

WYOMING BUSINESS COUNCIL
A COMPONENT UNIT OF THE
STATE OF WYOMING
FINANCIAL AND COMPLIANCE REPORT
JUNE 30, 2020

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Wyoming Business Council
Cheyenne, Wyoming

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Wyoming Business Council (the "Business Council"), a component unit of the State of Wyoming, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Business Council's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Business Council's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Business Council's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Business Council as of June 30, 2020, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 3 through 8, the Budgetary Comparison Statements and Explanation of Differences Between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures for the General Fund, Economic Development Fund, Rural Rehabilitation Fund, and COVID Fund on pages 36 through 40, the Schedule of the Business Council's Proportionate Share of the Net Pension Liability on page 41, the Schedule of the Business Council's Contributions on page 42, the Schedule of the Business Council's Proportionate Share of the Total OPEB Liability on page 43, and the Notes to Required Supplementary Information on page 44, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board (GASB) who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Business Council's basic financial statements. The Combining Statements of Other Governmental Funds and the Schedule of Expenditures of Federal Awards required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Combining Statements of Other Governmental Funds and the Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining Statements of Other Governmental Funds and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 25, 2021 on our consideration of the Business Council's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and 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 the Business Council's 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 Business Council's internal control over financial reporting and compliance.

McLee, Hearne & Paiz, LLP

Cheyenne, Wyoming
February 25, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the Wyoming Business Council's (the "Business Council") annual report, a component unit of the State of Wyoming, presents our discussion and analysis of the Business Council's financial performance during the fiscal years that ended June 30, 2020 and 2019.

FINANCIAL HIGHLIGHTS

Government-Wide Financial Statements:

- The Business Council's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources, which is net position as of June 30, 2020 by \$59.3 million, an increase of \$3.7 million from the previous year.

Governmental Fund Financial Statements:

- As of June 30, 2020, the Business Council's governmental funds reported combined fund balances of \$65.6 million, an increase of \$4.1 million from the previous year.
-

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis is intended to serve as an introduction to the Business Council's basic financial statements. The Business Council's annual report consists of four components in accordance with required reporting standards: 1) management's discussion and analysis (this section), 2) government-wide financial statements, 3) governmental fund financial statements, and 4) notes to the basic financial statements. The required supplementary information and supplementary information is included in addition to the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide short-term and long-term information about the overall financial position and activities of the Business Council, in a manner similar to a private-sector business. The government-wide financial statements consist of the Statement of Net Position and Statement of Activities.

The *Statement of Net Position* reports all assets and deferred outflows of resources held and liabilities and deferred inflows of resources owed by the Business Council. Assets are reported when acquired and liabilities when incurred. The difference between the Business Council's total assets and deferred outflows of resources and total liabilities and deferred inflows of resources is its *net position*, which is similar to the owner's equity presented by a private-sector business.

The *Statement of Activities* reports all of the revenues and expenses of the Business Council. Revenues are recognized when earned and expenses are reported when incurred. The statement identifies the extent to which each function of the Business Council draws from general revenues or is self-sufficient through fees, intergovernmental aid, and other sources of revenues.

The Business Council's government-wide financial statements are presented on pages 9 through 11.

Governmental Fund Financial Statements

The governmental fund financial statements provide more detailed information about the Business Council's funds. A fund is a separate accounting entity used to keep track of specific sources of funding and spending. Except for the General Fund, the Business Council uses specific funds that have been established to satisfy legal requirements established by external parties, governmental statutes, or regulations.

The governmental fund financial statements are prepared on an accounting basis that is significantly different from that used to prepare the government-wide financial statements. The governmental fund financial statements focus on information about the Business Council's short-term inflows, outflows, and balances of spendable resources. The governmental fund financial statements consist of a Balance Sheet and a Statement of Revenues, Expenditures, and Changes in Fund Balances.

The *Balance Sheet* reports information about the Business Council's current financial resources, which are its assets, liabilities and fund balances. *Assets* reported are amounts on hand at the end of the fiscal year, such as cash and amounts for receivables that are collectible within a short period of time after the end of the fiscal year. *Liabilities* include amounts that are to be paid in a short period after the end of the fiscal year. The difference between a fund's total assets and total liabilities is its *fund balance*. The fund balance generally indicates the amount available to finance next year's activities. Because the focus of this report is on current, rather than long-term information, we provide an analysis that reconciles the governmental funds balance sheet to the government-wide Statement of Net Position.

The *Statement of Revenues, Expenditures, and Changes in Fund Balances* reports information about the Business Council's inflows, outflows, and balances of current financial resources for each of its major governmental funds and for its non-major governmental funds in the aggregate. Amounts reported are *revenues* and *expenditures* that were collected in cash or paid in cash, respectively, during the current period or very shortly after the end of the year. Because this report excludes long-term information, we provide an analysis that reconciles the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the government-wide Statement of Activities.

The Business Council's governmental fund financial statements are presented on pages 12 through 15.

Notes to Financial Statements

The notes to financial statements provide additional information that is essential to a full understanding of data provided in the government-wide and fund statements. The notes are presented on pages 16 through 35.

Required Supplementary Information

The required supplementary information presents Budgetary Comparison Statements for the Business Council's General Fund and each of its major governmental funds. The statements present the Business Council's original and final appropriated budgets for the reporting period as well as its actual inflows and outflows of financial resources. The required supplementary information also presents the Schedule of the Business Council's Proportionate Share of Net Pension Liability, the Schedule of the Business Council's Contributions, and the Schedule of the Business Council's Proportionate Share of the Total OPEB Liability. These schedules present information on the Business Council's share of the net pension liability in line with Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions* and the total OPEB liability in line with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The required supplementary information is presented on pages 36 through 44.

Supplementary Information

The combining funds statements provide information for non-major governmental funds and are presented immediately following the required supplementary information. Combining funds statements are presented on pages 46 and 47.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Financial Position

The Business Council's net position may provide a useful indicator of its financial position. At the end of the current fiscal year, its assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$59.3 million, which represents an investment of \$60,175 in capital assets, \$54.5 million in restricted net position (economic development, rural rehabilitation, and residential relending), and \$4.7 million in unrestricted net position. The unrestricted net position may be used to meet the Business Council's ongoing obligations.

The Business Council's gross net position increased \$3.7 million during the current fiscal year, which is due to an increase in loans receivable in the business-ready communities program, and investment income received during the fiscal year.

The following condensed Statement of Net Position presents the Business Council's financial position for the past two years:

STATEMENT OF NET POSITION CONDENSED

	2020	2019
ASSETS		
Current assets	\$ 69,438,317	\$ 45,866,859
Noncurrent assets:		
Loans receivable	24,048,916	19,108,082
Capital assets	108,828	140,759
Total assets	\$ 93,596,061	\$ 65,115,700
DEFERRED OUTFLOWS OF RESOURCES	\$ 1,527,130	\$ 1,545,039
LIABILITIES		
Current liabilities	\$ 27,985,976	\$ 3,580,444
Noncurrent liabilities	6,292,097	6,683,314
Total liabilities	\$ 34,278,073	\$ 10,263,758
DEFERRED INFLOWS OF RESOURCES	\$ 1,554,570	\$ 812,526
NET POSITION		
Net investment in capital assets	\$ 60,175	\$ 79,807
Restricted for economic development	48,417,649	46,501,373
Restricted for rural rehabilitation	4,809,082	4,645,155
Restricted for residential relending	1,287,260	1,419,288
Unrestricted	4,716,382	2,938,832
Total net position	\$ 59,290,548	\$ 55,584,455

Statement of Activities

Net position increased by \$3.7 million during the current fiscal year from the effect of revenues and expenses relating to investment income in the Economic Development Fund.

The following condensed Statement of Activities presents the Business Council's results of operations for the past two years:

STATEMENT OF ACTIVITIES CONDENSED

	2020	2019
REVENUES		
Program revenues	\$ 68,445,568	\$ 2,219,642
General revenues	23,019,468	25,201,347
Total revenues	91,465,036	27,420,989
EXPENSES		
Administration	2,537,715	2,021,539
Business development	70,058,645	5,012,620
Regional offices	873,284	988,083
Community development	14,289,299	21,318,044
Total expenses	87,758,943	29,340,286
Change in net position	3,706,093	(1,919,297)
Net position beginning	55,584,455	57,503,752
Net position ending	\$ 59,290,548	\$ 55,584,455

GOVERNMENTAL FUNDS FINANCIAL ANALYSIS

The Business Council's activities are reflected in its general, economic development, rural rehabilitation, COVID, and other governmental funds. The focus of these governmental funds is to provide information about the Business Council's short-term inflows, outflows, and balances of spendable resources. Such information may be useful in assessing the Business Council's net resources available for spending at the end of the fiscal year.

Balance Sheet

As of June 30, 2020, the Business Council's governmental funds reported combined ending fund balances of \$65.6 million, an increase of \$4.1 million from the previous year.

Of the major funds, the General Fund is the main operating fund of the Business Council. At the end of the current fiscal year, the total fund balance was \$10.8 million, which is unavailable for current use (nonspendable or restricted) because it is associated with a long-term receivable (loans receivable). The General Fund increased by \$2.2 million, which represents the change in the balance of loans receivable held in the General Fund.

The fund balance of the economic development fund increased \$1.9 million, primarily due to interest income from loans and investments held within the State Treasurer's Office.

The fund balances of the Business Council’s remaining funds increased by \$13,253.

Revenues and Expenditures

The following statement presents current fiscal year revenues and expenditures compared to the prior year:

STATEMENT OF REVENUES AND EXPENDITURES GOVERNMENTAL FUNDS

	2020		2019		Increase (Decrease)	
	Amount	% of Total	Amount	% of Total	Amount	%
REVENUES						
Revenue from primary government	\$ 85,691,538	93.69%	\$ 23,103,393	84.25%	\$ 62,588,145	270.90%
Federal revenue	2,920,566	3.19%	2,163,210	7.89%	757,356	35.01%
Investment income, net	2,589,838	2.83%	1,904,179	6.94%	685,659	36.01%
Revenue from others	184,903	0.20%	193,775	0.71%	(8,872)	-4.58%
Charges for sales and services	78,189	0.09%	56,432	0.21%	21,757	38.55%
Total revenues	\$ 91,465,034	100.00%	\$ 27,420,989	100.00%	\$ 64,044,045	233.56%
EXPENDITURES						
Administration	\$ 2,365,079	2.71%	\$ 1,900,334	6.56%	\$ 464,745	24.46%
Business development	69,986,774	80.10%	4,939,768	17.05%	65,047,006	1316.80%
Regional offices	814,804	0.93%	915,371	3.16%	(100,567)	-10.99%
Community development	14,212,434	16.27%	21,214,927	73.23%	(7,002,493)	-33.01%
Total expenditures	\$ 87,379,091	100.00%	\$ 28,970,400	100.00%	\$ 58,408,691	201.62%

Revenues for governmental activities were \$91.5 million for fiscal year 2020, an increase of 233.56% from the previous year. Revenues from primary government increased \$62.6 million, primarily due to the receipt of \$65.4 million as a subrecipient of the State’s Coronavirus Aid, Relief, & Economic Security (CARES) Act grant. Revenues from investment income increased \$686 thousand from the previous fiscal year, primarily due to increased interest income earned on loans and investments, in addition to increases in the fair value of investments held within the State Treasurer’s Office.

Expenditures for governmental activities were \$87 million for the current fiscal year, an increase of 201.62% from fiscal year 2019. This increase is primarily due to the disbursement of \$65.4 million in business relief stipends as part of the Business Council’s Business Relief Program.

CAPITAL ASSETS ACTIVITY

The Business Council’s investment in capital assets for its governmental activities as of June 30, 2020 amounted to \$108,828 net of accumulated depreciation of \$748,478. This investment in capital assets includes a building, leasehold improvements, capitalized leases for equipment, furniture, fixtures and equipment, and intangible assets. At the end of the fiscal year, the Business Council had outstanding capital leases payable on equipment totaling \$48,653. The \$31,931 decrease in net capital assets from the previous year is due to \$31,931 in depreciation expense.

The following is a Schedule of Capital Assets for the past two years. Additional information on the Business Council’s capital assets and capital leases can be found in Notes 4 and 5 of this report.

**SCHEDULE OF CAPITAL ASSETS
(net of depreciation)**

	2020	2019
Building	\$ 28,291	\$ 30,059
Lease improvements	504	1,321
Capitalized leases - equipment	47,415	60,408
Furniture, fixtures and equipment	10,569	12,981
Intangible assets	22,049	35,990
Total	\$ 108,828	\$ 140,759

BUDGETARY HIGHLIGHTS

For the current fiscal year, the Business Council’s General Fund budget was revised primarily for net appropriations carried over from a previous fiscal year. Budgeted expenditures for the economic development fund were primarily revised to carry over appropriations from a previous fiscal year. Budgeted expenditures for the rural rehabilitation fund were increased primarily to allow expenditure of current year investment income. In addition, the COVID Fund budget was established in conjunction with the special appropriation received from the Wyoming State Legislature.

During March 2020, a global pandemic was declared by the World Health Organization related to the rapidly growing outbreak of a novel strain of coronavirus (COVID-19). The pandemic significantly impacted economic conditions in the United States as Federal, state, and local governments reacted to the public health crisis. In addition, the State of Wyoming experienced decreased revenues as a result of the decline in mineral prices and production. In response to revenue declines, the Governor announced two rounds of state-wide budget reductions for the upcoming 2021 biennium. In August 2020, the Business Council’s first round of budget reductions were implemented with a 10% reduction to the Business Council’s 2021/2022 general fund biennium budget.

FINANCIAL IMPACTS

In response to the decline in Wyoming commodities in previous years, former Governor Mead created the Economically Needed Diversity Options for Wyoming (ENDOW) Initiative. To support the ENDOW Initiative, the Legislature made one-time appropriations during the 2018 budget session of the legislature to the Business Council to expand international trade efforts and to improve broadband services across the state.

In May of 2020, the Business Council received an appropriation of \$325 million from the Wyoming Legislature to the Business Council’s COVID fund for the purpose of providing relief to businesses that were impacted by the COVID-19 pandemic via a multi-phase Business Relief Program (the “Program”). The Program was launched in June 2020, and through the end of the fiscal year, \$65.4 million was distributed. Since the end of the fiscal year, the Business Council was awarded an additional \$221.5 million for additional COVID assistance programs including ConnectWyoming for state broadband assistance, an agriculture producer relief program, and the Energy Rebound Program for oil and gas assistance.

REQUESTS FOR INFORMATION

Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Wyoming Business Council, 214 West 15th Street, Cheyenne, Wyoming 82002.

WYOMING BUSINESS COUNCIL

STATEMENT OF NET POSITION

JUNE 30, 2020

ASSETS

Current Assets

Deposits with State Treasurer	\$ 64,275,253
Deposits in bank	3,120
Accounts receivable	1,876,295
Interest receivable	541,975
Due from primary government	17,307
Due from Federal government	887,601
Loans receivable, net	1,836,766
Total current assets	69,438,317

Noncurrent Assets

Loans receivable, net	24,048,916
Capital assets, net of accumulated depreciation:	
Buildings	28,291
Leasehold improvements	504
Capitalized leases - equipment	47,415
Furniture, fixtures, and equipment	10,569
Intangibles	22,049
Total noncurrent assets	24,157,744

Total assets	93,596,061
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DEFERRED OUTFLOWS OF RESOURCES

Pension-Related Outflows	296,332
OPEB-Related Outflows	1,230,798
Total deferred outflows of resources	1,527,130

Continued

WYOMING BUSINESS COUNCIL

STATEMENT OF NET POSITION, *Continued*
JUNE 30, 2020

LIABILITIES

Current Liabilities	
Accounts payable	\$ 26,955,746
Due to primary government	933,420
Compensated absences payable	84,107
Capital leases payable	12,703
Total current liabilities	<u>27,985,976</u>
Noncurrent Liabilities	
Capital leases payable	35,950
Net pension liability	3,464,009
Total OPEB liability	2,792,138
Total noncurrent liabilities	<u>6,292,097</u>
Total liabilities	<u>34,278,073</u>

DEFERRED INFLOWS OF RESOURCES

Pension-Related Inflows	840,143
OPEB-Related Inflows	714,427
Total deferred inflows of resources	<u>1,554,570</u>

NET POSITION

Net investment in capital assets	60,175
Restricted for economic development	48,417,649
Restricted for rural rehabilitation	4,809,082
Restricted for residential relending	1,287,260
Unrestricted	4,716,382
Total net position	<u>\$ 59,290,548</u>

See Notes to Financial Statements.

WYOMING BUSINESS COUNCIL

**STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2020**

Functions/Programs	Expenses	Program Revenues		Net (Expenses) Revenue and Changes in Net Position
		Charges for Sales and Services	Operating Grants and Contributions	Total Governmental Activities
Governmental Activities				
Administration	\$ 2,537,715	\$ 14,007	\$ -	\$ (2,523,708)
Business development	70,058,645	64,182	65,455,583	(4,538,880)
Regional offices	873,284	-	-	(873,284)
Community development	14,289,299	-	2,911,796	(11,377,503)
Total	<u>\$ 87,758,943</u>	<u>\$ 78,189</u>	<u>\$ 68,367,379</u>	<u>(19,313,375)</u>
General Revenues				
Appropriation from primary government				20,244,725
Investment income, net				2,589,838
Other				184,905
Total general revenues				<u>23,019,468</u>
Change in net position				3,706,093
Net Position, beginning				<u>55,584,455</u>
Net Position, ending				<u>\$ 59,290,548</u>

See Notes to Financial Statements.

WYOMING BUSINESS COUNCIL

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020**

	General Fund	Economic Development Fund	Rural Rehabilitation Fund	COVID Fund	Other Governmental Funds	Total Governmental Funds
ASSETS						
Deposits with State Treasurer	\$ 3,159,631	\$ 32,747,414	\$ 4,874,467	\$ 22,351,319	\$ 1,142,422	\$ 64,275,253
Deposits in bank	3,120	-	-	-	-	3,120
Accounts receivable	-	1,722,384	124,948	-	28,963	1,876,295
Interest receivable	29,876	492,436	16,227	-	3,436	541,975
Due from primary government	17,307	-	-	-	-	17,307
Due from other funds	37,588	-	-	-	-	37,588
Due from Federal government	887,601	-	-	-	-	887,601
Loans receivable, net	10,784,448	14,690,275	-	-	410,959	25,885,682
Total assets	\$ 14,919,571	\$ 49,652,509	\$ 5,015,642	\$ 22,351,319	\$ 1,585,780	\$ 93,524,821
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 3,158,830	\$ 1,234,860	\$ 206,560	\$ 22,312,820	\$ 42,676	\$ 26,955,746
Due to primary government	921,810	-	-	911	10,699	933,420
Due to other funds	-	-	-	37,588	-	37,588
Compensated absences payable	801	-	-	-	-	801
Total liabilities	4,081,441	1,234,860	206,560	22,351,319	53,375	27,927,555
Fund Balances						
Nonspendable:						
Loans receivable and other	10,784,448	14,690,275	-	-	410,959	25,885,682
Restricted	53,682	-	4,809,082	-	876,301	5,739,065
Committed	-	33,727,374	-	-	-	33,727,374
Assigned	-	-	-	-	245,145	245,145
Total fund balances	10,838,130	48,417,649	4,809,082	-	1,532,405	65,597,266
Total liabilities and fund balances	\$ 14,919,571	\$ 49,652,509	\$ 5,015,642	\$ 22,351,319	\$ 1,585,780	\$ 93,524,821

See Notes to Financial Statements.

WYOMING BUSINESS COUNCIL

RECONCILIATION OF THE
GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2020

Total fund balances - governmental funds \$ 65,597,266

Amounts reported for governmental activities in the
Statement of Net Position are different because:

Capital assets used in governmental activities are not
financial resources and, therefore, are not reported in the
governmental funds. When capital assets that are used in
governmental activities are purchased or constructed, the
cost of these assets are reported as expenditures in
governmental funds. These assets consist of:

Buildings	43,900	
Leasehold improvements	16,199	
Capitalized leases, net of related capital leases payable	16,311	
Furniture, fixtures, and equipment	296,617	
Intangibles	435,626	
Accumulated depreciation	<u>(748,478)</u>	
Total capital assets, net of capital leases payable		60,175

Deferred outflows of resources that are not available for the
current period expenditures and are not reported in the
governmental funds: 1,527,130

Liabilities and deferred inflows of resources that are not
due and payable with current resources and are not
reported in the governmental funds. These consist of:

Compensated absences payable	(83,306)	
Net pension liability	(3,464,009)	
Total OPEB liability	(2,792,138)	
Deferred inflows of resources	<u>(1,554,570)</u>	
Total liabilities and deferred inflows of resources		<u>(7,894,023)</u>
Net position of governmental activities		<u>\$ 59,290,548</u>

See Notes to Financial Statements.

WYOMING BUSINESS COUNCIL

**STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020**

	General Fund	Economic Development Fund	Rural Rehabilitation Fund	COVID Fund	Other Governmental Funds	Total Governmental Funds
REVENUES						
Revenue from primary government	\$ 20,244,726	\$ -	\$ -	\$ 65,446,812	\$ -	\$ 85,691,538
Federal revenue	2,920,566	-	-	-	-	2,920,566
Interest income	68,942	1,338,445	125,524	-	11,412	1,544,323
Net increase (decrease) in the fair value of investments	-	884,878	131,432	-	29,205	1,045,515
Revenue from others	184,903	-	-	-	-	184,903
Charges for sales and services	64,489	13,700	-	-	-	78,189
Total revenues	23,483,626	2,237,023	256,956	65,446,812	40,617	91,465,034
EXPENDITURES						
Administration	2,348,025	-	-	-	17,054	2,365,079
Business development	4,126,186	320,747	93,029	65,446,812	-	69,986,774
Regional offices	814,804	-	-	-	-	814,804
Community development	14,053,428	-	-	-	159,006	14,212,434
Total expenditures	21,342,443	320,747	93,029	65,446,812	176,060	87,379,091
Excess (deficiency) of revenues over expenditures	2,141,183	1,916,276	163,927	-	(135,443)	4,085,943
OTHER FINANCING SOURCES (USES)						
Transfers in	29,238	-	-	-	14,007	43,245
Transfers out	(14,007)	-	-	-	(29,238)	(43,245)
Total other financing sources (uses)	15,231	-	-	-	(15,231)	-
Net change in fund balances	2,156,414	1,916,276	163,927	-	(150,674)	4,085,943
Fund balances, beginning	8,681,716	46,501,373	4,645,155	-	1,683,079	61,511,323
Fund balances, ending	\$ 10,838,130	\$ 48,417,649	\$ 4,809,082	\$ -	\$ 1,532,405	\$ 65,597,266

See Notes to Financial Statements.

WYOMING BUSINESS COUNCIL

RECONCILIATION OF THE
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2020

Net change in fund balances - total governmental funds	\$ 4,085,943
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Governmental funds report capital outlays as expenditures.

However, in the Statement of Activities, the cost of those assets is allocated over their useful lives as depreciation expense.

In the current period, these amounts are:

Depreciation expense	(31,931)
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Principal payments on capital lease obligations is an expenditures in governmental funds, but the repayment is a reduction of long-term liabilities in the Statement of Net Position

12,299

Certain expenses reported in the Statement of Activities that do not require the use of current financial resources and, therefore, are not recorded as expenditures on the governmental funds.

In the current period, these amounts are:

Compensated absences	21,221	
Other post employment expense, net of amortization	(251,275)	
Change in defined benefit net pension liability and pension-related inflows and outflows	(130,164)	(360,218)
	<u> </u>	<u> </u>

Change in net position of governmental activities	\$ 3,706,093
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See Notes to Financial Statements.

WYOMING BUSINESS COUNCIL

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. **Basis of presentation**

The accompanying financial statements of the Wyoming Business Council (the “Business Council”) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) applicable to governmental entities. The basic financial statements include both government-wide financial statements based on the Business Council as a whole and fund financial statements.

B. **Financial reporting entity**

The Business Council was created in 1998 by the Wyoming Economic Development Act. The Business Council has been charged by Wyoming State Statutes to encourage, stimulate, and support the development and expansion of the economy of the State and is operated for the benefit of the public. It is governed by a Board of Directors, consisting of 15 voting members appointed by the Governor with the advice and consent of the State Senate. The Business Council is a component unit of the State of Wyoming.

On July 1, 1998, the Business Council assumed the functions, programs, and authority of various State agencies, boards, authorities, commissions and committees. The Business Council is also charged with administering the Wyoming Partnership Challenge Loan Program.

On February 21, 2001, the Business Council established Wyoming Economic and Workforce Development, Inc. (the “WEWD”), a 501(c)(3) corporation. The WEWD was formed to support the Business Council’s economic development, expansion, and workforce training efforts in the State of Wyoming by soliciting funds through a combination of fees, private contributions and grants. It began operations in fiscal year 2002 and is presented herein as a blended component unit. The financial information of the WEWD is presented as the Economic and Workforce Development Fund in the other governmental funds’ column of the Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balance. During the fiscal year ended June 30, 2020 the WEWD was dissolved by the Business Council.

C. **Government-wide financial statements**

The Statement of Net Position and Statement of Activities display information about the Business Council as a whole. Eliminations have been made to minimize the double counting of internal activities.

The Statement of Net Position reports all of the Business Council’s financial and capital resources. Assets and liabilities are presented in order of their relative liquidity. An asset’s liquidity is determined by how readily it is expected to be converted to cash and whether restrictions limit the Business Council’s ability to use the resource. A liability’s liquidity is based on its maturity, or when cash is expected to be used to liquidate it. The difference between the total of assets and deferred outflows and the total of liabilities and deferred inflows shows the Business Council’s net position. Net position is reported as restricted when constraints are placed on their use by creditors, grantors, or laws or regulations of other governments.

WYOMING BUSINESS COUNCIL

NOTES TO FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2020

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the Business Council's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include: 1) charges paid by the recipients of goods or services offered by the programs, and 2) grants and contributions, including interest on loans, which are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all appropriations from the primary government, are presented instead as general revenues.

D. Fund financial statements

The fund financial statements provide information about the Business Council's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as non-major funds. The Business Council reports the following major governmental funds:

General Fund – the Business Council's primary operating fund. It accounts for all of the Business Council's financial resources except those accounted for in another fund. Revenues consist primarily of State and Federal funding.

Economic Development Fund – used to account for economic development efforts of the Business Council; primarily, the activities of the following loan portfolios: Challenge loans, economic disaster loans, bridge loans, Wyoming main street loans, natural gas infrastructure loans, and Amendment IV loans. Funds within the account may also be transferred upon direction of the governor to the large project account within the revolving investment fund created by Wyoming State Statute if required to meet loans or loan guarantees approved by the state loan and investment board under that law. Revenues in the economic development fund consist primarily of interest income.

Rural Rehabilitation Fund – used to account for the operations of the rural rehabilitation program that is administered in accordance with the terms of an agreement with the U.S. Farmers Home Administration. Revenues consist primarily of interest income.

COVID Fund – used to account for the operations of the Business Relief Fund program that is administered in accordance with the terms set by the Wyoming State Legislature. Revenues consist solely of pass-through Federal funding authorized by the CARES Act.

E. Basis of accounting

Government-wide fund financial statements – The government-wide fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

WYOMING BUSINESS COUNCIL

NOTES TO FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2020

Governmental fund financial statements – Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred. General capital asset acquisitions are reported as expenditures.

The Business Council reports advance payments on its Statement of Net Position and governmental fund Balance Sheet. Advance payments for governmental fund reporting purposes arise when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Advance payments also arise when resources are received by the Business Council before it has legal claim to them, as when grant funds are received prior to the occurrence of qualified expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Business Council has a legal claim to the resources, the liability for advance payments is removed from the Balance Sheet and revenue is recognized.

F. Budgets

Wyoming State Statutes require the Business Council to prepare and submit a biennial budget to the Governor for presentation to the Legislature each odd-numbered year prior to the beginning of the Legislative session. The Legislature may add, change, or delete any items in the budget proposed by the Governor. Supplemental appropriations may be approved by the Legislature in even numbered years.

The Legislature appropriates substantially cash basis budgets for programs within an agency. The State’s legal level of budgetary control is at the program level and the Governor must approve all changes in appropriations at the program level. Some appropriations lapse at the end of each biennium.

G. Deposits with State Treasurer

The General Fund of the Business Council primarily operates out of an appropriation from the Wyoming State Legislature, which has been established with the Wyoming State Auditor’s office. Cash is available from this appropriation to fund expenditures as they are incurred by the Business Council. As such, the cash balance within the General Fund is assumed to be the amounts of accounts payable and certain accrued expenses within the fund, net of certain assets.

The COVID Fund of the Business Council primarily operates out of a special appropriation from the Wyoming State Legislature. Cash is available from this special appropriation to fund expenditures as they are incurred by the Business Council for the Business Relief Fund. As such, the cash balance within the COVID Fund is assumed to be the amounts of accounts payable and certain accrued expenses within the fund, net of certain assets.

For funds other than the General Fund and the COVID Fund, the Business Council’s cash is pooled with other State agencies in an account managed by the Wyoming State Treasurer. The account is reported at the fair value of the securities underlying the investment pool. Earnings from the investment pool are credited to the applicable accounts and funds by the State Treasurer to the Business Council monthly, utilizing a formula based on the average daily balance.

WYOMING BUSINESS COUNCIL

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

H. **Receivables**

Receivables consist primarily of amounts due from the Federal Government and other governmental entities, including the State for amounts earned on deposits with the State Treasurer. Management believes no allowance for uncollectible amounts is necessary based on the nature of these receivables and past experience.

I. **Loans and allowance for loan losses**

The accrual of interest on loans is discontinued at the time the loan is 90 days delinquent unless the credit is well-secured and in process of collection. Delinquent status is considered to be 10 days after the payment due date. In all cases, loans are placed on nonaccrual status at an earlier date if collection of principal or interest in full is not expected.

The interest on nonaccrual loans is accounted for on the cash-basis until the loan qualifies for return to accrual. Loans are returned to accrual status when all the principal and interest amounts contractually due are brought current and future payments are reasonably assured, or the loan is well-secured and in the process of collection.

It is the policy of the Business Council to charge off those loans in which collectability is sufficiently questionable as to no longer justify showing the loan as an asset in the financial statements. The charge off of any loan must be approved by the Board of Directors.

The allowance for loan losses is established through a provision for loan losses charged to expense. Recoveries of amounts previously charged off are credited to the allowance. The amount of provision is based on management's evaluation of the loan portfolio, including assessment of the likelihood of reimbursement on defaulted loans.

J. **Capital assets**

Capital assets are stated at cost in the government-wide financial statements. The Business Council's capitalization level for all capital assets is \$5,000. Depreciation on capital assets is provided on the straight-line basis over the following estimated useful lives:

	<u>Years</u>
Buildings	25
Leasehold improvements	7
Furniture, fixtures, and equipment	3 - 14
Intangible assets	3 - 5

Capital assets are accounted for as expenditures in the governmental fund financial statements. Costs for repairs and maintenance are expensed as incurred.

The intangible assets of the Business Council at June 30, 2020 are computer software and website development costs, which were capitalized in accordance with Governmental Accounting Standards Board (GASB) Statement 51, *Accounting and Financial Reporting for Intangible Assets*. A capital asset is classified as intangible if: 1) it lacks physical substance, 2) it is not in a monetary form similar to cash or investment securities, does not represent a claim or right to assets in a monetary form similar to receivables, and is not a prepayment for goods or services, and 3) it has an initial useful life that extends beyond a single reporting period.

WYOMING BUSINESS COUNCIL

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

K. Compensated absences

Employees of the Business Council earn up to four weeks of vacation at a monthly rate of 13.33 hours. A minimal number of employees who earned vacation at a higher rate based on a former vacation policy continue to accrue leave at that rate each year. Vacation leave is accrued from October 1 to September 30 of each year. Leave not used at the end of the vacation accrual does not vest. On an exception-only basis, carryover leave is considered in circumstances where employees can't use all of their earned vacation time during the year. Exception circumstances are those work events that prevent an employee from using his or her earned vacation time or cause an employee to cancel earned vacation time. Employees in these exception circumstances may carryover no more than 40 hours and the carryover must be approved by the employee's director prior to September 30 of that year. Accumulated leave that is expected to be liquidated with expendable available financial resources (i.e., pending payouts of unused leave owed to employees who left active service by the end of the fiscal period) is reported as an expenditure and a liability in the governmental funds financial statements. All accumulated leave is reported as an expenditure and a liability in the government-wide financial statements.

L. Grants payable

In certain cases where grantees incur qualified reimbursable expenditures on a grant prior to year end, but have not yet invoiced the Business Council for these amounts, the Business Council estimates the amount due to the grantee at year end based on the percentage completion of the project. The estimated percentage of completion is multiplied by the total grant amount, and then previous and accrued payments to the grantee are subtracted. The corresponding result is recorded as accounts payable in the financial statements as of June 30, 2020.

M. Advance payments

Advance payments occur when resources are received by the Business Council before it has legal claim to them. In subsequent periods when revenue recognition criteria are met, the liability for the unearned revenue is reduced and the revenue is recognized.

N. Defined benefit pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Wyoming Retirement System (WRS) and additions to/deductions from the WRS's fiduciary net position have been determined on the same basis as they are reported by the WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

O. Postemployment benefits other than pensions (OPEB)

The total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense associated with the State of Wyoming Group Insurance Retiree Health Plan have been determined on the same basis as they are reported by the State of Wyoming. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms.

WYOMING BUSINESS COUNCIL

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

P. Deferred outflows of resources

Deferred outflows are the consumption of net position by the Business Council that are applicable to a future reporting period and so will not be recognized as an outflow of resources (expense) until that time.

Q. Deferred inflows of resources

Deferred inflows are the acquisition of net position by the Business Council that are applicable to a future reporting period and so will not be recognized as an inflow of resources (revenue) until that time.

R. Fund balances

The Business Council has implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which classifies fund balances based on spending constraints that control how resources may be used. Following are the classifications of fund balance:

Nonspendable – amounts that are not available for current use because they are either: 1) not in spendable form, or 2) legally or contractually required to be maintained intact, such as fund balance associated with inventories and long-term receivables.

Restricted – amounts constrained for a specific purpose through restrictions of external parties such as a creditor, grantor, donor, or other governmental unit (e.g., Federal government), or by constitutional provision.

Committed – amounts constrained for specific purposes imposed by formal action of the reporting governmental entity's highest level of decision-making authority.

Assigned – amounts that are neither restricted nor committed that the reporting governmental entity intends to use for a specific purpose as expressed by the governmental entity itself or by a party delegated the authority by the governmental entity.

Unassigned – amounts not reported in the other classifications. Only the General Fund can report a positive unassigned fund balance; other governmental funds might report a negative amount in this classification.

S. Interfund transactions

Interfund transactions are reflected either as services provided, reimbursements or transfers. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are eliminated in the Statement of Activities.

T. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

WYOMING BUSINESS COUNCIL

**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 2. DEPOSITS WITH STATE TREASURER

The Business Council investments held by the State Treasurer’s Office at June 30, 2020 are presented as follows:

Investment Type:	Fair Value	Percentage
Fixed income investments	\$ 64,275,253	100.00%

The State of Wyoming’s investment pool is subject to interest rate risk, credit risk, foreign currency risk, custodial credit risk, and concentration of credit risk.

Detailed information regarding the State of Wyoming’s investment pool is reported in the State of Wyoming’s Comprehensive Annual Financial Report, available on the State Auditor’s website: <http://sao.wyo.gov/publications>.

Note 3. LOANS RECEIVABLE

Interest rates on loans vary from 0.0% to 5.75% and have varying maturity dates through 2039; collateral includes personal guarantees, mortgages on real estate, and liens on receivables, inventory, furniture, equipment, and crops. At June 30, 2020, loans receivable included outstanding loans to two major loan customers totaling \$7,794,434, which comprised approximately 27.92% of gross loans receivable as of that date. No loans were charged off during the year ended June 30, 2020. Loans receivable as of June 30, 2020 are as follows:

	Loan Type	Gross Balance	Allowance	Net Balance
ARRA Revolving Loan Fund	Residential Relending	\$ 410,959	\$ -	\$ 410,959
General Fund	Business Ready Community	10,784,448	-	10,784,448
Economic Development Fund	Amendment IV	217,796	203,000	14,796
Economic Development Fund	Challenge	8,216	8,216	-
Economic Development Fund	Economic Disaster	10,126,810	1,633,522	8,493,288
Economic Development Fund	Bridge	1,156,604	85,658	1,070,946
Economic Development Fund	Natural Gas Infrastructure	211,245	-	211,245
Economic Development Fund	Other	5,000,000	100,000	4,900,000
		<u>\$ 27,916,078</u>	<u>\$ 2,030,396</u>	<u>\$ 25,885,682</u>

WYOMING BUSINESS COUNCIL

**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 4. CAPITAL ASSETS

Capital asset activity in the government-wide financial statements for the year ended June 30, 2020 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets being depreciated:				
Buildings	\$ 43,900	\$ -	\$ -	\$ 43,900
Leasehold improvements	16,199	-	-	16,199
Capitalized leases - equipment	64,964	-	-	64,964
Furniture, fixtures, and equipment	296,617	-	-	296,617
Intangible assets	435,626	-	-	435,626
Total capital assets being depreciated	857,306	-	-	857,306
Less accumulated depreciation:				
Buildings	(13,841)	(1,768)	-	(15,609)
Leasehold improvements	(14,878)	(817)	-	(15,695)
Capitalized leases - equipment	(4,556)	(12,993)	-	(17,549)
Furniture, fixtures, and equipment	(283,636)	(2,412)	-	(286,048)
Intangible assets	(399,636)	(13,941)	-	(413,577)
Total accumulated depreciation	(716,547)	(31,931)	-	(748,478)
Capital assets, net	\$ 140,759	\$ (31,931)	\$ -	\$ 108,828

Depreciation expense was charged to governmental functions as follows:

Administration	\$ 14,475
Business development	5,109
Regional offices	5,109
Community development	7,238
	<u>\$ 31,931</u>

WYOMING BUSINESS COUNCIL

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

Note 5. LEASE OBLIGATIONS

The Business Council has entered into various lease agreements for office space and equipment which have been accounted for as either operating leases or capital leases. The lease terms vary in range, extending through February 2024.

Operating leases – Expenditures on operating leases are recognized as incurred. Total rent expense for these operating leases for the year ended June 30, 2020 was \$206,862. Future minimum lease payments for operating leases are as follows:

Year Ending June 30,		
	2021	\$ 176,359
	2022	164,624
		<hr/>
Total minimum payments		\$ 340,983
		<hr/> <hr/>

Capital leases – The gross amount of assets recorded under capital leases as of June 30, 2020 was \$64,964 with accumulated depreciation of \$17,549. During the year ended June 30, 2020, principal payments of \$12,299 were paid. Future minimum lease payments for capital leases are as follows:

Year Ending June 30,		
	2021	\$ 14,089
	2022	14,089
	2023	14,089
	2024	9,394
		<hr/>
		51,661
Less: interest		<hr/>
		(3,008)
Present value of lease payments		\$ 48,653
		<hr/> <hr/>

WYOMING BUSINESS COUNCIL

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

Note 6. RETIREMENT COMMITMENT – WYOMING RETIREMENT SYSTEM (WRS)

Plan description – Substantially all employees of the Business Council, excluding seasonal employees, are provided with pensions through the Public Employee Pension Plan (the “Plan”) - a statewide cost-sharing multiple-employer defined benefit pension plan administered by the Wyoming Retirement System (WRS). The authority to establish and amend benefits and contributions rates rests with the Legislature of the State of Wyoming. WRS is granted the authority to administer the Plan by Wyoming State Statutes 9-3-401 through 432. WRS issues a publicly available financial report that can be obtained at <http://retirement.state.wy.us/About/Reports?Label=Financial#categories>.

Benefits provided – The determination of retirement benefits is dependent upon the employee’s initial employment date.

Service Retirement Tier 1: Full retirement at age 60 or qualifies for the Rule of 85. Early retirement is permitted at age 50 or 25 years of service. Formula for retirement equals 2.125% times the number of years of service times the three-year highest average salary for the first 15 years and 2.25% times the number of years of service times the three-year highest average over 15 years.

Service Retirement Tier 2: Full retirement at age 65 or qualifies for the Rule of 85. Early retirement is permitted at age 55 or 25 years of service. Formula for retirement equals 2% times the number of years of service times the five-year highest average salary.

Disability Benefits: Partial or total disability retirement is available to any member who becomes incapacitated, mentally or physically, and cannot continue in the performance of his/her duties. To qualify, the member must have at least 10 years of service and must be “in service” at the time of application for disability retirement. Upon retirement for a partial disability, the member receives a monthly disability retirement benefit for the period of her/her disability equal to 50% of the normal benefit payable to the member, as if the member was eligible for normal retirement benefits. Upon retirement for a total disability, the member receives a monthly disability benefit equal to 100% of his service retirement benefit as if the member was eligible for normal retirement benefits. Disability benefits are payable for the life of the member or until death.

Survivor’s Benefits: Certain surviving dependents receive benefits based on the deceased member’s compensation and their relationship to the deceased, as well as the benefit option selected by the member at the date of retirement.

Contributions – Per Title 9-3-412 and 413 of Wyoming State Statutes, for the year ended June 30, 2020, member contributions were required to be 8.75% of compensation and employer contributions were required to be 8.87% of compensation. In accordance with Title 9-3-412(c)(ii) of Wyoming State Statutes, the Business Council has elected to pay 5.57% of the member’s contribution effective July 1, 2019, in addition to the employer’s contribution. Total member and employer contributions to the pension plan from the Business Council were \$373,947, \$377,330, and \$381,458 for the years ended June 30, 2020, 2019, and 2018, respectively.

Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions – At June 30, 2020, the Business Council reported a liability of \$3,464,009 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2019. The Business Council’s proportion of the net pension liability was based on the relationship of the Business Council’s total contributions to the plan for the year ended December 31, 2019 to the contributions of all participating employers for the same period. At December 31, 2019, the Business Council’s proportion was 0.1474092413%, which was a decrease from its December 31, 2018 proportion of 0.152708301%.

WYOMING BUSINESS COUNCIL

**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

For the year ended June 30, 2020, the Business Council recognized pension expense of \$362,165. At June 30, 2020, the Business Council reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 72,237
Net difference between projected and actual earnings on pension plan investments	-	522,094
Changes in proportionate share of contributions	44,108	245,812
Contributions subsequent to measurement date	116,761	-
Changes in assumptions	135,463	-
	\$ 296,332	\$ 840,143

An amount of \$116,761 reported as deferred outflows of resources related to pensions resulting from Business Council contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	
2021	\$ (135,065)
2022	(249,471)
2023	(45,091)
2024	(230,945)
	\$ (660,572)

Actuarial assumptions – The total pension liability in the January 1, 2019 valuation was determined using the following actuarial assumptions, adopted by the WRS Board effective August 23, 2017 and applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	2.50% – 6.50%, including inflation
Payroll growth rate	2.50%
Investment rate of return	7.00%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2014 Mortality Table for Males or Females, as appropriate, for mortality improvements based on Scale MP-2017.

WYOMING BUSINESS COUNCIL

**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Long-term expected rate of return – The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected arithmetic returns, net of pension plan investment expense and inflation) are developed for each major asset class. These real rates of return are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Each major asset class is included in the pension plan’s target asset allocation for fiscal year 2019. These best estimates are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Geometric Real Rate of Return	Long-Term Expected Arithmetic Real Rate of Return
Cash	2.00%	-0.20%	-0.20%
Fixed income	21.00%	1.32%	1.67%
Equity	48.50%	5.54%	7.42%
Marketable alternatives	19.00%	3.46%	4.33%
Private real assets	9.50%	4.46%	5.58%
	100.00%		

Experience analysis – An experience study was conducted on behalf of all WRS’s plans covering the five-year period ended December 31, 2016. That study provided a detailed analysis concerning the development of the long-term inflation rate, real rate of return and discount rate. The study also analyzed each major actuarial assumption (e.g., mortality, salary increases, retirement, termination, and disability) and proposed assumptions consistent with the findings.

Discount rate – The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the current contribution rate. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the employer’s proportionate share of the net pension liability to changes in the discount rate – The following presents the Business Council’s proportionate share of the net pension liability calculated using the discount rate of 7.00%, as well as what the Business Council’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Proportionate share of the net pension liability	\$ 5,233,532	\$ 3,464,009	\$ 1,987,178

Pension plan fiduciary net position – Detailed information about the pension plan’s fiduciary net position is available in the separately issued WRS financial report, which may be accessed at <http://retirement.state.wy.us/About/Reports?Label=Financial#categories>.

WYOMING BUSINESS COUNCIL

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

**Note 7. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)
COMMITMENT**

General Information about the OPEB Plan

Plan description: Eligible employees of the Business Council are provided with OPEB through the State of Wyoming Group Insurance Retiree Health Plan (the “Plan”) – a cost-sharing multiple-employer defined benefit OPEB plan administered by the State of Wyoming Employee Group Insurance (EGI). Any employee of a participating employer is eligible for retiree coverage under the Plan at premium rates established by EGI, provided that:

1. The employee had coverage in effect under the Plan for at least one year just prior to retirement; and
2. The employee is eligible to receive a retirement benefit under the Wyoming Retirement System or TIAA and either:
 - a. Has attained age 50 with at least four years of service credit as an employee of one of the employing entities participating in the Plan; or
 - b. Has at least 20 years of service credit as an employee of one of the employing entities participating in the Plan.

Retirement eligibility varies under the Wyoming Retirement System. The Public Employees’ Pension Plan, which is the Plan applicable to the Business Council, requires 25 years of service credit.

The State of Wyoming Legislature has the authority to establish and amend the benefit terms of the plan. The Plan does not issue a separate report; however, additional Plan information can be obtained from the State of Wyoming’s Comprehensive Annual Financial Report, which may be obtained from the State’s website at <http://sao.wyo.gov/publications>.

Benefits provided: The Plan provides medical and prescription drug benefits for retirees and their dependents through payment of insurance premiums for life. Surviving spouses are allowed to continue coverage after the retiree’s death, provided they were covered at the time of death.

Funding Policy: The State finances this program on a pay-as-you-go basis, and there are no assets held in trust for pre-funding the obligations of the Plan. The State of Wyoming Legislature has the authority for establishing and amending the funding policy.

***OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources
and Deferred Inflows of Resources Related to OPEB***

At June 30, 2020, the Business Council reported a liability of \$2,792,138 for its proportionate share of the collective total OPEB liability. The collective total OPEB liability was measured as of June 30, 2019, and the total OPEB liability used to calculate the collective total OPEB liability was determined by an actuarial valuation as of June 30, 2020. The Business Council’s proportion of the collective total OPEB liability was based on a projection of the Business Council’s expected payments/contributions to the OPEB plan relative to the projected contributions of all participating employers, actuarially determined. The projection of the sharing of benefit-related costs is based on an established pattern of practice. At June 30, 2020, the Business Council’s proportion was 0.29515%, which was an increase from its June 30, 2019 proportion of 0.19464%.

WYOMING BUSINESS COUNCIL

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

For the year ended June 30, 2020, the Business Council recognized OPEB expense of \$251,275. At June 30, 2020, the Business Council reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 537,056	\$ 384,944
Changes of assumptions	21,608	329,483
Change in proportionate share of expected payments	672,134	-
	<u>\$ 1,230,798</u>	<u>\$ 714,427</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the Business Council's OPEB expense as follows:

Year ended June 30,	
2021	\$ 59,522
2022	59,522
2023	59,522
2024	59,522
2025	59,522
Thereafter	218,761
	<u>\$ 516,371</u>

WYOMING BUSINESS COUNCIL

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

Actuarial assumptions. The total OPEB liability was determined by an actuarial valuation as of June 30, 2020, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Measurement Date	July 1, 2019 (based on July 1, 2019 census data)
Inflation	2.50%
Salary Increases	2.50% - 6.50%
Mortality Rates	Pre-Termination: RP-2014 Combined, 100% male, 88% female, generational projection using MP-2017 Post-Termination: RP-2014 Combined, 100% male, 88% female, generational projection using MP-2017 Disabled: RP-2014 Combined, 100% male, 100% female, generational projection using MP-2017
Healthcare Cost Trend Rates	Non-Medicare: 7.20%, decreasing annually until reaching the ultimate trend rate of 4.50% Medicare: 7.60%, decreasing annually until reaching the ultimate trend rate of 4.50%
Participation Rate	65% will elect coverage and 30% will cover a spouse
Spouse Age Differential	Males are assumed to be 3 years older than females
Cost Method	Entry age normal. Under this method, the actuarial accrued liability is based on a prorated portion of the present value of all benefits earned to date over expected future working lifetime as defined by GASB. The proration is determined so that the cost with respect to service accrued from date of hire is recognized as a level percentage of pay over the year. The Normal Cost is equal to the prorated cost for the year of the valuation.
Benefits Excluded	Benefits related to retiree dental and life insurance have been excluded from this valuation.

WYOMING BUSINESS COUNCIL

**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

The health care trend rate assumption was based on national average information from a variety of sources, including S&P Healthcare Economic Index, NHCE data plan renewal data and vendor Rx report with adjustments based on the provisions of the benefits offered by EGI.

Significant assumptions are based on an experience study that covered a five-year period ending December 31, 2016. Significant assumptions varied within the various retirement plans within the Wyoming Retirement System.

Discount rate: The discount rate used to measure the total OPEB liability was 3.51%, which represents a decrease from the discount rate of 3.87% utilized for the June 30, 2018 measurement date. As the Plan is unfunded, the Plan has no fiduciary net position from which to make future benefit payments. Therefore, the discount rate is based on the Bond Buyer General Obligation 20-Bond Municipal Bond Index.

Sensitivity of the Business Council's proportionate share of the collective total OPEB liability to changes in the discount rate: The following presents the Business Council's proportionate share of the collective total OPEB liability calculated using the discount rate of 3.51%, as well as what the Business Council's proportionate share of the collective total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.51%) or 1-percentage-point higher (4.51%) than the current discount rate:

	1% Decrease (2.51%)	Current Discount Rate (3.51%)	1% Increase (4.51%)
	<u> </u>	<u> </u>	<u> </u>
Proportionate share of the collective total OPEB liability	<u>\$ 3,399,169</u>	<u>\$ 2,792,138</u>	<u>\$ 2,324,352</u>

Sensitivity of the Business Council's proportionate share of the collective total OPEB liability to changes in the healthcare cost trend rates: The following presents the Business Council's proportionate share of the collective total OPEB liability, as well as what the Business Council's proportionate share of the collective total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current Healthcare Cost Trend Rates	1% Increase
	<u> </u>	<u> </u>	<u> </u>
Non-Medicare	6.20%	7.20%	8.20%
Medicare	6.60%	7.60%	8.60%
Proportionate share of the collective total OPEB liability	<u>\$ 2,343,860</u>	<u>\$ 2,792,138</u>	<u>\$ 3,395,768</u>

WYOMING BUSINESS COUNCIL

NOTES TO FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2020

Note 8. RETIREMENT COMMITMENT – DEFERRED COMPENSATION PLAN

The State offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The deferred compensation plan, accounted for by the State and available to all Business Council employees, permits employees to defer a portion of their compensation until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. All compensation and earnings deferred are held in trust or custodial accounts for the exclusive benefit of program participants and their beneficiaries.

Investments are managed and controlled by the deferred compensation plan's trustee, not the Business Council, under various investment options. The employee chooses the investment option(s) and the contribution amount when participating in the deferred compensation plan. These investments and the related liability to the employees are not included in the Business Council's financial statements as an agency since the deferred compensation plan is managed on a statewide basis.

Wyoming State Statutes require matching contributions to the plan for each participating employee. Currently, the match established and appropriated by the Legislature for each participating employee is \$20 per month. Matching contributions made by the Business Council to the deferred compensation plan for the years ended June 30, 2020, 2019, and 2018 totaled \$7,976, \$8,492, and \$8,427, respectively.

Note 9. RISK MANAGEMENT

State self-insurance – The Business Council participates in the State self-insurance program that was created to handle property, casualty, and liability insurance claims brought against the State. The State generally does not maintain reserves; losses are covered by a combination of appropriations from the State's General Fund in the year in which the payment occurs and by assessing State agencies for specific types of claims for the fiscal year. The Business Council was not assessed any amount for the year ended June 30, 2020.

Employee medical, life, long-term disability, vision, and dental insurance – The Business Council's employees participate in the State's Group Insurance plan. Under this plan, the State co-administers employee medical insurance with a third-party administrator. The State self-insures medical costs and assumes all the risk for claims incurred by plan participants. The Business Council does not retain any risk of loss for the life, long-term disability, vision and dental insurance plans as the insurance providers assume all the risk for claims incurred by the participants.

During the year ended June 30, 2020, the Business Council contributed up to \$982, \$1,493, \$1,960 and \$2,245 (for single, dependent, married, and family coverage, respectively) per month for insurance premiums, plus 90% of the monthly premiums in excess of these amounts for each covered participant towards these plans, excluding long-term disability and vision premiums. Participants are responsible for paying premium charges in excess of this amount plus long-term disability and vision premiums. Total group insurance premiums paid by the Business Council for the year ended June 30, 2020 were \$769,979.

WYOMING BUSINESS COUNCIL

NOTES TO FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2020

Workers' compensation – Wyoming State Statute 27-14-101 created the Wyoming Workers' Compensation Act (the "Act"). The Act requires all employers engaged in extra-hazardous employment to obtain liability coverage for the payment of benefits to employees for job-related injuries and diseases through the Workers' Compensation Fund. Eligible employers that comply with the provisions of the Act are generally protected from suit by employees. Employers not required by the Act to participate in this program may elect to do so at their option. For the year ended June 30, 2020, the Business Council's contributions to the Workers' Compensation Fund were \$35,419.

Unemployment compensation – The Business Council does not carry unemployment insurance but pays the cost of actual claims incurred. In August 2020, the Business Council paid \$13,208 in unemployment claims for the year ended June 30, 2020. The balance was accrued in the General Fund accounts payable balance.

Note 10. TRANSACTIONS WITH RELATED PARTIES

The Business Council pays for services provided by the State for certain phone service, computer processing, motor pool vehicles, State plane usage, loan exam services, and central mail. Total amounts expended for these services for the year ended June 30, 2020 were \$123,780.

The Wyoming Office of Tourism pays the Business Council for certain support services in the areas of fiscal and contract compliance, human resources, payroll and information technology. The total amount received for these services for the year ended June 30, 2020 was \$72,000.

The Business Council has entered into several agreements with the University of Wyoming (UW) to fund various sponsorships, in addition to various projects which include the Market Research Center, Research Product Center, Manufacturing-Works, Small Business Development Centers, Small Business Innovation Research-Small Business Technology Transfer, Procurement Technical Assistance Center, Technology Business Center, Natural Resource Energy Explore program, and the Center for Business & Economic Analysis. Total amounts expended to UW for the year ended June 30, 2020 were \$2,511,901, of which \$502,764 is included in accounts payable as of June 30, 2020. The Business Council is committed for amounts remaining under these agreements in the amount of \$107,240 as of June 30, 2020.

The Business Council, together with the Wyoming Department of Environmental Quality (DEQ), operates a Federal award from the Environmental Protection Agency (EPA) for the Brownfield Revolving Loan Program. The Business Council and DEQ have a memorandum of understanding in place for administration of the program. The Business Council serves as the lead fiscal agent and will service the loans, and DEQ oversees project management. No funds are to be paid to either party as a result of the memorandum.

During the fiscal year, the Business Council entered into two memorandums of understanding with the Wyoming Infrastructure Authority (the "Authority") for the Business Council to provide Federal Energy Program Funds to the Authority to facilitate the transfer of the Wyoming State Energy Office Program from the Council to the Authority as a result of Senate Enrolled Act 14 (2019). Senate Enrolled Act 14 combines all the energy programs across the state of Wyoming, including the Business Council's State Energy Office, to the Authority, effective July 1, 2020. The total amount paid to the Authority for the year ended June 30, 2020 was \$82,270.

WYOMING BUSINESS COUNCIL

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

Note 11. COMMITMENTS AND CONTINGENCIES

Relationship with primary government – The Business Council receives a significant portion of its revenues directly from the State of Wyoming and the continued operation of the Business Council is dependent upon actions of the Legislature.

Federal grants – Grant monies received and disbursed by the State are for specific purposes and are subject to audit by the grantor agency. Such audits may result in requests for reimbursement due to disallowed expenditures. Based upon prior experience, the Business Council does not believe that such disallowances, if any, would have a material effect on the financial position or results of operations of the Business Council.

Loans – Loans approved by the Business Council’s Board of Directors but undistributed as of June 30, 2020 totaled \$7,746,434. These will be funded by a combination of State appropriations and restricted net position.

Other commitments and contingencies – The Business Council has contracted and/or committed funds for various projects, services or other items arising in the normal course of operations. The amounts remaining to complete these commitments totaled \$32,767,349 as of June 30, 2020. These commitments will be funded by a combination of restricted net position, State appropriations, and Federal revenues.

Encumbrances – The Business Council utilizes encumbrance accounting to identify fund obligations. The table below shows encumbrances in total by major fund in aggregate of the governmental funds as of June 30, 2020.

General Fund	\$ 33,310,950
Economic Development Fund	\$ 750,201
Rural Rehabilitation	\$ 49,178

Note 12. COVID-19 PANDEMIC AND SUBSEQUENT EVENT

During March 2020, a global pandemic was declared by the World Health Organization related to the rapidly growing outbreak of a novel strain of coronavirus (COVID-19). The pandemic significantly impacted economic conditions in the United States as Federal, state, and local governments reacted to the public health crisis. The Coronavirus Aid, Relief, and Economic Security (CARES) Act provided \$1.25 billion to the State of Wyoming for COVID relief. In May 2020, the Wyoming State Legislature held a special session to address the State’s response and appropriated the Business Council \$325 million of the CARES Act funding to aid small businesses across the State via a Business Relief Program. Total grants awarded under the Business Council’s Business Relief Program as of June 30, 2020 was \$65,446,812. Subsequent to June 30, 2020, the Business Council was awarded \$221.5 million for additional COVID assistance programs including ConnectWyoming for state broadband assistance, an agriculture producer relief program, and the Energy Rebound Program for oil and gas assistance.

WYOMING BUSINESS COUNCIL

**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 13. SUBSEQUENT EVENTS

The Business Council has entered into various agreements subsequent to June 30, 2020, primarily with local governments for economic development infrastructure projects effective through June 30, 2026. These agreements are valued at up to but no more than \$3,618,612. These agreements will be funded by a combination of State appropriations and Federal revenues.

The Business Council distributed \$421,917 after June 30, 2020 out of the Economic Development fund for loans, all of which was approved but undistributed as of June 30, 2020. The Business Council distributed \$1,325,635 from the Business Ready Communities Loan Program, which was approved but undistributed as of June 30, 2020. Subsequent to June 30, 2020, one loan totaling \$1,109,607 was approved under the provisions of the Business-Ready Communities Grant and Loan program. This loan will be distributed out of State appropriations.

On July 1, 2020, the State Energy Office, which was housed within the Business Council, was transferred to the Wyoming Energy Authority pursuant to 2019 Session Laws Chapter 0034. With this transfer, the Wyoming Energy Authority took over the ARRA Revolving Loan program, and the State Energy Program federal award from the Federal Department of Energy. This will decrease the Business Council's net position by \$1.3 million.

REQUIRED SUPPLEMENTARY INFORMATION

WYOMING BUSINESS COUNCIL

**BUDGETARY COMPARISON STATEMENTS
GENERAL FUND
YEAR ENDED JUNE 30, 2020**

General Fund						
	Budgeted Amounts		Actual	Encumbrances	Total	Variance with Final Budget
	Original	Final			Actual and Encumbrances	
REVENUES						
Revenue from primary government	\$ 28,322,446	\$ 59,355,589	\$ 17,531,331	\$ -	\$ 17,531,331	\$ (41,824,258)
Federal revenue	3,112,380	7,352,136	1,341,819	-	1,341,819	(6,010,317)
Investment income	-	-	83,023	-	83,023	83,023
Revenue from others	-	-	1,535,142	-	1,535,142	1,535,142
Charges for sales and services	303,614	303,614	72,330	-	72,330	(231,284)
Total revenues	31,738,440	67,011,339	20,563,645	-	20,563,645	(46,447,694)
EXPENDITURES						
Administration	5,534,573	6,265,876	4,849,671	603,164	5,452,835	813,041
Business Development	3,109,868	3,947,683	3,118,405	807,774	3,926,179	21,504
Community Development	3,714,614	8,056,796	1,747,767	1,420,207	3,167,974	4,888,822
Regional offices	85,360	109,281	77,325	-	77,325	31,956
Investment-ready communities	19,294,025	48,631,703	10,770,477	30,287,812	41,058,289	7,573,414
Total expenditures	31,738,440	67,011,339	20,563,645	33,118,957	53,682,602	13,328,737
Excess (deficiency) of revenues over expenditures	\$ -	\$ -	\$ -	\$ (33,118,957)	\$ (33,118,957)	\$ (33,118,957)

Continued

See Notes to Required Supplementary Information.

WYOMING BUSINESS COUNCIL

BUDGETARY COMPARISON STATEMENTS, *Continued*
ECONOMIC DEVELOPMENT FUND
YEAR ENDED JUNE 30, 2020

	Economic Development Fund					
	Budgeted Amounts		Actual	Encumbrances	Total	Variance with Final Budget
	Original	Final			Actual and Encumbrances	
REVENUES						
Revenue from primary government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal revenue	-	-	-	-	-	-
Investment income	490,876	490,876	342,882	-	342,882	(147,994)
Revenue from others	3,935,300	7,935,300	458,556	-	458,556	(7,476,744)
Charges for sales and services	-	-	17,025	-	17,025	17,025
Total revenues	4,426,176	8,426,176	818,463	-	818,463	(7,607,713)
EXPENDITURES						
Administration	-	-	-	-	-	-
Business Development	4,426,176	8,426,176	5,057,447	750,201	5,807,648	2,618,528
Community Development	-	-	-	-	-	-
Regional offices	-	-	-	-	-	-
Investment-ready communities	-	-	-	-	-	-
Total expenditures	4,426,176	8,426,176	5,057,447	750,201	5,807,648	2,618,528
Excess (deficiency) of revenues over expenditures	\$ -	\$ -	\$ (4,238,984)	\$ (750,201)	\$ (4,989,185)	\$ (4,989,185)

Continued

See Notes to Required Supplementary Information.

WYOMING BUSINESS COUNCIL

BUDGETARY COMPARISON STATEMENTS, *Continued*
RURAL REHABILITATION FUND
YEAR ENDED JUNE 30, 2020

	Rural Rehabilitation Fund					
	Budgeted Amounts		Actual	Encumbrances	Total Actual and Encumbrances	Variance with Final Budget
	Original	Final				
REVENUES						
Revenue from primary government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal revenue	-	-	-	-	-	-
Investment income	173,209	173,209	79,262	-	79,262	(93,947)
Revenue from others	-	-	-	-	-	-
Charges for sales and services	-	-	-	-	-	-
Total revenues	173,209	173,209	79,262	-	79,262	(93,947)
EXPENDITURES						
Administration	-	-	-	-	-	-
Business Development	-	-	-	-	-	-
Community Development	173,209	173,209	85,579	59,858	145,437	27,772
Regional offices	-	-	-	-	-	-
Investment-ready communities	-	-	-	-	-	-
Total expenditures	173,209	173,209	85,579	59,858	145,437	27,772
Excess (deficiency) of revenues over expenditures	\$ -	\$ -	\$ (6,317)	\$ (59,858)	\$ (66,175)	\$ (66,175)

Continued

See Notes to Required Supplementary Information.

WYOMING BUSINESS COUNCIL

BUDGETARY COMPARISON STATEMENTS, *Continued*

COVID FUND

YEAR ENDED JUNE 30, 2020

	COVID Fund					
	Budgeted Amounts		Actual	Encumbrances	Total Actual and Encumbrances	Variance with Final Budget
	Original	Final				
REVENUES						
Revenue from primary government	\$ -	\$ 100,000,000	\$ 43,095,493	\$ -	\$ 43,095,493	\$ (56,904,507)
Federal revenue	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Revenue from others	-	-	-	-	-	-
Charges for sales and services	-	-	-	-	-	-
Total revenues	-	100,000,000	43,095,493	-	43,095,493	(56,904,507)
EXPENDITURES						
Administration	-	-	-	-	-	-
Business Development	-	100,000,000	43,095,493	-	43,095,493	56,904,507
Community Development	-	-	-	-	-	-
Regional offices	-	-	-	-	-	-
Investment-ready communities	-	-	-	-	-	-
Total expenditures	-	100,000,000	43,095,493	-	43,095,493	56,904,507
Excess (deficiency) of revenues over expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See Notes to Required Supplementary Information.

WYOMING BUSINESS COUNCIL

**EXPLANATION OF DIFFERENCES BETWEEN
BUDGETARY INFLOWS AND OUTFLOWS AND
GAAP REVENUES AND EXPENDITURES
GENERAL FUND, ECONOMIC DEVELOPMENT FUND,
RURAL REHABILITATION FUND, AND COVID FUND
YEAR ENDED JUNE 30, 2020**

	General Fund	Economic Development Fund	Rural Rehabilitation Fund	COVID Fund
Sources/inflows of resources:				
Actual amounts "available for appropriation" from the Budgetary Comparison Schedules	\$ 20,563,645	\$ 818,463	\$ 79,262	\$ 43,095,493
Differences in accrual basis revenues and cash basis budgetary amounts	2,919,981	1,418,560	177,694	22,351,319
Total revenues reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances	<u>\$ 23,483,626</u>	<u>\$ 2,237,023</u>	<u>\$ 256,956</u>	<u>\$ 65,446,812</u>
Uses/outflows of resources:				
Actual amounts "charged to appropriations" from the Budgetary Comparison Schedules	\$ 53,682,602	\$ 5,807,648	\$ 145,437	\$ 43,095,493
Differences in accrual basis expenditures and cash basis budgetary amounts	(65,459,116)	(6,237,102)	(112,266)	22,351,319
Encumbrances	33,118,957	750,201	59,858	-
Total expenditures reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances	<u>\$ 21,342,443</u>	<u>\$ 320,747</u>	<u>\$ 93,029</u>	<u>\$ 65,446,812</u>

See Notes to Required Supplementary Information.

WYOMING BUSINESS COUNCIL

**SCHEDULE OF THE BUSINESS COUNCIL'S
PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

Public Employee Pension Plan

Last Seven (7) Fiscal Years*

	Business Council's proportion of the net pension liability	Business Council's proportionate share of the net pension liability	Business Council's covered payroll	Business Council's proportionate share of the net pension liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2014	0.1780020440%	\$ 2,706,344	\$ 3,071,787	88.10%	81.10%
2015	0.1756957922%	3,100,490	3,105,431	99.84%	79.08%
2016	0.1672581167%	3,896,023	2,993,370	130.16%	73.40%
2017	0.1571502750%	3,799,108	3,045,573	124.74%	73.42%
2018	0.1635561589%	3,728,002	2,878,864	129.50%	76.35%
2019	0.1527083007%	4,650,412	2,657,878	174.97%	69.17%
2020	0.1474092413%	3,464,009	2,623,742	132.03%	76.83%

** The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year. This schedule is to be built prospectively until it contains ten years of data.*

See Notes to Required Supplementary Information.

WYOMING BUSINESS COUNCIL

**SCHEDULE OF THE BUSINESS COUNCIL'S
CONTRIBUTIONS**

**Public Employee Pension Plan
Last Seven (7) Fiscal Years***

	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Covered payroll	Contributions as a percentage of covered payroll
2014	\$ 214,638	\$ 214,638	\$ -	\$ 3,014,582	7.12%
2015	235,816	235,816	-	3,094,695	7.62%
2016	247,089	247,089	-	2,952,081	8.37%
2017	239,037	239,037	-	2,855,879	8.37%
2018	229,039	229,039	-	2,736,429	8.37%
2019	228,792	228,792	-	2,666,725	8.58%
2020	229,703	229,703	-	2,589,661	8.87%

** This schedule is to be built prospectively until it contains ten years of data.*

See Notes to Required Supplementary Information.

WYOMING BUSINESS COUNCIL

**SCHEDULE OF THE BUSINESS COUNCIL'S
PROPORTIONATE SHARE OF THE TOTAL OPEB LIABILITY
Last Three (3) Fiscal Years***

	Business Council's proportion of the total OPEB liability	Business Council's proportionate share of the total OPEB liability	Business Council's covered payroll	Business Council's proportionate share of the total OPEB liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total OPEB liability
2018	0.21917%	\$ 1,733,616	N/A	N/A	0.00%
2019	0.19464%	\$ 1,984,249	N/A	N/A	0.00%
2020	0.29515%	\$ 2,792,138	N/A	N/A	0.00%

** This schedule is to be built prospectively until it contains ten years of data.*

See Notes to Required Supplementary Information.

WYOMING BUSINESS COUNCIL

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION YEAR ENDED JUNE 30, 2020

Note 1. BASIS OF PRESENTATION – BUDGETARY COMPARISON STATEMENTS

The Business Council adopts a biennial budget that is approved by the State Legislature. The Business Council allocates the biennial budget to an annual budget for internal management purposes. These annualized budgets are presented in the accompanying Budgetary Comparison Statements. Additionally, these Budgetary Comparison Statements are prepared using encumbrance accounting, under which purchase orders, contracts, and other commitments are recorded as expenditures and liabilities in order to reserve that portion of the applicable appropriation.

Note 2. EXPLANATION OF DIFFERENCES – BUDGETARY COMPARISON STATEMENTS

The statement on page 40 is an explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures for the General Fund, Economic Development Fund, the Rural Rehabilitation Fund, and COVID Fund for the year ended June 30, 2020.

Note 3. PENSION PLAN

Changes in benefit terms: There were no changes in benefit terms between the December 31, 2018 measurement date and the December 31, 2019 measurement date.

Changes in assumptions: There were no changes in assumptions between the December 31, 2018 measurement date and the December 31, 2019 measurement date. There were economic and demographic changes and assumptions between the December 31, 2016 measurement date and the December 31, 2017 measurement date which are still being amortized.

Note 4. OPEB COMMITMENT

Changes in benefit terms: There were no changes in benefit terms since the prior valuation.

Changes in assumptions: The valuation reflects the following assumption changes from the June 30, 2019 measurement date to the June 30, 2020 measurement date.

- Discount rate changed from 3.87% to 3.51%.
- Updated healthcare claims costs based on recent experience.
- An increase in retiree contributions between 2019 and 2020.
- Health care trend rates were changed from 7.60% to 7.20% for non-Medicare and 8.10% to 7.60% for Medicare.

OTHER GOVERNMENTAL FUNDS

The Business Council's non-major governmental funds are described below:

Business-Ready Communities Fund – used to account for the community facilities program that provides funding to assist communities preserve former school and government facilities for existing or future community uses.

Wyoming Business Council Fund – used primarily to account for revenues of the Wyoming First program, telephone commissions, and net profits from sales of promotional merchandise.

Economic and Workforce Development Fund – used to account for activities of Wyoming Economic and Workforce Development, Inc. (the “WEWD”), a not-for-profit corporation. The WEWD was formed to support the Business Council's economic development, expansion, and workforce training efforts in the State of Wyoming by soliciting funds through a combination of fees, private contributions and grants.

ARRA Revolving Loan Fund – used to account for the principal and interest payments received on outstanding loans that were issued using Federal funds awarded to the Business Council under the American Recovery and Reinvestment Act of 2009. In addition, principal repayments are expended in accordance with allowable activities.

WYOMING BUSINESS COUNCIL

**COMBINING BALANCE SHEET
OTHER GOVERNMENTAL FUNDS
JUNE 30, 2020**

	Business Ready Communities Fund	Wyoming Business Council Fund	Economic and Workforce Development Fund	ARRA Revolving Loan Fund	Total
ASSETS					
Deposits with State Treasurer	\$ -	\$ 258,127	\$ -	\$ 884,295	\$ 1,142,422
Accounts receivable	-	6,588	-	22,375	28,963
Loans receivable	-	-	-	410,959	410,959
Interest receivable	-	837	-	2,599	3,436
Total assets	\$ -	\$ 265,552	\$ -	\$ 1,320,228	\$ 1,585,780
LIABILITIES AND FUND BALANCE					
Liabilities					
Accounts payable	\$ -	\$ 9,708	\$ -	\$ 32,968	\$ 42,676
Due to primary government	-	10,699	-	-	10,699
Total liabilities	-	20,407	-	32,968	53,375
Fund Balance					
Nonspendable:					
Loans receivable and other	-	-	-	410,959	410,959
Restricted	-	-	-	876,301	876,301
Assigned	-	245,145	-	-	245,145
Total fund balance	-	245,145	-	1,287,260	1,532,405
Total liabilities and fund balance	\$ -	\$ 265,552	\$ -	\$ 1,320,228	\$ 1,585,780

WYOMING BUSINESS COUNCIL

**COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
OTHER GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020**

	Business Ready Communities Fund	Wyoming Business Council Fund	Economic and Workforce Development Fund	ARRA Revolving Loan Fund	Total
REVENUES					
Interest income	\$ -	\$ 6,679	\$ 2	\$ 4,731	\$ 11,412
Net increase (decrease) in the fair market value of investments	1	6,957	-	22,247	29,205
Total revenues	1	13,636	2	26,978	40,617
EXPENDITURES					
Administration	-	17,054	-	-	17,054
Business Development	-	-	-	-	-
Community Development	-	-	-	159,006	159,006
Total expenditures	-	17,054	-	159,006	176,060
Excess (deficiency) of revenues over expenditures	1	(3,418)	2	(132,028)	(135,443)
OTHER FINANCING SOURCES					
Transfers in	-	14,007	-	-	14,007
Transfers out	-	-	(29,238)	-	(29,238)
Total other financing sources	-	14,007	(29,238)	-	(15,231)
Net change in fund balances	1	10,589	(29,236)	(132,028)	(150,674)
Fund balances, beginning	(1)	234,556	29,236	1,419,288	1,683,079
Fund balances, ending	\$ -	\$ 245,145	\$ -	\$ 1,287,260	\$ 1,532,405

WYOMING BUSINESS COUNCIL

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2020**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Passed Through to Subrecipients
<u>DIRECT FUNDING:</u>				
U.S. Department of Housing and Urban Development Community Development Block Grant Program	14.228	N/A	\$ 2,551,012	\$ 2,467,703
<i>Total U.S. Department of Housing and Urban Development</i>			<u>2,551,012</u>	<u>2,467,703</u>
U.S. Small Business Administration State Trade Expansion Program	59.061	N/A	22,820	16,716
<i>Total U.S. Small Business Administration</i>			<u>22,820</u>	<u>16,716</u>
U.S. Department of Energy State Energy Program	81.041	N/A	275,693	216,552
<i>Total U.S. Department of Energy</i>			<u>275,693</u>	<u>216,552</u>
U.S. Department of Agriculture Specialty Crop Block Grant Program - Farm Bill	10.170	N/A	4,225	-
<i>Total U.S. Department of Agriculture</i>			<u>4,225</u>	<u>-</u>
<u>PASS THROUGH FUNDING:</u>				
U.S. Department of Treasury Passed through the State of Wyoming COVID-19 Coronavirus Relief Fund	21.019	N/A	43,134,138	-
<i>Total U.S. Department of Treasury</i>			<u>43,134,138</u>	<u>-</u>
Total Expenditures of Federal Awards			<u>\$ 45,987,888</u>	<u>\$ 2,700,971</u>

See Notes to Schedule of Expenditures of Federal Awards.

WYOMING BUSINESS COUNCIL

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. Summary of Significant Accounting Policies

Expenditures reported on the accompanying Wyoming Business Council (the “Business Council”) Schedule of Expenditures of Federal Awards (the “Schedule”) are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The Business Council provided \$2,700,971 of Federal funds to subrecipients.

Note 2. De Minimis Cost Rate

The Business Council did not elect to use the 10% de minimis cost rate allowed under the Uniform Guidance.

Note 3. Basis of Presentation

The Schedule includes the Federal award activity of the Business Council under programs of the Federal government for the year ended June 30, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Business Council, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Business Council.



**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***

To the Board of Directors
Wyoming Business Council
Cheyenne, Wyoming

We have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Wyoming Business Council (the “Business Council”), a component unit of the State of Wyoming, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Business Council’s basic financial statements, and have issued our report thereon dated February 25, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Business Council’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 Business Council’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Business Council’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 Business Council’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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Business Council'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 disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 result of that testing, and not to provide an opinion on the effectiveness of the Business Council'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 Business Council's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

McGee, Hearne & Paiz, LLP

Cheyenne, Wyoming

February 25, 2021



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON
INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Directors
Wyoming Business Council
Cheyenne, Wyoming

Report on Compliance for Each Major Federal Program

We have audited the Wyoming Business Council's (the "Business Council") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Business Council's major Federal programs for the year ended June 30, 2020. The Business Council's major Federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with Federal statutes, regulations, and the terms and conditions of its Federal awards applicable to its Federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Business Council's major Federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major Federal program occurred. An audit includes examining, on a test basis, evidence about the Business Council's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major Federal program. However, our audit does not provide a legal determination of the Business Council's compliance.

Opinion on Each Major Federal Program

In our opinion, the Business Council complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major Federal programs for the year ended June 30, 2020.

Report on Internal Control over Compliance

Management of the Business Council is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Business Council's internal control over compliance with the types of requirements that could have a direct and material effect on each major Federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major Federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Business Council's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

McGee, Hearne & Paiz, LLP

Cheyenne, Wyoming
February 25, 2021

WYOMING BUSINESS COUNCIL

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2020

I. SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with U.S. GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None Reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major Federal programs:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None Reported

Type of auditor's report issued on compliance for major Federal programs: Unmodified

- Any audit findings disclosed that are required to be reported in accordance with Section 2 CFR 200.516(a)? Yes No

Identification of major Federal programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
14.228	Community Development Block Grant
21.019	Coronavirus Relief Fund

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? Yes No

WYOMING BUSINESS COUNCIL
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2020

II. FINANCIAL STATEMENT FINDINGS

None.

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None.

WYOMING BUSINESS COUNCIL
SUMMARY SCHEDULE OF PRIOR YEAR FEDERAL AUDIT FINDINGS
YEAR ENDED JUNE 30, 2019

There were no findings for the year ended June 30, 2019.