

CITY OF ABILENE, KANSAS
FINANCIAL STATEMENT
WITH INDEPENDENT AUDITORS' REPORT
FOR THE YEAR ENDED DECEMBER 31, 2014

CITY OF ABILENE, KANSAS

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INDEPENDENT AUDITORS' REPORT

To the Mayor and City Commission
City of Abilene
Abilene, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Abilene, Kansas, a Municipal Financial Reporting Entity (City), as of and for the year ended December 31, 2014 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

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

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

Basis for adverse Opinion on U.S. Generally Accepted Accounting Principles

As described more fully in Note 1 of the financial statement, the financial statement is prepared by the City to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2014, or changes in financial position and cash flows thereof for the year then ended.

Basis for Qualified Opinion

The *Net Pension Liability* disclosure in footnote 4 was obtained from the Kansas Public Employees Retirement System (KPERs) June 30, 2014 and 2013 audit report. We did not perform any audit procedures on the net pension liability for KPERs nor the City's proportionate share of the net pension liability for both KPERs and KP&F. Consequently, we were unable to determine whether any adjustments to those amounts were necessary.

Qualified Opinion on Regulatory Basis of Accounting

In our opinion, except for the possible effects of the matter described in the "Basis for Qualified Opinion" paragraph, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2014, and aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Report on Regulatory-Required Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual or actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statement as a whole, on the basis of accounting described in Note 1.

The 2013 Actual column presented in the individual fund schedules (Schedules 2 and Schedule 4 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2013 basic financial statement upon which we rendered an unqualified opinion on June 30, 2014. The 2013 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link: <http://www.da.ks.gov/ar/muniserv/>. Such 2013 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2013 basic financial statement. The 2013 comparative information was subjected to the auditing procedures applied in the audit of the 2013 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2013 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2013 comparative information is fairly stated in all material respects in relation to the 2013 basic financial statement as a whole, on the basis of accounting described in Note 1.

Pottberg, Gassman & Hoffman, Chartered

Pottberg, Gassman & Hoffman, Chartered
Abilene, Kansas
September 4, 2015

CITY OF ABILENE, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014

| <u>Fund</u> | <u>Beginning Unencumbered Cash Balance</u> | <u>Prior Year Canceled Encumbrances</u> | <u>Receipts</u> | <u>Expenditures</u> | <u>Ending Unencumbered Cash Balance</u> | <u>Add Outstanding Encumbrances and Accounts Payable</u> | <u>Ending Cash Balance</u> |
|-----------------------------|--|---|-----------------|---------------------|---|--|--------------------------------|
| Governmental Type Funds: | | | | | | | |
| General Fund | \$ 1,492,286 | 500 | 3,856,548 | 4,064,730 | 1,284,604 | 49,233 | 1,333,837 |
| Special Purpose Funds: | | | | | | | |
| Airport Fund | 71,915 | - | 171,475 | 33,071 | 210,319 | 1,097 | 211,416 |
| Fire Apparatus | 14,865 | - | 78,452 | 50,923 | 42,394 | - | 42,394 |
| Special Park and Recreation | 46,821 | - | 22,769 | 19,069 | 50,521 | 800 | 51,321 |
| Special Alcohol and Drug | 50,037 | - | 12,730 | 7,500 | 55,267 | - | 55,267 |
| Library | - | - | 350,940 | 350,940 | - | - | - |
| Tourism and Convention | 40,955 | - | 219,787 | 225,494 | 35,248 | 2,064 | 37,312 |
| Special Street | 118,513 | 4,061 | 174,855 | 328,966 | (31,537) | 174,857 | 143,320 |
| Recreation Commission | 144,963 | - | 415,802 | 391,539 | 169,226 | 3,934 | 173,160 |
| Capital Improvement | 480,919 | - | 3,546 | - | 484,465 | - | 484,465 |
| Equipment Reserve | 147,859 | - | 176,198 | 160,478 | 163,579 | 61,911 | 225,490 |
| Community Center | 153,847 | - | 44 | - | 153,891 | - | 153,891 |
| Library / Pool Renovation | 281,818 | - | 458,610 | 442,625 | 297,803 | - | 297,803 |
| Sales Tax Street Fund | 189,715 | - | 327,628 | 370,642 | 146,701 | - | 146,701 |
| Bond and Interest Fund: | | | | | | | |
| Bond and Interest | 101,218 | - | 652,291 | 794,764 | (41,255) | - | (41,255) |
| Capital Projects Funds: | | | | | | | |
| Dawson Cottage Division | 35,419 | - | 9 | 3,772 | 31,656 | - | 31,656 |

The notes to the financial statement are an integral part of this statement.

CITY OF ABILENE, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014

| <u>Fund</u> | <u>Beginning Unencumbered Cash Balance</u> | <u>Prior Year Canceled Encumbrances</u> | <u>Receipts</u> | <u>Expenditures</u> | <u>Ending Unencumbered Cash Balance</u> | <u>Add Outstanding Encumbrances and Accounts Payable</u> | <u>Ending Cash Balance</u> |
|---|--|---|-------------------|---|---|--|--------------------------------|
| Business Funds: | | | | | | | |
| Water Utility | 103,753 | 155 | 1,592,927 | 1,399,556 | 297,279 | 69,430 | 366,709 |
| Sewer Utility | 1,300,462 | - | 1,398,409 | 1,358,593 | 1,340,278 | 28,919 | 1,369,197 |
| Equipment Reserve - Water | 163,971 | - | 46 | 1,481 | 162,536 | - | 162,536 |
| Equipment Reserve - Sewer | 630,781 | - | 179 | - | 630,960 | - | 630,960 |
| Recycling Fund | 284,188 | - | 81,626 | 116,345 | 249,469 | 6,959 | 256,428 |
| Storm Drain | 292,266 | - | 69,760 | 1,187 | 360,839 | 29 | 360,868 |
| Related Municipal Entities: | | | | | | | |
| Public Building Commission | 4,456,384 | - | 878,890 | 4,949,670 | 385,604 | - | 385,604 |
| Total Reporting Entity (Excluding Agency Funds) | <u>10,602,955</u> | <u>4,716</u> | <u>10,943,521</u> | <u>15,071,345</u> | <u>6,479,847</u> | <u>399,233</u> | <u>6,879,080</u> |
| Composition of Cash: | | | | | | | |
| | | | | Checking Account | | | \$ 2,182,459 |
| | | | | Money Market | | | 352,522 |
| | | | | Petty Cash | | | 800 |
| | | | | Certificates of Deposit | | | 3,967,708 |
| | | | | Total Related Municipal Entities | | | <u>385,604</u> |
| | | | | Total Cash | | | 6,889,093 |
| | | | | Agency Funds Per Schedule 3 | | | <u>(10,013)</u> |
| | | | | Total Reporting Entity (Excluding Agency Funds) | | | <u>\$ 6,879,080</u> |

The notes to the financial statement are an integral part of this statement.

CITY OF ABILENE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
DECEMBER, 31 2014

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A. **General Statement**

The City of Abilene, Kansas (City) was chartered March 16, 1868 and provides the following services as authorized by its charter: public works, public safety, recreation and waterworks.

The Abilene, Kansas Public Building Commission (PBC), a municipal corporation, was organized in 2007 by the governing body of the City pursuant to the Act and Ordinance No. 3098 of the City. The powers of the PBC were expanded by the governing body of the City pursuant to Charter Ordinance No. 21.

The more significant accounting policies of the City are described below.

B. **Municipal Financial Reporting Entity**

The City of Abilene, Kansas is a municipal corporation governed by an elected five-member Commissioner-Manager form of government. The regulatory financial statement presents the City of Abilene, Kansas (the Municipality), and a related municipal entity (RME), the PBC. The RME is included in the City's reporting entity because it was established to benefit the City and / or its constituents. The governing body of this RME is appointed by the governing body of the City and consists of five members who are the current members of the City's governing body.

C. **Regulatory Basis Fund Types**

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific regulations, restrictions, or limitations. Certain funds contain restricted cash because their use is limited by debt covenants, statutory requirements, grant requirements or are held in a fiduciary or agency capacity.

The following types of funds comprise the financial activities of the City for the year of 2014:

General Fund – is the chief operating fund of the City. This Fund is used to account for all resources except those required to be accounted for in another fund.

Special Purpose Funds – are used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest Funds – are used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital Project Funds – are used to account for debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

CITY OF ABILENE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
DECEMBER, 31 2014

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

C. Fund Accounting (Continued)

Business Funds – funds financed in whole or in part by fees charged to users of the goods or services (i.e., enterprise and internal service fund, etc.).

Agency Funds – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, municipal court fund).

D. Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The *Kansas Municipal Audit and Accounting Guide (KMAAG)* regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

E. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

- Preparation of the budget for the succeeding calendar year on or before August 1st.
- Publication in the local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
- Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

CITY OF ABILENE, KANSAS
 NOTES TO THE FINANCIAL STATEMENT
 DECEMBER, 31 2014

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

E. **Budgetary Information (continued)**

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds and trust funds.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by use of internal spending limits established by the governing body.

2. **DEPOSITS AND INVESTMENTS**

As of December 31, 2014, the City had the following investment:

| <u>Investment Type</u> | <u>Fair Value</u> | <u>Investments Maturities (in Years)</u> | <u>Rating</u> |
|------------------------|-------------------|--|---------------|
| Money Market Treasury | \$385,604 | NA (weighted average maturity 49 days) | S&P AAAm |

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. K.S.A. 10-131 limits the City's investment of bond proceeds. The money market treasury fund used by the City meets these requirements. The City has no investment policy that would further limit its investment choices. The rating of the City's investments is noted above.

Concentration of credit risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. As of December 31, 2014, the City's allocation of investments is 100% Money Market Treasury Notes.

CITY OF ABILENE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
DECEMBER, 31 2014

2. DEPOSITS AND INVESTMENTS (CONTINUED)

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated 'peak periods' when required coverage is 50%. The City has no designated 'peak periods.' All deposits were legally secured at December 31, 2014.

At December 31, 2014 the carrying amount of the City's deposits, including certificates of deposit, was \$6,879,080 and the bank balance was \$6,621,455. Of the bank balance, \$750,000 was covered by federal depository insurance and \$5,871,455 was collateralized with securities held by the pledging financial institution's agents in the City's name. The bank balance at three banks exceeded federal depository insurance corporation (FDIC) limits. The balance in excess of FDIC limits at each bank was more than 5% of total bank balances which results in a concentration of credit risk per GASBS 40, paragraph 11.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The money market fund shares are not guaranteed by the U.S. government and are subject to risk even though they contain 53.35% U.S. Treasury securities, 0.06% Fannie Mae securities, and 45.92% repurchase agreements collateralized by U.S. Treasury securities and 0.67% from other issuers.

3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

K.S.A. 79-2935 provides that it shall be unlawful for the governing body to create indebtedness in any fund in excess of the adopted budget of expenditures of such fund. For the year ended December 31, 2014, the Sales Tax Street fund was in violation of this statute.

K.S.A. 10-1113 requires that expenditures be made in compliance with the cash basis law which requires that no indebtedness be created for a fund in excess of available monies in that fund. For the year ended December 31, 2014, the ending unencumbered cash balance was below zero for the Special Street and Bond and Interest funds. The violation in the Special Street fund was due to year-end payables for the 2014 KLINK project. The City had an agreement with the Kansas Department of Transportation (KDOT) for reimbursement of 75% of these project costs up to \$200,000. In March 2015 the KDOT reimbursed the City \$116,892.

K.S.A. 12-1608 states that second class cities are required to publish quarterly published financial statements showing, by fund, beginning and ending balances, receipts, and expenditures along with obligation / liability information. The City failed to publish the financial statement for the period ending September 30, 2014.

4. DEFINED BENEFIT PENSION PLAN

Plan Description. The City participates in the Kansas Public Employees Retirement System (KPERs) and the Kansas Police and Firemen's Retirement System (KP&F). Both are part of a cost-sharing, multiple-employer defined benefit pension plan as provided by Kansas Law. KPERs and KP&F provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERs and KP&F issue a publicly available financial report (only one is issued) that includes financial statements and required supplementary information. Those reports may be obtained by writing to KPERs (611 S Kansas, Suite 100; Topeka, KS 66603-3869) or by calling 1-888-275-5737.

CITY OF ABILENE, KANSAS
 NOTES TO THE FINANCIAL STATEMENT
 DECEMBER, 31 2014

4. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Funding Policy. K.S.A. 74-4919 and K.S.A. 79-49,210 establishes the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7% of covered salary for periods prior to July 1, 2013 and 7.15% for periods on or after July 1, 2013. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. Kansas law provides that employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS and KP&F are funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates.

Net Pension Liability. The total pension liability for KPERS was determined by an actuarial valuation as of December 31, 2013, which was rolled forward to June 30, 2014. As of June 30, 2014 the net pension liability for KPERS was \$8,291,794,910. KPERS has determined the Municipality's proportionate share of the net pension liability is \$97,987 for KPERS and \$134,607 for KP&F as of June 30, 2014. The complete actuarial valuation report including all actuarial assumptions and methods is publically available on the website at www.kpers.org or can be obtained as described in the first paragraph above.

5. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other Post Employment Benefits. As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. The City pays 50% of the premium until age 62 to retirees with 10 or more years of service and each retiree is responsible for the balance. During the year ended December 31, 2014, two retirees participated in this plan and the City paid \$4,942. Any remaining subsidy to retirees due to the plan's level premium structure has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the City under this program.

6. CAPITAL PROJECTS

At year-end, capital project authorizations with approved change orders compared with expenditures from inception are as follows:

| | <u>Project Authorization</u> | <u>Expenditures to Date</u> |
|---------------------------------|------------------------------|-----------------------------|
| Hospital Reconstruction | \$ 22,870,806 | \$ 16,190,730 |
| Airport Whitetopping & Lighting | \$ 2,750,000 | \$ - |

7. INTERFUND TRANSACTIONS

Operating transfers were as follows:

| <u>From</u> | <u>To</u> | <u>Statutory Authority</u> | <u>Amount</u> |
|--------------|-------------------|----------------------------|---------------|
| General Fund | Equipment Reserve | K.S.A 12-1,117 | \$ 164,000 |

CITY OF ABILENE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
DECEMBER 31, 2014

8. LONG TERM DEBT

Changes in long-term liabilities for the City of Abilene, Kansas, for the year ended December 31, 2014, were as follows:

| Issue | Interest Rates | Date of Issue | Amount of Issue | Date of Final Maturity | Balance Beginning of Year | Additions | Reductions/ Payments | Net Change | Balance End of Year | 2014 Interest Paid |
|----------------------------------|----------------|---------------|-----------------|------------------------|---------------------------|-----------|----------------------|--------------------|---------------------|--------------------|
| General Obligation Bonds: | | | | | | | | | | |
| 2008 Series B | Var - 4.0% | 6/1/2008 | 3,700,000 | 6/1/2018 | 2,100,000 | - | 370,000 | (370,000) | 1,730,000 | 72,625 |
| 2009 Series | Var - 4.3% | 7/23/2009 | 1,780,000 | 9/1/2029 | 1,500,000 | - | 80,000 | (80,000) | 1,420,000 | 55,648 |
| 2010 Series A | Var - 4.6% | 4/28/2010 | 4,055,000 | 9/1/2030 | 3,655,000 | - | 155,000 | (155,000) | 3,500,000 | 149,464 |
| 2011 Series | Var - 3.0% | 3/25/2011 | 2,200,000 | 9/1/2021 | 1,815,000 | - | 210,000 | (210,000) | 1,605,000 | 42,002 |
| 2013 Series | Var - 1.9% | 2/27/2013 | 1,570,000 | 9/1/2023 | 1,425,000 | - | 275,000 | (275,000) | 1,150,000 | 15,641 |
| Total General Obligation Bonds | | | | | <u>10,495,000</u> | <u>-</u> | <u>1,090,000</u> | <u>(1,090,000)</u> | <u>9,405,000</u> | <u>335,380</u> |
| Revenue Bonds: | | | | | | | | | | |
| Public Building Commission Bond | | | | | | | | | | |
| Issue - Series 2011 | Var - 4.3% | 12/09/11 | 7,760,000 | 12/01/28 | 7,655,000 | - | 110,000 | (110,000) | 7,545,000 | 276,325 |
| Issue - Series 2012 | Var - 5.025% | 01/05/12 | 10,000,000 | 12/01/35 | 10,000,000 | - | - | - | 10,000,000 | 490,039 |
| Total Revenue Bonds | | | | | <u>17,655,000</u> | <u>-</u> | <u>110,000</u> | <u>(110,000)</u> | <u>17,545,000</u> | <u>766,364</u> |
| Revolving Loans: | | | | | | | | | | |
| KDHE Waste Water Treatment Plant | 2.58% | 09/01/06 | 8,620,417 | 09/01/28 | 6,647,434 | - | 383,400 | (383,400) | 6,264,034 | 152,666 |
| Total Revolving Loans | | | | | <u>6,647,434</u> | <u>-</u> | <u>383,400</u> | <u>(383,400)</u> | <u>6,264,034</u> | <u>152,666</u> |
| Temporary Notes: | | | | | | | | | | |
| Dawson Cottage Addition | 0.90% | 07/18/13 | 380,000 | 09/01/15 | 380,000 | - | - | - | 380,000 | 3,772 |
| Total Temporary Notes | | | | | <u>380,000</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>380,000</u> | <u>3,772</u> |
| Lease Purchase: | | | | | | | | | | |
| Meter Reader System | 3.50% | 06/20/04 | 1,160,433 | 05/20/14 | 133,665 | - | 133,665 | (133,665) | - | 4,452 |
| Street Sweeper | 3.89% | 12/12/11 | 122,889 | 09/01/17 | 84,064 | - | 19,829 | (19,829) | 64,235 | 3,270 |
| Total Lease Purchase | | | | | <u>217,729</u> | <u>-</u> | <u>153,494</u> | <u>(153,494)</u> | <u>64,235</u> | <u>7,722</u> |
| Total Contractual Indebtedness | | | | | <u>35,395,163</u> | <u>-</u> | <u>1,736,894</u> | <u>(1,736,894)</u> | <u>33,658,269</u> | <u>1,265,904</u> |

CITY OF ABILENE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
DECEMBER 31, 2014

8. **LONG TERM DEBT (CONTINUED)**

Current maturities of long-term debt and interest through maturity are as follows:

| | Year | | | | | | | | | Total |
|----------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|----------------------|
| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020-2024 | 2025-2029 | 2030-2034 | 2035-2036 | |
| Principal | | | | | | | | | | |
| General Obligation Bonds: | | | | | | | | | | |
| 2008 Series B | 395,000 | 420,000 | 445,000 | 470,000 | - | - | - | - | - | 1,730,000 |
| 2009 Series | 80,000 | 80,000 | 85,000 | 90,000 | 95,000 | 530,000 | 460,000 | - | - | 1,420,000 |
| 2010 Series A | 160,000 | 165,000 | 175,000 | 180,000 | 190,000 | 1,050,000 | 1,285,000 | 295,000 | - | 3,500,000 |
| 2011 Series | 210,000 | 215,000 | 220,000 | 230,000 | 235,000 | 495,000 | - | - | - | 1,605,000 |
| 2013 Series | 265,000 | 210,000 | 215,000 | 180,000 | 90,000 | 190,000 | - | - | - | 1,150,000 |
| Total General Obligation Bonds | <u>1,110,000</u> | <u>1,090,000</u> | <u>1,140,000</u> | <u>1,150,000</u> | <u>610,000</u> | <u>2,265,000</u> | <u>1,745,000</u> | <u>295,000</u> | <u>-</u> | <u>9,405,000</u> |
| Revenue Bonds: | | | | | | | | | | |
| Public Building Commission Bond | | | | | | | | | | |
| Issue - Series 2011 | 105,000 | 110,000 | 115,000 | 115,000 | 115,000 | 3,075,000 | 3,910,000 | - | - | 7,545,000 |
| Issue - Series 2012 | - | - | - | - | - | - | 1,590,000 | 6,835,000 | 1,575,000 | 10,000,000 |
| Total Revenue Bonds | <u>105,000</u> | <u>110,000</u> | <u>115,000</u> | <u>115,000</u> | <u>115,000</u> | <u>3,075,000</u> | <u>5,500,000</u> | <u>6,835,000</u> | <u>1,575,000</u> | <u>17,545,000</u> |
| Revolving Loans: | | | | | | | | | | |
| KDHE Waste Water Treatment Plant | 393,355 | 403,569 | 414,049 | 424,800 | 435,830 | 2,354,900 | 1,837,531 | - | - | 6,264,034 |
| Total Revolving Loans | <u>393,355</u> | <u>403,569</u> | <u>414,049</u> | <u>424,800</u> | <u>435,830</u> | <u>2,354,900</u> | <u>1,837,531</u> | <u>-</u> | <u>-</u> | <u>6,264,034</u> |
| Temporary Notes: | | | | | | | | | | |
| Dawson Cottage Addition | 380,000 | - | - | - | - | - | - | - | - | 380,000 |
| Total Temporary Notes | <u>380,000</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>380,000</u> |
| Lease Purchase: | | | | | | | | | | |
| Street Sweeper | 20,600 | 21,401 | 22,234 | - | - | - | - | - | - | 64,235 |
| Total Lease Purchase | <u>20,600</u> | <u>21,401</u> | <u>22,234</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>64,235</u> |
| Total Principal | <u>\$ 2,008,955</u> | <u>\$ 1,624,970</u> | <u>\$ 1,691,283</u> | <u>\$ 1,689,800</u> | <u>\$ 1,160,830</u> | <u>\$ 7,694,900</u> | <u>\$ 9,082,531</u> | <u>\$ 7,130,000</u> | <u>\$ 1,575,000</u> | <u>\$ 33,658,269</u> |

CITY OF ABILENE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
DECEMBER 31, 2014

8. **LONG TERM DEBT (CONTINUED)**

Current maturities of long-term debt and interest through maturity are as follows:

| | Year | | | | | | | | Total | |
|---------------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|----------------------|----------------------|---------------------|---------------------|----------------------|
| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020-2024 | 2025-2029 | 2030-2034 | | 2035-2036 |
| Interest | | | | | | | | | | |
| General Obligation Bonds: | | | | | | | | | | |
| 2008 Series B | 59,225 | 44,135 | 27,477 | 9,400 | | - | - | - | - | 140,237 |
| 2009 Series | 53,248 | 51,168 | 48,848 | 46,213 | 43,243 | 161,594 | 60,676 | - | - | 464,990 |
| 2010 Series A | 144,814 | 140,014 | 133,414 | 126,414 | 119,214 | 477,193 | 245,588 | 13,570 | - | 1,400,221 |
| 2011 Series | 38,118 | 34,232 | 30,255 | 25,635 | 20,230 | 21,737 | - | - | - | 170,207 |
| 2013 Series | 12,890 | 10,240 | 8,140 | 5,990 | 4,190 | 8,502 | - | - | - | 49,952 |
| Total General Obligation Bonds | <u>308,295</u> | <u>279,789</u> | <u>248,134</u> | <u>213,652</u> | <u>186,877</u> | <u>669,026</u> | <u>306,264</u> | <u>13,570</u> | <u>-</u> | <u>2,225,607</u> |
| Revenue Bonds: | | | | | | | | | | |
| Public Building Commission Bond | | | | | | | | | | |
| Issue - Series 2011 | 275,115 | 273,645 | 271,830 | 269,645 | 268,440 | 1,205,270 | 387,945 | - | - | 2,951,890 |
| Issue - Series 2012 | 490,039 | 490,039 | 490,039 | 490,039 | 490,039 | 2,450,194 | 2,432,394 | 1,450,280 | 79,143 | 8,862,206 |
| | <u>765,154</u> | <u>763,684</u> | <u>761,869</u> | <u>759,684</u> | <u>758,479</u> | <u>3,655,464</u> | <u>2,820,339</u> | <u>1,450,280</u> | <u>79,143</u> | <u>11,814,096</u> |
| Revolving Loans: | | | | | | | | | | |
| KDHE Waste Water Treatment Plant | | | | | | | | | | |
| | 143,675 | 134,451 | 124,987 | 115,278 | 105,316 | 367,863 | 86,726 | - | - | 1,078,296 |
| Total Revolving Loans | <u>143,675</u> | <u>134,451</u> | <u>124,987</u> | <u>115,278</u> | <u>105,316</u> | <u>367,863</u> | <u>86,726</u> | <u>-</u> | <u>-</u> | <u>1,078,296</u> |
| Temporary Notes: | | | | | | | | | | |
| Dawson Cottage Addition | | | | | | | | | | |
| | 3,420 | - | - | - | - | - | - | - | - | 3,420 |
| Total Temporary Notes | <u>3,420</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>3,420</u> |
| Lease Purchase: | | | | | | | | | | |
| Street Sweeper | | | | | | | | | | |
| | 2,499 | 1,697 | 865 | - | - | - | - | - | - | 5,061 |
| Total Lease Purchase | <u>2,499</u> | <u>1,697</u> | <u>865</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>5,061</u> |
| Total Interest | <u>1,223,043</u> | <u>1,179,621</u> | <u>1,135,855</u> | <u>1,088,614</u> | <u>1,050,672</u> | <u>4,692,353</u> | <u>3,213,329</u> | <u>1,463,850</u> | <u>79,143</u> | <u>15,126,480</u> |
| Total Principal and Interest Payments | <u>\$ 3,231,998</u> | <u>\$ 2,804,591</u> | <u>\$ 2,827,138</u> | <u>\$ 2,778,414</u> | <u>\$ 2,211,502</u> | <u>\$ 12,387,253</u> | <u>\$ 12,295,860</u> | <u>\$ 8,593,850</u> | <u>\$ 1,654,143</u> | <u>\$ 48,784,749</u> |

CITY OF ABILENE, KANSAS
 NOTES TO THE FINANCIAL STATEMENT
 DECEMBER, 31 2014

9. COMMITMENTS AND CONTINGENCIES

Risk Management

The City of Abilene, Kansas is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. To insure against risk of these types of losses, the City has purchased commercial insurance coverage. Settled claims resulting from these risks have not exceeded commercial coverage in the past three fiscal years.

10. LITIGATION

The City knows of no actual or possible litigation, claims, or assessments whose effects should be considered in the preparation of the financial statement as of December 31, 2014.

11. SELF-INSURANCE PROGRAM

In 2010, the City implemented a partially funded self-insurance plan for its employees' health care costs through Kaw Valley Insurance. The City is liable for losses on claims up to \$30,000 per insured and \$515,609 in total for the year. The plan has fixed costs of \$183,708. The City has third-party insurance coverage for any losses in excess of such amounts. Management believes claims incurred, but not reported, are insignificant at December 31, 2014. Changes in claims liability for 2014 and 2013 were as follows:

| | 2014 | 2013 |
|-------------------|-----------|-----------|
| Beginning Balance | \$ 89,760 | \$ 25,485 |
| Additions | 531,975 | 619,975 |
| Payments | 538,239 | 555,700 |
| Ending Balance | \$ 83,496 | \$ 89,760 |

12. COMPENSATED ABSENCES

The City's policy regarding vacation and leave allows employees to accumulate vacation and sick leave based on years of continuous service as follows:

Vacation leave is earned by the month. If an employee leaves the City, they are entitled to a payment of all accrued vacation pay earned prior to termination or resignation.

| <u>Years of Continuous Service</u> | <u>Vacation Days Accrued (hours / year)</u> | |
|------------------------------------|---|------------------------|
| | <u>Regular</u> | <u>Fire Department</u> |
| 0 – 5 | 80 | 74 |
| 5 – 10 | 100 | 92 |
| 10 – 15 | 120 | 111 |
| 15 – 20 | 140 | 129 |
| 20+ | 160 | 148 |

The dollar amount of accrued vacation at December 31, 2014 was \$120,211.

Sick leave is accrued at a rate of 8.0 hours per month for all employees, up to a maximum of 120 days (960 hours). Sick leave accumulated is not paid to employees except upon retirement or separation after twenty or more years of regular service, in which the employee shall receive payment for 25% of the unused sick leave – up to a maximum of one calendar month's salary.

The dollar amount of accrued sick leave at December 31, 2014 was \$27,776.

CITY OF ABILENE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
DECEMBER, 31 2014

13. ABILENE RECREATION COMMISSION

The Abilene Recreation Commission amended its inter-local agreement with the City of Abilene, effective December 19, 2007. Under this agreement, the City of Abilene receives funds from and for the Abilene Recreation Commission and pays their expenditures per their budget at their direction within the Recreation Commission fund of the City. All Recreation Commission funds are held by the City of Abilene.

Management of the Commission is carried out by an appointed five member Commission. The City appoints two members, the USD 435 Board of Education appoints two members, and the fifth member is appointed collectively by the other four members of the Commission. The primary source of funding is provided by tax levies through the USD 435 Board of Education. These tax levies are forwarded by the Recreation Commission to the City and are recorded as Contract Payments in the Recreation Commission fund on page 23 of the supplemental schedules.

The Commission utilizes the City's facilities at no cost to the Commission; however, the Commission does pay for certain repairs and maintenance of the facilities.

14. SUBSEQUENT EVENTS

In July 2015 the City authorized the sale and delivery of general obligation bonds series 2015-A in the principal amount of \$245,000 to finance certain capital improvements in the City and general obligation refunding bonds series 2015-B, in the principal amount of \$1,365,000 to redeem certain outstanding general obligation bonds of the City.

The City's management has evaluated subsequent events through September 4, 2015, the date the financial statement was available to be issued.

**REGULATORY REQUIRED
SUPPLEMENTARY INFORMATION**

CITY OF ABILENE, KANSAS
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014

| <u>Fund</u> | <u>Certified Budget</u> | <u>Adjustment for Qualifying Budget Credits</u> | <u>Total Budget for Comparison</u> | <u>Expenditures Chargeable to Current Year</u> | <u>Variance - Over (Under)</u> |
|-----------------------------|-----------------------------|---|--|--|--|
| Governmental Type Fund: | | | | | |
| General Fund | \$ 5,167,611 | - | 5,167,611 | 4,064,730 | (1,102,881) |
| Special Purpose Funds: | | | | | |
| Airport Fund | 2,291,554 | - | 2,291,554 | 33,071 | (2,258,483) |
| Fire Apparatus | 85,288 | - | 85,288 | 50,923 | (34,365) |
| Special Park and Recreation | 19,200 | - | 19,200 | 19,069 | (131) |
| Special Alcohol and Drug | 18,000 | - | 18,000 | 7,500 | (10,500) |
| Library | 358,125 | - | 358,125 | 350,940 | (7,185) |
| Tourism and Convention | 241,892 | - | 241,892 | 225,494 | (16,398) |
| Special Street | 1,410,184 | - | 1,410,184 | 328,966 | (1,081,218) |
| Recreation Commission | 527,191 | - | 527,191 | 391,539 | (135,652) |
| Capital Improvement | - | - | - | - | - |
| Equipment Reserve | 164,000 | - | 164,000 | 160,478 | (3,522) |
| Community Center | 5,000 | - | 5,000 | - | (5,000) |
| Library / Pool Renovation | 442,625 | - | 442,625 | 442,625 | - |
| Sales Tax Street Fund | 280,000 | - | 280,000 | 370,642 | 90,642 |
| Bond and Interest Fund: | | | | | |
| Bond and Interest | 795,164 | - | 795,164 | 794,764 | (400) |
| Business Funds: | | | | | |
| Water Utility | 1,544,049.0 | - | 1,544,049 | 1,399,556 | (144,493) |
| Sewer Utility | 1,603,444 | - | 1,603,444 | 1,358,593 | (244,851) |
| Equipment Reserve - Water | 80,000 | - | 80,000 | 1,481 | (78,519) |
| Equipment Reserve - Sewer | - | - | - | - | - |
| Recycling Fund | 124,556 | - | 124,556 | 116,345 | (8,211) |
| Storm Drain | 81,525 | - | 81,525 | 1,187 | (80,338) |

CITY OF ABILENE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | <u>2013</u> | <u>2014</u> | <u>2014</u> | <u>Variance -</u> |
|-----------------------------|-------------------------|-------------------------|-------------------------|----------------------|
| <u>GENERAL FUND</u> | <u>Actual</u> | <u>Actual</u> | <u>Budget</u> | <u>Over</u> |
| Receipts: | | | | <u>(Under)</u> |
| Taxes and Shared Revenue | | | | |
| Ad Valorem Property Tax | \$ 1,200,284 | 1,246,385 | 1,290,135 | (43,750) |
| Delinquent Tax | 29,123 | 24,577 | 10,000 | 14,577 |
| Motor Vehicle Tax | 145,286 | 141,515 | 154,190 | (12,675) |
| Intergovernmental Revenue | | | | |
| Local Sales Tax | 1,242,239 | 1,263,712 | 1,200,000 | 63,712 |
| Franchise Tax | 704,957 | 746,655 | 622,000 | 124,655 |
| KLINK - Highway Maintenance | 30,729 | 30,750 | 30,500 | 250 |
| Liquor Control Tax | 17,813 | 12,716 | 15,780 | (3,064) |
| Federal/State/County Aid | 63,764 | - | - | - |
| Licenses and Fees | | | | |
| Licenses and Permits | 44,878 | 53,789 | 26,600 | 27,189 |
| Fines and Penalties | 148,736 | 141,679 | 163,300 | (21,621) |
| Charges for Services | 25,193 | 24,827 | 20,600 | 4,227 |
| Use of Money and Property | | | | |
| Interest Income | 9,328 | 7,019 | 18,000 | (10,981) |
| Rent | 3,870 | 11,355 | 3,960 | 7,395 |
| Other Receipts | | | | |
| Grants | 44,571 | 53,005 | 56,000 | (2,995) |
| Contributions | 150 | 1,650 | - | 1,650 |
| Reimbursed Expenditures | 58,691 | 43,003 | 10,401 | 32,602 |
| Insurance Proceeds | 4,500 | 25,839 | - | 25,839 |
| Miscellaneous | 24,060 | 28,072 | 20,778 | 7,294 |
| Transfers from | 164,225 | - | 157,200 | (157,200) |
| Total Receipts | <u>3,962,397</u> | <u>3,856,548</u> | <u>3,799,444</u> | <u>57,104</u> |

CITY OF ABILENE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETREGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2014

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | 2013 | 2014 | | Variance - |
|--------------------------------|------------------|------------------|------------------|------------------|
| | <u>Actual</u> | <u>Actual</u> | <u>Budget</u> | <u>Over</u> |
| GENERAL FUND | | | | <u>(Under)</u> |
| Departmental Expenditures | | | | |
| Administrative | | | | |
| Salaries and Benefits | 232,732 | 223,427 | 252,992 | (29,565) |
| Contractual Services | 7,233 | 7,781 | 9,900 | (2,119) |
| Services and Supplies | 152,749 | 190,263 | 137,050 | 53,213 |
| Capital Outlay | 78,915 | 13,415 | 1,000 | 12,415 |
| Other | - | - | 1,000,000 | (1,000,000) |
| Total | <u>471,629</u> | <u>434,886</u> | <u>1,400,942</u> | <u>(966,056)</u> |
| Police | | | | |
| Salaries and Benefits | 970,089 | 974,268 | 1,087,730 | (113,462) |
| Services and Supplies | 135,499 | 135,341 | 157,700 | (22,359) |
| Capital Outlay | 9,533 | 5,097 | 10,600 | (5,503) |
| Total | <u>1,115,121</u> | <u>1,114,706</u> | <u>1,256,030</u> | <u>(141,324)</u> |
| Fire | | | | |
| Salaries and Benefits | 566,101 | 587,358 | 629,648 | (42,290) |
| Services and Supplies | 68,334 | 78,059 | 81,575 | (3,516) |
| Capital Outlay | 12,968 | 16,399 | 18,700 | (2,301) |
| Total | <u>647,403</u> | <u>681,816</u> | <u>729,923</u> | <u>(48,107)</u> |
| Streets and Alley | | | | |
| Salaries and Benefits | 310,540 | 314,980 | 305,931 | 9,049 |
| Services and Supplies | 302,848 | 354,852 | 294,625 | 60,227 |
| Capital Outlay | 484,848 | 51,189 | 25,626 | 25,563 |
| Total | <u>1,098,236</u> | <u>721,021</u> | <u>626,182</u> | <u>94,839</u> |
| Bindweed and Flood Maintenance | | | | |
| Salaries and Benefits | 57,629 | 61,644 | 84,604 | (22,960) |
| Services and Supplies | 36,845 | 40,706 | 40,250 | 456 |
| Total | <u>94,474</u> | <u>102,350</u> | <u>124,854</u> | <u>(22,504)</u> |
| Parks and Recreation | | | | |
| Salaries and Benefits | 165,418 | 167,870 | 180,355 | (12,485) |
| Services and Supplies | 72,865 | 80,430 | 74,600 | 5,830 |
| Capital Outlay | 10,155 | 5,015 | 6,000 | (985) |
| Total | <u>248,438</u> | <u>253,315</u> | <u>260,955</u> | <u>(7,640)</u> |
| Pool | | | | |
| Services and Supplies | 10,782 | 22,935 | 21,250 | 1,685 |
| Total | <u>10,782</u> | <u>22,935</u> | <u>21,250</u> | <u>1,685</u> |

CITY OF ABILENE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | <u>2013</u> | <u>2014</u> | Variance - |
|------------------------------------|---------------------|------------------|------------------|
| | <u>Actual</u> | <u>Actual</u> | <u>Over</u> |
| <u>GENERAL FUND</u> | | <u>Budget</u> | <u>(Under)</u> |
| Departmental Expenditures | | | |
| Community Development | | | |
| Salaries and Benefits | 136,272 | 138,209 | 139,033 |
| Services and Supplies | 11,218 | 9,435 | 16,900 |
| Capital Outlay | 17,000 | 49,998 | - |
| Total | <u>164,490</u> | <u>197,642</u> | <u>155,933</u> |
| Total | | | 41,709 |
| Inspection | | | |
| Salaries and Benefits | 56,329 | 47,175 | 70,031 |
| Contractual Services | - | 4,820 | - |
| Services and Supplies | 24,692 | 19,480 | 23,710 |
| Total | <u>81,021</u> | <u>71,475</u> | <u>93,741</u> |
| Total | | | (22,266) |
| Municipal Court | | | |
| Salaries and Benefits | 80,333 | 81,296 | 82,698 |
| Contractual Services | 6,383 | 3,527 | 4,000 |
| Services and Supplies | 49,563 | 56,593 | 67,725 |
| Total | <u>136,279</u> | <u>141,416</u> | <u>154,423</u> |
| Total | | | (13,007) |
| Senior Center and Transportation | | | |
| Salaries and Benefits | 63,508 | 64,940 | 64,708 |
| Contractual Services | 7,800 | 7,200 | 7,200 |
| Services and Supplies | 37,869 | 40,593 | 41,700 |
| Capital Outlay | - | 10,727 | 10,000 |
| Total | <u>109,177</u> | <u>123,460</u> | <u>123,608</u> |
| Total | | | (148) |
| Civic Center | | | |
| Services and Supplies | 31,388 | 31,088 | 29,770 |
| Capital Outlay | 5,568 | 4,620 | 1,000 |
| Total | <u>36,956</u> | <u>35,708</u> | <u>30,770</u> |
| Total | | | 1,318 |
| Other Expenditures | | | |
| Transfers to | 48,126 | 164,000 | 189,000 |
| Total Expenditures | <u>4,262,132</u> | <u>4,064,730</u> | <u>5,167,611</u> |
| Receipts Over (Under) Expenditures | (299,735) | (208,182) | |
| Unencumbered Cash, January 1 | 1,783,171 | 1,492,286 | |
| Prior Year Cancelled Encumbrances | 8,850 | 500 | |
| Unencumbered Cash, December 31 | <u>\$ 1,492,286</u> | <u>1,284,604</u> | |

CITY OF ABILENE, KANSAS

SPECIAL PURPOSE FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2014

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | <u>2013</u> | <u>2014</u> | | Variance - |
|------------------------------------|------------------|----------------|------------------|--------------------|
| | <u>Actual</u> | <u>Actual</u> | <u>Budget</u> | Over (Under) |
| <u>AIRPORT</u> | | | | |
| Receipts: | | | | |
| Taxes and Shared Revenue | | | | |
| Ad Valorem Property Tax | \$ 109,291 | 57,929 | 60,000 | (2,071) |
| Delinquent Tax | 1,500 | 2,023 | 500 | 1,523 |
| Motor Vehicle Tax | 11,781 | 13,371 | 14,078 | (707) |
| Intergovernmental Revenue | | | | |
| Federal Aviation Administration | 42,362 | - | - | - |
| Grants | 123,339 | 83,352 | 2,064,340 | (1,980,988) |
| Other Receipts | | | | |
| Contract Payments | 17,887 | 14,651 | 22,500 | (7,849) |
| Reimbursed Expenses | 3,924 | - | - | - |
| Refunds Received | 98 | 100 | - | 100 |
| Interest Income | 54 | 49 | 50 | (1) |
| Total Receipts | <u>310,236</u> | <u>171,475</u> | <u>2,161,468</u> | <u>1,989,993</u> |
| Expenditures: | | | | |
| Contractual Services | 1,450 | 1,500 | - | 1,500 |
| Services and Supplies | 36,207 | 29,880 | 40,590 | (10,710) |
| Capital Outlay | 212,000 | 1,691 | 2,220,964 | (2,219,273) |
| Other | - | - | 30,000 | (30,000) |
| Total Expenditures | <u>249,657</u> | <u>33,071</u> | <u>2,291,554</u> | <u>(2,258,483)</u> |
| Receipts Over (Under) Expenditures | 60,579 | 138,404 | | |
| Unencumbered Cash, January 1 | 11,336 | 71,915 | | |
| Unencumbered Cash, December 31 | <u>\$ 71,915</u> | <u>210,319</u> | | |

CITY OF ABILENE, KANSAS

SPECIAL PURPOSE FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2014

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | <u>2013</u> | <u>2014</u> | | Variance - Over (Under) |
|---|------------------|---------------|---------------|-------------------------------|
| | <u>Actual</u> | <u>Actual</u> | <u>Budget</u> | <u>(Under)</u> |
| <u>FIRE APPARATUS</u> | | | | |
| Receipts: | | | | |
| Ad Valorem Property Tax | \$ 28,737 | 49,287 | 51,023 | (1,736) |
| Delinquent Tax | 716 | 634 | 200 | 434 |
| Motor Vehicle Tax | 3,847 | 3,517 | 3,705 | (188) |
| Interest Income | 127 | 14 | - | 14 |
| Bond Proceeds | 445,000 | - | - | - |
| Sale of Excess Equipment | - | 25,000 | - | 25,000 |
| Total Receipts | <u>478,427</u> | <u>78,452</u> | <u>54,928</u> | <u>23,524</u> |
| Expenditures: | | | | |
| Capital Outlay | 537,037 | - | - | - |
| Principal Payment on Bond | - | 45,000 | - | 45,000 |
| Interest Payment on Bond | 2,895 | 5,923 | - | 5,923 |
| Capital Outlay | - | - | 85,288 | (85,288) |
| Total Expenditures | <u>539,932</u> | <u>50,923</u> | <u>85,288</u> | <u>(34,365)</u> |
| Receipts Over (Under) Expenditures | (61,505) | 27,529 | | |
| Unencumbered Cash, January 1 | 76,370 | 14,865 | | |
| Unencumbered Cash, December 31 | <u>\$ 14,865</u> | <u>42,394</u> | | |
| <u>SPECIAL PARK AND RECREATION</u> | | | | |
| Receipts: | | | | |
| Alcohol Tax | \$ 17,183 | 16,368 | 15,780 | 588 |
| Interest Income | 25 | 11 | 25 | (14) |
| Sale of Property | - | 5,485 | - | 5,485 |
| Gifts and Donations | 587 | 905 | - | 905 |
| Total Receipts | <u>17,795</u> | <u>22,769</u> | <u>15,805</u> | <u>6,964</u> |
| Expenditures: | | | | |
| Capital Outlay | 19,139 | 19,069 | 19,200 | (131) |
| Receipts Over (Under) Expenditures | (1,344) | 3,700 | | |
| Unencumbered Cash, January 1 | 48,165 | 46,821 | | |
| Unencumbered Cash, December 31 | <u>\$ 46,821</u> | <u>50,521</u> | | |

CITY OF ABILENE, KANSAS

SPECIAL PURPOSE FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2014

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | <u>2013</u> | <u>2014</u> | | Variance - Over (Under) |
|--|------------------|----------------|----------------|-------------------------------|
| <u>SPECIAL ALCOHOL AND DRUG</u> | <u>Actual</u> | <u>Actual</u> | <u>Budget</u> | <u>(Under)</u> |
| Receipts: | | | | |
| Alcohol Tax | \$ 17,182 | 12,716 | 15,780 | (3,064) |
| Interest Income | 20 | 14 | 20 | (6) |
| Total Receipts | <u>17,202</u> | <u>12,730</u> | <u>15,800</u> | <u>(3,070)</u> |
| Expenditures: | | | | |
| Awards and Contributions | 1,500 | 1,500 | - | 1,500 |
| D.A.R.E. Activities | 6,000 | 6,000 | - | 6,000 |
| Services and Supplies | - | - | 18,000 | (18,000) |
| Total Expenditures | <u>7,500</u> | <u>7,500</u> | <u>18,000</u> | <u>(10,500)</u> |
| Receipts Over (Under) Expenditures | 9,702 | 5,230 | | |
| Unencumbered Cash, January 1 | 40,335 | 50,037 | | |
| Unencumbered Cash, December 31 | <u>\$ 50,037</u> | <u>55,267</u> | | |
| | | | | |
| <u>LIBRARY</u> | | | | |
| Receipts: | | | | |
| Ad Valorem Property Tax | \$ 281,715 | 310,947 | 321,835 | (10,888) |
| Delinquent Tax | 6,171 | 5,804 | - | 5,804 |
| Motor Vehicle Tax | 34,905 | 34,189 | 36,290 | (2,101) |
| Total Receipts | <u>322,791</u> | <u>350,940</u> | <u>358,125</u> | <u>(7,185)</u> |
| Expenditures: | | | | |
| Appropriation to Library | 322,791 | 350,940 | 358,125 | (7,185) |
| Receipts Over (Under) Expenditures | - | - | | |
| Unencumbered Cash, January 1 | - | - | | |
| Unencumbered Cash, December 31 | <u>\$ -</u> | <u>-</u> | | |

CITY OF ABILENE, KANSAS

SPECIAL PURPOSE FUNDS
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 FOR THE YEAR ENDED DECEMBER 31, 2014
 (WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | 2013 | 2014 | | Variance - Over |
|--------------------------------------|-------------------|-----------------|------------------|--------------------|
| | Actual | Actual | Budget | (Under) |
| <u>TOURISM AND CONVENTION</u> | | | | |
| Receipts: | | | | |
| Transient Guest Tax | \$ 138,618 | 131,758 | 145,000 | (13,242) |
| Charges for Services | 26,615 | 24,042 | 15,000 | 9,042 |
| Gifts and Donations | 105 | - | 50 | (50) |
| Interest Income | 10 | 12 | 10 | 2 |
| Reimbursed Expenses | 40,641 | 29,514 | 52,000 | (22,486) |
| Refunds Received | 62 | 40 | - | 40 |
| Miscellaneous Revenue | 2,850 | 34,421 | 6,000 | 28,421 |
| Transfer from General | 25,000 | - | 25,000 | (25,000) |
| Total Receipts | <u>233,901</u> | <u>219,787</u> | <u>243,060</u> | <u>(23,273)</u> |
| Expenditures: | | | | |
| Salaries and Benefits | 124,204 | 121,611 | 127,962 | (6,351) |
| Services and Supplies | 62,153 | 93,784 | 103,900 | (10,116) |
| Capital Outlay | 2,611 | 3,615 | 3,000 | 615 |
| Trolley Expenses | 7,581 | 6,484 | 7,030 | (546) |
| Total Expenditures | <u>196,549</u> | <u>225,494</u> | <u>241,892</u> | <u>(16,398)</u> |
| Receipts Over (Under) Expenditures | 37,352 | (5,707) | | |
| Unencumbered Cash, January 1 | 3,603 | 40,955 | | |
| Unencumbered Cash, December 31 | <u>\$ 40,955</u> | <u>35,248</u> | | |
| <u>SPECIAL STREET</u> | | | | |
| Receipts: | | | | |
| Fuel Tax | \$ 171,440 | 173,862 | 178,600 | (4,738) |
| KDOT Funds | 250,010 | - | 1,091,300 | (1,091,300) |
| Interest Income | 1,406 | 993 | 2,000 | (1,007) |
| Reimbursed Expenses | - | - | 36,384 | (36,384) |
| Total Receipts | <u>422,856</u> | <u>174,855</u> | <u>1,308,284</u> | <u>(1,133,429)</u> |
| Expenditures: | | | | |
| Services and Supplies | 14,158 | 22,227 | 24,500 | (2,273) |
| Capital Outlay | 150,201 | 306,739 | 1,385,684 | (1,078,945) |
| Total Expenditures | <u>164,359</u> | <u>328,966</u> | <u>1,410,184</u> | <u>(1,081,218)</u> |
| Receipts Over (Under) Expenditures | 258,497 | (154,111) | | |
| Unencumbered Cash, January 1 | (139,984) | 118,513 | | |
| Prior Year Cancelled Encumbrances | - | (4,061) | | |
| Unencumbered Cash, December 31 | <u>\$ 118,513</u> | <u>(39,659)</u> | | |

CITY OF ABILENE, KANSAS

SPECIAL PURPOSE FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2014

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | <u>2013</u> | <u>2014</u> | | Variance - Over (Under) |
|-------------------------------------|-------------------|----------------|----------------|-------------------------------|
| <u>RECREATION COMMISSION</u> | <u>Actual</u> | <u>Actual</u> | <u>Budget</u> | <u>(Under)</u> |
| Receipts: | | | | |
| Contract Payments | \$ 235,967 | 234,874 | 235,309 | (435) |
| Fees | 168,810 | 180,868 | 190,450 | (9,582) |
| Interest Income | 98 | 60 | 250 | (190) |
| Grants | 5,165 | - | 2,500 | (2,500) |
| Total Receipts | <u>410,040</u> | <u>415,802</u> | <u>428,509</u> | <u>(12,707)</u> |
| Expenditures: | | | | |
| Administration | | | | |
| Salaries and Benefits | 181,914 | 160,225 | 187,128 | (26,903) |
| Contractual Services | 3,025 | 3,100 | 3,200 | (100) |
| Services and Supplies | 26,814 | 26,395 | 34,000 | (7,605) |
| Capital Outlay | - | 429 | 7,000 | (6,571) |
| Aquatics | | | | |
| Salaries and Benefits | 61,909 | 61,750 | 71,417 | (9,667) |
| Services and Supplies | 17,066 | 12,546 | 24,750 | (12,204) |
| Athletics | | | | |
| Salaries and Benefits | 17,204 | 16,249 | 19,930 | (3,681) |
| Services and Supplies | 45,215 | 50,539 | 48,200 | 2,339 |
| Capital Outlay | 3,200 | - | 3,500 | (3,500) |
| Community Education | | | | |
| Salaries and Benefits | 4,679 | 2,616 | 6,643 | (4,027) |
| Services and Supplies | 8,522 | 2,636 | 4,425 | (1,789) |
| Community Center | | | | |
| Salaries and Benefits | 7,443 | 6,201 | 11,072 | (4,871) |
| Contractual Services | - | - | 1,000 | (1,000) |
| Services and Supplies | 46,966 | 45,748 | 50,000 | (4,252) |
| Special Projects | 2,528 | 3,105 | 54,926 | (51,821) |
| Total Expenditures | <u>426,485</u> | <u>391,539</u> | <u>527,191</u> | <u>(135,652)</u> |
| Receipts Over (Under) Expenditures | (16,445) | 24,263 | | |
| Unencumbered Cash, January 1 | 161,408 | 144,963 | | |
| Unencumbered Cash, December 31 | <u>\$ 144,963</u> | <u>169,226</u> | | |

CITY OF ABILENE, KANSAS

SPECIAL PURPOSE FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2014

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | <u>2013</u> | <u>2014</u> | | Variance - Over (Under) |
|------------------------------------|-------------------|----------------|---------------|-------------------------------|
| <u>CAPITAL IMPROVEMENT</u> | <u>Actual</u> | <u>Actual</u> | <u>Budget</u> | <u>(Under)</u> |
| Receipts: | | | | |
| Ad Valorem Property Tax | \$ 23,981 | - | - | - |
| Delinquent Tax | 597 | 484 | - | 484 |
| Motor Vehicle Tax | 3,204 | 2,925 | 3,087 | (162) |
| Interest Income | 229 | 137 | 500 | (363) |
| Total Receipts | <u>28,011</u> | <u>3,546</u> | <u>3,587</u> | <u>(41)</u> |
| Expenditures: | | | | |
| Special Projects | - | - | - | - |
| Receipts Over (Under) Expenditures | 28,011 | 3,546 | | |
| Unencumbered Cash, January 1 | <u>452,908</u> | <u>480,919</u> | | |
| Unencumbered Cash, December 31 | <u>\$ 480,919</u> | <u>484,465</u> | | |

CITY OF ABILENE, KANSAS

SPECIAL PURPOSE FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2014

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | 2013 | 2014 | | Variance - Over (Under) |
|---|-------------------|----------------|----------------|-------------------------------|
| | Actual | Actual | Budget | (Under) |
| <u>EQUIPMENT RESERVE</u> | | | | |
| Receipts: | | | | |
| Interest Income | \$ 81 | 18 | 150 | (132) |
| Sale of Equipment | - | 12,180 | - | 12,180 |
| Transfer from General | 23,126 | 164,000 | 164,000 | - |
| Total Receipts | <u>23,207</u> | <u>176,198</u> | <u>164,150</u> | <u>12,048</u> |
| Expenditures: | | | | |
| Capital Outlay | 76,097 | 160,478 | 164,000 | (3,522) |
| Receipts Over (Under) Expenditures | (52,890) | 15,720 | | |
| Unencumbered Cash, January 1 | 200,749 | 147,859 | | |
| Unencumbered Cash, December 31 | <u>\$ 147,859</u> | <u>163,579</u> | | |
| <u>COMMUNITY CENTER</u> | | | | |
| Receipts: | | | | |
| Interest Income | \$ 75 | 44 | 200 | (156) |
| Expenditures: | | | | |
| Capital Outlay | - | - | 5,000 | (5,000) |
| Receipts Over (Under) Expenditures | 75 | 44 | | |
| Unencumbered Cash, January 1 | 153,772 | 153,847 | | |
| Unencumbered Cash, December 31 | <u>\$ 153,847</u> | <u>153,891</u> | | |
| <u>LIBRARY / POOL RENOVATION</u> | | | | |
| Receipts: | | | | |
| Sales Tax Distribution | \$ 451,308 | 458,555 | 445,000 | 13,555 |
| Interest Income | 120 | 55 | 250 | (195) |
| Total Receipts | <u>451,428</u> | <u>458,610</u> | <u>445,250</u> | <u>13,360</u> |
| Expenditures: | | | | |
| Bond Principal | 350,000 | 370,000 | 370,000 | - |
| Bond Interest | 84,515 | 72,625 | 72,625 | - |
| Total Expenditures | <u>434,515</u> | <u>442,625</u> | <u>442,625</u> | <u>-</u> |
| Receipts Over (Under) Expenditures | 16,913 | 15,985 | | |
| Unencumbered Cash, January 1 | 264,905 | 281,818 | | |
| Unencumbered Cash, December 31 | <u>\$ 281,818</u> | <u>297,803</u> | | |

CITY OF ABILENE, KANSAS

SPECIAL PURPOSE FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2014

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | <u>2013</u> | <u>2014</u> | | Variance - Over (Under) |
|-------------------------------------|-------------------|----------------|----------------|-------------------------------|
| | <u>Actual</u> | <u>Actual</u> | <u>Budget</u> | |
| <u>SALES TAX STREET FUND</u> | | | | |
| Receipts: | | | | |
| Sales Tax | \$ 189,708 | 327,559 | 310,000 | 17,559 |
| Interest Income | 7 | 69 | 250 | (181) |
| Total Receipts | <u>189,715</u> | <u>327,628</u> | <u>310,250</u> | <u>17,378</u> |
| Capital Outlay | <u>-</u> | <u>370,642</u> | <u>280,000</u> | <u>90,642</u> |
| Receipts Over (Under) Expenditures | 189,715 | (43,014) | | |
| Unencumbered Cash, January 1 | <u>-</u> | <u>189,715</u> | | |
| Unencumbered Cash, December 31 | <u>\$ 189,715</u> | <u>146,701</u> | | |

CITY OF ABILENE, KANSAS

BOND AND INTEREST FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2014

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | 2013 | 2014 | | Variance - |
|------------------------------------|-------------------|-----------------|----------------|-----------------|
| | <u>Actual</u> | <u>Actual</u> | <u>Budget</u> | Over |
| | | | | (Under) |
| <u>BOND AND INTEREST</u> | | | | |
| Receipts: | | | | |
| Ad Valorem Property Tax | \$ 359,745 | 420,217 | 434,956 | (14,739) |
| Delinquent Tax | 5,014 | 6,988 | 1,500 | 5,488 |
| Motor Vehicle Tax | 40,875 | 44,110 | 46,350 | (2,240) |
| Special Assessments | 380,492 | 179,608 | 238,004 | (58,396) |
| Interest Income | 1,640 | 1,368 | 2,000 | (632) |
| Bond Proceeds | 41,559 | - | - | - |
| Total Receipts | <u>829,325</u> | <u>652,291</u> | <u>722,810</u> | <u>(70,519)</u> |
| Expenditures: | | | | |
| Bond Principal | 661,570 | 545,000 | 545,000 | - |
| Bond Interest | 268,616 | 249,764 | 249,764 | - |
| Commission and Postage | - | - | 400 | (400) |
| Refinancing Costs | 32,977 | - | - | - |
| Total Expenditures | <u>963,163</u> | <u>794,764</u> | <u>795,164</u> | <u>(400)</u> |
| Receipts Over (Under) Expenditures | (133,838) | (142,473) | | |
| Unencumbered Cash, January 1 | <u>235,056</u> | <u>101,218</u> | | |
| Unencumbered Cash, December 31 | <u>\$ 101,218</u> | <u>(41,255)</u> | | |

CITY OF ABILENE, KANSAS

CAPITAL PROJECT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2014

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | 2013 | 2014 |
|------------------------------------|---------------|---------------|
| <u>DAWSON COTTAGE ADDITION*</u> | <u>Actual</u> | <u>Actual</u> |
| Receipts: | | |
| Sale of Temporary Notes | \$ 380,000 | - |
| Interest Income | 2 | 9 |
| Total Receipts | 380,002 | 9 |
| Expenditures: | | |
| Contractual Services | 46,802 | - |
| Services and Supplies | 292,471 | - |
| Administrative Fees | 5,310 | - |
| Note Interest | - | 3,772 |
| Total Expenditures | 344,583 | 3,772 |
| Receipts Over (Under) Expenditures | 35,419 | (3,763) |
| Unencumbered Cash, January 1 | - | 35,419 |
| Unencumbered Cash, December 31 | \$ 35,419 | 31,656 |

*Not Budgeted

CITY OF ABILENE, KANSAS

BUSINESS FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2014

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | 2013 | 2014 | | Variance - |
|--|--------------------------|-------------------------|-------------------------|-------------------------|
| | Actual | Actual | Budget | Over (Under) |
| <u>WATER UTILITY</u> | | | | |
| Receipts: | | | | |
| Charges for Services | \$ 1,461,987 | 1,531,334 | 1,524,050 | 7,284 |
| Sales Tax | 638 | 169 | 800 | (631) |
| Fines and Penalties | 24,980 | 25,596 | 22,000 | 3,596 |
| Reimbursed Expenses | 9,054 | 2,040 | 4,000 | (1,960) |
| Interest Income | 4,690 | 4,418 | 12,000 | (7,582) |
| Bond Proceeds | 535,728 | - | - | - |
| Antenna Fees | 1,160 | 12,632 | - | 12,632 |
| Miscellaneous Income | 43,320 | 16,738 | 7,700 | 9,038 |
| Transfer From Equipment Reserve - Water | 154,828 | - | - | - |
| Total Receipts | <u>2,236,385</u> | <u>1,592,927</u> | <u>1,570,550</u> | <u>22,377</u> |
| Expenditures: | | | | |
| Wells Production and Water Treatment Plant | | | | |
| Salaries and Benefits | 166,596 | 159,966 | 177,839 | (17,873) |
| Contractual Services | - | 4,850 | - | 4,850 |
| Services and Supplies | 238,316 | 278,337 | 237,200 | 41,137 |
| Capital Outlay | 102,262 | 40,578 | 82,000 | (41,422) |
| Water Distribution | | | | |
| Salaries and Benefits | 163,845 | 179,482 | 196,681 | (17,199) |
| Services and Supplies | 241,588 | 231,460 | 232,550 | (1,090) |
| Capital Outlay | 92,924 | 54,601 | 56,500 | (1,899) |
| Commercial | | | | |
| Salaries and Benefits | 119,647 | 111,516 | 123,612 | (12,096) |
| Contractual Services | 7,233 | 9,230 | 8,663 | 567 |
| Services and Supplies | 79,890 | 96,351 | 100,015 | (3,664) |
| Capital Outlay | - | - | 10,237 | (10,237) |
| Debt Service | | | | |
| Principal Payments | 332,414 | 90,000 | 90,000 | - |
| Interest Payments | 18,622 | 5,068 | 5,068 | - |
| Refinancing Costs | 535,728 | - | - | - |
| Commissions and Postage | 1,001 | - | 100 | (100) |
| Lease Purchase | 138,343 | 138,117 | 148,284 | (10,167) |
| Transfer to General | 74,000 | - | 75,300 | (75,300) |
| Total Expenditures | <u>2,312,409</u> | <u>1,399,556</u> | <u>1,544,049</u> | <u>(144,493)</u> |
| Receipts Over (Under) Expenditures | (76,024) | 193,371 | | |
| Unencumbered Cash, January 1 | 179,777 | 103,753 | | |
| Prior Year Cancelled Encumbrances | - | 155 | | |
| Unencumbered Cash, December 31 | <u>\$ 103,753</u> | <u>297,279</u> | | |

CITY OF ABILENE, KANSAS

BUSINESS FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2014

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | 2013 | 2014 | | Variance - |
|------------------------------------|---------------------|------------------|------------------|------------------|
| | <u>Actual</u> | <u>Actual</u> | <u>Budget</u> | <u>Over</u> |
| | | | | <u>(Under)</u> |
| <u>SEWER UTILITY</u> | | | | |
| Receipts: | | | | |
| Charges for Services | \$ 1,422,323 | 1,390,199 | 1,395,500 | (5,301) |
| Interest Income | 7,360 | 2,714 | 11,000 | (8,286) |
| Reimbursed Expenses | 4,615 | 1,265 | - | 1,265 |
| Bond Proceeds | 217,564 | - | - | - |
| Refunds | 4,624 | 4,231 | - | 4,231 |
| Total Receipts | <u>1,656,486</u> | <u>1,398,409</u> | <u>1,406,500</u> | <u>(8,091)</u> |
| Expenditures: | | | | |
| Collection | | | | |
| Salary and Benefits | 77,398 | 81,423 | 140,564 | (59,141) |
| Services and Supplies | 38,757 | 46,694 | 41,650 | 5,044 |
| Capital Outlay | 9,809 | 21,096 | 57,500 | (36,404) |
| Wastewater Treatment Plant | | | | |
| Salary and Benefits | 144,151 | 140,586 | 146,598 | (6,012) |
| Services and Supplies | 281,304 | 293,886 | 321,225 | (27,339) |
| Capital Outlay | 790 | 2,518 | 2,500 | 18 |
| Commercial | | | | |
| Salary and Benefits | 120,635 | 111,266 | 122,969 | (11,703) |
| Contractual Services | 7,233 | 9,230 | 8,663 | 567 |
| Services and Supplies | 45,911 | 57,452 | 62,315 | (4,863) |
| Capital Outlay | - | - | 10,237 | (10,237) |
| Debt Service | | | | |
| Principal Payments | 411,700 | 423,400 | 423,400 | - |
| Interest Payments | 165,823 | 154,666 | 154,667 | (1) |
| Refinancing Costs | 217,564 | - | - | - |
| Commissions | 17,611 | 16,376 | 16,381 | (5) |
| Transfers to | 103,100 | - | 94,775 | (94,775) |
| Total Expenditures | <u>1,641,786</u> | <u>1,358,593</u> | <u>1,603,444</u> | <u>(244,851)</u> |
| Receipts Over (Under) Expenditures | 14,700 | 39,816 | | |
| Unencumbered Cash, January 1 | 1,285,762 | 1,300,462 | | |
| Unencumbered Cash, December 31 | <u>\$ 1,300,462</u> | <u>1,340,278</u> | | |

CITY OF ABILENE, KANSAS

BUSINESS FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2014

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | <u>2013</u> | <u>2014</u> | | Variance - Over (Under) |
|---|-------------------|----------------|---------------|-------------------------------|
| | <u>Actual</u> | <u>Actual</u> | <u>Budget</u> | <u>(Under)</u> |
| <u>EQUIPMENT RESERVE - WATER</u> | | | | |
| Receipts: | | | | |
| Interest Income | \$ 190 | 46 | 700 | (654) |
| Expenditures: | | | | |
| Capital Outlay | 80,000 | 1,481 | 80,000 | (78,519) |
| Transfer to Water | 154,828 | - | - | - |
| Total Expenditures | <u>234,828</u> | <u>1,481</u> | <u>80,000</u> | <u>(78,519)</u> |
| Receipts Over (Under) Expenditures | (234,638) | (1,435) | | |
| Unencumbered Cash, January 1 | 398,609 | 163,971 | | |
| Unencumbered Cash, December 31 | <u>\$ 163,971</u> | <u>162,536</u> | | |
| <u>EQUIPMENT RESERVE - SEWER</u> | | | | |
| Receipts: | | | | |
| Interest Income | \$ 297 | 179 | 750 | (571) |
| Transfer from Sewer | 25,000 | - | 25,000 | (25,000) |
| Total Receipts | <u>25,297</u> | <u>179</u> | <u>25,750</u> | <u>(25,571)</u> |
| Expenditures: | | | | |
| | - | - | - | - |
| Receipts Over (Under) Expenditures | 25,297 | 179 | | |
| Unencumbered Cash, January 1 | 605,484 | 630,781 | | |
| Unencumbered Cash, December 31 | <u>\$ 630,781</u> | <u>630,960</u> | | |

CITY OF ABILENE, KANSAS

BUSINESS FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2014

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | 2013 | 2014 | | Variance - Over (Under) |
|------------------------------------|-------------------|----------------|----------------|-------------------------------|
| | Actual | Actual | Budget | |
| <u>RECYCLING</u> | | | | |
| Receipts: | | | | |
| Charges for Services | \$ 57,375 | 56,883 | 58,000 | (1,117) |
| Interest Income | 156 | 80 | 300 | (220) |
| Refunds Received | 159 | 100 | - | 100 |
| Miscellaneous Income | 25,730 | 24,563 | 35,000 | (10,437) |
| Total Receipts | <u>83,420</u> | <u>81,626</u> | <u>93,300</u> | <u>(11,674)</u> |
| Expenditures: | | | | |
| Salaries and Benefits | 17,389 | 17,591 | 22,621 | (5,030) |
| Contractual Services | 86,333 | 74,000 | 74,000 | - |
| Services and Supplies | 24,505 | 24,754 | 22,335 | 2,419 |
| Transfer to General | 5,600 | - | 5,600 | (5,600) |
| Total Expenditures | <u>133,827</u> | <u>116,345</u> | <u>124,556</u> | <u>(8,211)</u> |
| Receipts Over (Under) Expenditures | (50,407) | (34,719) | | |
| Unencumbered Cash, January 1 | 334,595 | 284,188 | | |
| Unencumbered Cash, December 31 | <u>\$ 284,188</u> | <u>249,469</u> | | |
| <u>STORM DRAIN</u> | | | | |
| Receipts: | | | | |
| Charges for Services | \$ 69,116 | 68,879 | 130,500 | (61,621) |
| Reimbursed Expenses | - | 791 | - | 791 |
| Interest Income | 122 | 90 | 500 | (410) |
| Total Receipts | <u>69,238</u> | <u>69,760</u> | <u>131,000</u> | <u>(61,240)</u> |
| Expenditures: | | | | |
| Contractual Services | - | - | 75,000 | (75,000) |
| Capital Outlay | 1,057 | 1,187 | - | 1,187 |
| Transfer from General | 6,525 | - | 6,525 | (6,525) |
| Total Expenditures | <u>7,582</u> | <u>1,187</u> | <u>81,525</u> | <u>(80,338)</u> |
| Receipts Over (Under) Expenditures | 61,656 | 68,573 | | |
| Unencumbered Cash, January 1 | 230,610 | 292,266 | | |
| Unencumbered Cash, December 31 | <u>\$ 292,266</u> | <u>360,839</u> | | |

CITY OF ABILENE, KANSAS

AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014

| <u>Fund</u> | <u>Beginning</u> <u>Cash Balance</u> | <u>Receipts</u> | <u>Disbursements</u> | <u>Ending</u> <u>Cash Balance</u> |
|-----------------------|---|--------------------|----------------------|--------------------------------------|
| Municipal Court | \$ - | 18,017 | 4,617 | 13,400 |
| Payroll Clearing Fund | 856 | 3,771,947 | 3,774,388 | (3,297) |
| Total Agency Funds | <u>(856)</u> | <u>(3,789,964)</u> | <u>3,779,005</u> | <u>10,103</u> |

CITY OF ABILENE, KANSAS

RELATED MUNICIPAL ENTITY
PUBLIC BUILDING COMMISSION
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2014

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2013)

| | 2013 | 2014 |
|-------------------------------------|--------------|-------------|
| <u>PBC HOSPITAL PROJECT*</u> | | |
| Receipts: | | |
| Lease Payments | \$ 635,688 | 875,324 |
| Reimbursements | 61,213 | 3,180 |
| Interest Income | 790 | 386 |
| Total Receipts | 697,691 | 878,890 |
| Expenditures: | | |
| Construction Costs | \$ 7,263,869 | 4,070,126 |
| 2011 Bond Principal | 105,000 | 110,000 |
| 2011 Bond Interest | 277,375 | 276,325 |
| 2012 Bond Interest | 490,039 | 490,039 |
| Services and Supplies | - | 3,180 |
| Total Expenditures | 8,136,283 | 4,949,670 |
| Receipts Over (Under) Expenditures | (7,438,592) | (4,070,780) |
| Unencumbered Cash, January 1 | 11,894,976 | 4,456,384 |
| Unencumbered Cash, December 31 | \$ 4,456,384 | 385,604 |

* Not Budgeted