCE - BEGINNING	<u>(41,554)</u>	<u>42,142</u>	<u>588</u>
FUND BALANCE - ENDING	<u>\$ (26,586)</u>	<u>\$ 44,213</u>	<u>\$ 17,627</u>

See independent auditor's report.

City of Bridgeport, Nebraska
Combining Statement of Cash Flows - Nonmajor Proprietary Funds
For the Year Ended September 30, 2025

	<u>Landfill</u>	<u>Gas/Pace</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers	\$ 260,906	\$ 8,556	\$ 269,462
Payments to Suppliers	<u>(241,263)</u>	<u>(6,485)</u>	<u>(247,748)</u>
Net Cash Provided by Operating Activities	19,643	2,071	21,714
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Repayment of Interfund Loan	<u>(19,643)</u>	<u>-</u>	<u>(19,643)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	-	2,071	2,071
CASH BALANCE - BEGINNING	<u>-</u>	<u>42,142</u>	<u>42,142</u>
CASH BALANCE - ENDING	<u>\$ -</u>	<u>\$ 44,213</u>	<u>\$ 44,213</u>
RECONCILIATION OF OPERATING INCOME TO CASH PROVIDED BY OPERATING ACTIVITIES			
Operating Income	\$ 16,968	\$ 2,071	\$ 19,039
Change in Assets and Liabilities:			
Accounts Receivable	(598)	-	(598)
Unbilled Revenues	(311)	-	(311)
Accounts Payable	<u>3,584</u>	<u>-</u>	<u>3,584</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 19,643</u>	<u>\$ 2,071</u>	<u>\$ 21,714</u>

See independent auditor's report.