CITY OF WELLSVILLE
WELLSVILLE, KANSAS

FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015
AND

INDEPENDENT AUDITORS' REPORTS

**Gregg A. Neis CPA**

CERTIFIED PUBLIC ACCOUNTANT

CITY OF WELLSVILLE
WELLSVILLE, KANSAS

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CITY OF WELLSVILLE
WELLSVILLE, KANSAS

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INDEPENDENT AUDITORS' REPORT ON FINANCIAL STATEMENTS

July 20, 2016

The Honorable Mayor and City Council
City of Wellsville, Kansas

I have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Wellsville, Kansas a municipality, as of and for the year ended December 31, 2015, 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. 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*
My responsibility is to express an opinion on the financial statement based on my audit. I conducted my 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 I 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's 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, I 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

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

*Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles*
As described in Note 1 of the financial statement, the financial statement is prepared by the City of Wellsville, Kansas 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.

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 my 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 of Wellsville, Kansas as of December 31, 2015, or changes in financial position and cash flows there of for the year then ended.

*Opinion on Regulatory Basis of Accounting*
In my opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Wellsville, Kansas as of December 31, 2015 and the 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*
My 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 and budget, schedule of regulatory basis receipts and disbursements-agency funds (Schedules 1, 2 and 3 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 my opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

The 2014 actual columns presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget, ( Schedule 2 as listed in the table of contents) are presented for comparative analysis and are not a required part of the 2014 basic financial statement upon which I rendered an unqualified opinion dated July 9, 2015. The 2014 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://da.ks.gov/ar/muniserv/.

Gregg A. Neis CPA

CITY OF WELLSVILLE, KANSAS

**Summary of Receipts, Expenditures and Unencumbered Cash**
Regulatory Basis
For the Year Ended December 31, 2015

| Funds | Beginning Unencumbered Balance | Prior Year Cancelled Encumbrance | Cash Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Outstanding Encumbrances and Accounts Payable | Ending Cash Balance |
|---|---|---|---|---|---|---|---|
| **Governmental Type Funds:** | | | | | | | |
| General | $ 289,464 | $ - | $ 735,138 | $ 729,492 | $ 295,110 | $ - | $ 295,110 |
| **Special Revenue Funds:** | | | | | | | |
| Employee Benefit | 31,632 | | 82,397 | 78,389 | 35,639 | - | 35,639 |
| Special Tort Claim | 7,986 | | 27,125 | 26,500 | 8,611 | - | 8,611 |
| Library | 7,135 | | 68,386 | 67,200 | 8,321 | - | 8,321 |
| Library Employee Benefit | 875 | | 7,458 | 7,265 | 1,068 | - | 1,068 |
| Capital Improvement | 50,791 | | 21,670 | 13,680 | 58,781 | - | 58,781 |
| Special Highway | - | | 48,016 | 47,450 | 566 | - | 566 |
| Special Machinery | 25,198 | | - | 21,000 | 4,198 | - | 4,198 |
| Sidewalk Improvement | - | | - | - | - | - | - |
| Combined Sales Tax Improvement | 362,205 | | 172,282 | 269,232 | 265,255 | - | 265,255 |
| Fire Improvement Reserve | 31,755 | | - | - | 31,755 | - | 31,755 |
| Police Improvement Reserve | 19,868 | | 13,000 | - | 32,868 | - | 32,868 |
| Park Improvement Reserve | 10,606 | | 2 | 3,423 | 7,185 | - | 7,185 |
| Street Improvement Reserve | 49,000 | | 42,500 | - | 91,500 | - | 91,500 |
| Public Works Equipment Reserve | 37,961 | | 15,003 | 2,205 | 50,759 | - | 50,759 |
| Employee Benefit Trust Reserve | 7,364 | | 6 | - | 7,370 | - | 7,370 |
| Capital Improvement Engineer/Design Reserve | - | | 9,600 | - | 9,600 | - | 9,600 |
| **Debt Service Fund:** | | | | | | | |
| Bond and Interest | 45,755 | | 18,111 | 18,110 | 45,756 | - | 45,756 |
| **Proprietary Type Funds:** | | | | | | | |
| Water/ Sewer Utility Operating | 376,318 | | 699,872 | 732,049 | 344,141 | - | 344,141 |
| Refuse Utility | 2,976 | | 89,500 | 91,156 | 1,320 | - | 1,320 |
| Water/ Sewer Utility Reserve | 164,146 | | 119 | - | 164,265 | - | 164,265 |
| **NonExpendable Trust Funds** | | | | | | | |
| Cemetery Perpetual Care | 42,217 | | 283 | 50 | 42,450 | - | 42,450 |
| **Total Primary Government** | $ 1,563,252 | $ - | $ 2,050,468 | $ 2,107,202 | $ 1,506,518 | $ - | $ 1,506,518 |
| **Component Unit** | | | | | | | |
| Library Board | 74,602 | - | 102,779 | 96,757 | 80,624 | - | 80,624 |
| Library Board Building Reserve | 101,461 | - | 22,358 | - | 123,819 | - | 123,819 |
| **Total Component Unit** | 176,063 | | 125,137 | 96,757 | 204,443 | - | 204,443 |
| **Total Reporting Entity** | $ 1,739,315 | $ - | $ 2,175,605 | $ 2,203,959 | $ 1,710,961 | $ - | $ 1,710,961 |

| | |
|---|---|
| **Composition of Cash** | |
| Landmark National Bank, Wellsville, Kansas | |
| Checking accounts | $ 839,255 |
| Savings accounts | 253,135 |
| Certificates of deposit | 400,000 |
| The Gardner Bank | |
| Certificates of deposit | 14,128 |
| **Total Primary Government Cas** | 1,506,518 |
| **Total Component Unit Cash** | 204,443 |
| **Total Reporting Entity** | $ 1,710,961 |

The accompanying notes to financial statements are an Integral part of this statement.

## NOTE 1 - Summary of Significant Accounting Policies

### Financial Reporting Entity

The City of Wellsville, Kansas, (the City) is a municipal corporation governed by a mayor and a five member council. These financial statements present the City and its related municipal entity for which the City is considered to be financially accountable.

*Related Municipal Entity*. The Wellsville City Public Library (Library) serves the citizens within the City's jurisdiction. The City appoints the entire governing body of the Library. Because the Library is not a separate taxing entity, the City levies taxes for the Library's operations. The Library is presented as a governmental fund type. Complete financial statements are available for the Library for the year ended December 31, 2015.

### 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 revenues 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.

### Departure from Accounting Principles Generally Accepted in the United States of America

The basis of accounting described above results in a financial statement presentation which shows cash receipts (except as noted), cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with accounting principles generally accepted in the United States of America. Capital assets that account for the land, buildings and equipment owned by the City are not presented in the financial statements. Also, long-term debt such as general obligation bonds, temporary notes and compensated absences are not presented in the financial statements. Inventories and prepaid expenses which benefit future periods are recorded as an expenditure during the year of purchase, as required by state statutes.

**NOTE 1 - SUMMARY OF ACCOUNTING POLICIES** – Continued

**Regulatory Basis Fund Types**

In governmental accounting, 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 activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The following types of funds comprise the financial activities of the City:

**Governmental Funds**

General Fund - to account for all unrestricted resources except those required to be accounted for in another fund.

Special Revenue Fund - to account for the proceeds of specific revenue sources (other than major capital projects) that are restricted by law or administrative action to expenditure for specific purposes.

Capital Project Fund - – to account for resources designated to construct or acquire capital facilities and improvements(other than those financed by proprietary funds and trust funds).

Debt Service Fund - to account for the accumulation of resources for, and the payment of, general long-term obligation principal and interest, and the financing of special assessments which are general obligations of the city.

**Proprietary funds**:

Enterprise funds – to account for operations that are financed and operated in a manner similar to private business enterprises – where the stated intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges – or where periodic determination of revenues earned, expenses incurred, and/or net income is deemed appropriate for capital maintenance, public policy, management control, accountability or other purposes.

**Fiduciary Funds**

Trust and Agency Funds - to account for the assets held in a trustee capacity or as an agent for individuals, other governmental units, private organizations, and/or other funds.

**Assets and Liabilities**

**Deposits**

At year end the carrying amount of the City's deposits, was $1,582,104. The bank balance was $1,582,104. Of the bank balance, $264,054 was covered by FDIC insurance and the remaining $1,467,604 was collateralized by pledged securities held under joint

**NOTE 1 - SUMMARY OF ACCOUNTING POLICIES** – Continued

**Assets and Liabilities**

**Deposits**
custody receipts issued by a third-party bank in the City's name. The third-party bank holding the pledged securities is independent of the pledging bank. The pledged securities are held under a tri-party custodial agreement signed by all three parties: the City, the pledging bank and the independent third-party bank holding the pledged securities.

**Budgetary Information**

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. The statutes provide the following sequence and timetable in the adoption of the legal annual budget:

1. Preparation of the budget for the succeeding fiscal year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. 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 revenue 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 the current year.

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 statements are presented for each fund showing actual receipts and expenditures.

All legal annual operating budgets are prepared using the modified accrual basis of accounting modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments by the District 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 projects funds, agency funds and the following special revenue funds:

| | |
|---|---|
| Utility Reserve Fund | Utility Improvement Sales Tax Fund |
| Special Machinery Fund | Fire Improvement Reserve Fund |
| Police Improvement Reserve Fund | Park Improvement Reserve Fund |
| Street Improvement Reserve Fund | Public Works Improvement Reserve |

**NOTE 1 - SUMMARY OF ACCOUNTING POLICIES** – Continued

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

**NOTE 2 – LONG TERM DEBT**

On March 27, 2003, the city of Wellsville, Kansas issued general obligation bonds in the amount of $209,163 with interest rate of 4.25% to 5.00% to provide funds for the retirement of the 2002 Temporary Note issued for the West Wellsville Benefit District capital project. Principal of, and interest on, the bonds are payable from special assessment's ad valorem taxes which have been levied on property located within the Benefit District. Principal payments of $4,163 begin September 1, 2004 and are due annually thereafter thru September 1, 2018. At December 31, 2015, the remaining principal balance was $60,000.

On June 27, 2014, the city of Wellsville, Kansas entered into a lease purchase agreement with Ford Motor Credit for the purchase of two 2014 police cars in the amount of $51,609 with an interest of 5.50%. Lease payments of $18,132 began June 26, 2014 and are due June 26, 2015 and June 26, 2016.

The City of Wellsville, Kansas entered into a loan agreement with the Kansas Department of Health and Environment (KDHE) effective as of May 26, 2001 and Amendment No.2 effective as of July 1, 2004 whereby KDHE will loan an amount not to exceed $2,651,611 to the City for the purpose of financing wastewater treatment facilities. The loan agreement provides for interest at 3.11% per annum on the unpaid principal balance and requires the City to collect revenues from the wastewater treatment system sufficient in amount to pay the cost of the operation and maintenance of the wastewater treatment system, pay the principal of and interest on the loan as and when the same become due, and pay all other amounts due under the loan agreement. Loan payments of $83,571 began March 15, 2005 and are due semi-annually thereafter thru March 1, 2024. At December 31, 2015, the remaining principal balance was $1,175,747. The following schedule shows the changes in long-term debt and related maturities.

| Issue and Date | Interest Rate | Original Amount | Balance 1/1/2015 | Additions | Principal Payments | Balance 12/31/2015 | Interest Paid |
|---|---|---|---|---|---|---|---|
| **3/1/2003 Special Assessment** | 4.25% - 5.00% | $ 209,163 | $ 75,000 | $ - | $ 15,000 | $ 60,000 | $ 3,110 |
| **Police Car Lease** | 5.50% | $ 51,609 | $ 33,477 | $ - | $ 16,291 | $ 17,186 | $ 1,841 |
| **5/31/2001 KDHE Revolving Loan** | 3.11% | $ 2,651,611 | $ 1,303,340 | $ - | $ 127,593 | $ 1,175,747 | $ 39,550 |
| Total Indebtedness | | $ 2,912,383 | $ 1,411,817 | $ - | $ 158,884 | $ 1,252,933 | $ 44,501 |

**NOTE 2 – LONG TERM DEBT** – Continued

**Maturity Schedule**

| | Principal Due | Interest Due |
|---|---|---|
| **2016** | $167,911 | $39,678 |
| **2017** | $154,962 | $33,492 |
| **2018** | $160,019 | $28,814 |
| **2019** | $144,407 | $22,736 |
| **2020** | $148,829 | $18,314 |
| **thereafter** | $476,805 | $26,298 |
| | $ 1,252,933 | $ 169,332 |

**NOTE 3 DEFINED BENEFIT PENSION PLAN**

The City of Wellsville Kansas Public Employees Retirement System (KPERS), a cost sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing KPERS (611 South Kansas Avenue; Topeka, KS 66603-3803) or by calling 1-888-275-5737.

Funding policy. K.S.A. 74-4919 and K.S.A. 74-49,210 establishes the KPERS member-employee contribution rates are determined by the member-employee employment date in a covered position at either 4 or 6 percent of covered salary. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS are funded on an actuarial valuation. KPERS are funded on an actuarial reserve basis. State law sets a limitation on annual increases in the contribution rates for KPERS employers. The employer rates established by statute for January 1 to December 31, 2015 was 10.48%. The City employer contributions to KPERS for the years ending December 31, 2015, 2014 and 2013, were $38,558, $42,187, and $38,301 respectively, equal to the statutory required contributions for each year.

**NOTE 4 - COMPENSATED ABSENCES**

The City's policy regarding vacation leave allows employees to earn vacation time based upon length of service. Annual vacation time is payable upon termination of employment. Sick leave may be accumulated to a maximum of 90 days. Upon termination of employment, all accrued sick leave shall be lost and have no monetary value except when the employee retires, is permanently disabled or dies. At December 31, 2015, the City has estimated the cost of accumulated sick pay or vacation time at $ 33,545.

## NOTE 5 - INTERFUND TRANSACTIONS

Operating transfers were as follows:

| From | To | Statutory Authority | Amount |
|---|---|---|---|
| General Fund | Public Works Equip Reserve | K.S.A. 12-1117 | $ 15,000 |
| General Fund | Street Improvement Reserve | K.S.A. 12-1119 | 40,000 |
| General Fund | Police Improvement Reserve | K.S.A. 12-1117 | 13,000 |
| General Fund | Capital Improvement Bldg | K.S.A. 12-1118 | 21,670 |
| General Fund | Capital Improvement E/D Res | K.S.A. 12-1118 | 9,600 |
| Total General Fund Transfers | | | $ 99,270 |

## NOTE 6 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

### Compliance with Finance-Related Legal and Contractual Provisions

Management was not aware of statutory violations.

## NOTE 7 – LITIGATION

The City is a party to various claims, none of which is expected a have a material financial impact on the City.

CITY OF WELLSVILLE, KANSAS

**Summary of Expenditures – Actual and Budget**
Regulatory Basis
For the Year Ended December 31, 2015

| Funds | Certified Budget | Adjustment for Qualifying Budget Credits | Total Budget for Comparison | Expenditures Chargeable to Current Year | Variance Favorable (Unfavorable) |
|---|---|---|---|---|---|
| **Governmental Type Funds:** | | | | | |
| General | $ 790,504 | $ - | $ 790,504 | $ 729,492 | $ 61,012 |
| **Special Revenue Funds:** | | | | | |
| Employee Benefit | 102,000 | - | 102,000 | 78,389 | 23,611 |
| Special Tort Claim | 26,500 | - | 26,500 | 26,500 | - |
| Library | 67,200 | - | 67,200 | 67,200 | - |
| Library Employee Benefit | 7,265 | - | 7,265 | 7,265 | - |
| Capital Improvement | 69,254 | - | 69,254 | 13,680 | 55,574 |
| Special Highway | 47,450 | - | 47,450 | 47,450 | - |
| Special Machinery | 25,198 | - | 25,198 | 21,000 | 4,198 |
| Sidewalk Improvement | 5,142 | - | 5,142 | - | 5,142 |
| Combined Sales Tax Improvemen | 323,697 | - | 323,697 | 269,232 | 54,465 |
| **Debt Service Fund:** | | | | | |
| Bond and Interest | 23,600 | - | 23,600 | 18,110 | 5,490 |
| **Proprietary Type Funds:** | | | | | |
| Water/ Sewer Utility Operating | 1,042,100 | - | 1,042,100 | 732,049 | 310,051 |
| Refuse Utility | 100,000 | - | 100,000 | 91,156 | 8,844 |

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

CITY OF WELLSVILLE, KANSAS
**General Fund**
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| | Current Year | | | |
|---|---|---|---|---|
| | Budget | Actual | Variance Favorable (Unfavorable) | Prior Year Actual |
| **Cash Receipts** | | | | |
| Ad Valorem Property Taxes | $ 323,853 | $ 330,202 | $ 6,349 | $ 293,109 |
| Delinquent Property Tax | - | 3,375 | 3,375 | 12,213 |
| Motor Vehicle Taxes | 40,995 | 42,224 | 1,229 | 48,433 |
| Rec. Vehicle Tax & 60/2 | 898 | 772 | (126) | 2,764 |
| Commercial Vehicle | - | 1,284 | 1,284 | - |
| Local Sales Tax | 140,000 | 171,650 | 31,650 | 166,264 |
| Local Alcoholic Liquor Tax | - | 593 | 593 | 690 |
| Utility Franchise Tax | 45,000 | 81,642 | 36,642 | 54,725 |
| Police Fines | 10,000 | 43,524 | 33,524 | 22,995 |
| FEMA Grant Rev | - | - | - | - |
| Building, License and Permits | 3,000 | 6,731 | 3,731 | 5,014 |
| Swimming Pool Admissions | 7,500 | 8,934 | 1,434 | 10,521 |
| Cemetery Fees | 4,000 | 7,575 | 3,575 | 7,100 |
| Fire Station Rent | 26,000 | 26,400 | 400 | 26,400 |
| Reimbursed Expenses | - | 9,627 | 9,627 | 34,362 |
| Interest on Idle Funds | - | 605 | 605 | 1,117 |
| Total Cash Receipts | 601,246 | 735,138 | 133,892 | 685,707 |
| **Expenditures** | | | | |
| General Administration | 141,000 | 124,243 | 16,757 | 129,783 |
| Police Department | 250,000 | 264,573 | (14,573) | 244,637 |
| Fire Department | 26,000 | 11,697 | 14,303 | 9,481 |
| Parks Department | 23,300 | 15,131 | 8,169 | 28,891 |
| Pool Operations | 33,000 | 43,080 | (10,080) | 37,298 |
| Street Department | 130,000 | 93,382 | 36,618 | 108,718 |
| Planning Department | 36,700 | 36,003 | 697 | 40,297 |
| Public Works - Engineering and Design | - | 13,406 | (13,406) | - |
| Emergency Preparedness | - | - | - | 4,586 |
| Bea Peck Animal Shelter | 1,000 | 1,000 | - | 1,000 |
| Cemetery Maintenance | 25,000 | 27,707 | (2,707) | 16,424 |
| Total expenditures | 666,000 | 630,222 | 35,778 | 621,115 |
| **Receipts Over (Under) Expenditures** | (64,754) | 104,916 | 169,670 | 64,592 |
| **Other Financing Sources (Uses)** | | | | |
| Operating transfers out | (124,504) | (99,270) | 25,234 | (89,670) |
| Total other financing sources (uses) | (124,504) | (99,270) | 25,234 | (89,670) |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | (189,258) | 5,646 | 194,904 | (25,078) |
| **Unencumbered Cash Balance - Beginning** | 199,258 | 289,464 | 90,206 | 314,542 |
| **Prior Year Cancelled Encumbrance** | | - | - | - |
| **Unencumbered Cash Balance - Ending** | $ 10,000 | $ 295,110 | $ 285,110 | $ 289,464 |

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

CITY OF WELLSVILLE, KANSAS

**Employee Benefit Fund**
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| | Current Year | | | |
|---|---|---|---|---|
| | Budget | Actual | Variance Favorable (Unfavorable) | Prior Year Actual |
| **Cash Receipts** | | | | |
| Ad Valorem Property Taxes | $ 65,990 | $ 67,342 | $ 1,352 | $ 94,607 |
| Delinquent Property Tax | | 906 | 906 | 2,905 |
| Motor Vehicle Taxes | 13,237 | 13,485 | 248 | 11,615 |
| Commercial Vehicle | | 427 | | |
| Rec. Vehicle Tax & 60/2 | 290 | 237 | | 663 |
| Interest on Idle Funds | - | | - | - |
| Total Cash Receipts | 79,517 | 82,397 | 2,880 | 109,790 |
| **Expenditures** | | | | |
| Social Security Payroll Taxes | 36,000 | 26,180 | 9,820 | 26,237 |
| Unemployment Taxes | 4,000 | 1,082 | 2,918 | 1,574 |
| KPERS Retirement | 28,000 | 23,869 | 4,131 | 24,201 |
| Insurance Health Life | 34,000 | 27,259 | 6,741 | 35,313 |
| Employee Retirement Benefit | - | | - | 14,227 |
| Total expenditures | 102,000 | 78,389 | 23,611 | 101,552 |
| **Receipts Over (Under) Expenditures** | (22,483) | 4,007 | 26,490 | 8,238 |
| **Other Financing Sources (Uses)** | | | | |
| Operating transfers in | - | - | - | 4,000 |
| Operating transfers out | | - | - | - |
| Total other financing sources (uses) | - | - | - | 4,000 |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | (22,483) | 4,007 | 26,490 | 12,238 |
| **Unencumbered Cash Balance - Beginning** | 22,483 | 31,632 | 9,149 | 19,394 |
| **Unencumbered Cash Balance - Ending** | $ - | $ 35,639 | $ 35,639 | $ 31,632 |

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

CITY OF WELLSVILLE, KANSAS

**Special Tort Claim Fund**
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| | Current Year | | | |
|---|---|---|---|---|
| | Budget | Actual | Variance Favorable (Unfavorable) | Prior Year Actual |
| **Cash Receipts** | | | | |
| Ad Valorem Property Taxes | $ 19,746 | $ 20,372 | $ 626 | $ 19,954 |
| Delinquent Property Tax | | 231 | 231 | 769 |
| Special Assessment Weed Control | | 3,529 | 3,529 | 3,103 |
| Motor Vehicle Taxes | 2,783 | 2,854 | 71 | 2,761 |
| Commercial Vehicle | | 84 | | |
| Rec. Vehicle Tax & 60/2 | 59 | 56 | (3) | 156 |
| Total Cash Receipts | 22,588 | 27,125 | 4,537 | 26,743 |
| **Expenditures** | | | | |
| Insurance Property and Liability | 26,500 | 26,500 | - | 23,783 |
| Total expenditures | 26,500 | 26,500 | - | 23,783 |
| **Receipts Over (Under) Expenditures** | (3,912) | 625 | 4,537 | 2,960 |
| **Other Financing Sources (Uses)** | | | | |
| Operating transfers in | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - |
| **Receipts and Other Sources Over (Under) and Expenditures and Other Uses** | (3,912) | 625 | 4,537 | 2,960 |
| **Unencumbered Cash Balance - Beginning** | 3,912 | 7,986 | 4,074 | 5,026 |
| **Unencumbered Cash Balance - Ending** | $ - | $ 8,611 | $ 8,611 | $ 7,986 |

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

CITY OF WELLSVILLE, KANSAS

**Library Levy Fund**
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| | Current Year | | | |
|---|---|---|---|---|
| **LIBRARY FUND** | Budget | Actual | Variance Favorable (Unfavorable) | Prior Year Actual |
| **Cash Receipts** | | | | |
| Ad Valorem Property Taxes | $ 58,862 | $ 60,005 | $ 1,143 | $ 52,087 |
| Delinquent Property Tax | | 559 | 559 | 1,942 |
| Motor Vehicle Taxes | 7,287 | 7,457 | 170 | 7,328 |
| Commercial Vehicle | | 228 | | |
| Rec. Vehicle Tax & 60/2 | 159 | 137 | (22) | 418 |
| Total Cash Receipts | 66,308 | 68,386 | 1,850 | 61,775 |
| **Expenditures** | | | | |
| Appropiation to Library Board | 67,200 | 67,200 | - | 61,775 |
| Total expenditures | 67,200 | 67,200 | - | 61,775 |
| **Receipts Over (Under) Expenditures** | (892) | 1,186 | 2,078 | - |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | (892) | 1,186 | 2,078 | - |
| **Unencumbered Cash Balance - Beginning** | 892 | 7,135 | 6,243 | 7,135 |
| **Unencumbered Cash Balance - Ending** | $ - | $ 8,321 | $ 8,321 | $ 7,135 |
| **LIBRARY EMPLOYEE BENEFITS** | | | | |
| **Cash Receipts** | | | | |
| Ad Valorem Property Taxes | $ 6,422 | $ 6,549 | $ 127 | $ 5,612 |
| Delinquent Property Tax | | 63 | 63 | 230 |
| Motor Vehicle Taxes | 785 | 807 | 22 | 888 |
| Commercial Vehicle | | 25 | | |
| Rec. Vehicle Tax & 60/2 | 17 | 15 | (2) | 50 |
| Total Cash Receipts | 7,224 | 7,458 | 210 | 6,780 |
| **Expenditures** | | | | |
| Appropiation to Library Board | 7,265 | 7,265 | - | 6,780 |
| Total expenditures | 7,265 | 7,265 | - | 6,780 |
| **Receipts Over (Under) Expenditures** | (41) | 193 | 234 | - |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | (41) | 193 | 234 | - |
| **Unencumbered Cash Balance - Beginning** | 41 | 875 | 834 | 875 |
| **Unencumbered Cash Balance - Ending** | $ - | $ 1,068 | $ 1,068 | $ 875 |

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

CITY OF WELLSVILLE, KANSAS

**Capital Improvement Fund**
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| | Current Year | | | |
|---|---|---|---|---|
| | Budget | Actual | Variance-Favorable (Unfavorable) | Prior Year Actual |
| **Cash Receipts** | | | | |
| Park Impact Fees | - | - | - | - |
| Investment Income | - | - | - | - |
| Total Cash Receipts | - | - | - | - |
| **Expenditures** | | | | |
| Emergency Preparedness | 7,500 | - | 7,500 | - |
| Building Improvements | 61,754 | 13,680 | 48,074 | 13,303 |
| Total expenditures | 69,254 | 13,680 | 55,574 | 13,303 |
| **Receipts Over (Under) Expenditures** | (69,254) | (13,680) | 55,574 | (13,303) |
| **Other Financing Sources (Uses)** | | | | |
| Operating transfers in | 21,670 | 21,670 | - | 31,670 |
| Total other financing sources (uses) | 21,670 | 21,670 | - | 31,670 |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | (47,584) | 7,990 | 55,574 | 18,367 |
| **Unencumbered Cash Balance - Beginning** | 47,584 | 50,791 | (7,601) | 32,424 |
| **Prior Year Cancelled Encumberance** | | | - | |
| **Unencumbered Cash Balance - Ending** | $ - | $ 58,781 | $ 47,973 | $ 50,791 |

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

CITY OF WELLSVILLE, KANSAS

**Special Highway Fund**
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| | Current Year | | | |
|---|---|---|---|---|
| | Budget | Actual | Variance-Favorable (Unfavorable) | Prior Year Actual |
| **Cash Receipts** | | | | |
| State Payments Gas Tax | $ 48,270 | $ 48,016 | $ (254) | $ 47,611 |
| Total Cash Receipts | 48,270 | 48,016 | (254) | 47,611 |
| **Expenditures** | | | | |
| Streets and Highways | 47,450 | 47,450 | - | 47,611 |
| Total expenditures | 47,450 | 47,450 | - | 47,611 |
| **Receipts Over (Under) Expenditures** | 820 | 566 | (254) | - |
| **Other Financing Sources (Uses)** | | | | |
| Operating transfers out | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | 820 | 566 | (254) | - |
| **Unencumbered Cash Balance - Beginning** | 893 | - | (893) | - |
| **Unencumbered Cash Balance - Ending** | $ 1,713 | $ 566 | $ (1,147) | $ - |

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

CITY OF WELLSVILLE, KANSAS

**Special Machinery Fund**
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| | Current Year | | | |
|---|---|---|---|---|
| | Budget | Actual | Variance-Favorable (Unfavorable) | Prior Year Actual |
| **Cash Receipts** | | | | |
| Insurance reimbursement | $ - | $ - | $ - | $ - |
| Total Cash Receipts | - | - | - | - |
| **Expenditures** | | | | |
| Streets and Highways | - | - | - | - |
| Public Works Equipment | 34,028 | 21,000 | 13,028 | 8,830 |
| Total expenditures | 34,028 | 21,000 | 13,028 | 8,830 |
| **Receipts Over (Under) Expenditures** | (34,028) | (21,000) | 13,028 | (8,830) |
| **Other Financing Sources (Uses)** | | | | |
| Operating transfers in | - | - | - | - |
| Total other financing sources (used) | - | - | - | - |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | (34,028) | (21,000) | 13,028 | (8,830) |
| **Unencumbered Cash Balance - Beginning** | 34,028 | 25,198 | (8,830) | 34,028 |
| **Unencumbered Cash Balance - Ending** | $ - | $ 4,198 | $ 4,198 | $ 25,198 |

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

CITY OF WELLSVILLE, KANSAS

**Sidewalk Improvement Fund**
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| | Current Year | | | |
|---|---|---|---|---|
| | Budget | Actual | Variance-Favorable (Unfavorable) | Prior Year Actual |
| **Cash Receipts** | | | | |
| Local Sales Tax | $ - | $ - | $ - | $ - |
| Interest on Idle Funds | | - | - | - |
| Total Cash Receipts | - | - | - | - |
| **Expenditures** | | | | |
| Sidewalk Improvements | 19,419 | | 19,419 | 5,142 |
| Total expenditures | 19,419 | - | 19,419 | 5,142 |
| **Receipts Over (Under) Expenditures** | (19,419) | - | 19,419 | (5,142) |
| **Other Financing Sources (Uses)** | | | | |
| Operating transfers in | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | (19,419) | - | 19,419 | (5,142) |
| **Unencumbered Cash Balance - Beginning** | 19,419 | - | (19,419) | 5,142 |
| **Unencumbered Cash Balance - Ending** | $ - | $ - | $ - | $ - |

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

CITY OF WELLSVILLE, KANSAS

**Combined Sales Tax Improvement Fund**
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| | Current Year | | | |
|---|---|---|---|---|
| | Budget | Actual | Variance-Favorable (Unfavorable) | Prior Year Actual |
| **Cash Receipts** | | | | |
| Local Sales Tax | 184,190 | 172,282 | (11,908) | 195,028 |
| Reimbursed Expenses | - | - | - | - |
| Investment Income | - | - | - | - |
| Total Cash Receipts | 184,190 | 172,282 | (11,908) | 195,028 |
| **Expenditures** | | | | |
| Sreet Improvements | 46,048 | - | 46,048 | - |
| Sidewalk Improvements | - | 17,018 | (17,018) | 1,637 |
| Building Improvements | 46,047 | - | 46,047 | - |
| Utility Improvements | 131,602 | 252,214 | (120,612) | 70,693 |
| Total expenditures | 223,697 | 269,232 | (45,535) | 72,330 |
| **Receipts Over (Under) Expenditures** | (39,507) | (96,950) | (57,443) | 122,698 |
| **Other Financing Sources (Uses)** | | | | |
| Operating transfers in | - | - | | |
| Operating transfers out | (100,000) | - | 100,000 | - |
| Total other financing sources (uses) | (100,000) | - | 100,000 | - |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | (139,507) | (96,950) | 42,557 | 122,698 |
| **Unencumbered Cash Balance - Beginning** | 139,507 | 362,205 | 222,698 | 239,507 |
| **Prior Year Cancelled Encumberance** | | | - | |
| **Unencumbered Cash Balance - Ending** | $ - | $ 265,255 | $ 265,255 | $ 362,205 |

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

CITY OF WELLSVILLE, KANSAS

**Equipment Reserve Fund**
Schedule of Receipts and Expenditures – Actual Only*
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| **Fire Improvement Reserve** | Current Year Actual | Prior Year Actual |
|---|---|---|
| **Cash Receipts** | | |
| Memorials and other donations | $ - | $ - |
| Equipment grant | - | - |
| Total Cash Receipts | - | - |
| **Expenditures** | | |
| Capital Improvements | - | 6,940 |
| Total expenditures | - | 6,940 |
| **Receipts Over (Under) Expenditures** | - | (6,940) |
| **Other Financing Sources (Uses)** | | |
| Operating transfers in | - | - |
| Total other financing sources (uses) | - | - |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | - | (6,940) |
| **Unencumbered Cash Balance - Beginning** | 31,755 | 38,695 |
| **Unencumbered Cash Balance - Ending** | $ 31,755 | $ 31,755 |

**This fund is not required to be budgeted.*

| **Police Improvement Reserve** | Current Year Actual | Prior Year Actual |
|---|---|---|
| **Cash Receipts** | | |
| Reimbursed Expenses | $ - | $ - |
| Memorials and other donations | - | - |
| Total Cash Receipts | - | - |
| **Expenditures** | | |
| Capital Improvements | - | 18,132 |
| Total expenditures | - | 18,132 |
| **Receipts Over (Under) Expenditures** | - | (18,132) |
| **Other Financing Sources (Uses)** | | |
| Operating transfers in | 13,000 | 18,000 |
| Total other financing sources (uses) | 13,000 | 18,000 |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | 13,000 | (132) |
| **Unencumbered Cash Balance - Beginning** | 19,868 | 20,000 |
| **Unencumbered Cash Balance - Ending** | $ 32,868 | $ 19,868 |

**This fund is not required to be budgeted.*

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

CITY OF WELLSVILLE, KANSAS

**Equipment Reserve Fund**
Schedule of Receipts and Expenditures – Actual Only*
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| **Park Improvement Reserve** | Current Year Actual | Prior Year Actual |
|---|---|---|
| **Cash Receipts** | | |
| Memorials and other donations | $ - | $ 11,261 |
| Park Impact Fees | - | $ - |
| Investment Income | 2 | 2 |
| Total Cash Receipts | 2 | 11,263 |
| **Expenditures** | | |
| Capital Improvements | 3,423 | 6,159 |
| Total expenditures | 3,423 | 6,159 |
| **Receipts Over (Under) Expenditures** | (3,421) | 5,104 |
| **Other Financing Sources (Uses)** | | |
| Operating transfers in | - | - |
| Total other financing sources (uses) | - | - |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | (3,421) | 5,104 |
| **Unencumbered Cash Balance - Beginning** | 10,606 | 5,502 |
| **Unencumbered Cash Balance - Ending** | $ 7,185 | $ 10,606 |

**This fund is not required to be budgeted.*

| **Street Improvement Reserve** | Current Year Actual | Prior Year Actual |
|---|---|---|
| **Cash Receipts** | | |
| Reimbursed Expenses | $ 2,500 | $ - |
| Memorials and other donations | - | - |
| Total Cash Receipts | 2,500 | - |
| **Expenditures** | | |
| Capital Improvements | - | 50,000 |
| Total expenditures | - | 50,000 |
| **Receipts Over (Under) Expenditures** | 2,500 | (50,000) |
| **Other Financing Sources (Uses)** | | |
| Operating transfers in | 40,000 | 25,000 |
| Total other financing sources (uses) | 40,000 | 25,000 |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | 42,500 | (25,000) |
| **Unencumbered Cash Balance - Beginning** | 49,000 | 74,000 |
| **Unencumbered Cash Balance - Ending** | $ 91,500 | $ 49,000 |

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

CITY OF WELLSVILLE, KANSAS

**Equipment and Employee Benefit Trust Reserve**
Schedule of Receipts and Expenditures – Actual Only*
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| **Public Works Equipment Reserve** | Current Year Actual | Prior Year Actual |
|---|---|---|
| **Cash Receipts** | | |
| Investment Income | $ 3 | $ 4 |
| Equipment grant | - | - |
| Total Cash Receipts | 3 | 4 |
| **Expenditures** | | |
| Capital Improvements | 2,205 | 3,743 |
| Total expenditures | 2,205 | 3,743 |
| **Receipts Over (Under) Expenditures** | (2,202) | (3,739) |
| **Other Financing Sources (Uses)** | | |
| Operating transfers in | 15,000 | 15,000 |
| Total other financing sources (uses) | 15,000 | 15,000 |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | 12,798 | 11,261 |
| **Unencumbered Cash Balance - Beginning** | 37,961 | 26,700 |
| **Unencumbered Cash Balance - Ending** | $ 50,759 | $ 37,961 |

**This fund is not required to be budgeted.*

| **Employee Benefit Trust Reserve** | Current Year Actual | Prior Year Actual |
|---|---|---|
| **Cash Receipts** | | |
| Investment Income | $ 6 | $ 4 |
| Total Cash Receipts | 6 | 4 |
| **Expenditures** | | |
| Payroll Taxes and Benefits | - | - |
| Total expenditures | - | - |
| **Receipts Over (Under) Expenditures** | 6 | 4 |
| **Other Financing Sources (Uses)** | | |
| Operating transfers in | | |
| Operating transfers out | - | (14,200) |
| Total other financing sources (uses) | - | (14,200) |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | 6 | (14,196) |
| **Unencumbered Cash Balance - Beginning** | 7,364 | 21,560 |
| **Unencumbered Cash Balance - Ending** | $ 7,370 | $ 7,364 |

**This fund is not required to be budgeted.*

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

CITY OF WELLSVILLE, KANSAS

**Capital Improvement Engineer/Design Reserve**
Schedule of Receipts and Expenditures – Actual Only*
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| **Capital Improvement Engineer/Design Reserve** | Current Year Actual | Prior Year Actual |
|---|---|---|
| **Cash Receipts** | | |
| Investment Income | $ - | $ - |
| Total Cash Receipts | - | - |
| **Expenditures** | | |
| Capital Improvements | - | - |
| Total expenditures | - | - |
| **Receipts Over (Under) Expenditures** | - | - |
| **Other Financing Sources (Uses)** | | |
| Operating transfers in | 9,600 | - |
| Total other financing sources (uses) | 9,600 | - |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | 9,600 | - |
| **Unencumbered Cash Balance - Beginning** | - | - |
| **Unencumbered Cash Balance - Ending** | $ 9,600 | $ - |

**This fund is not required to be budgeted.*

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

CITY OF WELLSVILLE, KANSAS

**Bond and Interest Fund**
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| | Current Year | | | |
|---|---|---|---|---|
| | Budget | Actual | Variance-Favorable (Unfavorable) | Prior Year Actual |
| **Cash Receipts** | | | | |
| Ad Valorem Property Taxes | $ - | $ - | $ - | $ - |
| Delinquent Property Tax | | 1 | 1 | 47 |
| Motor Vehicle Taxes | - | - | - | - |
| Rec. Vehicle Tax & 60/2 | - | - | | - |
| West Benefit District Special Assessments | | 18,110 | 18,110 | 18,695 |
| Total Cash Receipts | - | 18,111 | 18,111 | 18,742 |
| **Expenditures** | | | | |
| Bond Principal | $ 15,000 | $ 15,000 | $ - | $ 15,000 |
| Bond Interest | 3,600 | 3,110 | 490 | 3,695 |
| Temporary Note Interest | 5,000 | | 5,000 | |
| Bond Commission and Fees | - | - | - | - |
| Total expenditures | 23,600 | 18,110 | 5,490 | 18,695 |
| **Receipts Over (Under) Expenditures** | (23,600) | 1 | 23,601 | 47 |
| **Other Financing Sources (Uses)** | | | | |
| Operating transfers out | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | (23,600) | 1 | 23,601 | 47 |
| **Unencumbered Cash Balance - Beginning** | 45,129 | 45,755 | 626 | 45,708 |
| **Unencumbered Cash Balance - Ending** | $ 21,529 | $ 45,756 | $ 24,227 | $ 45,755 |

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

CITY OF WELLSVILLE, KANSAS

**Water/Sewer Utility Operating Fund**
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| | Current Year | | | |
|---|---|---|---|---|
| | Budget | Actual | Variance-Favorable (Unfavorable) | Prior Year Actual |
| **Cash Receipts** | | | | |
| Utility Usage Charges | $ 720,000 | $ 649,697 | $ (70,303) | $ 649,760 |
| Utility Connection Tap Fees | | 2,200 | 2,200 | 1,250 |
| Tank Collections | - | 1,929 | 1,929 | 2,739 |
| Utility Deposits and Charges | | 13,000 | 13,000 | 15,300 |
| Reimbursed Expenses | - | 32,660 | 32,660 | 17,522 |
| Investment income | | 386 | 386 | 1,638 |
| Total Cash Receipts | 720,000 | 699,872 | (20,128) | 688,209 |
| **Operating Expenditures** | | | | |
| Cost of Water | 260,000 | 164,088 | 95,912 | 168,126 |
| Water Office Payroll | 48,450 | 31,291 | 17,159 | 36,261 |
| Water Office Services and Supplies | 30,950 | 52,207 | (21,257) | 49,210 |
| Payroll Taxes and Benefits | 37,750 | 32,155 | 5,595 | 49,751 |
| Transmission and Distribution Payroll | 189,000 | 98,817 | 90,183 | 97,115 |
| Transmission and Distribution Services | 37,750 | 39,968 | (2,218) | 32,503 |
| Transmission and Distribution Supplies | 25,500 | 21,818 | 3,682 | 27,331 |
| Sewer Operation Expenses | 210,200 | 120,256 | 89,944 | 121,430 |
| Improvements | 10,500 | | 10,500 | - |
| Sales Tax | 7,000 | 4,121 | 2,879 | 6,916 |
| Total Operating expenditures | 857,100 | 564,721 | 292,379 | 588,643 |
| **Receipts Over (Under) Expenditures** | (137,100) | 135,151 | 272,251 | 99,566 |
| **Other Financing Sources (Uses)** | | | | |
| KDHE Revolving Loan Payments | (185,000) | (167,328) | 17,672 | (167,143) |
| Operating transfers in | 100,000 | | (100,000) | 10,200 |
| Operating transfers out | - | - | - | - |
| Total other financing sources (uses) | (85,000) | (167,328) | (82,328) | (156,943) |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | (222,100) | (32,177) | 189,923 | (57,377) |
| **Unencumbered Cash Balance - Beginning** | 252,953 | 376,318 | 123,365 | 433,695 |
| **Unencumbered Cash Balance - Ending** | $ 30,853 | $ 344,141 | $ 313,288 | $ 376,318 |

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

CITY OF WELLSVILLE, KANSAS

**Refuse Utility**
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| | Current Year | | | |
|---|---|---|---|---|
| | Budget | Actual | Variance-Favorable (Unfavorable) | Prior Year Actual |
| **Cash Receipts** | | | | |
| Refuse Charges | $ 100,000 | $ 89,500 | $ (10,500) | $ 91,302 |
| Total Cash Receipts | 100,000 | 89,500 | (10,500) | 91,302 |
| **Expenditures** | | | | |
| Contractual Refuse Service | 100,000 | 91,156 | 8,844 | 89,102 |
| Total expenditures | 100,000 | 91,156 | 8,844 | 89,102 |
| **Receipts Over (Under) Expenditures** | - | (1,656) | (1,656) | 2,200 |
| **Other Financing Sources (Uses)** | | | | |
| Operating transfers in | - | - | - | - |
| Total other financing sources (uses) | - | - | (1,656) | - |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | - | (1,656) | (1,656) | 2,200 |
| **Unencumbered Cash Balance - Beginning** | 823 | 2,976 | 2,153 | 776 |
| **Unencumbered Cash Balance - Ending** | $ 823 | $ 1,320 | $ 497 | $ 2,976 |

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

CITY OF WELLSVILLE, KANSAS

**Water/Sewer Utility Reserve Fund**
Schedule of Receipts and Expenditures – Actual Only*
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| | Current Year Actual | Prior Year Actual |
|---|---|---|
| **Cash Receipts** | | |
| Utility Connection Impact Fees | $ - | $ - |
| Investment Income | 119 | 115 |
| Total Cash Receipts | 119 | 115 |
| **Expenditures** | | |
| Capital Improvements | - | - |
| Total expenditures | - | - |
| **Receipts Over (Under) Expenditures** | 119 | 115 |
| **Other Financing Sources (Uses)** | | |
| Operating transfers out | - | - |
| Operating transfers in | - | - |
| Total other financing sources (uses) | - | - |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | 119 | 115 |
| **Unencumbered Cash Balance - Beginning** | 164,146 | 164,031 |
| **Unencumbered Cash Balance - Ending** | $ 164,265 | $ 164,146 |

**This fund is not required to be budgeted.*

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

CITY OF WELLSVILLE, KANSAS

**Cemetery Perpetual Care Fund**
Schedule of Receipts and Expenditures – Actual Only*
Regulatory Basis
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| | Current Year Actual | Prior Year Actual |
|---|---|---|
| **Cash Receipts** | | |
| Perpetual care Fees | $ 275 | $ 400 |
| Investment Income | 8 | 8 |
| Total Cash Receipts | 283 | 408 |
| **Expenditures** | | |
| Cemetary Maintenance | 50 | - |
| Total expenditures | 50 | - |
| **Receipts Over (Under) Expenditures** | 233 | 408 |
| **Unencumbered Cash Balance - Beginning** | 42,217 | 41,809 |
| **Unencumbered Cash Balance - Ending** | $ 42,450 | $ 42,217 |

**This fund is not required to be budgeted.*

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

CITY OF WELLSVILLE, KANSAS

Schedule of Receipts and Expenditures – Actual Only*
Regulatory Basis
**Related Municipal Entity- Wellsville City Library**
For the year ended December 31, 2015
(With Comparative Actual Amounts for the Year Ended December 31, 2014)

| | Current Year | | Prior Year | |
|---|---|---|---|---|
| | General Actual | Building Reserve Actual | General Actual | Building Reserve Actual |
| **Cash Receipts** | | | | |
| City tax appropriation Library | $ 66,984 | $ - | $ 61,775 | $ - |
| City tax appropriations Employee Benefit | 7,307 | - | 6,780 | - |
| Northeast Kansas Library Association | 15,230 | - | 14,785 | - |
| Grants | 1,030 | - | 2,214 | - |
| State Aid | 611 | - | 662 | - |
| Memorials and other donations | 7,749 | 21,247 | 4,678 | 8,744 |
| Interest | 380 | 1,111 | 245 | 741 |
| Library fines and other | 2,708 | - | 1,321 | - |
| Rental income | 780 | - | 665 | - |
| Total Cash Receipts | 102,779 | 22,358 | 93,125 | 9,485 |
| **Expenditures** | | | | |
| Salaries and wages | 54,268 | - | 52,474 | - |
| Payroll taxes and retirement | 9,386 | - | 8,861 | - |
| Supplies | 2,283 | - | 2,204 | - |
| Utilities | 10,780 | - | 9,782 | - |
| Inservice/Children services | 3,910 | - | 4,274 | - |
| Books and periodicals | 12,032 | - | 14,054 | - |
| Office expense | 1,529 | | 1,386 | 7 |
| Miscellaneous | 71 | - | 332 | - |
| Insurance | 100 | - | 100 | - |
| Equipment | 488 | - | 1,810 | - |
| Contract services | 1,309 | - | 1,115 | - |
| Repairs and maintenance | 601 | - | 1,705 | - |
| Total Expenditures | 96,757 | - | 98,097 | 7 |
| **Receipts Over (Under) Expenditures** | 6,022 | 22,358 | (4,972) | 9,478 |
| **Other Financing Sources (Uses)** | | | | |
| Operating transfers out | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - |
| **Receipts and Other Sources Over (Under) Expenditures and Other Uses** | 6,022 | 22,358 | (4,972) | 9,478 |
| **Unencumbered Cash Balance - Beginning** | 74,602 | 101,461 | 79,574 | 91,983 |
| **Unencumbered Cash Balance - Ending** | $ 80,624 | $ 123,819 | $ 74,602 | $ 101,461 |

**This fund is not required to be budgeted.*

The accompanying notes to financial statements are an Integral part of this statement.