

**THE CITY OF MCPHERSON, KANSAS**

**FINANCIAL STATEMENT**

**FOR THE YEAR ENDED DECEMBER 31, 2013**

**City of McPherson, Kansas  
City of Second Class  
Incorporated March 4, 1874  
For the Year Ended December 31, 2013**

**BOARD OF CITY COMMISSIONERS**

Robert D. Moore  
Commissioner of  
Finance and Revenue

Thomas A. Brown  
Mayor

Michael B. Alkire  
Commissioner of  
Streets and Public Utilities

**CITY OFFICIALS**

Jeffrey A. Houston  
City Attorney

Nick Gregory  
City Administrator

William Mills  
Municipal Court Judge

Mark R. Moffitt, CPA  
City Treasurer/Finance Director

Jeffrey Deal  
Fire Chief

Robert McClarty  
Chief of Police

Tim S. Maier  
General Manager, Board  
of Public Utilities

Paul F. Katzer  
Park Superintendent

Jeffrey C. Woodward, P.E.  
Public Works Director

Thomas R. Stinemetze  
City Sanitarian

Bret Reynolds  
City Inspector

Brian L. Bina  
City Prosecutor

Tamra K. Seely  
City Clerk

Kody A. Kraemer  
Interim Cemetery Sexton

Sherry Conyers  
Deputy City Clerk

**CITY OF MCPHERSON, KANSAS**  
**For the Year Ended December 31, 2013**

**TABLE OF CONTENTS**

	<b><u>Page Numbers</u></b>
Independent Auditor's Report.....	1 – 2

**FINANCIAL SECTION**

Statement 1	Summary Statement of Regulatory Basis Receipts, Expenditures and Unencumbered Cash .....	3 – 4
	Notes to Financial Statement .....	5 – 16

**REGULATORY – REQUIRED SUPPLEMENTARY INFORMATION**

Schedule 1	Summary of Regulatory Basis Expenditures – Actual and Budget.....	17
Schedule 2	Schedule of Regulatory Basis Receipts and Expenditures – Actual and Budget	

**General Fund**

2-1	General Operating Fund.....	18 – 23
-----	-----------------------------	---------

**Special Purpose Funds**

2-2	Animal Shelter Fund .....	24
2-3	Consolidated Street and Highway Fund.....	25
2-4	Employee Benefits Contribution Fund.....	26
2-5	Forfeited Property Fund – Police Department .....	27
2-6	Industrial Development Fund .....	28
2-7	Library Fund .....	29
2-8	Library Employee Benefits Fund .....	30
2-9	McPherson Landfill Improvement Corporation.....	31
2-10	Municipal Building Fund .....	32
2-11	Municipal Court Fund .....	33
2-12	Municipal Court ADSAP Fund .....	34
2-13	Municipal Golf Course Fund.....	35
2-14	Operation Warmth Fund.....	36
2-15	Special Alcohol Program Fund.....	37
2-16	Special Park and Recreation Fund .....	38
2-17	Swimming Pool Maintenance and Operation Fund.....	39
2-18	Sales Tax Revenue Fund.....	40
2-19	Tourism and Convention Promotion Fund .....	41

# CITY OF MCPHERSON, KANSAS

For the Year Ended December 31, 2013

## TABLE OF CONTENTS (CONT.)

### Special Purpose Funds (Cont.)

2-20	Health Self-Insurance Fund .....	42
2-21	Worker's Compensation Self-Insurance Fund .....	43

### Bond and Interest Fund

2-22	Bond and Interest Fund .....	44
------	------------------------------	----

### Capital Projects Funds

2-23	Capital Improvement Fund .....	45
2-24	Equipment Reserve Fund .....	46

### Business Funds

2-25	Electric Utility Fund .....	47
2-26	Sewer Recovery Fund .....	48
2-27	Solid Waste Collection Fund .....	49
2-28	Wastewater System Maintenance and Operation Fund .....	50
2-29	Wastewater System Surplus Fund .....	51
2-30	Water Utility Fund .....	52

### Trust Funds

2-31	Salthouse-Broadway Cemetery Trust Fund .....	53
2-32	Cemetery Endowment Fund .....	54
2-33	Museum Building and Endowment Fund .....	55
2-34	Police Benefit Fund .....	56
2-35	Firefighters Benefit Fund .....	57

### Related Municipal Entity

Schedule 3	Schedule of Regulatory Basis Receipts and Expenditures – Actual	
	Library Board .....	58



SWINDOLL  
JANZEN  
HAWK &  
LOYD, LLC

Certified Public Accountants

**McPherson Office**  
123 South Main  
P.O. Box 1337  
McPherson, KS 67460-1337  
620.241.1826 office  
888.241.1826 toll  
620.241.6926 fax

**Hutchinson Office**  
129 West 2nd, Suite A  
P.O. Box 2889  
Hutchinson, KS 67504-2889  
620.662.3358 office  
888.414.0123 toll  
620.662.3350 fax

---

## INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Commission  
City of McPherson, Kansas 67460

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of McPherson, a Municipal Financial Reporting Entity as of and for the year ended December 31, 2013 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.

### *Auditor's 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 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'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, 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 in Note 1 of the financial statement, the financial statement is prepared by the City of McPherson 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 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 of McPherson as of December 31, 2013, or changes in financial position and cash flows thereof for the year then ended.

### ***Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of McPherson as of December 31, 2013, 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 Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the 2013 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, schedules of regulatory basis receipts and expenditures-actual-related municipal entity (Schedules 1, 2 and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the 2013 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 2013 basic financial statement. The 2013 information has been 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 or to 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 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.

The 2012 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedules of regulatory basis receipts and expenditures-actual-related municipal entity (Schedules 2 and 3 as listed in the table of contents) are also presented for comparative analysis and are not a required part of the 2012 basic financial statement upon which we rendered an unmodified opinion dated June 27, 2013. The 2012 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/>. Such 2012 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 2012 basic financial statement. The 2012 comparative information was subjected to the auditing procedures applied in the audit of the 2012 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 2012 basic financial statement or to the 2012 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 2012 comparative information is fairly stated in all material respects in relation to the 2012 basic financial statement as a whole, on the basis of accounting described in Note 1.

*Swindoll, Janzen, Hawk & Loyd, LLC*

Certified Public Accountants

July 9, 2014

## CITY OF MCPHERSON, KANSAS

**SUMMARY STATEMENT OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH****Regulatory Basis****For the Year Ended December 31, 2013**

<b>Funds</b>	<b>Beginning Unencumbered Cash Balance</b>	<b>Prior Year Canceled Encumbrances</b>	<b>Receipts</b>	<b>Expenditures</b>	<b>Ending Unencumbered Cash Balance</b>	<b>Add Encumbrances and Accounts Payable</b>	<b>Ending Cash Balance</b>
<b>GENERAL FUND:</b>							
General Operating Fund	\$ 4,161,563	\$ -	\$ 9,072,736	\$ 8,168,415	\$ 5,065,884	\$ 641,981	\$ 5,707,865
<b>SPECIAL PURPOSE FUNDS:</b>							
Animal Shelter Fund	98,192	-	147,432	149,768	95,856	3,511	99,367
Consolidated Street and Highway Fund	1,692,775	-	2,435,767	1,470,599	2,657,943	55,367	2,713,310
Employee Benefits Contribution Fund	958,452	-	4,273,537	4,191,882	1,040,107	1,367	1,041,474
Forfeited Property Fund - Police Department	13,238	-	1,629	6,431	8,436	-	8,436
Industrial Development Fund	400,170	-	67,326	51,000	416,496	-	416,496
Library Fund	-	-	652,317	652,317	-	-	-
Library Employee Benefits Fund	-	-	139,776	139,776	-	-	-
McPherson Landfill Improvement Corporation	2,442	-	2	40	2,404	-	2,404
Municipal Building Fund	183,655	-	111,525	99,139	196,041	9,235	205,276
Municipal Court Fund	34,505	-	326,515	326,292	34,728	-	34,728
Municipal Court ADSAP Fund	21,821	-	1,264	135	22,950	-	22,950
Municipal Golf Course Fund	45,136	-	495,995	526,687	14,444	5,066	19,510
Operation Warmth Fund	3,946	-	2,283	4,502	1,727	-	1,727
Special Alcohol Program Fund	100,287	-	30,331	25,928	104,690	7,552	112,242
Special Park and Recreation Fund	60,117	-	30,331	30,000	60,448	-	60,448
Swimming Pool Maintenance and Operation Fund	360,026	-	284,050	253,159	390,917	4,883	395,800
Sales Tax Revenue Fund	-	-	1,522,631	1,388,395	134,236	-	134,236
Tourism and Convention Promotion Fund	202,450	-	258,329	264,036	196,743	17,332	214,075
Health Self-Insurance Fund	1,176,065	-	1,869,985	1,927,361	1,118,689	-	1,118,689
Worker's Compensation Self-Insurance Fund	767,920	-	183,158	187,536	763,542	-	763,542
<b>Total Special Purpose Funds</b>	<b>6,121,197</b>	<b>-</b>	<b>12,834,183</b>	<b>11,694,983</b>	<b>7,260,397</b>	<b>104,313</b>	<b>7,364,710</b>
<b>BOND AND INTEREST FUND:</b>							
Bond and Interest Fund	885,696	-	3,474,125	3,508,149	851,672	-	851,672
<b>CAPITAL PROJECTS FUNDS:</b>							
Capital Improvement Fund	3,455,796	-	8,008,135	5,831,603	5,632,328	432,177	6,064,505
Equipment Reserve Fund	1,633,769	-	536,618	245,354	1,925,033	37,163	1,962,196
<b>Total Capital Projects Funds</b>	<b>5,089,565</b>	<b>-</b>	<b>8,544,753</b>	<b>6,076,957</b>	<b>7,557,361</b>	<b>469,340</b>	<b>8,026,701</b>

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

## CITY OF MCPHERSON, KANSAS

**SUMMARY STATEMENT OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH****Regulatory Basis**

For the Year Ended December 31, 2013

<u>Funds</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 Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
<b>BUSINESS FUNDS:</b>							
Electric Utility Fund	\$ 19,245,963	\$ -	\$ 53,615,701	\$ 48,732,375	\$ 24,129,289	\$ 3,802,727	\$ 27,932,016
Sewer Recovery Fund	329,746	-	14,285	-	344,031	-	344,031
Solid Waste Collection Fund	1,095,816	-	881,824	772,532	1,205,108	62,753	1,267,860
Wastewater System Maintenance and Operation Fund	3,490,869	-	1,836,378	1,955,231	3,372,016	144,075	3,516,092
Wastewater System Surplus Fund	1,136,861	-	674,099	728,853	1,082,107	-	1,082,107
Water Utility Fund	8,636,460	-	4,436,285	5,712,686	7,360,059	282,045	7,642,104
Total Business Funds	33,935,715	-	61,458,572	57,901,677	37,492,610	4,291,600	41,784,210
<b>TRUST FUNDS:</b>							
Salthouse - Broadway Cemetery Trust Fund	52,591	-	269	2,500	50,360	-	50,360
Cemetery Endowment Fund	61,777	-	7,988	-	69,765	-	69,765
Museum Building and Endowment Fund	227,999	-	-	227,999	-	-	-
Police Benefit Fund	15,067	-	1,293	2,609	13,751	-	13,751
Firefighters Benefit Fund	9,835	-	5,405	10,017	5,223	-	5,223
Total Trust Funds	367,269	-	14,955	243,125	139,099	-	139,099
Total	50,561,005	-	95,399,324	87,593,306	58,367,023	5,507,234	63,874,257
<b>RELATED MUNICIPAL ENTITY:</b>							
Library Board	456,179	-	968,623	899,334	525,468	42,137	567,605
Total Reporting Entity	\$ 51,017,184	\$ -	\$ 96,367,947	\$ 88,492,640	\$ 58,892,491	\$ 5,549,371	\$ 64,441,862

Cash on hand - City Clerk	\$ 450
Cash on hand - Board of Public Utilities	600
Cash on hand - Municipal Court	100
Cash on hand - Municipal Golf Course	420
Cash in bank	49,676,428
Investments - KS Municipal Invest. Pool	14,196,259
Total	63,874,257
Related Municipal Entity	567,605
Total Reporting Entity	\$ 64,441,862

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



**CITY OF MCPHERSON, KANSAS**  
**NOTES TO FINANCIAL STATEMENT**  
**For the Year Ended December 31, 2013**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**(a) *Municipal Financial Reporting Entity***

The City of McPherson, Kansas (the City) is a municipal corporation governed by an elected three-member commission. The financial statement presents the City of McPherson (a municipal financial reporting entity) and its related municipal entities. The Board of Public Utilities of McPherson, Kansas (the BPU) consists of the municipal electric and water utilities that provide services to approximately 8,500 electric and 5,700 water customers. The BPU's operational control and administration is under a three-member appointed Board of Directors. However, the BPU is owned by and is a part of the municipality of the City because the City holds the corporate powers of the BPU. The BPU is considered an administrative agency of the City by statute. The City has the following related municipal entity shown on Schedule 3.

Library Board. The City of McPherson Library Board operates the City's public library. Acquisition or disposition of real property by the Library Board must be approved by the City. Bond issuances must also be approved by the City. Complete financial records for the Library Board may be reviewed at the administrative offices of the entity at 214 W. Marlin, McPherson, Kansas, 67460.

The City also has a related municipal entity as follows shown on Schedule 2 as a Special Purpose Fund.

McPherson Landfill Improvement Corporation. The City of McPherson owns a former landfill site south of McPherson. Complete financial records for the McPherson Landfill Improvement Corporation may be reviewed at the administrative offices of the entity at 400 E. Kansas, McPherson, Kansas, 67460.

**(b) *Regulatory Basis Fund Types***

**General Fund** – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

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

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

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

**Business Fund** – funds financed in whole or in part by fees charged to users of the goods or services (i.e. water fund, electric fund, etc.).

**Trust Fund** – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

**Agency Fund** – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (i.e. payroll clearing fund, county treasurer tax collection accounts, etc.).

## **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)**

### ***(c) 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.

### ***(d) 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:

- 1) Preparation of the budget for the succeeding calendar year on or before August 1st.
- 2) Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- 3) Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
- 4) 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 the year 2013.

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 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, Agency Funds, Trust Funds and certain Special Purpose Funds as noted in the presentation of the appropriate Schedule 2.

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

## 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

### *Compliance with Kansas Statutes*

No statute violations noted in 2013.

## 3. DEPOSITS AND INVESTMENTS

As of December 31, 2013, the City had the following investments:

Investment Type	Fair Value	Investments Maturities (in Years)				Rating
		Less than 1	1-5	6-10	More than 10	
Kansas Municipal Investment Pool	\$ 14,196,259	\$ 14,196,259	\$ -	\$ -	\$ -	S&P AAUF/SLT
Certificates of Deposit	15,000	5,000	10,000	-	-	N/A
Money Market	20,422	20,422	-	-	-	N/A
Bond - Mutual Funds	9,886	9,886	-	-	-	NR
Global Stock Funds	46,714	46,714	-	-	-	NR
Stock Funds	147,427	147,427	-	-	-	NR
Bond - Corporate	41,885	-	20,850	21,035	-	A- & higher
Library	281,334	229,449	30,850	21,035	-	
Total Fair Value	\$ 14,477,593	\$ 14,425,708	\$ 30,850	\$ 21,035	\$ -	

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 returns 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. The City has an investment policy that does not further limit its investment choices. The rating of the City's investment 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. The City's allocation of investments as of December 31, 2013, is as follows:

Investments	Percentage of Investments
Kansas Municipal Investment Pool	100%
Certificates of Deposit	5%
Money Market	7%
Bond - Mutual Funds	4%
Global Stock Funds	17%
Stock Funds	52%
Bond - Corporate	15%
Total Percentage of Library	100%

### 3. DEPOSITS AND INVESTMENTS (CONT.)

*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. All deposits were legally secured by December 31, 2013.

At December 31, 2013, the City's carrying amount of deposit was \$50,039,281 and the bank balance was \$50,656,624. The bank balance was held by nine banks resulting in a concentration of credit risk. Of the bank balance, \$2,202,405 was covered by federal depository insurance and \$48,454,219 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

*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.

At December 31, 2013, the City had invested \$14,196,259 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

### 4. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with expenditures (excluding principal and interest, legal fees, etc.) from inception are as follows:

	Project Authorization	Expenditures to Date
Certainfeed/Oxford Pointe Drainage Imp.	\$ 1,029,620	\$ 109,164
First Street Reconstruction	8,148,036	3,876,229
First Street Design Phase 1	306,175	283,398
The Veranda SSD #190	268,445	144,246
The Veranda Paving & Storm Sewer Imp.	998,669	661,498
Grant T-Ball Complex	976,500	753,402
Barnstormers West Field SSD #191	70,683	35,400
Barnstormers West Field Paving & Storm Sewer Imp.	177,427	127,407
Total	\$ 11,975,555	\$ 5,990,744

### 5. LONG-TERM DEBT – CURRENT REFUNDING

In July 2013, the City issued \$9,585,000 of General Obligation Refunding and Improvement Bonds, Series 2013 to current refund the General Obligation Bonds Series 129 of 2004, pay off the Temporary Notes Series 2012 A & 2013 A, and to provide funding for various capital projects. The proceeds were also used to pay the costs of issuance. The City has followed the provisions of *Governmental Accounting Standards Board (GASB) Statement No. 23, Accounting and Financial Reporting for Refundings of Debt Reported by Proprietary Activities*. The current refunding resulted in a difference between the reacquisition price and the net carrying value of the old debt of approximately \$32,674. The refunding decreased the City's aggregate debt service payments by approximately \$115,931 and resulted in an economic gain (difference between the present values of the old and new debt service payments) of approximately \$107,206.

## 5. LONG-TERM DEBT (CONT.)

Changes in long-term liabilities for the City for the year ended December 31, 2013 were as follows:

Issue	Interest Issue	Date of Issue	Amount of Issue	Original Date of Final Maturity	Balance Beginning of Year	Additions	Reductions of Principal	Balance End of Year	Interest Paid
<b>General Obligation Bonds:</b>									
Series 129 of 2004	1.60% to 5.00%	9/29/04	\$ 3,350,000	8/1/18	\$ 2,170,000	\$ -	\$ 2,170,000	\$ -	\$ 83,674
Series 130 of 2005	2.875% to 5.00%	7/1/05	4,975,000	8/1/25	3,705,000	-	345,000	3,360,000	155,588
Series 131 of 2006	4.00% to 5.00%	7/15/06	1,470,000	8/1/26	1,120,000	-	95,000	1,025,000	47,175
Series 132 of 2007	4.15% to 5.50%	8/1/07	1,040,000	8/1/27	775,000	-	60,000	715,000	34,713
Series 133 of 2009	2.55% to 4.50%	7/30/09	1,045,000	8/1/29	910,000	-	45,000	865,000	34,200
Series 134 of 2011	2.00% to 3.50%	6/15/11	2,965,000	8/1/23	2,400,000	-	345,000	2,055,000	55,400
Series 135 of 2012	2.00% to 3.10%	8/1/12	340,000	8/1/32	340,000	-	10,000	330,000	9,440
Series 136 of 2013	2.00% to 4.00%	8/15/13	9,585,000	8/1/33	-	9,585,000	-	9,585,000	-
<b>Total General Obligation Bonds</b>					<b>11,420,000</b>	<b>9,585,000</b>	<b>3,070,000</b>	<b>17,935,000</b>	<b>420,190</b>
<b>Revenue Bonds:</b>									
Series 2011	3.00% to 4.00%	10/13/11	5,445,000	9/1/20	4,890,000	-	550,000	4,340,000	161,675
Series 2012	2.00% to 4.00%	7/5/12	11,085,000	10/1/27	11,085,000	-	520,000	10,565,000	431,157
<b>Total Revenue Bonds</b>					<b>15,975,000</b>	<b>-</b>	<b>1,070,000</b>	<b>14,905,000</b>	<b>592,832</b>
<b>Temporary Notes:</b>									
Series 2013-A	0.70%	1/29/13	100,000	8/1/14	-	100,000	100,000	-	381
Series 2012-A	0.75%	11/15/12	435,000	8/1/14	435,000	-	435,000	-	2,447
<b>Total Temporary Notes</b>					<b>435,000</b>	<b>100,000</b>	<b>535,000</b>	<b>-</b>	<b>2,828</b>
<b>Kansas Revolving Fund Loans:</b>									
1994 Sewer Fund Improvement	3.26%	5/31/94	1,067,645	9/1/15	206,597	-	66,484	140,113	6,673
1999 Wastewater Improvement	2.78%	4/19/99	1,127,000	9/1/20	533,172	-	59,846	473,326	15,705
2007 Wastewater Improvement	2.50%	10/6/07	11,346,393	3/1/29	9,615,344	-	467,624	9,147,720	261,229
<b>Total Kansas Revolving Fund Loans</b>					<b>10,355,113</b>	<b>-</b>	<b>593,954</b>	<b>9,761,159</b>	<b>283,607</b>
<b>Capital Leases:</b>									
Aerial Platform Truck	4.95%	9/11/09	866,722	1/28/20	702,435	-	73,692	628,743	34,771
EZ Go Golf Carts	4.25%	2/27/12	102,079	2/27/14	67,767	-	33,827	33,940	235
<b>Total Capital Leases</b>					<b>770,202</b>	<b>-</b>	<b>107,519</b>	<b>662,683</b>	<b>35,006</b>
<b>Total Contractual Indebtedness</b>					<b>\$ 38,955,315</b>	<b>\$ 9,685,000</b>	<b>\$ 5,376,473</b>	<b>\$ 43,263,842</b>	<b>\$ 1,334,463</b>

### Continuing Disclosure Requirements

The City of McPherson as Issuer and Dissemination Agent, provided the prior year Annual Audit Report to EMMA (Electronic Municipal Market Access) on a timely basis.

### Arbitrage Calculations

Based on the opinion letters from Gilmore & Bell, P.C. of Kansas City, MO, the City of McPherson, as Issuer, is in compliance with the arbitrage rebate calculations pursuant to Code Section 148(f) of the Internal Revenue Code of 1986 as amended.

## 5. LONG-TERM DEBT (CONT.)

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	Year								
	2014	2015	2016	2017	2018	2019-2023	2024-2028	2029-2033	Total
<b>Principal:</b>									
<b>General Obligation Bonds:</b>									
Series 130 of 2005	\$ 355,000	\$ 415,000	\$ 440,000	\$ 495,000	\$ 595,000	\$ 730,000	\$ 330,000	\$ -	\$ 3,360,000
Series 131 of 2006	95,000	100,000	105,000	190,000	110,000	355,000	70,000	-	1,025,000
Series 132 of 2007	65,000	65,000	65,000	70,000	80,000	330,000	40,000	-	715,000
Series 133 of 2009	50,000	50,000	50,000	55,000	55,000	310,000	245,000	50,000	865,000
Series 134 of 2011	355,000	360,000	370,000	255,000	265,000	450,000	-	-	2,055,000
Series 135 of 2012	15,000	15,000	15,000	15,000	15,000	75,000	95,000	85,000	330,000
Series 136 of 2013	425,000	1,045,000	1,055,000	1,085,000	1,115,000	4,085,000	350,000	425,000	9,585,000
<b>Total General Obligation Bonds</b>	<b>1,360,000</b>	<b>2,050,000</b>	<b>2,100,000</b>	<b>2,165,000</b>	<b>2,235,000</b>	<b>6,335,000</b>	<b>1,130,000</b>	<b>560,000</b>	<b>17,935,000</b>
<b>Revenue Bonds:</b>									
Series 2011	565,000	580,000	600,000	615,000	635,000	1,345,000	-	-	4,340,000
Series 2012	610,000	625,000	640,000	665,000	685,000	3,790,000	3,550,000	-	10,565,000
<b>Total Revenue Bonds</b>	<b>1,175,000</b>	<b>1,205,000</b>	<b>1,240,000</b>	<b>1,280,000</b>	<b>1,320,000</b>	<b>5,135,000</b>	<b>3,550,000</b>	<b>-</b>	<b>14,905,000</b>
<b>Kansas Revolving Fund Loans:</b>									
1994 Sewer Fund Improvement	68,838	71,275	-	-	-	-	-	-	140,113
1999 Wastewater Improvement	61,673	63,556	65,496	67,496	69,556	145,549	-	-	473,326
2007 Wastewater Improvement	480,572	493,879	507,554	521,608	536,051	2,911,285	3,337,287	359,484	9,147,720
<b>Total Kansas Revolving Fund Loans</b>	<b>611,083</b>	<b>628,710</b>	<b>573,050</b>	<b>589,104</b>	<b>605,607</b>	<b>3,056,834</b>	<b>3,337,287</b>	<b>359,484</b>	<b>9,761,159</b>
<b>Capital Leases:</b>									
Aerial Platform Truck	77,340	81,168	85,186	89,402	93,828	201,819	-	-	628,743
EZ Go Golf Carts	33,940	-	-	-	-	-	-	-	33,940
<b>Total Capital Leases</b>	<b>111,280</b>	<b>81,168</b>	<b>85,186</b>	<b>89,402</b>	<b>93,828</b>	<b>201,819</b>	<b>-</b>	<b>-</b>	<b>662,683</b>
<b>Total Principal</b>	<b>3,257,363</b>	<b>3,964,878</b>	<b>3,998,236</b>	<b>4,123,506</b>	<b>4,254,435</b>	<b>14,728,653</b>	<b>8,017,287</b>	<b>919,484</b>	<b>43,263,842</b>
<b>Interest:</b>									
<b>General Obligation Bonds:</b>									
Series 130 of 2005	138,338	120,588	99,838	83,888	65,325	159,063	20,625	-	687,665
Series 131 of 2006	43,090	39,290	35,240	30,935	22,998	50,755	6,210	-	228,518
Series 132 of 2007	31,713	29,015	26,253	23,490	20,515	48,775	4,700	-	184,461
Series 133 of 2009	33,300	32,050	30,675	29,175	27,525	103,225	41,950	2,250	300,150
Series 134 of 2011	48,500	41,400	34,200	26,800	21,063	45,438	-	-	217,401
Series 135 of 2012	9,240	8,940	8,640	8,340	8,040	34,710	22,320	6,820	107,050
Series 136 of 2013	252,292	254,000	233,100	212,000	184,875	533,013	131,512	55,062	1,855,854
<b>Total General Obligation Bonds</b>	<b>556,473</b>	<b>525,283</b>	<b>467,946</b>	<b>414,628</b>	<b>350,341</b>	<b>974,979</b>	<b>227,317</b>	<b>64,132</b>	<b>3,581,099</b>
<b>Revenue Bonds:</b>									
Series 2011	145,175	128,225	110,825	92,825	74,375	79,550	-	-	630,975
Series 2012	337,618	325,419	312,918	287,319	267,369	982,838	279,263	-	2,792,744
<b>Total Revenue Bonds</b>	<b>482,793</b>	<b>453,644</b>	<b>423,743</b>	<b>380,144</b>	<b>341,744</b>	<b>1,062,388</b>	<b>279,263</b>	<b>-</b>	<b>3,423,719</b>
<b>Kansas Revolving Fund Loans:</b>									
1994 Sewer Fund Improvement	4,319	1,882	-	-	-	-	-	-	6,201
1999 Wastewater Improvement	13,878	11,995	10,055	8,055	5,995	5,554	-	-	55,532
2007 Wastewater Improvement	248,281	234,974	221,299	207,246	192,803	732,980	306,979	4,943	2,149,505
<b>Total Kansas Revolving Fund Loans</b>	<b>266,478</b>	<b>248,851</b>	<b>231,354</b>	<b>215,301</b>	<b>198,798</b>	<b>738,534</b>	<b>306,979</b>	<b>4,943</b>	<b>2,211,240</b>
<b>Capital Leases:</b>									
Aerial Platform Truck	31,123	27,294	23,277	19,060	14,635	15,106	-	-	130,495
EZ Go Golf Carts	120	-	-	-	-	-	-	-	120
<b>Total Capital Leases</b>	<b>31,243</b>	<b>27,294</b>	<b>23,277</b>	<b>19,060</b>	<b>14,635</b>	<b>15,106</b>	<b>-</b>	<b>-</b>	<b>130,615</b>
<b>Total Interest</b>	<b>1,336,987</b>	<b>1,255,072</b>	<b>1,146,320</b>	<b>1,029,133</b>	<b>905,518</b>	<b>2,791,007</b>	<b>813,559</b>	<b>69,075</b>	<b>9,346,673</b>
<b>Total Principal and Interest</b>	<b>\$ 4,594,350</b>	<b>\$ 5,219,950</b>	<b>\$ 5,144,556</b>	<b>\$ 5,152,639</b>	<b>\$ 5,159,953</b>	<b>\$ 17,519,660</b>	<b>\$ 8,830,846</b>	<b>\$ 988,559</b>	<b>\$ 52,610,515</b>

## 6. PENSION COSTS AND EMPLOYEE BENEFITS

### **(a) Defined Benefit Pension Plan**

**Plan Description.** The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by Kansas law. 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 to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

**Funding Policy.** K.S.A. 74-4919 and K.S.A. 74-49,210 establish 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 4% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. 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 the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates.

### **(b) Deferred Compensation Plan**

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all employees who qualify under the plan terms, and permits employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

### **(c) Other Employee Benefits**

**Vacation –** Vacation leave shall be accrued from the employee's date of employment as stipulated hereinafter. If not taken, vacation leave shall accrue from year to year up to the maximum provided depending upon the employee's years of service. No vacation leave shall be taken until a new employee has completed the evaluation period.

Each permanent full-time employee will accrue vacation leave as follows:

<u>Maximum Years of Service</u>	<u>Hours Accrued Per Year</u>	<u>Maximum Accumulation</u>
0 to 5 years	80 working hours	120 working hours
5 to 15 years	120 working hours	180 working hours
15 to 25 years	160 working hours	240 working hours
After 25 years	200 working hours	300 working hours

An employee shall be paid for all accumulated unused vacation leave upon termination.

**Sick leave –** All full and part-time employees shall be entitled to sick leave with pay for absences resulting from personal illness, injuries, accidents or other physical incapacities, occurring either on or off the job. Full-time employees shall earn one working day of sick leave for each full month of service. Part-time employees shall receive the equivalent of a regularly scheduled day for each full month of service. Other employees shall not have paid sick leave. An employee beginning work on or before the 15th of the month shall get credit for a full month. On termination of employment an employee shall not be paid for accumulated sick leave. Accordingly, no provision for accumulated sick leave has been made in the accompanying financial statement.

## 6. PENSION COSTS AND EMPLOYEE BENEFITS (CONT.)

### *(d) Other Post Employment Benefits*

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan until they reach 65 years of age. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in the financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to 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 government under this program.

## 7. SELF-INSURANCE PROGRAM

The City is responsible for a potential liability up to \$60,000 per individual per year for health care claims. This plan had fixed costs of \$82,562. Management believes claims incurred, but not reported, are insignificant at December 31, 2013. However, the City chose to not self-insure for workers' compensation as of December 31, 2007. Changes in claims liability for 2013 and 2012 were as follows:

	2013	2012
Beginning Balance	\$ 95,000	\$ 115,000
Additions	1,560,946	1,510,525
Payments	(1,560,946)	(1,530,525)
Ending Balance	\$ 95,000	\$ 95,000

## 8. SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES

The McPherson Area Solid Waste Utility (the Utility), of which the City of McPherson is a member, is subject to the U.S. Environmental Protection Agency rule "Solid Waste Disposal Facility Criteria" which establishes closure requirements for all municipal solid waste landfills that receive solid waste after October 9, 1991. The Utility is responsible for operating and other costs including postclosure costs while it is in existence. Any possible contributions by Utility members required to fund postclosure requirements is not determinable at this time.

The City is subject to various laws and regulations with respect to environmental matters such as air and water quality. The effect of any future changes in environmental laws and/or regulations cannot be estimated. However, compliance with such changes may necessitate substantial expenditures.

## 9. LONG-TERM DEBT DEFEASANCE

### *Revenue Bond Debt Defeasance*

The various other bond ordinances require that certain restricted funds be established to ensure the payment of bonds and interest and to enable the City to meet future needs arising from unusual maintenance requirements or income shortfalls. The ordinances also require the City, among other things, to establish rates and collect charges sufficient to pay the operating maintenance and debt service costs of the utilities and to provide net operating income before depreciation and payment in lieu of taxes, of at least 125% for the electric fund and 125% for the water fund of the maximum annual debt service due on the outstanding bonds. As of December 31, 2013, the City exceeded this coverage requirement by \$6,300,000 and \$126,000 for electric and water debt respectively. All of the City's utility plant facilities are pledged under the terms of the ordinances. The City was in compliance with all other requirements of the revenue bond ordinances at December 31, 2013 and 2012.



## **10. CLAIMS AND JUDGMENTS**

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of the date of this report, grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

The City is exposed to various risks of loss related to property loss; torts; theft of, damage to, and destruction of assets; errors and omissions; employee injuries and natural disasters. The City has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2012 to 2013 and there were no settlements that exceeded insurance coverage in the past three years.

During the ordinary course of its operations the City is exposed to various claims, legal actions and complaints. It is of the opinion of the City's management and legal counsel that any current matters are not anticipated to have a material financial impact on the City.

## **11. LANDFILL CLOSURE AND POSTCLOSURE CARE COST**

The City of McPherson and the Kansas Department of Health and Environment (KDHE) entered into a voluntary settlement agreement as of November 6, 1992. The settlement agreement concerns the preparation of a remedial investigation and feasibility study, and participation in good faith negotiations for remedial activities, if required, to be determined following opportunity for public involvement for an area known as the "McPherson City Landfill" located near McPherson, Kansas.

In entering into this settlement agreement, the KDHE and the City of McPherson were going to determine the nature and extent of contamination and any threat to the public health, welfare or the environment caused by the release or threatened release of hazardous substances, pollutants or contaminants at or from the McPherson City Landfill. Once these determinations were made the City of McPherson submitted a work plan for Phase I activities. They were also required to submit plans for Phase II, III and IV, which dealt with closure and postclosure activities. As of July 29, 2005, the City of McPherson had performed entirely the closure activities of the settlement agreement at a total cost of approximately \$424,000. Postclosure expenditures are estimated to be approximately \$450,000 spread over a twenty-year period.

## **12. CAPITAL LEASE – RECREATION COMPLEX**

During the year ended December 31, 1996, the City entered into a Lease Purchase Agreement with Security Bank of Kansas City, as lessor, providing for the acquisition and construction of an outdoor recreational complex (the "Project") to be operated and maintained by the McPherson Recreation Commission (the "Commission"). Funds for acquisition and construction were raised by the lessor by the issuance of Certificates of Participation in the Lease Purchase Agreement in the amount of \$1,000,000. As part of this financing structure, the bank, acting as lessor and trustee for the owners of the Certificates of Participation, paid the purchase price for the site for the Project, which was deeded to the City. The City then leased the site to the bank under a Site Lease, and leased it and the improvements constructed back from the bank under the Lease Purchase Agreement. The terms of the Site Lease and the Lease Purchase Agreement run simultaneously. Rentals payable under the Lease Purchase Agreement will be adequate to pay the owners of the Certificates of Participation their original investment plus interest. Upon payment of all rental payments under the Lease Purchase Agreement, the City has the right to own the Project free of any claims of the bank.

## 12. CAPITAL LEASE – RECREATION COMPLEX (CONT.)

The City has subleased the Project (which includes the site and the recreation complex improvements) to the Commission under a sublease which has an initial term of 10 years and an initial renewal term of 5 years. Rentals payable by the Commission under the sublease equal the "basic rental payments" and the "additional rental payments" payable by the City under the Lease Purchase Agreement. When the Certificates of Participation have all been retired, and the Site Lease and Lease Purchase Agreement have terminated, the Commission has the option to extend the term of its sublease from the City for successive extended renewal terms of not to exceed 10 years each until December 18, 2096. The Commission's rentals during the extended terms of its sublease are limited to the payments the City makes as "additional rental payments" during the term of the Lease Purchase Agreement.

On September 15, 2001, Certificates of Participation Series 1996 were refunded. These certificates and the lease-purchase agreement between CitiCapital Commercial Corporation and the Commission for lighting improvements to Wall Park Athletic Fields were refinanced with Certificates of Participation Series 2001, in the amount of \$1,065,000. Also, on September 15, 2001, the City and the Commission entered into Supplemental Sublease No. 1, which amended the basic rental payments to the new maturity amounts.

The City's payments under the Lease Purchase Agreement, which are intended to be paid solely from payments made by the Commission under its sublease, will be an amount equal to the sum of the scheduled "amended basic rental payments" and the unscheduled "additional rental payments." The amended basic rental payments are payable semi-annually on June 1 and December 1 of each year with the initial rental payment due June 1, 2002. The "additional rental payments" are payable within thirty (30) days after notice from the lessor. The "additional rental payments" consist of all taxes and assessments of any nature levied upon the Site or Facility, all reasonable and necessary fees and expenses incurred by the bank as lessor and trustee, and all costs and expenses which the trustee may incur in consequence of or because of any default by the City on the terms of the lease. In case of default of payments from the Commission, the City would remain liable, at a minimum, for all rental payments due under the Lease Purchase Agreement for the remainder of the calendar year. The City could, by non-appropriation as permitted under the Lease Purchase Agreement, escape liability for future basic rental payments due.

On November 12, 2013, the Certificates of Participation Series were paid in full. This fulfilled the contractual obligations of the Lease Purchase Agreement.

On August 15, 2013, the City issued General Obligation Bonds Series 136, of which, \$800,000 of the bond proceeds were for the purpose of funding a large portion of public building improvements to the existing Grant Field Complex in the form of additional restrooms and storage, additional ball fields including fences, dugouts, and bleachers, as well as irrigation system to the new fields and existing fields and project drainage system. The total estimated cost of the project was \$976,500. The \$800,000 portion of the bond issue is funded by 20-year bonds and is scheduled to be paid by lease payments from the Commission. In June 2013, the Commission entered into a 10-year lease ending May 31, 2023 with the Commission to lease Grant Field Complex. The lease will automatically renew for a second 10-year term unless either party notifies the other in writing 90 days or more before the end of the first term. The Commission shall pay the City annual rental payments enough to pay all debt services related to or associated with the facility and are summarized below:

Year	Total Basic Rental Payment	Principal Component	Interest Component
2014	\$ 56,827	\$ 30,000	\$ 26,827
2015	57,313	30,000	27,313
2016	56,712	30,000	26,712
2017	56,113	30,000	26,113
2018	60,362	35,000	25,362
2019-2023	291,500	180,000	111,500
2024-2028	288,800	210,000	78,800
2029-2033	288,213	255,000	33,213
	<u>\$ 1,155,840</u>	<u>\$ 800,000</u>	<u>\$ 355,840</u>

## 13. FUND EQUITY

Reserves of proprietary funds are created by increases in assets restricted for debt service and renewals and replacements. These increases result from earnings on restricted assets and other interfund transfers to restricted accounts.

### *Electric and Water Utility Funds*

Various Electric Utility Fund and Water Utility Fund revenue bond ordinances require that certain restricted funds be established to ensure the payment of bonds and interest and to enable the City to meet future needs arising from unusual maintenance requirements or income shortfalls. The ordinances also require the City, among other things, to establish rates and collect charges sufficient to pay the operating maintenance and debt service costs of the utilities and to provide net operating income before depreciation and payment in lieu of taxes, of at least 125% for the Electric Utility Fund and 125% for the Water Utility Fund of the maximum annual debt service due on the outstanding bonds. All of the City's utility plant facilities are pledged under the terms of the ordinances. The City was in compliance with the above requirements of the revenue bond ordinances at December 31, 2013.

## 14. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
Operating transfers (City):			
General Operating	Animal Shelter	Ord. 2870	\$ 120,000
General Operating	Consolidated Street and Highway	K.S.A. 12-1,119	280,000
General Operating	Swimming Pool Maintenance and Operation	Ord. 2708	160,000
General Operating	Equipment Reserve	K.S.A. 12-1,117	352,353
General Operating	McPherson Public Building Commission	Ord. 2887	90,000
General Operating	Bond and Interest	Ord. 3042	80,000
Sales Tax Revenue	General Operating	K.S.A. 12-189	922,301
Animal Shelter	Equipment Reserve	K.S.A. 12-1,117	3,563
Municipal Golf Course	Equipment Reserve	K.S.A. 12-1,117	37,149
Consolidated Street and Highway	Equipment Reserve	K.S.A. 12-1,117	140,117
Capital Improvement	Bond and Interest	K.S.A. 12-6a16	1,742
Municipal Court	Municipal Court ADSAP	K.S.A. 8-1008	1,264
Electric Utility	General Operating	K.S.A. 12-825d	1,551,000
Solid Waste Collection	General Operating	K.S.A. 12-2104	50,000
Water Utility	General Operating	K.S.A. 12-825d	63,000
Wastewater System Maintenance and Operation	General Operating	K.S.A. 12-630a	60,000
Wastewater System Maintenance and Operation	Bond and Interest	K.S.A. 12-630a	214,920
Total Operating transfers (City)			<u>4,127,409</u>
Operating transfers (Library):			
Library	Library Board	K.S.A. 12-1220	652,317
Library Employee Benefits	Library Board	K.S.A. 12-16,102	139,776
Total Operating transfers (Library)			<u>792,093</u>
Total Operating transfers (municipal financial reporting entity)			<u>\$ 4,919,502</u>

## **15. OTHER RELATIONSHIPS**

### ***McPherson Area Solid Waste Utility***

The City of McPherson along with McPherson County and seven other cities located within McPherson County entered into an interlocal agreement, authorized by State Statute, to form the McPherson Area Solid Waste Utility (the Utility) effective July 17, 1991. The purpose of the Utility is to assist its Members in planning, technical and financial matters for comprehensive solid waste management and accomplish the desired objectives of an effective county-wide solid waste management program, including the operation of a cooperative solid waste management program and the operation of a cooperative solid waste processing and disposal system for the benefit of its Members.

Management of the Utility is carried out by an appointed three member Board of Directors. The City appoints one member to the Board of Directors, McPherson County appoints a second Director and the third Director is appointed collectively by the other seven Members of the Utility.

The agreement and the Utility may be terminated by written consent of at least two-thirds of the Members, provided that prior to such termination all contractual obligations and indebtedness of the Utility have been paid in full or sufficient resources have been escrowed for the payment of such obligations in full when due. Upon such termination, the Board of Directors shall liquidate the Utility and distribute the assets in a manner that, in its discretion, it deems appropriate. Accordingly, any ongoing financial interest or access to the Utility's resources is indeterminable until such action is taken by its Board of Directors. In addition, no Member shall be permitted to withdraw for twenty years or such sooner time as provision is made for the payment or discharge of the debt incurred by the County or assumed by the Utility. Any withdrawing Member shall not be entitled to distribution of any real or personal property of the Utility by reason of its withdrawal.

The Board of Directors shall determine the methods of obtaining financing for the Utility. The County provided the initial financing for the acquisition of land to be used as a site for disposal of refuse, constructing structures and acquiring equipment necessary for the sanitary disposal of refuse in McPherson County. Effective January 1, 1992, the fiscal accounting and operations of the Utility were transferred from McPherson County to management of the Utility.

Financial information of the McPherson Area Solid Waste Utility is not included in this report. Complete financial statements may be obtained from the administrative offices of the entity at 1431 17th Ave, McPherson, KS 67460.

### ***McPherson City/County Airport***

The McPherson Airport Authority (the Authority) was established as provided for by applicable State Statutes. The property and business of the Authority is managed by its Board of Directors. The Board consists of five directors. Four directors are selected by the governing bodies of the City and County, two by the City and two by the County, and one at-large director is selected by the other four. Each entity provides ongoing financial responsibility through annual appropriations for the operation of the airport on an equal basis, as determined through the preparation of an annual operating budget. The City of McPherson levies property taxes for its allocation and McPherson County funding is provided from the County's General Fund.

The Authority is authorized only to issue revenue bonds, notes or other evidence of indebtedness payable from airport revenues. Title to the airport property remains with the City and County as equal co-owners. Title to all real and personal property purchased with funds of the Authority will be acquired, held and disposed of in the name of the Authority unless otherwise required by law or by the terms of a gift or grant. The Authority may be dissolved by vote of at least two-thirds (2/3) of the respective governing body members of each owner. The Board of Directors of the Authority shall liquidate the assets of the Authority and distribute the assets of the Authority or the net proceeds thereof to the City and County in a manner to be determined by it pursuant to law. Full possession and use of the Airport shall revert to the owners as equal tenants in common upon termination of the Authority.

Complete financial information for the McPherson City/County Airport may be obtained from the administrative offices of the entity at 1000 S. 81 Bypass, McPherson, Kansas, 67460.

## **16. SUBSEQUENT EVENTS**

Management has evaluated the effects of the financial statement of subsequent events occurring through the date of this report which is the date at which the financial statement was available to be issued.

**CITY OF MCPHERSON, KANSAS**  
**REGULATORY – REQUIRED**  
**SUPPLEMENTARY INFORMATION**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**

## CITY OF MCPHERSON, KANSAS

**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****(Budgeted Funds Only)****For the Year Ended December 31, 2013**

<b>Funds</b>	<b>Certified Budget</b>	<b>Adjustment for Qualifying Budget Credits</b>	<b>Total Budget for Comparison</b>	<b>Expenditures Chargeable to Current Year</b>	<b>Variance Over (Under)</b>
GENERAL FUND:					
General Operating Fund	\$ 11,269,301	\$ -	\$ 11,269,301	\$ 8,168,415	\$ (3,100,886)
SPECIAL PURPOSE FUNDS:					
Animal Shelter Fund	223,132	-	223,132	149,768	(73,364)
Consolidated Street and Highway Fund	2,949,626	-	2,949,626	1,470,599	(1,479,027)
Employee Benefits Contribution Fund	2,316,350	-	2,316,350	1,890,569	(425,781)
Industrial Development Fund	453,675	-	453,675	51,000	(402,675)
Library Fund	654,117	-	654,117	652,317	(1,800)
Library Employee Benefits Fund	140,600	-	140,600	139,776	(824)
Municipal Building Fund	163,478	-	163,478	99,139	(64,339)
Municipal Golf Course Fund	592,962	-	592,962	526,687	(66,275)
Special Alcohol Program Fund	121,586	-	121,586	25,928	(95,658)
Special Park and Recreation Fund	88,822	-	88,822	30,000	(58,822)
Swimming Pool Maintenance and Operation Fund	600,424	-	600,424	253,159	(347,265)
Sales Tax Revenue Fund	1,700,000	-	1,700,000	1,388,395	(311,605)
Tourism and Convention Promotion Fund	500,031	-	500,031	264,036	(235,995)
BOND AND INTEREST FUND:					
Bond and Interest Fund	2,473,732	-	2,473,732	1,668,181	(805,551)
BUSINESS FUNDS:					
Sewer Recovery Fund	363,069	-	363,069	-	(363,069)
Solid Waste Collection Fund	1,843,501	-	1,843,501	772,532	(1,070,969)
Wastewater System Maintenance and Operation Fund	4,217,119	-	4,217,119	1,955,231	(2,261,888)
Wastewater System Surplus Fund	1,760,171	-	1,760,171	728,853	(1,031,318)

**CITY OF MCPHERSON, KANSAS**

**GENERAL FUND**

**GENERAL OPERATING FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

**Regulatory Basis**

**For the Year Ended December 31, 2013**

**(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)**

		<b>2013</b>		<b>Variance</b>
	<b>2012</b>	<b>Actual</b>	<b>Budget</b>	<b>Over</b>
	<b>Actual</b>			<b>(Under)</b>
Receipts:				
Taxes -				
Ad valorem property tax	\$ 2,315,517	\$ 2,002,608	\$ 2,043,432	\$ (40,824)
Back tax collections	19,057	50,443	-	50,443
Motor vehicle tax	258,580	281,762	271,321	10,441
Recreational vehicle tax	4,201	4,051	4,386	(335)
MVL excise tax	390	301	569	(268)
Heavy truck tax	2,235	2,278	2,406	(128)
In lieu of tax	47,291	52,131	51,227	904
Local retail sales tax	1,839,950	1,888,932	1,775,000	113,932
Total Taxes	4,487,221	4,282,506	4,148,341	134,165
Intergovernmental Revenues -				
State of Kansas - liquor tax revenue	30,142	30,331	29,382	949
McPherson County - rescue vehicle runs	5,000	5,000	5,000	-
McPherson County - ambulance appropriation	366,725	366,725	366,725	-
Total Intergovernmental Revenues	401,867	402,056	401,107	949
Licenses and Permits -				
Utility franchise taxes	392,502	465,180	440,000	25,180
Beer licenses	1,275	1,765	1,000	765
Liquor licenses	4,600	4,200	4,000	200
Occupation licenses	11,998	8,840	6,500	2,340
Building, zoning bonds and demolition permits	33,571	124,462	18,000	106,462
Dance licenses	-	-	60	(60)
Fireworks stand licenses	2,500	2,500	2,500	-
Inspections	13,350	6,451	6,500	(49)
Total Licenses and Permits	459,796	613,398	478,560	134,838

## CITY OF MCPHERSON, KANSAS

GENERAL FUNDGENERAL OPERATING FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		
	<u>2012</u>			<u>Variance</u>
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
				<u>(Under)</u>
Receipts (cont.):				
Charges for Services -				
Fire contracts - townships	\$ 159,896	\$ 258,834	\$ 213,751	\$ 45,083
Taxi coupons	13,611	11,884	18,560	(6,676)
Cemetery services	37,100	36,540	30,000	6,540
Total Charges for Services	210,607	307,258	262,311	44,947
Fines, Forfeitures and Penalties -				
Municipal court fines	216,050	282,344	205,000	77,344
Vehicle inspections	23,607	25,680	18,000	7,680
Total Fines, Forfeitures and Penalties	239,657	308,024	223,000	85,024
Use of Money and Property -				
Interest received	17,068	16,730	25,000	(8,270)
Cemetery endowment interest	1,358	336	1,500	(1,164)
Rent-building, land and equipment	18,083	19,445	15,000	4,445
Total Use of Money and Property	36,509	36,511	41,500	(4,989)
Miscellaneous -				
Para transit receipts	10,089	11,054	20,000	(8,946)
Reimbursed expenditures	142,581	106,623	38,250	68,373
Reimbursement from Recreation Commission	97,679	73,359	73,360	(1)
Grant reimbursement	18,474	44,176	-	44,176
Cemetery lot sales	23,788	23,963	24,000	(37)
Insurance recoveries	1,070	117,633	-	117,633
Sale of effluent water	87,500	87,500	80,000	7,500
Miscellaneous	2,477	12,374	5,000	7,374
Total Miscellaneous	383,658	476,682	240,610	236,072



## CITY OF MCPHERSON, KANSAS

GENERAL FUNDGENERAL OPERATING FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts (cont.):				
Transfers In -				
Electric Utility Fund	\$ 1,550,000	\$ 1,551,000	\$ 1,450,000	\$ 101,000
Cemetery Endowment Fund	217,000	-	-	-
Sales Tax Revenue Fund	-	922,301	-	922,301
Solid Waste Collection Fund	50,000	50,000	50,000	-
Wastewater System Maint. and Op. Fund	60,000	60,000	60,000	-
Water Utility Fund	76,500	63,000	72,500	(9,500)
Total Transfers In	1,953,500	2,646,301	1,632,500	1,013,801
Total Receipts	8,172,815	9,072,736	\$ 7,427,929	\$ 1,644,807
Expenditures:				
Administrative -				
Personal services	415,111	400,063	\$ 404,388	\$ (4,325)
Contractual services	199,449	304,973	187,600	117,373
Commodities	6,334	5,890	10,500	(4,610)
Capital outlay	-	-	1,000	(1,000)
Cereal malt beverage stamp	375	500	500	-
Housing programs	-	72,676	-	72,676
Refunds	519	126	800	(674)
Travel expense	13,293	19,107	12,000	7,107
Contingency for storms	-	-	3,125,000	(3,125,000)
Miscellaneous	36,445	11,743	3,300	8,443
Appropriations:				
McPherson Airport Authority	61,240	61,240	61,240	-
McPherson Main Street	25,500	25,500	25,500	-
McPherson County Emer. Management	4,352	120	3,000	(2,880)
McPherson Housing Collation	-	-	10,000	(10,000)
McPherson Museum	42,250	42,250	42,250	-
McPherson Recreation Commission -				
Bond and Interest	97,679	73,359	73,360	(1)
McPherson Senior Center	5,000	5,000	5,000	-
Transfers out -				
Animal Shelter Fund	90,000	120,000	120,000	-
Municipal Building	60,000	90,000	90,000	-
Bond and Interest	-	80,000	80,000	-
Swimming Pool Maint. and Oper. Fund	160,000	160,000	160,000	-
Total Administrative	1,217,547	1,472,547	4,415,438	(2,942,891)

## CITY OF MCPHERSON, KANSAS

GENERAL FUNDGENERAL OPERATING FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	2012 Actual	2013		Variance Over (Under)
		Actual	Budget	
Expenditures (cont.):				
Police Department -				
Personal services	\$ 1,664,192	\$ 1,774,199	\$ 1,821,241	\$ (47,042)
Contractual services	292,897	319,686	345,400	(25,714)
Commodities	119,230	93,623	119,500	(25,877)
Capital outlay	68,542	195,975	68,400	127,575
Miscellaneous	8,685	15,901	18,000	(2,099)
Travel expense	8,386	13,159	9,000	4,159
Uniform allowance	15,530	20,517	13,000	7,517
Transfer out - Equipment Reserve Fund	19,154	8,021	18,021	(10,000)
Total Police Department	2,196,616	2,441,081	2,412,562	28,519
Engineering -				
Personal services	186,558	213,001	217,359	(4,358)
Contractual services	11,730	14,784	10,350	4,434
Commodities	19,224	13,467	9,000	4,467
Capital outlay	4,861	4,077	8,500	(4,423)
Travel expense	3,248	1,849	3,850	(2,001)
Miscellaneous	231	213	70	143
Transfer out - Equipment Reserve Fund	7,193	7,331	7,331	-
Total Engineering	233,045	254,722	256,460	(1,738)
Sanitation -				
Personal services	102,435	111,782	119,490	(7,708)
Contractual services	9,794	9,790	26,300	(16,510)
Commodities	3,492	3,087	3,600	(513)
Capital outlay	1,175	-	-	-
Code enforcement supplies	200	610	500	110
Miscellaneous	186	89	90	(1)
Travel expense	170	662	700	(38)
Planning Commission	4,753	6,643	10,000	(3,357)
Transfer out - Equipment Reserve Fund	1,400	1,500	1,500	-
Total Sanitation	123,605	134,163	162,180	(28,017)

**CITY OF MCPHERSON, KANSAS**

**GENERAL FUND**

**GENERAL OPERATING FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

**Regulatory Basis**

**For the Year Ended December 31, 2013**

**(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)**

		<b>2013</b>		
	<b>2012</b>			<b>Variance</b>
	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Over</b>
				<b>(Under)</b>
Expenditures (cont.):				
Inspection -				
Personal services	\$ 46,215	\$ 56,173	\$ 59,996	\$ (3,823)
Contractual services	11,147	1,532	2,270	(738)
Commodities	3,056	1,882	2,080	(198)
Travel expense	768	914	320	594
Miscellaneous	217	70	240	(170)
Transfer out - Equipment Reserve Fund	1,505	1,613	1,613	-
Total Inspection	62,908	62,184	66,519	(4,335)
Community Building -				
Personal services	7,425	9,251	7,420	1,831
Contractual services	20,763	21,547	35,570	(14,023)
Commodities	190	376	200	176
Miscellaneous	660	90	40	50
Total Community Building	29,038	31,264	43,230	(11,966)
Legal and Judicial -				
Personal services	52,129	61,157	73,479	(12,322)
Contractual services	219,317	273,403	213,347	60,056
Commodities	2,139	3,060	3,500	(440)
Miscellaneous	164	19	1,000	(981)
Travel expense	572	867	-	867
Total Legal and Judicial	274,321	338,506	291,326	47,180
Park Department -				
Personal services	303,899	322,273	318,016	4,257
Contractual services	121,995	127,591	103,100	24,491
Commodities	87,174	108,221	86,800	21,421
Capital outlay	-	-	1,500	(1,500)
Miscellaneous	1,164	1,362	1,000	362
Travel expense	2,609	925	1,500	(575)
Tree care maintenance	300	165	1,000	(835)
Transfer out - Equipment Reserve Fund	61,192	65,563	65,563	-
Total Park Department	578,333	626,100	578,479	47,621

## CITY OF MCPHERSON, KANSAS

GENERAL FUNDGENERAL OPERATING FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Expenditures (cont.):				
Ambulance Service -				
Contractual services	\$ 797,735	\$ 825,045	\$ 831,392	\$ (6,347)
Transfer out - Equipment Reserve Fund	50,000	50,000	50,000	-
Total Ambulance Service	847,735	875,045	881,392	(6,347)
Cemetery -				
Personal services	139,698	112,207	154,373	(42,166)
Contractual services	279,950	24,054	37,680	(13,626)
Commodities	48,046	23,563	29,000	(5,437)
Capital outlay	1,787	2,688	21,260	(18,572)
Miscellaneous	248	343	400	(57)
Travel expense	920	859	700	159
Tree care maintenance	3,275	1,694	3,500	(1,806)
Transfer out - Equipment Reserve Fund	18,993	20,425	20,425	-
Total Cemetery	492,917	185,833	267,338	(81,505)
Fire Department -				
Personal services	963,471	1,013,043	1,025,218	(12,175)
Contractual services	143,089	161,794	170,959	(9,165)
Commodities	77,010	39,555	43,750	(4,195)
Capital outlay	3,825	34,939	9,000	25,939
Miscellaneous	8,956	7,252	11,250	(3,998)
Travel expense	4,857	5,276	5,000	276
Uniform allowance	6,380	7,211	6,300	911
Transfer out - Equipment Reserve Fund	193,358	197,900	197,900	-
Total Fire Department	1,400,946	1,466,970	1,469,377	(2,407)
Street Department -				
Transfer out - Consolidated Street and Highway Fund	500,000	280,000	425,000	(145,000)
Total Expenditures	7,957,011	8,168,415	\$ 11,269,301	\$ (3,100,886)
Receipts over (under) Expenditures	215,804	904,321		
Unencumbered Cash, Beginning of Year	3,945,759	4,161,563		
Unencumbered Cash, End of Year	\$ 4,161,563	\$ 5,065,884		

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDANIMAL SHELTER FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		<u>Variance</u>
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Receipts:				
Dog tags, impounds, adoption fees	\$ 9,039	\$ 9,197	\$ 13,000	\$ (3,803)
Animal cremations	12,510	15,868	10,000	5,868
Interest received	31	14	200	(186)
Gifts and donations	1,782	1,316	-	1,316
Reimbursed expenditures	1,120	1,037	-	1,037
Transfer in - General Operating Fund	90,000	120,000	120,000	-
Total Receipts	114,482	147,432	\$ 143,200	\$ 4,232
Expenditures:				
Personal services	87,021	86,580	\$ 97,088	\$ (10,508)
Contractual services	31,405	41,844	38,450	3,394
Commodities	12,311	13,215	15,200	(1,985)
Refunds	4,360	3,730	5,000	(1,270)
Travel expense	760	250	1,200	(950)
Future improvements	-	-	60,931	(60,931)
Miscellaneous	790	586	1,700	(1,114)
Transfer out - Equipment Reserve Fund	2,975	3,563	3,563	-
Total Expenditures	139,622	149,768	\$ 223,132	\$ (73,364)
Receipts over (under) Expenditures	(25,140)	(2,336)		
Unencumbered Cash, Beginning of Year	123,332	98,192		
Unencumbered Cash, End of Year	\$ 98,192	\$ 95,856		

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDCONSOLIDATED STREET AND HIGHWAY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		<u>Variance</u>
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Receipts:				
State of Kansas - gas tax	\$ 341,157	\$ 332,630	\$ 342,380	\$ (9,750)
State of Kansas - connecting links	47,367	47,301	45,000	2,301
Reimbursed expenditures	112,814	251,868	113,000	138,868
City retail sales tax	1,414,245	1,522,610	1,300,000	222,610
Miscellaneous	-	1,358	-	1,358
Transfer in - General Operating Fund	500,000	280,000	425,000	(145,000)
Total Receipts	2,415,583	2,435,767	\$ 2,225,380	\$ 210,387
Expenditures:				
Personal services	344,786	369,748	\$ 435,395	\$ (65,647)
Contractual services	1,165,598	763,039	1,319,087	(556,048)
Commodities	200,917	179,947	270,500	(90,553)
Capital outlay	15,882	12,293	5,000	7,293
Travel expense	2,774	2,143	2,500	(357)
Miscellaneous	578	947	2,450	(1,503)
Sidewalk (ADA) improvements	5,384	2,365	15,000	(12,635)
Infrastructure improvements	-	-	759,577	(759,577)
Transfers out -				
Equipment Reserve Fund	140,917	140,117	140,117	-
Total Expenditures	1,876,836	1,470,599	\$ 2,949,626	\$ (1,479,027)
Receipts over (under) Expenditures	538,747	965,168		
Unencumbered Cash, Beginning of Year	1,154,028	1,692,775		
Unencumbered Cash, End of Year	\$ 1,692,775	\$ 2,657,943		

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDEMPLOYEE BENEFITS CONTRIBUTION FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts:				
Ad valorem property tax	\$ 1,450,928	\$ 1,623,631	\$ 1,656,557	\$ (32,926)
Back tax collections	12,784	33,147	-	33,147
Motor vehicle tax	180,918	180,004	170,002	10,002
Recreational vehicle tax	2,927	2,586	2,748	(162)
MVL excise tax	284	199	356	(157)
Heavy truck tax	1,674	1,569	1,507	62
Matching funds	4,921	5,325	-	5,325
Reimbursed expenditures	118,641	125,763	-	125,763
Payroll matching - Board of Public Utilities	2,108,922	2,301,313	-	2,301,313
Total Receipts	<u>3,881,999</u>	<u>4,273,537</u>	<u>\$ 1,831,170</u>	<u>\$ 2,442,367</u>
Expenditures Subject to Budget:				
Insurance administrator	804,620	772,572	\$ 1,070,104	\$ (297,532)
Social Security - payment to Federal	357,601	370,988	408,155	(37,167)
KPERS - payment to State	185,734	202,460	221,933	(19,473)
Workers' Compensation - premium	125,223	102,809	110,750	(7,941)
Unemployment Compensation - payment to State	9,803	10,511	8,004	2,507
Kansas Policemen's and Firemen's Retirement - payment to State	387,369	429,326	492,404	(63,078)
Miscellaneous	546	1,903	5,000	(3,097)
Total Expenditures Subject to Budget	<u>1,870,896</u>	<u>1,890,569</u>	<u>\$ 2,316,350</u>	<u>\$ (425,781)</u>
Expenditures Not Subject to Budget:				
Reimbursements	<u>2,108,904</u>	<u>2,301,313</u>		
Total Expenditures	<u>3,979,800</u>	<u>4,191,882</u>		
Receipts over (under) Expenditures	(97,801)	81,655		
Unencumbered Cash, Beginning of Year	<u>1,056,253</u>	<u>958,452</u>		
Unencumbered Cash, End of Year	<u>\$ 958,452</u>	<u>\$ 1,040,107</u>		

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDFORFEITED PROPERTY FUND - POLICE DEPARTMENTSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012</u>	<u>2013</u>
Receipts:		
Forfeited property funds	\$ 4,683	\$ 1,629
Expenditures:		
Drug enforcement	<u>1,664</u>	<u>6,431</u>
Receipts over (under) Expenditures	3,019	(4,802)
Unencumbered Cash, Beginning of Year	<u>10,219</u>	<u>13,238</u>
Unencumbered Cash, End of Year	<u>\$ 13,238</u>	<u>\$ 8,436</u>



## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDINDUSTRIAL DEVELOPMENT FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	2012 Actual	2013		Variance Over (Under)
		Actual	Budget	
Receipts:				
Ad valorem property tax	\$ 29,627	\$ 29,380	\$ 30,000	\$ (620)
Back tax collections	257	715	-	715
Motor vehicle tax	3,489	3,634	3,466	168
Recreational vehicle tax	56	52	56	(4)
MVL excise tax	5	4	7	(3)
Heavy truck tax	32	30	31	(1)
Appropriation - McPherson County	16,871	33,511	22,500	11,011
Total Receipts	50,337	67,326	\$ 56,060	\$ 11,266
Expenditures:				
Contractual services	61,000	51,000	\$ 51,350	\$ (350)
Travel expense	-	-	8,000	(8,000)
Industrial prospect development	25,000	-	20,000	(20,000)
Land purchases	-	-	366,825	(366,825)
Appropriation - Industrial Employee Marketing	-	-	7,500	(7,500)
Total Expenditures	86,000	51,000	\$ 453,675	\$ (402,675)
Receipts over (under) Expenditures	(35,663)	16,326		
Unencumbered Cash, Beginning of Year	435,833	400,170		
Unencumbered Cash, End of Year	\$ 400,170	\$ 416,496		

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDLIBRARY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts:				
Ad valorem property tax	\$ 551,509	\$ 571,131	\$ 582,744	\$ (11,613)
Back tax collections	4,672	12,285	5,000	7,285
Motor vehicle tax	64,399	67,310	64,621	2,689
Recreational vehicle tax	1,038	968	1,044	(76)
MVL excise tax	105	72	135	(63)
Heavy truck tax	632	551	573	(22)
Total Receipts	<u>622,355</u>	<u>652,317</u>	<u>\$ 654,117</u>	<u>\$ (1,800)</u>
Expenditures:				
Transfer out - Library Board - Operating Budget	<u>622,355</u>	<u>652,317</u>	<u>\$ 654,117</u>	<u>\$ (1,800)</u>
Receipts over (under) Expenditures	-	-		
Unencumbered Cash, Beginning of Year	-	-		
Unencumbered Cash, End of Year	<u>\$ -</u>	<u>\$ -</u>		

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDLIBRARY EMPLOYEE BENEFITS FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts:				
Ad valorem property tax	\$ 115,140	\$ 123,305	\$ 125,745	\$ (2,440)
Back tax collections	853	2,327	1,000	1,327
Motor vehicle tax	11,605	13,825	13,489	336
Recreational vehicle tax	190	199	218	(19)
MVL excise tax	16	14	28	(14)
Heavy truck tax	85	106	120	(14)
Total Receipts	<u>127,889</u>	<u>139,776</u>	<u>\$ 140,600</u>	<u>\$ (824)</u>
Expenditures:				
Transfer out - Library Board - Employee Benefits	<u>127,889</u>	<u>139,776</u>	<u>\$ 140,600</u>	<u>\$ (824)</u>
Receipts over (under) Expenditures	-	-		
Unencumbered Cash, Beginning of Year	<u>-</u>	<u>-</u>		
Unencumbered Cash, End of Year	<u>\$ -</u>	<u>\$ -</u>		

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDMCPHERSON LANDFILL IMPROVEMENT CORPORATIONSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012</u>	<u>2013</u>
Receipts:		
Interest received	\$ 3	\$ 2
Expenditures:		
Filing fees	<u>40</u>	<u>40</u>
Receipts over (under) Expenditures	(37)	(38)
Unencumbered Cash, Beginning of Year	<u>2,479</u>	<u>2,442</u>
Unencumbered Cash, End of Year	<u>\$ 2,442</u>	<u>\$ 2,404</u>

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDMUNICIPAL BUILDING FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts:				
Rent	\$ 2,100	\$ -	\$ -	\$ -
Interest received	41	20	50	(30)
Reimbursed expenditures	7,430	21,505	-	21,505
Transfer in - General Operating Fund	60,000	90,000	90,000	-
Total Receipts	<u>69,571</u>	<u>111,525</u>	<u>\$ 90,050</u>	<u>\$ 21,475</u>
Expenditures:				
Contractual services	56,265	57,112	\$ 74,593	\$ (17,481)
Commodities	16,352	27,827	13,000	14,827
Capital outlay	21,981	14,200	50,000	(35,800)
Maintenance reserve	-	-	25,885	(25,885)
Total Expenditures	<u>94,598</u>	<u>99,139</u>	<u>\$ 163,478</u>	<u>\$ (64,339)</u>
Receipts over (under) Expenditures	(25,027)	12,386		
Unencumbered Cash, Beginning of Year	<u>208,682</u>	<u>183,655</u>		
Unencumbered Cash, End of Year	<u>\$ 183,655</u>	<u>\$ 196,041</u>		

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDMUNICIPAL COURT FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012</u>	<u>2013</u>
Receipts:		
Fines	\$ 157,762	\$ 204,519
Court cost	34,030	45,502
Supreme Court fee	617	750
Police training assessment	19,532	26,288
Drug/alcohol assessment fees	2,120	1,264
Bonds	16,014	1,646
Parking violations	1,645	1,515
Fingerprint fees	9,191	10,524
Diversion fees	3,400	3,925
Reinstatement fees	3,148	3,965
Attorney fees	20,551	20,904
Miscellaneous	5,107	5,713
	<u>273,117</u>	<u>326,515</u>
Total Receipts		
Expenditures:		
Payments to General Operating Fund	216,908	266,244
Payments to State of Kansas	22,651	30,865
Payments to Kansas Bureau of Investigation	1,200	699
Payments to McPherson County Sheriff	9,097	10,636
Bonds	5,893	10,211
Restitution	6,203	6,373
Transfer out - Municipal Court ADSAP Fund	2,120	1,264
	<u>264,072</u>	<u>326,292</u>
Total Expenditures		
Receipts over (under) Expenditures	9,045	223
Unencumbered Cash, Beginning of Year	<u>25,460</u>	<u>34,505</u>
Unencumbered Cash, End of Year	<u>\$ 34,505</u>	<u>\$ 34,728</u>

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDMUNICIPAL COURT ADSAP FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012</u>	<u>2013</u>
Receipts:		
Transfer in - Municipal Court Fund	\$ 2,120	\$ 1,264
Expenditures:		
Assessments	<u>135</u>	<u>135</u>
Receipts over (under) Expenditures	1,985	1,129
Unencumbered Cash, Beginning of Year	<u>19,836</u>	<u>21,821</u>
Unencumbered Cash, End of Year	<u>\$ 21,821</u>	<u>\$ 22,950</u>

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDMUNICIPAL GOLF COURSE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		<u>Variance</u>
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Receipts:				
Membership fees	\$ 122,737	\$ 135,578	\$ 127,000	\$ 8,578
Ten play cards and golf team fees	11,400	13,000	14,000	(1,000)
Cart storage rental fees	44,911	48,729	48,000	729
Cart rental	64,719	57,414	64,000	(6,586)
Trail fees	4,411	4,108	5,000	(892)
Driving range revenue	14,696	13,213	14,000	(787)
Weekend green fees	73,951	63,952	72,500	(8,548)
Weekday green fees	80,115	65,034	85,000	(19,966)
Concession	28,691	22,654	32,000	(9,346)
Beer sales	19,123	18,537	19,000	(463)
Gift cards	6,739	4,190	3,000	1,190
Pro shop sales	45,678	46,684	44,000	2,684
Grinding services	-	620	-	620
Reimbursed expenses	3,615	794	-	794
Miscellaneous	789	1,488	5,000	(3,512)
Total Receipts	521,575	495,995	\$ 532,500	\$ (36,505)
Expenditures:				
Personal services	246,035	214,278	\$ 248,967	\$ (34,689)
Contractual services	80,824	79,559	80,600	(1,041)
Commodities	147,276	130,370	131,050	(680)
Capital outlay	34,312	34,062	34,000	62
Sales tax	12,022	10,798	10,000	798
Travel expense	3,687	2,360	2,000	360
Membership discount	7,875	8,220	-	8,220
Credit card fees	5,271	5,024	6,000	(976)
Gift certificates redeemed	4,615	4,394	-	4,394
Miscellaneous	604	473	-	473
Erosion control	-	-	43,196	(43,196)
Transfer out - Equipment Reserve Fund	21,169	37,149	37,149	-
Total Expenditures	563,690	526,687	\$ 592,962	\$ (66,275)
Receipts over (under) Expenditures	(42,115)	(30,692)		
Unencumbered Cash, Beginning of Year	87,251	45,136		
Unencumbered Cash, End of Year	\$ 45,136	\$ 14,444		



## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDOPERATION WARMTH FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012</u>	<u>2013</u>
Receipts:		
Donations	\$ 6,385	\$ 2,283
Expenditures:		
Contractual services	<u>5,414</u>	<u>4,502</u>
Receipts over (under) Expenditures	971	(2,219)
Unencumbered Cash, Beginning of Year	<u>2,975</u>	<u>3,946</u>
Unencumbered Cash, End of Year	<u>\$ 3,946</u>	<u>\$ 1,727</u>

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDSPECIAL ALCOHOL PROGRAM FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012 Actual</u>	<u>2013</u>		<u>Variance Over (Under)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Liquor tax	\$ 30,142	\$ 30,331	\$ 29,381	\$ 950
Expenditures:				
Personal services	5,805	2,949	\$ 6,400	\$ (3,451)
Contractual services	17,400	15,393	20,000	(4,607)
Commodities	5,742	7,552	-	7,552
Capital outlay	-	-	85,186	(85,186)
Travel expense	46	34	1,000	(966)
Drug enforcement	-	-	9,000	(9,000)
Total Expenditures	<u>28,993</u>	<u>25,928</u>	<u>\$ 121,586</u>	<u>\$ (95,658)</u>
Receipts over (under) Expenditures	1,149	4,403		
Unencumbered Cash, Beginning of Year	<u>99,138</u>	<u>100,287</u>		
Unencumbered Cash, End of Year	<u>\$ 100,287</u>	<u>\$ 104,690</u>		

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDSPECIAL PARK AND RECREATION FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts:				
Liquor tax	\$ 30,142	\$ 30,331	\$ 29,381	\$ 950
Expenditures:				
Contractual services	30,000	30,000	\$ 30,000	\$ -
Capital outlay	-	-	58,822	(58,822)
Total Expenditures	30,000	30,000	\$ 88,822	\$ (58,822)
Receipts over (under) Expenditures	142	331		
Unencumbered Cash, Beginning of Year	59,975	60,117		
Unencumbered Cash, End of Year	\$ 60,117	\$ 60,448		

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDSWIMMING POOL MAINTENANCE AND OPERATION FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts:				
Swimming pool	\$ 125,424	\$ 91,174	\$ 125,000	\$ (33,826)
Concession	35,355	25,536	38,000	(12,464)
Reimbursed expenditures	11	6,506	-	6,506
Miscellaneous	834	834	-	834
Transfer in - General Operating Fund	160,000	160,000	160,000	-
Total Receipts	<u>321,624</u>	<u>284,050</u>	<u>\$ 323,000</u>	<u>\$ (38,950)</u>
Expenditures:				
Contractual services	239,701	212,829	\$ 318,550	\$ (105,721)
Commodities	37,940	35,254	51,700	(16,446)
Capital outlay	10,034	-	-	-
Miscellaneous	834	834	1,200	(366)
Refunds	35	770	1,000	(230)
Sales tax	2,729	1,975	3,500	(1,525)
Travel expense	699	1,497	2,500	(1,003)
Pool maintenance	-	-	221,974	(221,974)
Total Expenditures	<u>291,972</u>	<u>253,159</u>	<u>\$ 600,424</u>	<u>\$ (347,265)</u>
Receipts over (under) Expenditures	29,652	30,891		
Unencumbered Cash, Beginning of Year	<u>330,374</u>	<u>360,026</u>		
Unencumbered Cash, End of Year	<u>\$ 360,026</u>	<u>\$ 390,917</u>		

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDSALES TAX REVENUE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		
	<u>2012 Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts:				
Local retail sales tax	\$ 1,414,245	\$ 1,522,610	\$ 1,700,000	\$ (177,390)
Interest received	-	21	-	21
Total Receipts	<u>1,414,245</u>	<u>1,522,631</u>	<u>\$ 1,700,000</u>	<u>\$ (177,369)</u>
Expenditures:				
McPherson Opera House	1,414,245	466,094	\$ 1,700,000	\$ (1,233,906)
Transfer out - General Operating Fund	-	922,301	-	922,301
Total Expenditures	<u>1,414,245</u>	<u>1,388,395</u>	<u>\$ 1,700,000</u>	<u>\$ (311,605)</u>
Receipts over (under) Expenditures	-	134,236		
Unencumbered Cash, Beginning of Year	-	-		
Unencumbered Cash, End of Year	<u>\$ -</u>	<u>\$ 134,236</u>		

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDTOURISM AND CONVENTION PROMOTION FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts:				
State of Kansas - guest tax	\$ 236,372	\$ 239,033	\$ 250,000	\$ (10,967)
Booth and registration fees	2,642	1,400	5,000	(3,600)
Reimbursed expenditures	1,637	2,367	3,000	(633)
Trolley revenue	5,698	5,930	5,600	330
Grants	9,205	7,133	6,000	1,133
Gifts	2,686	1,200	20,000	(18,800)
Miscellaneous	1,205	1,266	2,000	(734)
Total Receipts	<u>259,445</u>	<u>258,329</u>	<u>\$ 291,600</u>	<u>\$ (33,271)</u>
Expenditures:				
Personal services	74,078	86,943	\$ 78,715	\$ 8,228
Contractual services	81,062	79,063	100,932	(21,869)
Commodities	71,027	55,528	64,450	(8,922)
Capital outlay	1,972	-	1,000	(1,000)
Refunds	170	411	200	211
Travel expense	9,835	8,615	15,000	(6,385)
Capital outlay - trolley replacement	-	-	208,454	(208,454)
Grant expenditures	26,569	33,214	30,500	2,714
Miscellaneous	170	262	780	(518)
Total Expenditures	<u>264,883</u>	<u>264,036</u>	<u>\$ 500,031</u>	<u>\$ (235,995)</u>
Receipts over (under) Expenditures	(5,438)	(5,707)		
Unencumbered Cash, Beginning of Year	<u>207,888</u>	<u>202,450</u>		
Unencumbered Cash, End of Year	<u>\$ 202,450</u>	<u>\$ 196,743</u>		

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDHEALTH SELF-INSURANCE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012</u>	<u>2013</u>
Receipts:		
Interest received	\$ 6,412	\$ 4,361
Miscellaneous	68	-
Transfers in - various funds	2,004,446	1,851,446
Reimbursements	<u>14,335</u>	<u>14,178</u>
Total Receipts	<u>2,025,261</u>	<u>1,869,985</u>
Expenditures:		
Cost of insurance	304,125	280,153
Claims paid	1,530,525	1,560,946
Administrative fees	80,749	82,562
Reimbursements	<u>4,849</u>	<u>3,700</u>
Total Expenditures	<u>1,920,248</u>	<u>1,927,361</u>
Receipts over (under) Expenditures	105,013	(57,376)
Unencumbered Cash, Beginning of Year	<u>1,071,052</u>	<u>1,176,065</u>
Unencumbered Cash, End of Year	<u>\$ 1,176,065</u>	<u>\$ 1,118,689</u>

## CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDWORKER'S COMPENSATION SELF-INSURANCE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012</u>	<u>2013</u>
Receipts:		
Interest received	\$ 4,593	\$ 2,670
Reimbursement	86,647	251
Transfer in - various funds	<u>226,070</u>	<u>180,237</u>
Total Receipts	<u>317,310</u>	<u>183,158</u>
Expenditures:		
Cost of insurance	380,761	175,400
Claims paid	17,667	10,637
Miscellaneous	<u>1,406</u>	<u>1,499</u>
Total Expenditures	<u>399,834</u>	<u>187,536</u>
Receipts over (under) Expenditures	(82,524)	(4,378)
Unencumbered Cash, Beginning of Year	<u>850,444</u>	<u>767,920</u>
Unencumbered Cash, End of Year	<u>\$ 767,920</u>	<u>\$ 763,542</u>



## CITY OF MCPHERSON, KANSAS

BOND AND INTEREST FUNDBOND AND INTEREST FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts:				
Ad valorem property tax	\$ 693,139	\$ 871,648	\$ 889,204	\$ (17,556)
Back tax collections	5,981	16,082	-	16,082
Motor vehicle tax	83,505	84,977	81,207	3,770
Recreational vehicle tax	1,343	1,221	1,312	(91)
MVL excise tax	139	92	170	(78)
Heavy truck tax	848	708	720	(12)
Special assessments	376,954	362,767	315,000	47,767
Bond proceeds	-	1,839,968	-	1,839,968
Transfers in -				
Wastewater System Maintenance				
and Operation Fund	207,720	214,920	214,920	-
Capital Improvement Fund	-	1,742	-	1,742
General Fund (NCRA)	-	80,000	80,000	-
Total Receipts	<u>1,369,629</u>	<u>3,474,125</u>	<u>\$ 1,582,533</u>	<u>\$ 1,891,592</u>
Expenditures:				
Bond principal	1,160,000	1,267,960	\$ 1,240,000	\$ 27,960
Interest coupons	448,238	400,221	408,075	(7,854)
Commission and postage	-	-	300	(300)
Special assessments delinquencies	-	-	825,357	(825,357)
Total Expenditures Subject to Budget	<u>1,608,238</u>	<u>1,668,181</u>	<u>\$ 2,473,732</u>	<u>\$ (805,551)</u>
Expenditures Not Subject to Budget:				
Bond proceeds	-	1,839,968		
Total Expenditures	<u>1,608,238</u>	<u>3,508,149</u>		
Receipts over (under) Expenditures	(238,609)	(34,024)		
Unencumbered Cash, Beginning of Year	<u>1,124,305</u>	<u>885,696</u>		
Unencumbered Cash, End of Year	<u>\$ 885,696</u>	<u>\$ 851,672</u>		

## CITY OF MCPHERSON, KANSAS

CAPITAL PROJECTS FUNDCAPITAL IMPROVEMENT FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012</u>	<u>2013</u>
Receipts:		
Ad valorem property tax	\$ 48,336	\$ 48,967
Back tax collections	1,592	1,458
Motor vehicle tax	7,001	6,057
Recreational vehicle tax	108	87
MVL excise tax	16	7
Heavy truck tax	111	51
Bond proceeds	340,000	7,795,000
Temporary note proceeds	435,000	100,000
Interest received	825	535
Developer's share	570,244	46,157
Special assessments prepaid	-	9,816
Total Receipts	<u>1,403,233</u>	<u>8,008,135</u>
Expenditures:		
Capital Projects -		
Foxfire SSD #188	116,386	-
Foxfire Paving Phase III	331,247	-
Certainitted/Oxford Point Drainage Improvements	27,279	73,834
First Street Design	-	3,876,229
Grant Complex Tball Improvements	-	754,875
Veranda SSD #190	146,239	103,695
Veranda Paving	306,032	739,258
Barnstormers West Field SSD #191	2,807	64,514
Barnstormers West Field Paving	9,508	201,397
Front Porch/Welcome sign	25,720	1,672
Erosion control	-	14,387
Transfer to Bond and Interest Fund	-	1,742
Total Expenditures	<u>965,218</u>	<u>5,831,603</u>
Receipts over (under) Expenditures	438,015	2,176,532
Unencumbered Cash, Beginning of Year	<u>3,017,781</u>	<u>3,455,796</u>
Unencumbered Cash, End of Year	<u>\$ 3,455,796</u>	<u>\$ 5,632,328</u>

## CITY OF MCPHERSON, KANSAS

CAPITAL PROJECTS FUNDEQUIPMENT RESERVE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012</u>	<u>2013</u>
Receipts:		
Interest received	\$ 382	\$ 196
Reimbursed expenditures	120,000	3,240
Transfers in -		
General Operating Fund	352,795	352,353
Municipal Golf Course Fund	21,169	37,149
Animal Shelter Fund	2,975	3,563
Consolidated Street and Highway Fund	<u>140,917</u>	<u>140,117</u>
Total Receipts	<u>638,238</u>	<u>536,618</u>
Expenditures:		
Capital outlay	158,306	136,892
Aerial platform truck lease	<u>108,462</u>	<u>108,462</u>
Total Expenditures	<u>266,768</u>	<u>245,354</u>
Receipts over (under) Expenditures	371,470	291,264
Unencumbered Cash, Beginning of Year	<u>1,262,299</u>	<u>1,633,769</u>
Unencumbered Cash, End of Year	<u>\$ 1,633,769</u>	<u>\$ 1,925,033</u>

## CITY OF MCPHERSON, KANSAS

BUSINESS FUNDELECTRIC UTILITY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012</u>	<u>2013</u>
Receipts:		
User fees	\$ 44,624,151	\$ 48,092,209
Sales to interconnection	3,646,487	3,207,125
Interest received	56,068	46,113
Street lighting	179,814	187,878
Merchandising, jobbing and contract work	348,236	868,821
Refuse collection and sewer service fees	59,227	59,170
Sale of KS historical tax credits	1,008,454	-
Penalties and late charge interest	61,019	63,505
Sales tax	662,150	858,160
Meter deposits	60,797	207,700
Proceeds from sale of equipment	-	7,855
Farm income	4,408	17,165
Total Receipts	<u>50,710,811</u>	<u>53,615,701</u>
Expenditures:		
Purchased power	33,510,708	35,618,372
Fuel	669,319	251,456
Distribution and transmission	4,051,506	4,950,700
Production	2,298,348	2,390,350
Capital outlay	1,310,504	192,414
Debt service	717,028	711,675
Administrative and general	1,794,346	1,866,329
Merchandising	83,592	306,668
Farm expenses	7,875	13,502
Meter deposits	106,017	21,749
Sales tax	662,150	858,160
Transfer out - General Operating Fund - In lieu of taxes	<u>1,550,000</u>	<u>1,551,000</u>
Total Expenditures	<u>46,761,393</u>	<u>48,732,375</u>
Receipts over (under) Expenditures	<u>3,949,418</u>	<u>4,883,326</u>
Unencumbered Cash, Beginning of Year	<u>15,296,545</u>	<u>19,245,963</u>
Unencumbered Cash, End of Year	<u>\$ 19,245,963</u>	<u>\$ 24,129,289</u>

## CITY OF MCPHERSON, KANSAS

BUSINESS FUNDSEWER RECOVERY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts:				
Sewer recovery fee	\$ 26,675	\$ 14,285	\$ 30,000	\$ (15,715)
Expenditures:				
Capital outlay	-	-	\$ 363,069	\$ (363,069)
Receipts over (under) Expenditures	26,675	14,285		
Unencumbered Cash, Beginning of Year	<u>303,071</u>	<u>329,746</u>		
Unencumbered Cash, End of Year	<u>\$ 329,746</u>	<u>\$ 344,031</u>		

## CITY OF MCPHERSON, KANSAS

BUSINESS FUNDSOLID WASTE COLLECTION FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts:				
Refuse collections	\$ 765,543	\$ 803,982	\$ 700,000	\$ 103,982
Landfill closure fee	61,889	70,316	90,000	(19,684)
Waste tags	5	30	-	30
Reimbursements	-	7,496	-	7,496
Total Receipts	<u>827,437</u>	<u>881,824</u>	<u>\$ 790,000</u>	<u>\$ 91,824</u>
Expenditures:				
Contractual services	709,467	722,529	\$ 802,750	\$ (80,221)
Landfill mitigation	-	-	989,151	(989,151)
Miscellaneous	3	3	1,600	(1,597)
Transfers out -				
General Operating Fund	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Total Expenditures	<u>759,470</u>	<u>772,532</u>	<u>\$ 1,843,501</u>	<u>\$ (1,070,969)</u>
Receipts over (under) Expenditures	67,967	109,292		
Unencumbered Cash, Beginning of Year	<u>1,027,849</u>	<u>1,095,816</u>		
Unencumbered Cash, End of Year	<u>\$ 1,095,816</u>	<u>\$ 1,205,108</u>		

## CITY OF MCPHERSON, KANSAS

BUSINESS FUNDWASTEWATER SYSTEM MAINTENANCE AND OPERATION FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts:				
Sewer service charges	\$ 1,570,899	\$ 1,628,062	\$ 1,522,500	\$ 105,562
Sale of grain, equipment and supplies	84,997	117,709	25,000	92,709
Rent	1,221	2,471	500	1,971
Reimbursements	17	85,190	-	85,190
Miscellaneous	3,172	2,946	3,500	(554)
Total Receipts	<u>1,660,306</u>	<u>1,836,378</u>	<u>\$ 1,551,500</u>	<u>\$ 284,878</u>
Expenditures:				
Personal services	246,782	242,588	\$ 267,790	\$ (25,202)
Contractual services	538,538	696,267	799,729	(103,462)
Commodities	78,890	120,495	102,100	18,395
Capital outlay	20,223	469,566	2,611,172	(2,141,606)
Travel expense	1,367	1,527	7,800	(6,273)
Miscellaneous	223	1,160	4,900	(3,740)
Appropriations:				-
KDHE, RLF Main Street	73,157	73,157	73,157	-
KDHE, UV Project	75,551	75,551	75,551	-
Transfers out -				
General Operating Fund	60,000	60,000	60,000	-
Bond and Interest Fund	207,720	214,920	214,920	-
Total Expenditures	<u>1,302,451</u>	<u>1,955,231</u>	<u>\$ 4,217,119</u>	<u>\$ (2,261,888)</u>
Receipts over (under) Expenditures	357,855	(118,853)		
Unencumbered Cash, Beginning of Year	<u>3,133,014</u>	<u>3,490,869</u>		
Unencumbered Cash, End of Year	<u>\$ 3,490,869</u>	<u>\$ 3,372,016</u>		

## CITY OF MCPHERSON, KANSAS

BUSINESS FUNDWASTEWATER SYSTEM SURPLUS FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

		<u>2013</u>		
	<u>2012</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts:				
Interest received	\$ 3,691	\$ 2,099	\$ 5,000	\$ (2,901)
Sewer service fee	661,000	672,000	675,000	(3,000)
Total Receipts	664,691	674,099	\$ 680,000	\$ (5,901)
Expenditures:				
Appropriation:				
KDHE, WWT plant improvement	728,853	728,853	\$ 728,853	\$ -
Contingency for future loan payments	-	-	1,031,318	(1,031,318)
Total Expenditures	728,853	728,853	\$ 1,760,171	\$ (1,031,318)
Receipts over (under) Expenditures	(64,162)	(54,754)		
Unencumbered Cash, Beginning of Year	1,201,023	1,136,861		
Unencumbered Cash, End of Year	\$ 1,136,861	\$ 1,082,107		



## CITY OF MCPHERSON, KANSAS

BUSINESS FUNDWATER UTILITY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012</u>	<u>2013</u>
Receipts:		
Sale of water	\$ 3,569,157	\$ 3,127,104
Interest received	46,247	33,011
Farm income	64,624	93,781
Merchandising, jobbing and contract work	73,875	64,164
Sale of KS historical tax credits	252,113	-
Refuse collection and sewer service fees	14,809	14,790
Water protection fees	46,368	42,938
Water meter advances	90,282	-
Sales tax	89,446	86,497
Proceeds from sale of bonds/note payable	<u>11,085,000</u>	<u>974,000</u>
Total Receipts	<u>15,331,921</u>	<u>4,436,285</u>
Expenditures:		
Production	773,972	456,817
Distribution and transmission	829,890	1,063,567
Administrative and general	457,002	457,815
Capital outlay	512,479	2,497,168
Farm expenses	5,760	6,108
Merchandising	20,159	15,292
Debt service	12,102,426	951,270
Water protection fees	47,523	42,147
Sales tax	89,446	86,497
Water meter advances	-	73,005
Transfer out - General Operating Fund - In lieu of taxes	<u>76,500</u>	<u>63,000</u>
Total Expenditures	<u>14,915,157</u>	<u>5,712,686</u>
Receipts over (under) Expenditures	416,764	(1,276,401)
Unencumbered Cash, Beginning of Year	<u>8,219,696</u>	<u>8,636,460</u>
Unencumbered Cash, End of Year	<u>\$ 8,636,460</u>	<u>\$ 7,360,059</u>

## CITY OF MCPHERSON, KANSAS

TRUST FUNDSALTHOUSE-BROADWAY CEMETERY TRUST FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012</u>	<u>2013</u>
Receipts:		
Interest received	\$ 463	\$ 269
Expenditures:		
Contractual services	<u>3,500</u>	<u>2,500</u>
Receipts over (under) Expenditures	(3,037)	(2,231)
Unencumbered Cash, Beginning of Year	<u>55,628</u>	<u>52,591</u>
Unencumbered Cash, End of Year	<u>\$ 52,591</u>	<u>\$ 50,360</u>

## CITY OF MCPHERSON, KANSAS

TRUST FUNDCEMETERY ENDOWMENT FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012</u>	<u>2013</u>
Receipts:		
Sale of lots and spaces	\$ 7,813	\$ 7,988
Expenditures		
Transfer to General Operating Fund	<u>217,000</u>	<u>-</u>
Receipts over (under) Expenditures	(209,187)	7,988
Unencumbered Cash, Beginning of Year	<u>270,964</u>	<u>61,777</u>
Unencumbered Cash, End of Year	<u>\$ 61,777</u>	<u>\$ 69,765</u>

## CITY OF MCPHERSON, KANSAS

TRUST FUNDMUSEUM BUILDING AND ENDOWMENT FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012</u>	<u>2013</u>
Receipts:		
Interest received	\$ 2,074	\$ -
Expenditures:		
McPherson Museum	<u>-</u>	<u>227,999</u>
Receipts over (under) Expenditures	2,074	(227,999)
Unencumbered Cash, Beginning of Year	<u>225,925</u>	<u>227,999</u>
Unencumbered Cash, End of Year	<u>\$ 227,999</u>	<u>\$ -</u>

## CITY OF MCPHERSON, KANSAS

TRUST FUNDPOLICE BENEFIT FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012</u>	<u>2013</u>
Receipts		
Fundraisers	\$ -	\$ 643
Donations	-	650
	<u>-</u>	<u>1,293</u>
Total Receipts		
Expenditures:		
Gifts to injured/sick officers	600	600
Gifts for retired personnel	160	-
Fundraiser	-	1,390
Special Olympics	-	55
Memorials	100	-
Office supplies	74	14
Meals and food supplies	113	550
	<u>1,047</u>	<u>2,609</u>
Total Expenditures		
Receipts over (under) Expenditures	(1,047)	(1,316)
Unencumbered Cash, Beginning of Year	<u>16,114</u>	<u>15,067</u>
Unencumbered Cash, End of Year	<u>\$ 15,067</u>	<u>\$ 13,751</u>

## CITY OF MCPHERSON, KANSAS

TRUST FUNDFIREFIGHTERS BENEFIT FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	<u>2012</u>	<u>2013</u>
Receipts:		
Firefighter conference	\$ 26,852	\$ -
Brick paver project	-	400
Education	582	65
MDA fundraiser	2,967	3,457
Off duty apparel	1,104	-
Pop machine sales	476	233
Donations	1,200	1,100
Miscellaneous	-	150
	<u>33,181</u>	<u>5,405</u>
Total Cash Receipts		
Expenditures:		
Firefighter conference	21,161	-
Brick paver project	-	398
Education	582	65
MDA fundraiser	3,000	3,500
Off duty apparel	1,247	2,050
Pop machine sales	275	-
Training expense	616	-
Memorials	-	1,055
Gifts	58	1,928
Accounting fees	-	247
Miscellaneous	-	774
	<u>26,939</u>	<u>10,017</u>
Total Expenditures		
Receipts over (under) Expenditures	6,242	(4,612)
Unencumbered Cash, Beginning of Year	<u>3,593</u>	<u>9,835</u>
Unencumbered Cash, End of Year	<u>\$ 9,835</u>	<u>\$ 5,223</u>

## CITY OF MCPHERSON, KANSAS

## RELATED MUNICIPAL ENTITY

## LIBRARY BOARD

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

## Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Capital Improve- ment	Endow- ment	General	Operating Budget	Employee Benefits	Totals	
						2013	2012
Receipts:							
Interest received	\$ 474	\$ 2,636	\$ 31	\$ 345	\$ -	\$ 3,486	\$ 2,941
Fines and fees	-	-	20,167	-	-	20,167	15,840
Gifts	2,216	2,588	4,385	-	-	9,189	8,171
Sales	-	-	3,526	-	-	3,526	1,453
State of Kansas	-	-	-	5,303	-	5,303	5,603
Net return on investment - trust	-	10,665	-	-	-	10,665	3,890
South Central Kansas Library System	-	-	-	33,598	-	33,598	34,180
Reimbursements	-	-	3,424	585	-	4,009	3,565
Miscellaneous	-	-	1,187	-	-	1,187	3,621
Transfers in -							
Endowment	-	-	-	11,400	-	11,400	8,500
General	-	-	-	24,000	-	24,000	20,443
Operating Budget	50,000	-	-	-	-	50,000	55,000
Library Fund	-	-	-	652,317	139,776	792,093	750,244
Total Receipts	52,690	15,889	32,720	727,548	139,776	968,623	913,451
Expenditures:							
Personal services	-	-	-	432,036	-	432,036	418,040
Contractual services	3,715	-	3,625	127,065	122,634	257,039	253,083
Commodities	9,807	-	860	97,689	-	108,356	131,373
Capital outlay	-	-	-	1,026	-	1,026	1,638
Reimbursements	-	-	-	2,959	-	2,959	2,641
Miscellaneous and refunds	-	-	4,071	2,044	-	6,115	6,028
Grant disbursements/gift expense	-	-	4,727	-	-	4,727	8,988
Trust/other fees	-	1,676	-	-	-	1,676	1,533
Transfers out -							
Capital Improvement	-	-	-	50,000	-	50,000	55,000
Operating Budget	-	11,400	24,000	-	-	35,400	28,500
Total Expenditures	13,522	13,076	37,283	712,819	122,634	899,334	906,824
Receipts over (under) Expenditures	39,168	2,813	(4,563)	14,729	17,142	69,289	6,627
Unencumbered Cash, Beginning of Year	138,458	201,335	16,210	64,277	35,899	456,179	449,552
Unencumbered Cash, End of Year	\$ 177,626	\$ 204,148	\$ 11,647	\$ 79,006	\$ 53,041	\$ 525,468	\$ 456,179