

***City of Wellington, Kansas***

**Financial Statement**

*December 31, 2015*

**Interim City Manager/Finance Director**

*Shane Shields*

**City Clerk**

*Carol Mericle*

***Kenneth L. Cooper Jr CPA, Chtd.***

**Certified Public Accountants**

*Wellington, Kansas*

# City of Wellington, Kansas

Year Ended December 31, 2015

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**City of Wellington, Kansas**  
**Regulatory Basis Financial Statement**  
*Year Ended December 31, 2015*

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**KENNETH L COOPER JR CPA, CHTD**  
*Certified Public Accountant*

**INDEPENDENT AUDITOR'S REPORT**

Honorable Mayor and City Council  
City of Wellington  
Wellington, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances of the City of Wellington, Kansas, as of and for the year ended December 31, 2015 and the related notes to the financial statement.

**Management's Responsibility for the Financial Statements**

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 that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor'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 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 Wellington, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

### **Adverse Opinion on U.S. Generally Accepted Accounting Principles**

In 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 accordance with accounting principles generally accepted in the United States of America, the financial position of the City of Wellington, Kansas as of December 31, 2015, or changes in financial position or cash flows thereof for the year then ended.

### **Unmodified 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 Wellington, Kansas as of December 31, 2015, and the aggregate receipts and expenditures for the year ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

### **Other Matters**

#### **Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the 2015 fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and disbursements-agency funds, schedules of regulatory basis receipts, and expenditures-actual-related municipal entities, (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for additional analysis and are not a required part of the 2015 basic financial statement; however are required to be presented under the provisions of the *Kansas Municipal Audit 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 2015 basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the 2015 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 2015 basic financial statement or to the 2015 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 as noted in the preceding paragraph is fairly stated in all material respects in relation to the 2015 basic financial statement as a whole, on the basis of accounting described in Note 1.

The 2014 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 entities (Schedules 2 and 4 as listed in the table of contents) are also presented for comparative analysis and are not a required part of the 2014 basic financial statement upon which we rendered an unmodified opinion dated June 17, 2015. The 2014 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, Office of Management Analysis and Standards at the following link: <http://da.ks.gov/ar/muniserv/>. Such 2014 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 2014 basic financial statement. The 2014 comparative information was subjected to the auditing procedures applied in the audit of the 2014 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 2014 basic financial statement or to the 2014 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 2014 comparative information is fairly stated in all material respects in relation to the 2014 basic financial statement taken as a whole, on the basis of accounting described in Note 1.



Certified Public Accountants  
Wellington, Kansas  
June 22, 2016

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

Funds	Beginning	Prior Year	Receipts	Expenditures	Ending	Add Outstanding	Ending
	Unencumbered	Cancelled			Unencumbered	Encumbrances	Cash
	Cash Balance	Encumbrances			Cash Balance	Payable	Balance
General	\$ 1,190,280	\$ 8,000	\$ 8,017,210	\$ 7,651,776	\$ 1,563,714	\$ 69,048	\$ 1,632,762
Special Purpose Funds:							
Ambulance & Fire Fighting Equip	10,192	-	98,419	94,232	14,379	-	14,379
Library	17,374	-	227,829	225,284	19,919	-	19,919
Permanent Cemetery Endowment	128,584	-	5,534	534	133,584	-	133,584
Special City Highway	11,274	-	209,046	190,386	29,934	-	29,934
Special Alcohol and Drug	401	-	12,746	9,499	3,648	-	3,648
Special Parks & Recreation	17,035	-	12,885	17,424	12,496	3,623	16,119
Tourism and Convention	1,015	-	29,242	29,418	839	-	839
Emergency Shelter Grant	(2,127)	-	12,513	11,830	(1,444)	1,444	-
Special Liability Expense	244,628	-	348,520	404,594	188,554	821	189,375
Equipment Reserve	170,289	6,821	162,500	158,568	181,042	9,330	190,372
FEMA Grant Fund	36,636	-	-	-	36,636	-	36,636
Wellington Airport FAA Grant	(481,787)	97,120	347,201	14,102	(51,568)	48,620	(2,948)
Fire Insurance Proceeds	-	-	-	-	-	-	-
Hazmat Response	2,840	-	8,606	376	11,070	-	11,070
Fire Prevention and Education	17	-	-	-	17	-	17
Hospital Sales Tax Fund	-	-	1,013,625	1,013,625	-	-	-
SCCDAT Grant Fund	(11,227)	-	90,948	79,681	40	-	40
Auditorium Grant Fund	11,745	-	-	11,745	-	-	-
Memorial Auditorium Fund	1,927	-	909	-	2,836	-	2,836
Bond and Interest Funds:							
Bond and Interest	93,049	-	2,432,029	2,486,785	38,293	57	38,350
Capital Projects Funds:							
Special Improvements	167,032	-	736	-	167,768	-	167,768
Capital Improvements	941,795	7,054	359,327	315,098	993,078	108,565	1,101,643
Coyote Ridge Dev. Fund	10,767	-	-	-	10,767	-	10,767
Waste Water Treatment Plant	9,822	-	40	-	9,862	-	9,862
Susan's Portraits CID	-	-	-	-	-	-	-
Short 2nd Addition	-	-	422,218	415,875	6,343	-	6,343
Business Funds							
Electric, Waterworks & Sewage							
Utility System Operating Fund	7,407,055	131	21,684,717	23,184,913	5,906,990	851,343	6,758,333
Electric, Waterworks & Sewage							
Capital Improvement Fund	1,007,663	102,329	875,883	725,026	1,260,849	360,602	1,621,451
Electric, Waterworks & Sewage							
Construction Fund	-	-	-	-	-	-	-
Sanitation Utility	144,451	-	1,322,072	1,372,994	93,529	54,400	147,929
Sanitation Equipment Reserve	330,058	-	26,367	167,846	188,579	-	188,579
Municipal Golf Course	-	-	355,767	355,767	-	3,496	3,496
Golf Course Capital Improvement	-	-	-	-	-	-	-
Municipal Airport	41,176	-	244,234	273,539	11,871	19,433	31,304
Employee Benefit Contribution	716,211	-	1,302,689	1,343,016	675,884	507	676,391

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

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
<b>Trust Funds:</b>							
Public Library Trust	343,067	-	1,323	57,054	287,336	-	287,336
Annie Hamilton Trust	1,614	-	7	-	1,621	-	1,621
Mildred Share McLean Trust	9,230	-	38	-	9,268	-	9,268
Mausoleum Maintenance	13,885	-	57	-	13,942	-	13,942
Regional Park Trust	43,098	-	12,361	2,167	53,292	-	53,292
Municipal Auditorium Renovation	25,273	-	11,851	-	37,124	-	37,124
Recreation Trust	26,959	-	111	-	27,070	-	27,070
Municipal Golf Course Trust	26,264	-	36,591	23,249	39,606	370	39,976
Ambulance Service Trust	618	-	3	-	621	-	621
Municipal Airport Trust	1,438	-	6	-	1,444	-	1,444
Nichols Family Trust	240	-	3,174	2,753	661	-	661
Drug Tax Distribution Trust	6,799	-	174	-	6,973	-	6,973
Cemetery Beautification Trust	9,253	-	709	-	9,962	-	9,962
Cara Saunders Memorial Trust	491	-	2	-	493	-	493
Drug Awareness Trust	6,048	-	8,765	8,497	6,316	1,618	7,934
Housing Authority Reserve	121,075	-	-	-	121,075	-	121,075
Law Enforcement Trust	11,331	-	17,422	10,002	18,751	234	18,985
Employee Community Service	242	-	-	-	242	-	242
<b>Related Municipal Entities:</b>							
Wellington Public Library	46,036	-	255,584	217,417	84,203	8,385	92,588
PBC SRMC Bond & Interest	-	-	99,098	99,098	-	-	-
PBC WRC Bond & Interest	-	-	67,237	67,237	-	-	-
Public Building Commission	176,106	-	516,990	693,096	-	-	-
Total Reporting Entity (excluding Agency Funds)	<u>\$ 13,087,242</u>	<u>\$ 221,455</u>	<u>\$40,655,315</u>	<u>\$41,734,503</u>	<u>\$ 12,229,510</u>	<u>\$ 1,541,896</u>	<u>\$ 13,771,406</u>
<b>Composition of Cash Balance:</b>							
<b>Cash in checking account:</b>							
Security State Bank, Wellington, KS							\$ 184
Bank of Commerce, Wellington, KS							485
Impact Bank, Wellington, KS							10
Bank of Commerce Employee Benefit account, Wellington, KS							676,391
Bank of Commerce Public Building Commission account, Wellington, KS							-
Security State Bank, Utility Petty cash account, Wellington, KS							3,000
<b>Cash in savings account:</b>							
Cornerbank, Wellington, KS							10
Bank of Commerce, Wellington, KS							1,663,155
<b>Cash on hand</b>							
							1,750
<b>Certificates of deposit:</b>							
Certificates of deposit, Bank of Commerce, Wellington, KS							3,000,000
Certificates of deposit, Impact Bank, Wellington, KS							1,940,000
Certificates of deposit, CornerBank, Wellington, KS							2,450,000
<b>Investments:</b>							
US Treasury Notes and Bonds, Edward Jones							1,480,314
State of Kansas Municipal Investment Pool							2,467,700
<b>Related Municipal Entity</b>							
Wellington Public Library cash in bank and on hand							<u>92,588</u>
Total Cash and investments							13,775,587
Agency Funds per Schedule 3							<u>(4,181)</u>
Total Reporting Entity (Excluding Agency Funds)							<u>\$ 13,771,406</u>



# *City of Wellington, Kansas*

## **Notes to Financial Statement**

*December 31, 2015*

### **1. Summary of Significant Accounting Policies**

#### **A. Municipal Financial Reporting Entity**

The City of Wellington, Kansas ("City") was incorporated in 1872. The City operates under a Council-Manager form of government and provides the following services: Public Safety-Police, Fire and Emergency Medical Services, Highways and Streets, Culture-Recreation, Public Improvements, Planning and Zoning, Utilities-Electric, Water, Sewer and Refuse, and General Administrative Service.

This financial statement presents the City of Wellington (the municipality) and the following related municipal entities (RME's). These RME's are included in the City's reporting entity at the option of the City and have been established to benefit the City and/or its constituents.

Wellington Public Library Board – The City of Wellington Library Board operates the city's public library. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City.

Public Building Commission – The City of Wellington Public Building Commission has issued revenue bonds which were used to fund improvements for Sumner Regional Medical Center (SRMC). The bonds are being retired as rent is paid to the City by SRMC. In January 2014, the Public Building Commission issued revenue bonds for construction of a new facility for the Wellington Recreation Commission under a similar arrangement. There are three funds used by the Public Building Commission and presented on Statement 1 to account for this activity.

The following related municipal entities have not been included in the Municipal Financial Reporting Entity. They each report under generally accepted accounting principles and issue their own audited financial statements. Copies of these financial statements may be obtained by contacting the entity.

Sumner Regional Medical Center – Located in the City of Wellington, this is a separate legal entity which is governed by a separate board appointed by the City Council. It provides primary hospital care for citizens of Wellington and the surrounding area. SRMC can sue and be sued and cannot issue its own bonds. See Note 12 for additional information regarding this entity.

Wellington Public Housing Authority – This is a separate legal entity which provides federally subsidized public housing to the citizens of Wellington and the surrounding area. Its members are appointed by the City. The Housing Authority can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City.

#### **B. Regulatory Basis Fund Types**

General Fund--the chief operating fund of the City. 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 regulatory receipt 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 the acquisition or construction of major capital facilities or equipment.

# *City of Wellington, Kansas*

## **Notes to Financial Statement**

*December 31, 2015*

### **1. Summary of Significant Accounting Policies (continued)**

#### **B. Regulatory Basis Fund Types (continued)**

Business Fund—funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service funds).

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 (payroll clearing fund, county treasurer tax collection accounts, etc.).

#### **C. Basis of Accounting**

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

The municipality 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 municipality to use the regulatory basis of accounting.

#### **D. Property taxes**

In accordance with governing State statutes, property taxes levied during the current year are revenue sources to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and are levied and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. Consequently, for revenue recognition purposes, the taxes levied during the current year are not due and receivable until the ensuing year.

Recognized state shared taxes represent payments received during the current fiscal period. State statutes specify distribution dates for such shared taxes. For revenue recognition purposes, amounts collected and held by the State on behalf of the City at year-end are not due and receivable until the ensuing year.

Federal and State grant aid and unrestricted aid is reported as revenue in the fiscal year the entitlement is received.

# *City of Wellington, Kansas*

## **Notes to Financial Statement**

*December 31, 2015*

### **1. Summary of Significant Accounting Policies (continued)**

#### **E. Property, plant and equipment**

The City does not present capital fixed assets, such as land, building and equipment in this financial statement; however, it does maintain accounting records for such assets. Accounting records for public domain ("infrastructure") general fixed assets including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, which are immovable and of value only to the City have not been maintained. No depreciation has been provided on any capital assets.

#### **F. Interfund Charges**

The City General Fund is used to account for various administrative functions, which are partially allocated to other funds. Utility billing and collection, financial and management services are paid through the General Fund and billed to the utility funds.

Other charges for health care benefits are charged to appropriate funds by the Internal Service Fund each month as the benefits are purchased.

Insurance costs are paid from the Special Liability Expense Fund and reimbursed by other funds. Other expenses are periodically paid by a fund for administrative purposes and then later reimbursed.

#### **G. Special Assessments Receivable**

Improvements to roads, sidewalks, and sewer systems are paid for in part by the landowners being benefited. They have the option to pay their share in full, before the improvement is financed by the City through issuance of general obligation bonds, or they are assessed the amount to be paid in annual installments over a period of 15 or 20 years, generally the life of the bond obligation. The City certifies to the County the amount to be levied against the landowner each year. The county collects and periodically remits the assessments to the City. The amount received is recorded in the bond and interest fund.

#### **H. Temporary notes**

Upon authorization for the issuance of general obligation bonds for certain improvements, Kansas law permits the temporary financing of such improvements by the issuance of temporary notes. Temporary notes issued may not exceed the aggregate amount of bonds authorized, are interest bearing and have a maturity date not later than four years from the date of issuance of such temporary notes. Temporary notes outstanding may be retired from the proceeds of the sale of new temporary notes and general obligation bonds, receipt of federal funds, or from any other source.

#### **I. Reimbursements**

The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis accounting.

# *City of Wellington, Kansas*

## **Notes to Financial Statement**

*December 31, 2015*

### **1. Summary of Significant Accounting Policies (continued)**

#### **J. 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 of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
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 revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There was one budget amendment for 2014, to increase the legal budget of the Bond and Interest fund.

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

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

A legal operating budget is not required for capital projects funds, trust funds, and the following special purpose funds: Permanent Cemetery Endowment, Equipment Reserve, Fire Insurance Proceeds, Emergency Shelter Grant, Wellington Airport FAA Grant, FEMA Grant Fund, Hazmat Response, Fire Prevention and Education, SCCDAT Grant, Auditorium Grant and Memorial Auditorium. Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

### **2. Stewardship, Compliance and Accountability**

#### **A. Compliance With Finance-Related Legal and Contractual Provisions**

*Electric, Waterworks and Sewage System.* Electric, Waterworks and Sewage Utility System revenue bonds constitute special obligations of the City of Wellington and were solely secured by a first lien on the net revenues of the utility system. All revenue bonds of the City were retired or defeased as of December 31, 2015.

# City of Wellington, Kansas

## Notes to Financial Statement

December 31, 2015

### 2. Stewardship, Compliance and Accountability (continued)

#### A. Compliance With Finance-Related Legal and Contractual Provisions (continued)

*Expenditures in Excess of Budget* Expenditures in the Sanitation Fund exceeded the authorized budget by \$5,233, in violation of K.S.A. 79-2935

#### B. Deficit Cash/Unencumbered Cash for Individual Funds

The Emergency Shelter Grant Fund had a negative unencumbered cash balance of \$1,444 as of December 31, 2015, pending receipt of federal grant funds. The Wellington Airport FAA Grant had a negative unencumbered cash balance of \$51,568 due to a construction contract commitment that will be reimbursed by a federal grant as the construction progresses in 2016. These are exceptions to the cash basis law requirement that funds must not have a negative balance.

#### C. Reserves Required by Bond Agreements, Business Funds

The bond reserves, which met the requirements of the utility bond agreements of the Business Funds were maintained during 2015, but no longer apply due to the retirement or defeasance of all revenue bonds as of December 31, 2015.

### 3. Deposits and Investments

As of December 31, 2015, the City had the following investments and maturities:

<u>Investment Type</u>	<u>Carrying Amount</u>	<u>Fair Value</u>	<u>Unrecognized Holding Gain</u>	<u>Rating</u>
Security Description				
U.S. Treasury Notes	\$ 1,480,313	\$ 1,719,521	\$ 239,208	Aaa/AAA
Kansas Municipal Investment Pool	2,467,700	2,467,700	-	S&P AAA/S1+
	<u>\$ 3,948,013</u>	<u>\$ 4,187,221</u>	<u>\$ 239,208</u>	
Securities Maturing:				
	<u>Less than 1 year</u>	<u>1-5 Years</u>	<u>6-10 Years</u>	<u>Total</u>
U.S. Treasury Notes	\$ -	\$ 1,480,313	\$ -	\$ 1,480,313
Kansas Municipal Investment Pool	2,467,700	-	-	2,467,700
	<u>\$ 2,467,700</u>	<u>\$ 1,480,313</u>	<u>\$ -</u>	<u>\$ 3,948,013</u>

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

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

# *City of Wellington, Kansas*

## Notes to Financial Statement

December 31, 2015

### 3. Deposits and Investments(continued)

*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, 2015 is as follows:

Investments	% of Investments
U.S. Treasury Notes	37.5%
Kansas Municipal Investment Pool	62.5%

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the City’s deposits may not be returned to it. State statutes require the City’s deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated “peak periods” when required coverage is 50%. The City did not designate any peak periods in 2015. All deposits were legally secured at December 31, 2015.

At December 31, 2015, the City’s carrying amount of deposits was \$8,365,931 and the bank balance was \$9,910,259. The bank balance was held by four banks resulting in a concentration of credit risk. Of the bank balance, \$1,053,172 was covered by federal depository insurance and \$8,857,087 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, 2015 the City had invested \$2,467,700 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 insure 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.

At December 31, 2015, the City had U.S. Treasury notes with a carrying value of \$1,480,313. The City’s investment in United States Treasury securities are classified as held-to-maturity and are held by its agent, Edward Jones. They are insured by the Securities Investor Protection Corporation for the first \$500,000 with additional coverage for the net equity of the account provided by Edward Jones through a commercial insurer Underwriters at Lloyd’s. These investments are reported at amortized cost.

### 4. Capital project funds

The Special Improvements Fund is used to account for small project costs not directly attributable to another fund. Major capital projects are accounted for within their own fund. Since these funds are not required to be budgeted, expenditures are limited on a project-by-project basis to an amount authorized by resolution. During 2015, the following projects were completed or underway:

Project	Project Authorization	Project to Date Expenditures	Dec. 31, 2015 Status
PBC/Recreation Commission	1,890,000	1,730,205	Final
EWS-substation, sub transmission line, switch, etc	5,500,000	818,489	Pending
Quiet Zone	31,055	20,080	Pending

# City of Wellington, Kansas

## Notes to Financial Statement

December 31, 2015

### 5. Long-term debt

Changes in long-term liabilities for the City for the year ended December 31, 2015 were as follows:

	Interest Rate	Date of Issue	Amount of Issue	Final Maturity	Beginning of Year	Additions	Retired/ Refunded	End of Year	Interest Paid
<u>General Obligation Bonds-Retired by Tax Levy</u>									
GO Street Improvements	3.4-5.0%	07/15/08	1,440,000	10/01/23	910,000	-	910,000	-	36,722
GO Special	3.0-4.15%	08/15/09	860,000	10/01/24	645,000	-	645,000	-	22,708
GO Refunding & improvement	2.0-3.0%	08/15/11	830,000	05/01/22	545,000	-	100,000	445,000	11,850
GO Street Improvements(USDA)	4.00%	09/22/11	394,200	09/22/31	352,876	-	14,891	337,985	14,115
GO Refunding & improvement	0.4-2.0%	07/01/12	3,600,000	10/01/22	2,905,000	-	320,000	2,585,000	38,032
GO Street Improvement	2.0-3.6%	08/01/13	2,160,000	09/01/28	2,025,000	-	125,000	1,900,000	55,148
GO SRMC Improvements		11/01/14	355,000	11/12/28	355,000	-	115,000	240,000	1,934
GO Refunding (2008 & 2009)	2.00%	12/15/15	1,495,000	10/01/24	-	1,495,000	-	1,495,000	-
			<u>\$ 11,134,200</u>		<u>\$ 7,737,876</u>	<u>\$ 1,495,000</u>	<u>\$ 2,229,891</u>	<u>\$ 7,002,985</u>	<u>\$ 180,509</u>
<u>General Obligation Bonds-Retired by Utility Revenue</u>									
GO EW&S Refunding	2.0-3.0%	08/15/11	4,800,000	05/01/22	3,910,000	-	450,000	3,460,000	95,338
GO EW&S Refunding	2.0-3.0%	08/01/15	5,035,000	11/01/27	-	5,035,000	-	5,035,000	-
			<u>\$ 9,835,000</u>		<u>\$ 3,910,000</u>	<u>\$ 5,035,000</u>	<u>\$ 450,000</u>	<u>\$ 8,495,000</u>	<u>\$ 95,338</u>
<u>Revenue Bonds</u>									
Electric, W&S refunding	4.0-4.5%	03/15/06	<u>\$ 5,950,000</u>	11/01/27	<u>\$ 5,635,000</u>	<u>\$ -</u>	<u>\$ 5,635,000</u>	<u>\$ -</u>	<u>\$ 242,376</u>
<u>Other Debt</u>									
Kansas Water Pollution Control									
Revolving Loan	2.84%	06/12/09	<u>\$ 13,800,000</u>	03/01/30	<u>\$ 11,604,314</u>	<u>\$ -</u>	<u>\$ 582,079</u>	<u>11,022,235</u>	<u>\$ 325,459</u>
<u>Capital Leases</u>									
Fire Truck	6.15%	09/27/00	345,000	01/01/16	30,811	-	30,811	-	966
Fire Truck	4.55%	06/30/06	244,464	06/30/15	28,333	-	28,333	-	1,289
Tractor with boom mower	3.55%	03/13/12	78,734	03/01/17	35,804	-	16,196	19,608	1,016
Backhoe/loader	3.55%	07/05/12	81,575	06/01/19	42,588	-	16,593	25,995	1,253
Rescue fire truck	3.95%	06/14/12	200,410	07/01/17	132,661	-	28,055	104,606	4,779
Ambulance	2.38%	10/31/13	142,344	11/01/18	110,613	-	27,906	82,707	2,317
2013 Caterpillar 930K loader	3.00%	10/03/13	165,300	10/03/18	154,365	-	10,313	144,052	6,315
Jet-Vac Truck	2.29%	04/20/14	321,413	04/20/19	275,398	-	62,402	212,996	5,712
Compact Excavator	2.19%	04/15/14	73,710	04/15/17	57,810	-	24,418	33,392	1,028
Fire Engine - Tender	2.40%	01/05/15	490,901	07/05/25	-	490,901	15,245	475,656	12,777
Caterpillar D6T dozer	2.25%	12/29/15	224,500	12/29/20	-	224,500	-	224,500	-
			<u>\$ 2,368,351</u>		<u>\$ 868,383</u>	<u>\$ 715,401</u>	<u>\$ 260,272</u>	<u>\$ 1,323,512</u>	<u>\$ 37,452</u>
<u>Related Municipal Entity - Revenue Bonds</u>									
Public Building Commission	1.0 - 4.0%	03/01/10	1,175,000	03/01/25	905,000	-	70,000	835,000	29,098
Public Building Commission	0.75 - 4.5%	01/01/14	960,000	12/01/33	920,000	-	35,000	885,000	32,237
			<u>\$ 2,135,000</u>		<u>\$ 1,825,000</u>	<u>\$ -</u>	<u>\$ 105,000</u>	<u>\$ 1,720,000</u>	<u>\$ 61,335</u>
Total Reporting Entity			<u>\$ 45,222,551</u>		<u>\$ 31,580,573</u>	<u>\$ 7,245,401</u>	<u>\$ 9,262,242</u>	<u>\$ 29,563,732</u>	<u>\$ 942,469</u>

# City of Wellington, Kansas

## Notes to Financial Statement

December 31, 2015

### 5. Long-term debt (continued)

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

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021-2025</u>	<u>2026-2030</u>	<u>2031-2032</u>	<u>Total</u>
<u>Principal</u>									
General Obligation Bonds:									
Retired by Tax Levy	\$ 795,487	\$ 866,106	\$ 761,750	\$ 772,420	\$ 768,117	2,387,052	\$ 624,163	\$ 27,890	\$ 7,002,985
Retired by Utility Revenue	450,000	475,000	480,000	530,000	755,000	4,045,000	1,760,000	-	8,495,000
Revenue Bonds	-	-	-	-	-	-	-	-	-
Kansas Water Pollution									
Control Revolving Loan	598,728	615,852	633,466	651,585	670,221	3,649,850	4,202,533	-	11,022,235
Temporary Notes	-	-	-	-	-	-	-	-	-
Capital Leases	280,424	247,730	334,391	125,505	96,634	238,828	-	-	1,323,512
Public Building Commission									
Revenue Bonds (RME)	<u>110,000</u>	<u>115,000</u>	<u>115,000</u>	<u>120,000</u>	<u>120,000</u>	<u>680,000</u>	<u>270,000</u>	<u>190,000</u>	<u>1,720,000</u>
Total Principal	<u>\$ 2,234,639</u>	<u>\$ 2,319,688</u>	<u>\$ 2,324,607</u>	<u>\$ 2,199,510</u>	<u>\$ 2,409,972</u>	<u>\$ 11,000,730</u>	<u>\$ 6,856,696</u>	<u>\$ 217,890</u>	<u>\$ 29,563,732</u>
<u>Interest</u>									
General Obligation Bonds:									
Retired by Tax Levy	\$ 137,011	\$ 132,425	\$ 119,691	\$ 107,143	\$ 93,581	\$ 251,909	\$ 56,432	\$ 1,116	\$ 899,308
Retired by Utility Revenue	260,087	215,494	204,150	191,900	177,550	597,375	79,650	-	1,726,206
Revenue Bonds	-	-	-	-	-	-	-	-	-
Kansas Water Pollution									
Control Revolving Loan	308,810	291,686	274,072	255,953	237,317	887,840	335,157	-	2,590,835
Temporary Notes	-	-	-	-	-	-	-	-	-
Capital Leases	31,476	24,091	17,903	9,495	6,964	13,367	-	-	103,296
Public Building Commission									
Revenue Bonds (RME)	<u>59,515</u>	<u>57,363</u>	<u>54,481</u>	<u>51,412</u>	<u>48,013</u>	<u>172,131</u>	<u>78,750</u>	<u>17,325</u>	<u>538,990</u>
Total Interest	<u>\$ 796,899</u>	<u>\$ 721,059</u>	<u>\$ 670,297</u>	<u>\$ 615,903</u>	<u>\$ 563,425</u>	<u>\$ 1,922,622</u>	<u>\$ 549,989</u>	<u>\$ 18,441</u>	<u>\$ 5,858,635</u>
Total Principal & Interest	<u>\$ 3,031,538</u>	<u>\$ 3,040,747</u>	<u>\$ 2,994,904</u>	<u>\$ 2,815,413</u>	<u>\$ 2,973,397</u>	<u>\$ 12,923,352</u>	<u>\$ 7,406,685</u>	<u>\$ 236,331</u>	<u>\$ 35,422,367</u>

### *Current and Advance Refundings*

During 2015, the City issued \$1,495,000 of GO bonds that were used to defease (advance refunding) \$1,420,000 of the 2008A and 2009A GO Bonds. The cash flow savings of the refunding was \$63,955; the present value of the savings was \$63,684. There are \$1,420,000 of advance refunded bonds outstanding.

During 2015, the City also issued \$5,035,000 of GL bonds that were used to call (current refunding) \$5,635,000 of the 2006 Electric, Waterworks and Sewage Revenue Bonds. The cash flow savings on the refunding was \$804,173; the present value of the savings was \$697,424.



**City of Wellington, Kansas**  
**Notes to Financial Statement**  
*December 31, 2015*

**6. 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, the 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 2014 to 2015 and there were no significant settlements that exceeded insurance coverage in the past three years.

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

**7. Interfund transfers and other interfund activity**

The following is a schedule of interfund operating transfers made in 2015:

<u>From:</u>	<u>To:</u>	Regulatory Authority	Amount
Permanent Cemetery	General	KSA 12-1410	\$ 535
Electric, Water & Sewer Utility	General	KSA 12-825d	2,340,901
Sanitation	General	KSA 12-825d	111,139
General	Equipment Reserve	KSA 12-1,117	162,500
General	Capital Improvement	KSA 12-1,118	316,000
EW&S Capital Improve & Equip	Electric, Water & Sewer Utility	KSA 12-1,118	866,983
Sanitation	Sanitation Equipment Reserve	KSA 12-1,117	25,000
			<u>\$3,823,058</u>

Prior to 2006, all utility services consumed by the City were metered and charged at an interdepartmental rate that approximated the cost of the services. These charges were recognized as revenue by the providing utility fund and as an expenditure by the consuming fund. Beginning in 2006, the City continued metering the usage but stopped transferring cash for these utility services as revenue and expenditures and provided the services free of charge to all its own departments. Under the City's basis of accounting, these free services are not recorded in Statement 1.

<u>Fund &amp; Department Receiving Service</u>	<u>2015 Utility Services Provided</u>			2014
	<u>Electric</u>	<u>Water</u>	<u>Total</u>	<u>Total</u>
Interfund Services Provided:				
To General Fund	\$227,430	\$ 24,148	\$251,578	\$263,437
To Golf Course, Sanitation & Airport	17,664	188	17,852	19,316
	<u>\$245,094</u>	<u>\$ 24,336</u>	<u>\$269,430</u>	<u>\$282,753</u>

# *City of Wellington, Kansas*

## **Notes to Financial Statement**

*December 31, 2015*

### **8. Other Long-Term Obligations from Operations**

#### **A. Post-Employment Health Care Benefits**

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes healthcare benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage.

*Plan Description.* The City of Wellington administers the Retiree's Health Care Program, a single-employer defined benefit plan, for all employees of the City of Wellington, established by the governing body. The Plan provides health insurance coverage to eligible retirees by allowing retirees to continue participating in the City's self-insured health insurance plan. To be eligible under the Plan, the retiree must work for the City at least 10 years, receive a retirement or disability benefit for service with the City, be under age 65 and not Medicare eligible and must pay required monthly contributions to the Plan. Retirees become ineligible once they are Medicare eligible or become deceased. Surviving spouses are not eligible for plan benefits, but are eligible for COBRA coverage in the health insurance plan. The Plan is not accounted for in a fund, but instead on a pay-as-you go basis, with expenditures recorded when paid from each retiring employee's department.

*Contributions.* Contributions are established by the Plan, with the retiree contributing the same dollar amount towards family health insurance coverage as if the retiree were still a City employee in 2015. Retirees with single health insurance coverage paid one half the cost of the employee contribution for family coverage. While each retiree paid 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. Effective January, 2016, the retiree contribution portion increased substantially.

#### **B. Compensated absences**

The City's policies regarding vacations permit employees to accrue total vacation between 18 and 24 days depending on years of service. Vacation is accrued each pay period. Upon termination or resignation from service with the City, employees are entitled to payment for all accrued vacation earned prior to termination or resignation. All regular employees accumulate sick leave at the rate of 4 hours per each 80 work period. This sick leave accumulates first in a short-term sick leave account, up to a maximum of 64 hours, then into a long-term sick leave account. There is no maximum number of reserve sick leave days that may accumulate. Employees have the option of receiving one half of the balance of their short-term sick leave account in cash with their last paycheck of the year. Upon termination of employment for medical reasons, retirement, or death, an employee or the employee's beneficiary receives payment at their regular hourly rate of pay for the balance in the short and long-term sick leave accounts, up to a maximum of 104 hours.

### **9. Defined benefit pension plan**

#### **General Information about the 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 K.S.A. 74-4901, *et seq.* Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org) or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

**City of Wellington, Kansas**  
**Notes to Financial Statement**  
*December 31, 2015*

**9. Defined benefit pension plan (continued)**

*Contributions.* K.S.A. 74-4919 and K.S.A. 79-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7.15% of covered salary. Member contributions are withheld by their employer paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, KPERS 3 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 0.85% contribution rate for the Death and Disability Program) and the statutory contribution rate was 9.48% for KPERS and 21.36% for KP&F for the fiscal year ended December 31, 2015. Contributions to the pension plan from the City were \$418,211 for KPERS, \$447,310 for KP&F, and \$11,792 for the Public Library for the year ended December 31, 2015. These contributions also include a prior service cost component in addition to the statutory contribution rate.

**Net Pension Liability**

At December 31, 2015, the City of Wellington's proportionate share of the collective net pension liability reported by KPERS was \$3,064,606, \$2,749,851 for KP&F and \$94,644 for the Public Library. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2014, which was rolled forward to June 30, 2015. The City of Wellington's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup with KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publically available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

**10. Self Insured Health Insurance Plan**

In March 1993, the City began a self-insurance medical program by establishing the Employee Benefit Contribution Fund. The City purchases commercial stop-loss insurance for claims in excess of specified amounts and pays all claims below these amounts from its self-insurance fund

All funds of the City participate in the program and make payments to the Employee Benefit Contribution Fund based on actuarial estimates of the amounts needed to pay prior and current year claims and to establish a reserve for unexpected losses.

The self-insured health insurance plan is administered by Blue Cross Blue Shield of Kansas.

# ***City of Wellington, Kansas***

## **Notes to Financial Statement**

*December 31, 2015*

### **11. Economic Dependency**

The Utility relies upon purchasing a major portion of its electrical power at wholesale rates for resale to its customers since it is less expensive than producing its own power. Substantially all purchased electrical power is contracted through the Kansas Power Pool (KPP) a municipal power pool of 42 Kansas cities. Because of this concentration of electricity providers, the Utility may be economically dependent upon this vendor for purchased electrical power; however, operationally the City does have the capability of supplying all its own electrical generating capacity.

### **12. Sumner Regional Medical Center—Financial Difficulties and City Support**

The City owns a hospital building operated by the Sumner Regional Medical Center (SRMC). SRMC is a separate legal entity governed by a city council appointed board of directors.

*City Utilities Forgiven or Delinquent* Due to financial difficulties of the hospital, the city council began forgiving a portion of the hospital utility bills in 2010 and continued through September of 2014, after which simply no payments have been made. As of 12/31/14, the total forgiven (\$927,842) and unpaid (\$99,304) amount was \$1,027,146. The 2015 utility billings were \$395,056 for total unpaid utilities of \$1,422,202 as of 12/31/15. 2016 billings to date are also delinquent.

*Other Assistance Provided* In June 2014, the governing body loaned SRMC \$880,476 to be used by the hospital to pay its delinquent accounts payable. SRMC is also delinquent on its lease payments to the Public Building Commission which are used to pay bond payments for the same amount of the lease. SRMC has not paid these payments of \$221,452 for 2014 or its 2015 payments of \$216,031 for a total of \$437,483. Both the 2014 loan and the bond payments were paid by the General Fund of the City, for a total of \$1,317,959 support provided as of 12/31/15.

2015 support to SRMC totaled \$611,087, with an accumulation as of 12/31/15 of \$2,740,161.

In addition to the above support, the dedicated sales tax collected by the City and remitted to the SRMC increased from ½% to 1% effective 4/1/15 and totaled \$1,013,625 in 2015.

### **13. Subsequent Events**

*Electric Utility Construction Project and Issuance of Bonds.* The City began a project in 2013 to construct a switching station, substation and sub transmission line. That project continued through 2014, 2015 and 2016, with completion expected January, 2017. Revenue bonds in the amount of \$4,755,000 were issued in May, 2016 with prior construction costs financed from the utility reserves.

Management has evaluated the effects of the financial statement of subsequent events occurring through June 22, 2015, which is the date at which the financial statement was available to be issued.

***City of Wellington, Kansas***  
**Summary of Expenditures--Actual and Budget**  
 Regulatory Basis  
*(Budgeted Funds Only)*  
 For the Year Ended December 31, 2015

<u>Fund</u>	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance- Favorable/ (Unfavorable)</u>
General	\$ 8,943,629	\$ -	\$ 8,943,629	\$ 7,651,776	\$ 1,291,853
Special Purpose Funds					
Ambulance and Fire Fighting Equip	98,898	-	98,898	94,232	4,666
Library	230,486	-	230,486	225,284	5,202
Special City Highway	214,360	-	214,360	190,386	23,974
Special Alcohol and Drug	13,987	-	13,987	9,499	4,488
Special Parks and Recreation	29,767	-	29,767	17,424	12,343
Tourism and Convention	32,000	-	32,000	29,418	2,582
Special Liability Expense	507,184	-	507,184	404,594	102,590
Hospital Sales Tax	1,490,000	-	1,490,000	1,013,625	476,375
Bond and Interest Funds:					
Bond & Interest	966,394	1,522,282	2,488,676	2,486,785	1,891
Business Funds:					
Electric, Waterworks & Sewage Uti	23,631,857	-	23,631,857	23,184,913	446,944
Sanitation Utility	1,367,761	-	1,367,761	1,372,994	(5,233)
Municipal Golf Course	380,301	-	380,301	355,767	24,534
Municipal Airport	522,373	-	522,373	273,539	248,834
Employee Benefit Contribution	1,837,541	-	1,837,541	1,343,016	494,525
Total	<u>\$ 40,266,538</u>	<u>\$ 1,522,282</u>	<u>\$ 41,788,820</u>	<u>\$ 38,653,252</u>	<u>\$ 3,135,568</u>

**City of Wellington, Kansas**

**General Fund**

Summary Schedule of Receipts & Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015		Variance Favorable (Unfavorable)
		<u>Actual</u>	<u>Budget</u>	
<b>Receipts</b>				
Taxes	\$ 2,637,755	\$ 2,543,422	\$ 2,391,764	\$ 151,658
Less NRP rebate	(39,645)	(35,327)	(31,412)	(3,915)
Intergovernmental	330,120	304,011	286,277	17,734
Licenses and fees	505,024	501,907	415,790	86,117
Fines	60,003	64,008	77,000	(12,992)
Charges for services	700,279	741,631	625,427	116,204
Other	20,271	23,756	8,400	15,356
Use of money and property	35,308	46,623	21,518	25,105
Sale of real estate	147,193	3,400	-	3,400
Sale of hospital property	91,750	-	-	-
Reimbursed expense	168,001	79,353	47,300	32,053
Reimbursement from other funds	1,280,000	1,291,851	1,287,851	4,000
Operating transfers in	<u>2,436,079</u>	<u>2,452,575</u>	<u>2,902,040</u>	<u>(449,465)</u>
 Total receipts	 <u>\$ 8,372,138</u>	 <u>\$ 8,017,210</u>	 <u>\$ 8,031,955</u>	 <u>\$ (14,745)</u>
<b>Expenditures</b>				
General government:				
Mayor and city council	\$ 12,508	\$ 13,786	\$ 16,107	\$ 2,321
City manager's office	210,691	302,422	235,841	(66,581)
City clerk's office	362,988	353,119	364,901	11,782
Utility collections	285,685	295,203	294,998	(205)
Economic development	98,846	12,797	108,923	96,126
General services	975,868	86,764	100,905	14,141
Appropriations	32,000	32,000	32,000	-
Janitorial	42,912	46,478	45,534	(944)
Contingency	-	-	1,275,980	1,275,980
Nondepartmental	467,960	504,463	212,606	(291,857)
Reimburse building sale to SRMC	91,750	-	-	-
Legal and police court	138,691	139,443	140,767	1,324
Cemetery	127,320	123,398	126,018	2,620
Public safety:				
Police department	1,456,139	1,493,367	1,576,568	83,201
Fire rescue	1,807,528	1,919,428	1,885,858	(33,570)
Transportation:				
Street department	1,129,688	1,032,473	1,067,213	34,740
Engineering, planning and inspection	263,357	260,476	391,011	130,535

**City of Wellington, Kansas**

**General Fund**

Summary Schedule of Receipts & Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 Actual	2015		Variance Favorable (Unfavorable)
		Actual	Budget	
<u>Expenditures (continued)</u>				
Recreation and culture:				
Park department	\$ 292,684	\$ 248,122	\$ 284,914	\$ 36,792
Swimming pool	39,820	40,224	45,800	5,576
Municipal auditorium	34,702	40,063	49,000	8,937
Lake recreation	187,691	229,250	213,773	(15,477)
Capital outlay:				
Capital improvements	-	-	-	-
Operating transfers out	<u>642,500</u>	<u>478,500</u>	<u>443,500</u>	<u>(35,000)</u>
 Total expenditures	 \$ 8,701,328	 \$ 7,651,776	 \$ 8,912,217	 \$ 1,260,441
 NRP rebate	 <u>-</u>	 <u>-</u>	 <u>31,412</u>	 <u>31,412</u>
 Total	 \$ 8,701,328	 \$ 7,651,776	 <u>\$ 8,943,629</u>	 <u>\$ 1,291,853</u>
 Receipts Over (Under) Expenditures	 (329,190)	 365,434		
 Unencumbered Cash, Beginning	 1,511,702	 1,190,280		
 Prior Year Cancelled Encumbrances	 <u>7,768</u>	 <u>8,000</u>		
 Unencumbered Cash, Ending	 <u>\$ 1,190,280</u>	 <u>\$ 1,563,714</u>		

**City of Wellington, Kansas**  
**General Fund**  
**Detailed Schedule of Revenue and Expenditures**  
Regulatory Basis  
Years Ended December 31, 2015 and 2014

<u>Receipts</u>	2014	2015		Variance- Favorable (Unfavorable)
		<u>Actual</u>	<u>Actual</u>	
<u>Taxes</u>				
Ad valorem property tax	\$ 1,309,951	\$ 1,195,132	\$ 1,167,764	\$ 27,368
Less NRP rebate	(39,645)	(35,327)	(31,412)	(3,915)
Delinquent tax	88,481	51,267	45,000	6,267
Sales tax	1,231,044	1,289,617	1,175,000	114,617
Special assessments	8,279	7,406	4,000	3,406
Total taxes	<u>\$ 2,598,110</u>	<u>\$ 2,508,095</u>	<u>\$ 2,360,352</u>	<u>\$ 147,743</u>
<u>Intergovernmental</u>				
Federal grants & FEMA	\$ 2,924	\$ 3,028	\$ -	\$ 3,028
State grants & other	18,231	17,387	17,431	(44)
Alcoholic liquor fund	10,696	12,737	12,378	359
State highway connection links	50,826	50,826	50,000	826
Recreational vehicle tax	2,239	2,573	1,663	910
Motor vehicle tax	245,204	217,460	204,805	12,655
Total intergovernmental	<u>\$ 330,120</u>	<u>\$ 304,011</u>	<u>\$ 286,277</u>	<u>\$ 17,734</u>
<u>Licenses and Fees</u>				
Franchise taxes	\$ 275,259	\$ 237,834	\$ 231,000	\$ 6,834
Occupation licenses and amusement	23,942	17,637	19,380	(1,743)
Electric licenses	2,880	2,820	2,900	(80)
Plumbing licenses	1,870	2,311	1,300	1,011
Mammalian pet licenses	2,285	1,894	3,000	(1,106)
Cereal malt beverage, liquor, club licenses	4,225	3,725	3,800	(75)
Building permits	32,842	31,442	13,000	18,442
Burial permits	10,310	14,540	12,000	2,540
Plumbing permits	3,909	6,066	2,600	3,466
Electric permits	3,807	9,366	2,300	7,066
Lake recreation permits	100,142	130,061	91,400	38,661
Other permits	3,384	5,028	3,030	1,998
Administrative & other fees	40,169	39,183	30,080	9,103
Total license and permits	<u>\$ 505,024</u>	<u>\$ 501,907</u>	<u>\$ 415,790</u>	<u>\$ 86,117</u>
<u>Other</u>				
Ambulance service	\$ 396,763	\$ 463,850	\$ 350,000	\$ 113,850
Ambulance subsidy - County	242,723	214,272	214,277	(5)
Lake subsidy - County	15,000	15,000	15,000	-
Sale of cemetery lots	6,160	10,000	5,000	5,000
Sale of real estate	147,193	3,400	-	3,400



**City of Wellington, Kansas**

**General Fund**

**Detailed Schedule of Revenue and Expenditures**

Regulatory Basis

Years Ended December 31, 2015 and 2014

	2014 Actual	2015		Variance- Favorable (Unfavorable)
		Actual	Budget	
<u>Other (continued)</u>				
Other sales and rentals	23,218	23,889	12,800	11,089
Sale of hospital property	91,750	-	-	-
Police court fines	60,003	64,008	77,000	(12,992)
Rural fire contracts	45,793	48,509	46,150	2,359
Miscellaneous	12,038	9,214	8,400	814
Interest earnings	5,930	12,734	3,718	9,016
Insurance claims received	8,233	14,542	-	14,542
Reimbursed expenses	58,239	79,353	47,300	32,053
Reimbursement from Sumner Regional Med Center	109,762	-	-	-
Reimbursements from other funds	<u>1,280,000</u>	<u>1,291,851</u>	<u>1,287,851</u>	<u>4,000</u>
Total other	<u>\$ 2,502,805</u>	<u>\$ 2,250,622</u>	<u>\$ 2,067,496</u>	<u>\$ 183,126</u>
<u>Operating transfers in:</u>				
Water & sewage	\$ 422,042	\$ 364,065	\$ 364,065	\$ -
Electric utility	1,876,058	1,976,836	2,426,836	(450,000)
Sanitation utility	137,719	111,139	111,139	-
Permanent Cemetery Endowment	260	535	-	535
Total operating transfers	<u>\$ 2,436,079</u>	<u>\$ 2,452,575</u>	<u>\$ 2,902,040</u>	<u>\$ (449,465)</u>
Total receipts	<u>\$ 8,372,138</u>	<u>\$ 8,017,210</u>	<u>\$ 8,031,955</u>	<u>\$ (14,745)</u>
<u>EXPENDITURES</u>				
<u>Mayor and City Council</u>				
Personal services	\$ 10,348	\$ 10,617	\$ 10,360	\$ (257)
Commodities	77	781	1,200	419
Contractual services	2,083	2,388	4,547	2,159
Total mayor and city council	<u>\$ 12,508</u>	<u>\$ 13,786</u>	<u>\$ 16,107</u>	<u>\$ 2,321</u>
<u>City Manager's Office</u>				
Personal services	\$ 190,137	\$ 281,449	\$ 216,651	\$ (64,798)
Commodities	1,643	1,552	4,100	2,548
Contractual services	18,911	19,421	15,090	(4,331)
Capital outlay	-	-	-	-
Total city manager's office	<u>\$ 210,691</u>	<u>\$ 302,422</u>	<u>\$ 235,841</u>	<u>\$ (66,581)</u>
<u>City Clerk's Office</u>				
Personal services	\$ 329,219	\$ 317,121	\$ 327,366	\$ 10,245
Commodities	4,365	2,926	6,150	3,224
Contractual services	29,404	33,072	31,385	(1,687)
Capital outlay	-	-	-	-
Total city clerk's office	<u>\$ 362,988</u>	<u>\$ 353,119</u>	<u>\$ 364,901</u>	<u>\$ 11,782</u>

**City of Wellington, Kansas**

**General Fund**

**Detailed Schedule of Revenue and Expenditures**

Regulatory Basis

Years Ended December 31, 2015 and 2014

	2014 Actual	2015		Variance- Favorable (Unfavorable)
		Actual	Budget	
<u>Utility Collections</u>				
Personal services	\$ 227,775	\$ 238,626	\$ 236,830	\$ (1,796)
Commodities	6,627	4,561	6,825	2,264
Contractual services	51,283	48,956	51,343	2,387
Capital outlay	-	3,060	-	(3,060)
Total utility collections	\$ 285,685	\$ 295,203	\$ 294,998	\$ (205)
<u>Economic Development</u>				
Personal services	\$ 83,272	\$ 89	\$ 86,388	\$ 86,299
Commodities	497	-	2,500	2,500
Contractual services	15,077	12,708	20,035	7,327
Capital outlay	-	-	-	-
Total public works/economic development	\$ 98,846	\$ 12,797	\$ 108,923	\$ 96,126
<u>General Services</u>				
Personal services	\$ -	\$ -	\$ -	\$ -
Commodities	24,616	21,577	21,190	(387)
Contractual services	70,776	65,187	79,715	14,528
Loan to SRMC	880,476	-	-	-
Capital outlay	-	-	-	-
Total general services	\$ 975,868	\$ 86,764	\$ 100,905	\$ 14,141
<u>Appropriations</u>				
Appropriation to Chisholm Trail Museum	\$ 7,000	\$ 7,000	\$ 7,000	\$ -
Appropriation to Senior Citizens Center	5,000	5,000	5,000	-
Miscellaneous appropriation	10,000	10,000	10,000	-
Appropriation to Futures Unlimited	10,000	10,000	10,000	-
Total appropriations	\$ 32,000	\$ 32,000	\$ 32,000	\$ -
<u>Janitorial</u>				
Personal services	\$ 36,648	\$ 38,853	\$ 37,664	\$ (1,189)
Commodities	5,066	5,394	5,720	326
Contractual services	1,198	2,231	2,150	(81)
Capital outlay	-	-	-	-
Total janitorial	\$ 42,912	\$ 46,478	\$ 45,534	\$ (944)
<u>Police Department</u>				
Personal services	\$ 1,321,902	\$ 1,365,277	\$ 1,417,418	\$ 52,141
Commodities	71,279	60,790	82,750	21,960
Contractual services	62,958	67,300	76,400	9,100
Capital outlay	-	-	-	-
Total police department	\$ 1,456,139	\$ 1,493,367	\$ 1,576,568	\$ 83,201

**City of Wellington, Kansas**  
**General Fund**  
**Detailed Schedule of Revenue and Expenditures**  
Regulatory Basis  
Years Ended December 31, 2015 and 2014

	2014 <u>Actual</u>	2015		Variance- Favorable (Unfavorable)
		<u>Actual</u>	<u>Budget</u>	
<b><u>Fire Department</u></b>				
Personal services	\$ 1,625,216	\$ 1,739,931	\$ 1,671,508	\$ (68,423)
Commodities	90,205	101,956	125,300	23,344
Contractual services	92,107	77,541	89,050	11,509
Capital outlay	-	-	-	-
Total fire department	<u>\$ 1,807,528</u>	<u>\$ 1,919,428</u>	<u>\$ 1,885,858</u>	<u>\$ (33,570)</u>
<b><u>Municipal Auditorium</u></b>				
Personal services	\$ -	\$ -	\$ -	\$ -
Commodities	3,286	995	14,500	13,505
Contractual services	31,416	39,068	34,500	(4,568)
Capital outlay	-	-	-	-
Total park department	<u>\$ 34,702</u>	<u>\$ 40,063</u>	<u>\$ 49,000</u>	<u>\$ 8,937</u>
<b><u>Park Department</u></b>				
Personal services	\$ 220,915	\$ 194,821	\$ 231,604	\$ 36,783
Commodities	49,930	32,651	32,850	199
Contractual services	12,849	12,812	12,460	(352)
Capital outlay	8,990	7,838	8,000	162
Total park department	<u>\$ 292,684</u>	<u>\$ 248,122</u>	<u>\$ 284,914</u>	<u>\$ 36,792</u>
<b><u>Swimming Pool</u></b>				
Personal services	\$ -	\$ -	\$ -	\$ -
Commodities	8,240	2,618	8,000	5,382
Contractual services	31,580	28,117	28,000	(117)
Capital outlay	-	9,489	9,800	311
Total swimming pool	<u>\$ 39,820</u>	<u>\$ 40,224</u>	<u>\$ 45,800</u>	<u>\$ 5,576</u>
<b><u>Street Department</u></b>				
Personal services	\$ 680,046	\$ 712,937	\$ 683,433	\$ (29,504)
Commodities	293,086	241,291	279,350	38,059
Contractual services	143,956	78,245	104,430	26,185
Capital outlay	12,600	-	-	-
Total street department	<u>\$ 1,129,688</u>	<u>\$ 1,032,473</u>	<u>\$ 1,067,213</u>	<u>\$ 34,740</u>
<b><u>Cemetery</u></b>				
Personal services	\$ 95,468	\$ 99,302	\$ 100,538	\$ 1,236
Commodities	23,727	19,255	20,950	1,695
Contractual services	4,279	4,841	4,530	(311)
Capital outlay	3,846	-	-	-
Total cemetery	<u>\$ 127,320</u>	<u>\$ 123,398</u>	<u>\$ 126,018</u>	<u>\$ 2,620</u>

**City of Wellington, Kansas**

**General Fund**

**Detailed Schedule of Revenue and Expenditures**

Regulatory Basis

Years Ended December 31, 2015 and 2014

		2015		
	2014	Actual	Budget	Variance- Favorable (Unfavorable)
	Actual	Actual	Budget	(Unfavorable)
<u>Engineering, Planning and Inspection</u>				
Personal services	\$ 247,035	\$ 236,697	\$ 347,661	\$ 110,964
Commodities	8,369	3,247	8,750	5,503
Contractual services	7,953	20,532	34,600	14,068
Capital outlay	-	-	-	-
Total engineering, planning & inspection	\$ 263,357	\$ 260,476	\$ 391,011	\$ 130,535
 <u>Legal and Police Court</u>				
Personal services	\$ 69,469	\$ 72,635	\$ 70,605	\$ (2,030)
Commodities	417	417	1,382	965
Contractual services	67,844	66,391	68,780	2,389
Capital outlay	961	-	-	-
Total legal and police court	\$ 138,691	\$ 139,443	\$ 140,767	\$ 1,324
 <u>Lake Recreation</u>				
Personal services	\$ 142,695	\$ 167,329	\$ 157,923	\$ (9,406)
Commodities	26,676	24,928	22,550	(2,378)
Contractual services	11,471	23,481	12,300	(11,181)
Capital outlay	6,849	13,512	21,000	7,488
Total lake recreation	\$ 187,691	\$ 229,250	\$ 213,773	\$ (15,477)
 <u>Non-Departmental</u>				
Reimbursed expenses & other	\$ 126,963	\$ 143,816	\$ 125,431	\$ (18,385)
Reimburse building sale proceeds to SRMC	91,750	-	-	-
Reimbursement to Memorial Auditorium Fund	590	-	-	-
Subsidy to Airport	25,000	25,000	25,000	-
Subsidy to Golf Fund	82,389	96,740	57,500	(39,240)
Subsidy to SRMC for debt payments	221,452	216,031	-	(216,031)
Contractual services	11,566	21,789	4,675	(17,114)
Capital outlay	-	1,087	-	(1,087)
Contingencies	-	-	1,275,980	1,275,980
Total reimbursed expenses & other	\$ 559,710	\$ 504,463	\$ 1,488,586	\$ 984,123
 <u>Operating Transfers Out</u>				
Transfer to Equipment Reserve	\$ 192,500	\$ 162,500	\$ 162,500	\$ -
Transfer to Capital Improvement	450,000	316,000	281,000	(35,000)
Total operating transfers	\$ 642,500	\$ 478,500	\$ 443,500	\$ (35,000)
 <u>Total expenditures and operating transfers</u>				
	\$ 8,701,328	\$ 7,651,776	\$ 8,912,217	\$ 1,260,441
 Receipts Over (Under) Expenditures				
Unencumbered cash, beginning	1,511,702	1,190,280		
Prior year cancelled encumbrances	7,768	8,000		
Unencumbered cash, ending	\$ 1,190,280	\$ 1,563,714		

**City of Wellington, Kansas**  
**Special Purpose Fund**  
**Ambulance and Fire Fighting Equipment**  
Schedule of Receipts & Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

<u>Receipts</u>	2014 <u>Actual</u>	2015		Variance- Favorable (Unfavorable)
		<u>Actual</u>	<u>Budget</u>	
Taxes:				
Ad valorem property tax	\$ 78,430	\$ 79,649	\$ 77,825	\$ 1,824
Less NRP rebate	(2,376)	(2,355)	(2,093)	(262)
Delinquent tax	4,302	2,752	1,500	1,252
Intergovernmental:				
Motor vehicle tax	14,900	13,084	12,264	820
Recreational vehicle tax	141	154	100	54
Reimbursement from other funds	1,856	-	-	-
Use of money and property:				
Sale of equipment	-	5,000	-	5,000
Interest earnings	40	135	15	120
	<u>\$ 97,293</u>	<u>\$ 98,419</u>	<u>\$ 89,611</u>	<u>\$ 8,808</u>
<u>Expenditures</u>				
Public safety:				
Commodities	\$ -	\$ -	\$ -	\$ -
Contractual	-	-	-	-
Contingencies	-	-	3,200	3,200
Capital outlay	88,273	94,232	93,605	(627)
	<u>\$ 88,273</u>	<u>\$ 94,232</u>	<u>\$ 96,805</u>	<u>\$ 2,573</u>
NRP Rebate	-	-	2,093	2,093
	<u>\$ 88,273</u>	<u>\$ 94,232</u>	<u>\$ 98,898</u>	<u>\$ 4,666</u>
Receipts Over (Under) Expenditures	\$ 9,020	\$ 4,187		
Unencumbered Cash, Beginning	1,172	10,192		
Prior Year Cancelled Encumbrances	-	-		
Unencumbered Cash, Ending	<u>\$ 10,192</u>	<u>\$ 14,379</u>		

**City of Wellington, Kansas**

**Special Purpose Fund**

**Library**

Schedule of Receipts & Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014	2015		Variance- Favorable (Unfavorable)
		Actual	Actual	
<u>Receipts</u>				
Taxes:				
Ad valorem property tax	\$ 173,051	\$ 197,881	\$ 193,395	\$ 4,486
Less NRP rebate	(5,242)	(5,851)	(5,202)	(649)
Delinquent tax	10,962	6,606	4,500	2,106
Intergovernmental:				
Motor vehicle tax	33,899	28,852	27,056	1,796
Recreational vehicle tax	314	341	220	121
Reimbursement from other funds	<u>4,053</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total receipts	<u>\$ 217,037</u>	<u>\$ 227,829</u>	<u>\$ 219,969</u>	<u>\$ 7,860</u>
<u>Expenditures</u>				
Government:				
Other financing uses				
Appropriation to Library Board	<u>\$ 200,000</u>	<u>\$ 225,284</u>	<u>\$ 225,284</u>	<u>\$ -</u>
Total expenditures	<u>\$ 200,000</u>	<u>\$ 225,284</u>	<u>\$ 225,284</u>	<u>\$ -</u>
NRP Rebate	<u>-</u>	<u>-</u>	<u>5,202</u>	<u>5,202</u>
Total	<u>\$ 200,000</u>	<u>\$ 225,284</u>	<u>\$ 230,486</u>	<u>\$ 5,202</u>
Receipts Over (Under) Expenditures	\$ 17,037	\$ 2,545		
Unencumbered Cash, Beginning	<u>337</u>	<u>17,374</u>		
Unencumbered Cash, Ending	<u>\$ 17,374</u>	<u>\$ 19,919</u>		

**City of Wellington, Kansas**

**Special Purpose Fund**

**Permanent Cemetery Endowment**

Schedule of Receipts & Expenditures

Regulatory Basis

*For the Year Ended December 31, 2015*

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015 <u>Actual</u>
<u>Receipts</u>		
Use of money and property:		
Interest earnings	\$ 260	\$ 535
Other:		
1/3 of cemetery lots sold	<u>3,080</u>	<u>4,999</u>
Total receipts	<u>\$ 3,340</u>	<u>\$ 5,534</u>
 <u>Expenditures:</u>		
Operating transfer to general fund	<u>\$ 260</u>	<u>\$ 534</u>
Total expenditures	<u>\$ 260</u>	<u>\$ 534</u>
 Receipts Over (Under) Expenditures	 \$ 3,080	 \$ 5,000
 Unencumbered Cash, Beginning	 <u>125,504</u>	 <u>128,584</u>
 Unencumbered Cash, Ending	 <u>\$ 128,584</u>	 <u>\$ 133,584</u>

**City of Wellington, Kansas**

**Special Purpose Fund**

**Special City Highway**

Schedule of Receipts & Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015		Variance- Favorable (Unfavorable)
		<u>Actual</u>	<u>Budget</u>	
<u>Receipts</u>				
Intergovernmental:				
Fuel tax allocation	\$ 206,602	\$ 208,949	\$ 205,650	\$ 3,299
Other	-	-	-	-
Use of money and property:				
Interest earnings	<u>93</u>	<u>97</u>	<u>76</u>	<u>21</u>
Total receipts	<u>\$ 206,695</u>	<u>\$ 209,046</u>	<u>\$ 205,726</u>	<u>\$ 3,320</u>
 <u>Expenditures</u>				
Transportation:				
Capital outlay	\$ 88,465	\$ 55,386	\$ 79,360	\$ 23,974
Reimbursement to General Fund	135,000	135,000	135,000	-
Contingency	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 223,465</u>	<u>\$ 190,386</u>	<u>\$ 214,360</u>	<u>\$ 23,974</u>
Receipts Over (Under) Expenditures	\$ (16,770)	\$ 18,660		
Unencumbered Cash, Beginning	28,044	11,274		
Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ 11,274</u>	<u>\$ 29,934</u>		



**City of Wellington, Kansas**

**Special Purpose Fund**

**Special Alcohol and Drug**

Schedule of Receipts & Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

		2015		
Receipts	2014 Actual	Actual	Budget	Variance- Favorable (Unfavorable)
Intergovernmental:				
State of Kansas	\$ 10,696	\$ 12,737	\$ 12,378	\$ 359
Use of money and property:				
Interest earnings	<u>6</u>	<u>9</u>	<u>5</u>	<u>4</u>
Total receipts	<u>\$ 10,702</u>	<u>\$ 12,746</u>	<u>\$ 12,383</u>	<u>\$ 363</u>
Expenditures				
General Government:				
Contractual	<u>\$ 13,500</u>	<u>\$ 9,499</u>	<u>\$ 13,987</u>	<u>\$ 4,488</u>
Total expenditures	<u>\$ 13,500</u>	<u>\$ 9,499</u>	<u>\$ 13,987</u>	<u>\$ 4,488</u>
Receipts Over (Under) Expenditures	\$ (2,798)	\$ 3,247		
Unencumbered Cash, Beginning	3,199	401		
Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ 401</u>	<u>\$ 3,648</u>		

**City of Wellington, Kansas**

**Special Purpose Fund**

**Special Park and Recreation**

Schedule of Receipts & Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

		2015		
	2014	Actual	Budget	Variance- Favorable (Unfavorable)
<u>Receipts</u>	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Unfavorable)</u>
Intergovernmental:				
State of Kansas	\$ 10,696	\$ 12,737	\$ 12,378	\$ 359
Use of money and property:				
Interest earnings	<u>97</u>	<u>148</u>	<u>69</u>	<u>79</u>
Total receipts	<u>\$ 10,793</u>	<u>\$ 12,885</u>	<u>\$ 12,447</u>	<u>\$ 438</u>
 <u>Expenditures</u>				
Recreation and Culture				
Capital Outlay	\$ 35,678	\$ 17,424	\$ 29,767	\$ 12,343
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 35,678</u>	<u>\$ 17,424</u>	<u>\$ 29,767</u>	<u>\$ 12,343</u>
Receipts Over (Under) Expenditures	\$ (24,885)	\$ (4,539)		
Unencumbered Cash, Beginning	36,842	17,035		
Prior Year Cancelled Encumbrances	<u>5,078</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ 17,035</u>	<u>\$ 12,496</u>		

**City of Wellington, Kansas**

**Special Purpose Fund**

**Tourism and Convention**

Schedule of Receipts & Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

		2015		Variance-
	2014	Actual	Budget	Favorable
<u>Receipts</u>	<u>Actual</u>			<u>(Unfavorable)</u>
Intergovernmental:				
Transient guest tax	\$ 18,909	\$ 29,257	\$ 32,000	\$ (2,743)
Use of money and property:				
Interest earnings	11	(15)	-	(15)
Total receipts	<u>\$ 18,920</u>	<u>\$ 29,242</u>	<u>\$ 32,000</u>	<u>\$ (2,758)</u>
 <u>Expenditures</u>				
General government:				
Contractual	\$ 35,585	\$ 29,418	\$ 32,000	\$ 2,582
Commodities	-	-	-	-
Capital Outlay	-	-	-	-
Contingency	-	-	-	-
Total expenditures	<u>\$ 35,585</u>	<u>\$ 29,418</u>	<u>\$ 32,000</u>	<u>\$ 2,582</u>
Receipts Over (Under) Expenditures	\$ (16,665)	\$ (176)		
Unencumbered Cash, Beginning	17,680	1,015		
Prior Year Cancelled Encumbrances	-	-		
	<u>\$ 1,015</u>	<u>\$ 839</u>		

**City of Wellington, Kansas**

**Special Purpose Fund**

**Emergency Shelter Grant**

Schedule of Receipts & Expenditures

Regulatory Basis

*For the Year Ended December 31, 2015*

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015 <u>Actual</u>
Receipts:		
Intergovernmental:		
Federal grant	\$ 19,743	\$ 12,513
Total receipts	<u>\$ 19,743</u>	<u>\$ 12,513</u>
<u>Expenditures</u>		
General government:		
Contractual	\$ 21,870	\$ 11,830
Other	-	-
Total expenditures	<u>\$ 21,870</u>	<u>\$ 11,830</u>
Receipts Over (Under) Expenditures	\$ (2,127)	\$ 683
Unencumbered Cash, Beginning	-	(2,127)
Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ (2,127)</u>	<u>\$ (1,444)</u>

**Note:** *This fund was not in violation of the cash basis law, as federal grant funds were receivable at 12/31/14 and 12/31/15.*

**City of Wellington, Kansas**

**Special Purpose Fund**

**Special Liability Expense**

Schedule of Receipts & Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

		2015		Variance-
	2014	Actual	Budget	Favorable
<u>Receipts</u>	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Unfavorable)</u>
Intergovernmental:				
Interest earnings	\$ 573	\$ 958	\$ 403	\$ 555
Reimbursements from other funds	283,033	283,033	283,033	-
Other	28,979	64,529	-	64,529
Total receipts	<u>\$ 312,585</u>	<u>\$ 348,520</u>	<u>\$ 283,436</u>	<u>\$ 65,084</u>
<u>Expenditures</u>				
General government:				
Contractual services	\$ 372,269	\$ 404,594	\$ 380,000	\$ (24,594)
Contingency	-	-	127,184	127,184
Total expenditures	<u>\$ 372,269</u>	<u>\$ 404,594</u>	<u>\$ 507,184</u>	<u>\$ 102,590</u>
Receipts Over (Under) Expenditures	\$ (59,684)	\$ (56,074)		
Unencumbered Cash, Beginning	304,312	244,628		
Prior Year Cancelled Encumbrances	-	-		
Unencumbered Cash, Ending	<u>\$ 244,628</u>	<u>\$ 188,554</u>		

**City of Wellington, Kansas**

Schedule 2-11

**Special Purpose Fund**

**Equipment Reserve**

Schedule of Receipts & Expenditures

Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015 <u>Actual</u>
Receipts		
Intergovernmental:		
Federal grant	\$ -	\$ -
Other	-	-
Operating transfers in:		
Transfer from general fund	192,500	162,500
Transfer from other funds	<u>102,039</u>	<u>-</u>
Total receipts	<u>294,539</u>	<u>162,500</u>
<u>Expenditures</u>		
Capital outlay	<u>276,658</u>	<u>158,568</u>
Total expenditures	<u>276,658</u>	<u>158,568</u>
Receipts Over (Under) Expenditures	17,881	3,932
Unencumbered Cash, Beginning	152,408	170,289
Prior Year Cancelled Encumbrances	<u>-</u>	<u>6,821</u>
Unencumbered Cash, Ending	<u>\$ 170,289</u>	<u>\$ 181,042</u>

**City of Wellington, Kansas**

**Special Purpose Fund**

**FEMA Grant Fund**

Schedule of Receipts & Expenditures

Regulatory Basis

*For the Year Ended December 31, 2015*

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015 <u>Actual</u>
Receipts		
Intergovernmental:		
Federal grant	\$ -	\$ -
Other	-	-
	<u>-</u>	<u>-</u>
Total receipts	-	-
<u>Expenditures</u>		
Fire	\$ -	\$ -
Parks	-	-
Streets	-	-
Cemetery	-	-
Lake recreation	-	-
Electric line construction	-	-
	<u>-</u>	<u>-</u>
Total expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	36,636	36,636
Prior Year Cancelled Encumbrances	-	-
	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ 36,636</u>	<u>\$ 36,636</u>

**City of Wellington, Kansas**

Schedule 2-13

**Special Purpose Fund**

**Wellington Airport FAA Grant**

Schedule of Receipts & Expenditures

Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015 <u>Actual</u>
Receipts		
Intergovernmental:		
Federal grant	\$ 869,554	\$ 347,201
Other:		
Reimbursement from other funds	<u>2,147</u>	<u>-</u>
Total receipts	<u>871,701</u>	<u>347,201</u>
<u>Expenditures</u>		
General government:		
Contractual	\$ -	\$ 6,710
Capital outlay	<u>332,069</u>	<u>7,392</u>
Total expenditures	<u>332,069</u>	<u>14,102</u>
Receipts Over (Under) Expenditures	539,632	333,099
Unencumbered Cash, Beginning	(1,021,419)	(481,787)
Prior Year Cancelled Encumbrances	<u>-</u>	<u>97,120</u>
Unencumbered Cash, Ending	<u>\$ (481,787)</u>	<u>\$ (51,568)</u>

**Note:** This fund was not in violation of the cash basis law, as federal grant funds were receivable at 12/31/14 and 12/31/15.



**City of Wellington, Kansas**

**Special Purpose Fund**

**Hazmat Response**

Schedule of Receipts & Expenditures

Regulatory Basis

*For the Year Ended December 31, 2015*

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u> <u>Actual</u>	<u>2015</u> <u>Actual</u>
<u>Receipts:</u>		
Other	\$ 4,243	\$ 8,580
Use of money and property:		
Interest earnings	<u>7</u>	<u>26</u>
Total receipts	<u>4,250</u>	<u>8,606</u>
 <u>Expenditures</u>		
Public safety	<u>4,829</u>	<u>376</u>
Total expenditures	<u>4,829</u>	<u>376</u>
 Receipts Over (Under) Expenditures	(579)	8,230
 Unencumbered Cash, Beginning	3,419	2,840
 Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>
 Unencumbered Cash, Ending	<u>\$ 2,840</u>	<u>\$ 11,070</u>

**City of Wellington, Kansas**

Schedule 2-15

**Special Purpose Fund**

**Fire Prevention and Education**

Schedule of Receipts & Expenditures

Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u> <u>Actual</u>	<u>2015</u> <u>Actual</u>
<u>Receipts</u>		
Other	\$ 2,000	\$ -
Use of money and property:		
Interest earnings	<u>-</u>	<u>-</u>
Total receipts	<u>2,000</u>	<u>-</u>
 <u>Expenditures</u>		
Public safety	<u>2,059</u>	<u>-</u>
Total expenditures	<u>2,059</u>	<u>-</u>
 Receipts Over (Under) Expenditures	(59)	-
 Unencumbered Cash, Beginning	76	17
 Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>
 Unencumbered Cash, Ending	<u>\$ 17</u>	<u>\$ 17</u>

**City of Wellington, Kansas**

**Special Purpose Fund**

**Hospital Sales Tax Fund**

Schedule of Receipts & Expenditures - Actual and Budget

Regulatory Basis

*For the Year Ended December 31, 2015*

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

		2015		
	2014			Variance-
<u>Receipts</u>	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u> <u>(Unfavorable)</u>
Intergovernmental:				
Sales tax	\$ 671,043	\$ 1,013,625	\$ 1,490,000	\$ (476,375)
Use of money and property:				
Interest earnings	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total receipts	<u>\$ 671,043</u>	<u>\$ 1,013,625</u>	<u>\$ 1,490,000</u>	<u>\$ (476,375)</u>
<u>Expenditures</u>				
Other financing uses				
Appropriation to Hospital Board	\$ 671,043	\$ 1,013,625	\$ 1,490,000	\$ 476,375
Contingency	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 671,043</u>	<u>\$ 1,013,625</u>	<u>\$ 1,490,000</u>	<u>\$ 476,375</u>
Receipts Over (Under) Expenditures	\$ -	\$ -		
Unencumbered Cash, Beginning	-	-		
Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

**City of Wellington, Kansas**

Schedule 2-17

**Special Purpose Fund**

**SCCDAT Grant Fund**

Schedule of Receipts & Expenditures

Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014	2015
	<u>Actual</u>	<u>Actual</u>
Receipts		
Intergovernmental:		
Federal grant	\$ 119,377	\$ 90,053
State grant	-	-
Other	375	916
Use of money and property:		
Interest earnings	<u>(23)</u>	<u>(21)</u>
Total receipts	<u>\$ 119,729</u>	<u>\$ 90,948</u>
<u>Expenditures</u>		
General government:		
Personal services	\$ 63,906	\$ 48,087
Commodities	1,478	1,893
Contractual	44,469	29,701
Other		
Strengthening Families	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 109,853</u>	<u>\$ 79,681</u>
Receipts Over (Under) Expenditures	\$ 9,876	\$ 11,267
Unencumbered Cash, Beginning	(21,103)	(11,227)
Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ (11,227)</u>	<u>\$ 40</u>

**Note:** This fund was not in violation of the cash basis law, as federal grant funds were receivable at 12/31/14.

***City of Wellington, Kansas***  
**Special Purpose Fund**  
**Auditorium Grant Fund**  
Schedule of Receipts & Expenditures  
Regulatory Basis  
*For the Year Ended December 31, 2015*  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015 <u>Actual</u>
Receipts		
Intergovernmental:		
Federal grant	\$ -	\$ -
Other	-	-
Use of money and property:		
Interest earnings	<u>-</u>	<u>-</u>
Total receipts	<u>\$ -</u>	<u>\$ -</u>
<u>Expenditures</u>		
Other financing uses:		
Reimbursement to other funds	<u>\$ -</u>	<u>\$ 11,745</u>
Total expenditures	<u>\$ -</u>	<u>\$ 11,745</u>
Receipts Over (Under) Expenditures	\$ -	\$ (11,745)
Unencumbered Cash, Beginning	11,745	11,745
Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ 11,745</u>	<u>\$ -</u>

***City of Wellington, Kansas***  
**Special Purpose Fund**  
**Memorial Auditorium Fund**  
Schedule of Receipts & Expenditures  
Regulatory Basis  
*For the Year Ended December 31, 2015*  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015 <u>Actual</u>
Receipts		
Other	\$ 1,337	\$ 909
Reimbursement from general fund	590	-
Use of money and property:		
Interest earnings	<u>-</u>	<u>-</u>
Total receipts	<u>\$ 1,927</u>	<u>\$ 909</u>
<u>Expenditures</u>		
General government:		
Other	<u>\$ -</u>	<u>\$ -</u>
Total expenditures	<u>\$ -</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	\$ 1,927	\$ 909
Unencumbered Cash, Beginning	-	1,927
Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ 1,927</u>	<u>\$ 2,836</u>

**City of Wellington, Kansas****Bond and Interest Fund****Bond and Interest**Schedule of Receipts & Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 Actual	2015		Variance Favorable (Unfavorable)
		Actual	Budget	
<b>Receipts</b>				
Taxes:				
Ad valorem property tax	\$ 458,239	\$ 578,805	\$ 565,758	\$ 13,047
Less NRP rebate	(13,896)	(17,115)	(15,219)	(1,896)
Delinquent tax	29,433	17,771	11,000	6,771
Special assessments	129,756	83,466	116,405	(32,939)
Intergovernmental:				
Motor vehicle tax	96,733	76,794	71,645	5,149
Recreational vehicle tax	903	904	582	322
Use of money and property:				
Interest earnings	638	1,403	1,400	3
Premium on sale of bonds	-	27,282	-	27,282
Other:				
Subsidy from general fund	-	116,934	116,934	-
Reimbursement from Airport Authority	52,325	50,785	50,785	-
Reimbursement from other funds	11,770	-	-	-
Reimb. from Utility Const. & Spec Impr.	169,203	-	-	-
Sale of refunding bonds	355,000	1,495,000	-	1,495,000
Total receipts	\$ 1,290,104	\$ 2,432,029	\$ 919,290	\$ 1,512,739
<b>Expenditures</b>				
Debt service:				
Principal - regular payments	\$ 699,318	\$ 795,000	\$ 795,000	\$ -
Principal - refunded GO bonds	-	1,420,000	-	(1,420,000)
Principal - used to call PBC bonds	340,000	-	-	-
Interest	194,727	230,194	166,394	(63,800)
Cost of issuance, net of discount	12,470	38,841	-	(38,841)
Contractual-arbitrage fees	3,650	2,750	5,000	2,250
Reimbursement to other funds	44,059	-	-	-
Total expenditures	\$ 1,294,224	\$ 2,486,785	\$ 966,394	\$ (1,520,391)
NRP Rebate	-	-	15,219	15,219
Total before qualifying budget credit	\$ 1,294,224	\$ 2,486,785	\$ 981,613	\$ (1,505,172)
Adjustment for qualifying budget credit:				
Issuance/refunding of GO bonds	-	-	1,522,282	1,522,282
Total	\$ 1,294,224	\$ 2,486,785	\$ 2,503,895	\$ 17,110
Receipts Over (Under) Expenditures	\$ (4,120)	\$ (54,756)		
Unencumbered Cash, Beginning	53,110	93,049		
Prior Year Cancelled Encumbrances	44,059	-		
Unencumbered Cash, Ending	\$ 93,049	\$ 38,293		

***City of Wellington, Kansas***  
**Capital Projects Funds**  
 Schedule of Receipts & Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2015

	<u>Special</u> <u>Improvements</u>	<u>Capital</u> <u>Improvements</u>	<u>Coyote</u> <u>Ridge Dev.</u>	<u>WasteWater</u> <u>Treatment Plnt</u>	<u>Susan's</u> <u>Portraits CID</u>	<u>Short 2nd</u> <u>Addition</u>
<b><u>Receipts</u></b>						
Intergovernmental:						
Federal grant/loan	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State of Kansas reimbursement	-	39,176	-	-	-	-
Other:						
Miscellaneous	-	1,418	-	-	-	-
Interest earned	736	-	-	40	-	-
Reimbursement of expense	-	2,733	-	-	-	-
Prepaid assessments	-	-	-	-	-	422,218
Transfer from general fund	-	316,000	-	-	-	-
Transfer from utilities fund	-	-	-	-	-	-
Sale of bonds	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total receipts</b>	<b>\$ 736</b>	<b>\$ 359,327</b>	<b>\$ -</b>	<b>\$ 40</b>	<b>\$ -</b>	<b>\$ 422,218</b>
<b><u>Expenditures</u></b>						
Capital outlay:						
Construction & equipment	\$ -	\$ 286,092	\$ -	\$ -	\$ -	\$ 415,875
Debt service:						
Principal payments	-	14,891	-	-	-	-
Interest payments	-	14,115	-	-	-	-
Other:						
Reimbursement to general fund	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total expenditures</b>	<b>\$ -</b>	<b>\$ 315,098</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 415,875</b>
Receipts Over (Under) Expenditures	\$ 736	\$ 44,229	\$ -	\$ 40	\$ -	\$ 6,343
Unencumbered Cash, Beginning	167,032	941,795	10,767	9,822	-	-
Prior Year Cancelled Encumbrances	<u>-</u>	<u>7,054</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ 167,768</u>	<u>\$ 993,078</u>	<u>\$ 10,767</u>	<u>\$ 9,862</u>	<u>\$ -</u>	<u>\$ 6,343</u>



**City of Wellington, Kansas****Capital Projects Funds**

## Schedule of Receipts &amp; Expenditures

## Regulatory Basis

For the Year Ended December 31, 2014

	<u>Special</u> <u>Improvements</u>	<u>Capital</u> <u>Improvements</u>	<u>Coyote</u> <u>Ridge Dev.</u>	<u>WasteWater</u> <u>Treatment Plnt</u>	<u>Susan's Portraits</u> <u>CID</u>
<b>Receipts</b>					
Intergovernmental:					
Federal grant/loan	\$ -	\$ -	\$ -	\$ -	\$ -
State of Kansas	-	200,000	-	-	-
Other:					
Miscellaneous	-	1,962	-	-	-
Interest earned	1,722	-	-	20	-
Reimbursement of city expense	-	50,000	-	-	-
Transfer from general fund	-	450,000	-	-	-
Transfer from utilities fund	-	30,000	-	-	18,000
Sale of bonds	-	-	-	-	-
Total receipts	<u>\$ 1,722</u>	<u>\$ 731,962</u>	<u>\$ -</u>	<u>\$ 20</u>	<u>\$ 18,000</u>
<b>Expenditures</b>					
Capital outlay:					
Construction & equipment	\$ 34,580	\$ 349,980	\$ -	\$ -	\$ 18,000
Other:					
Reimbursement to general fund	57,581				
Reimbursement to other funds	<u>114,545</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 206,706</u>	<u>\$ 349,980</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,000</u>
Receipts Over (Under) Expenditures	\$ (204,984)	\$ 381,982	\$ -	\$ 20	\$ -
Unencumbered Cash, Beginning	358,702	559,813	10,767	9,802	-
Prior Year Cancelled Encumbrances	<u>13,314</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ 167,032</u>	<u>\$ 941,795</u>	<u>\$ 10,767</u>	<u>\$ 9,822</u>	<u>\$ -</u>

**City of Wellington, Kansas****Business Fund****Electric, Waterworks, and Sewage Utility System Operating Fund**

## Summary Schedule of Receipts &amp; Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 Actual	2015		Favorable (Unfavorable)
		Actual	Budget	
<b>Receipts</b>				
Water sales and services	\$ 1,186,600	\$ 1,562,177	\$ 1,259,870	\$ 302,307
Sewage charges	1,553,754	1,855,312	1,559,500	295,812
Electricity sales and services	13,263,392	12,564,802	12,963,742	(398,940)
Penalties	126,845	125,750	118,500	7,250
Interest earnings	237,280	161,540	260,872	(99,332)
Miscellaneous	85,904	171,021	77,637	93,384
Sale of revenue bonds	-	5,035,000	5,035,000	-
Premium on sale of bonds	-	209,115	-	209,115
Operating transfer from:				
Electric, Water & Sewer Capital Improvement	414,000	-	-	-
Total receipts	<u>\$ 16,867,775</u>	<u>\$21,684,717</u>	<u>\$21,275,121</u>	<u>\$ 409,596</u>
<b>Expenditures</b>				
Production, water and sewage	\$ 544,650	\$ 520,509	\$ 536,578	\$ 16,069
Production, electric	9,624,646	8,453,212	8,812,309	359,097
Distribution, water and sewage	397,934	425,831	440,894	15,063
Distribution, electric	1,345,265	1,291,714	1,501,385	209,671
Sewage treatment	441,550	498,561	506,605	8,044
Contingency	-	-	-	-
Admin. reimb. to general fund	983,269	1,078,377	1,078,377	-
Reimbursement to special liability fund	177,668	177,668	177,668	-
Debt service	1,839,752	7,451,419	7,293,147	(158,272)
Non-departmental-other	70,021	79,738	70,010	(9,728)
Operating transfers to:				
General fund	2,298,100	2,340,901	2,347,901	7,000
Equipment Reserve	102,039	-	-	-
Susan's Portratris CID fund	18,000	-	-	-
Utility Capital Improvements	1,725,350	866,983	866,983	-
Total expenditures	<u>\$ 19,568,244</u>	<u>\$23,184,913</u>	<u>\$23,631,857</u>	<u>\$ 446,944</u>
Adjustment for qualifying budget credit	-	-	-	-
Total	<u>\$ 19,568,244</u>	<u>\$23,184,913</u>	<u>\$23,631,857</u>	<u>\$ 446,944</u>
Receipts Over (Under) Expenditures	\$ (2,700,469)	\$ (1,500,196)		
Unencumbered Cash, Beginning	9,897,743	7,407,055		
Prior Year Cancelled Encumbrances	209,781	131		
Unencumbered Cash, Ending	<u>\$ 7,407,055</u>	<u>\$ 5,906,990</u>		

**City of Wellington, Kansas**  
**Business Fund**  
**Water and Sewage Utility**  
**Detailed Schedule of Receipts and Expenditures**  
Regulatory Basis  
*Years Ended December 31, 2015 and 2014*

	2014 <u>Actual</u>	2015		Variance- Favorable (Unfavorable)
		<u>Actual</u>	<u>Budget</u>	
<u>Receipts</u>				
<u>Water Sales and Sewer Service Charges</u>				
Sale of water to customers	\$ 1,206,770	\$ 1,596,668	\$ 1,240,000	\$ 356,668
Sewer Service charges	1,553,754	1,924,222	1,559,500	364,722
Interdepartmental water sales	6,435	6,321	7,000	(679)
Penalties	47,403	55,049	48,500	6,549
New water services	12,301	10,405	12,870	(2,465)
Cash basis conversion	<u>(38,906)</u>	<u>(120,127)</u>	<u>-</u>	<u>(120,127)</u>
Total water sales and sewer service charges	<u>\$ 2,787,757</u>	<u>\$ 3,472,538</u>	<u>\$ 2,867,870</u>	<u>\$ 604,668</u>
<u>Other</u>				
Interest earnings	\$ -	\$ -	\$ -	\$ -
Miscellaneous	11,296	26,530	7,567	18,963
Accrued interest on bond sales	-	1,303	-	1,303
Sale of revenue bonds	-	5,035,000	5,035,000	-
Premium on sale of revenue bonds	-	209,115	-	209,115
Total other	<u>\$ 11,296</u>	<u>\$ 5,271,948</u>	<u>\$ 5,042,567</u>	<u>\$ 229,381</u>
Total Water & Sewage Utility receipts	<u>\$ 2,799,053</u>	<u>\$ 8,744,486</u>	<u>\$ 7,910,437</u>	<u>\$ 834,049</u>
<u>Expenditures</u>				
<u>Water Production</u>				
Personal services	\$ 244,086	\$ 244,844	\$ 245,554	\$ 710
Commodities	263,457	240,646	219,877	(20,769)
Contractual services	28,115	30,816	66,680	35,864
Capital outlay	<u>8,992</u>	<u>4,203</u>	<u>4,467</u>	<u>264</u>
Total water production	<u>\$ 544,650</u>	<u>\$ 520,509</u>	<u>\$ 536,578</u>	<u>\$ 16,069</u>
<u>Water Distribution</u>				
Personal services	\$ 287,484	\$ 308,878	\$ 319,838	\$ 10,960
Commodities	88,645	105,008	98,096	(6,912)
Contractual services	12,652	11,239	22,960	11,721
Capital outlay	<u>9,153</u>	<u>706</u>	<u>-</u>	<u>(706)</u>
Total water distribution	<u>\$ 397,934</u>	<u>\$ 425,831</u>	<u>\$ 440,894</u>	<u>\$ 15,063</u>

***City of Wellington, Kansas***  
**Business Fund**  
**Water and Sewage Utility**  
**Detailed Schedule of Receipts and Expenditures**  
Regulatory Basis  
*Years Ended December 31, 2015 and 2014*

	2014 <u>Actual</u>	2015		Variance- Favorable (Unfavorable)
		<u>Actual</u>	<u>Budget</u>	
<u>Sewage Treatment</u>				
Personal services	\$ 286,245	\$ 299,162	\$ 316,243	\$ 17,081
Commodities	85,875	102,039	105,377	3,338
Contractual services	69,430	97,360	84,985	(12,375)
Capital outlay	-	-	-	-
Total sewage treatment	<u>\$ 441,550</u>	<u>\$ 498,561</u>	<u>\$ 506,605</u>	<u>\$ 8,044</u>
<u>Debt Retirement</u>				
Principal retired and refunded	\$ 467,888	\$ 5,970,340	\$ 5,933,234	\$ (37,106)
Principal paid on WWTP revolving loan	565,894	582,079	582,079	-
Interest	667,298	638,881	638,882	1
Debt issuance costs	-	121,167	-	(121,167)
Total debt retirement	<u>\$ 1,701,080</u>	<u>\$ 7,312,467</u>	<u>\$ 7,154,195</u>	<u>\$ (158,272)</u>
<u>Non-Departmental</u>				
Commodities	\$ -	\$ 1,667	\$ 2,592	\$ 925
Contractual services	29,148	29,247	24,258	(4,989)
Administrative reimbursements to general fund	186,821	204,892	204,892	-
Administrative reimbursements to special liability func	-	32,038	32,038	-
Capital outlay	-	-	-	-
Total non-departmental	<u>\$ 215,969</u>	<u>\$ 267,844</u>	<u>\$ 263,780</u>	<u>\$ (4,064)</u>
<u>Operating Transfers</u>				
Operating transfer to General Fund	\$ 422,042	\$ 364,065	\$ 364,065	\$ -
Operating transfer to Utility Capital Improvement	460,500	631,983	631,983	-
Other transfers	-	-	-	-
Total transfers	<u>\$ 882,542</u>	<u>\$ 996,048</u>	<u>\$ 996,048</u>	<u>\$ -</u>
Total Water & Sewage Utility expenditures	<u>\$4,183,725</u>	<u>\$ 10,021,260</u>	<u>\$ 9,898,100</u>	<u>\$ (123,160)</u>

***City of Wellington, Kansas***  
**Business Fund**  
**Electric Utility**  
**Detailed Schedule of Receipts and Expenditures**  
Regulatory Basis  
*Years Ended December 31, 2015 and 2014*

	2014 Actual	2015		Variance- Favorable (Unfavorable)
		Actual	Budget	
<u>Receipts</u>				
<u>Electricity Sales and Fees</u>				
Residential service	\$ 2,231,130	\$ 2,229,679	\$ 2,303,134	\$ (73,455)
Commercial and industrial service	2,659,239	2,733,308	2,745,116	(11,808)
Interdepartmental	86,145	90,667	88,401	2,266
Wholesale revenue	342,214	262,221	100,000	162,221
Power cost adjustments	8,383,631	7,534,552	7,692,091	(157,539)
Electric penalties	79,442	70,701	70,000	701
Other fees	37,554	29,270	35,000	(5,730)
Cash basis conversion	(476,521)	(314,895)	-	(314,895)
Total sales and fees	<u>\$ 13,342,834</u>	<u>\$ 12,635,503</u>	<u>\$ 13,033,742</u>	<u>\$ (398,239)</u>
<u>Other</u>				
Interest earnings	\$ 237,280	\$ 161,540	\$ 260,872	\$ (99,332)
Miscellaneous	22,592	53,059	15,133	37,926
Reimbursement from other funds	52,016	90,129	54,937	35,192
Operating transfer from EW&S Cap Improvement	414,000	-	-	-
Total other	<u>\$ 725,888</u>	<u>\$ 304,728</u>	<u>\$ 330,942</u>	<u>\$ (26,214)</u>
Total Electric Utility receipts	<u>\$ 14,068,722</u>	<u>\$ 12,940,231</u>	<u>\$ 13,364,684</u>	<u>\$ (424,453)</u>
<u>Expenditures</u>				
<u>Electric Production</u>				
Personal services	\$ 686,984	\$ 690,645	\$ 673,895	\$ (16,750)
Commodities	75,530	85,237	118,000	32,763
Contractual services	8,860,645	7,667,330	7,995,414	328,084
Capital outlay	1,487	10,000	25,000	15,000
Total electric production	<u>\$ 9,624,646</u>	<u>\$ 8,453,212</u>	<u>\$ 8,812,309</u>	<u>\$ 359,097</u>
<u>Electric Distribution</u>				
Personal services	\$ 821,694	\$ 807,057	\$ 885,577	\$ 78,520
Commodities	373,039	303,206	412,399	109,193
Contractual services	150,532	167,860	186,109	18,249
Capital outlay	-	13,591	17,300	3,709
Total electric distribution	<u>\$ 1,345,265</u>	<u>\$ 1,291,714</u>	<u>\$ 1,501,385</u>	<u>\$ 209,671</u>

***City of Wellington, Kansas***  
**Business Fund**  
**Electric Utility**  
**Detailed Schedule of Receipts and Expenditures**  
Regulatory Basis  
*Years Ended December 31, 2015 and 2014*

	2014	2015		Variance-
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	Favorable (Unfavorable)
<u>Debt Retirement</u>				
Principal retired	\$ 112,112	\$ 114,660	\$ 114,660	\$ -
Interest	26,560	24,292	24,292	-
	<u>\$ 138,672</u>	<u>\$ 138,952</u>	<u>\$ 138,952</u>	<u>\$ -</u>
<u>Non-Departmental</u>				
Commodities	\$ 2,864	\$ 2,325	\$ 8,533	\$ 6,208
Other contractual	38,009	46,499	34,627	(11,872)
Administrative reimbursements to:				
General fund	796,448	873,485	873,485	-
Special liability fund	177,668	145,630	145,630	-
Total non-departmental	<u>\$ 1,014,989</u>	<u>\$ 1,067,939</u>	<u>\$ 1,062,275</u>	<u>\$ (5,664)</u>
<u>Contingency</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Operating Transfers</u>				
Operating transfer to General Fund	\$ 1,876,058	\$ 1,976,836	\$ 1,983,836	\$ 7,000
Operating transfer to Susan's Portraits CID Fund	18,000	-	-	-
Operating transfer to Equipment Reserve	102,039	-	-	-
Operating transfer to Utility Capital Improvement	1,264,850	235,000	235,000	-
Total transfers	<u>\$ 3,260,947</u>	<u>\$ 2,211,836</u>	<u>\$ 2,218,836</u>	<u>\$ 7,000</u>
 Total Electric Utility expenditures	 <u>\$ 15,384,519</u>	 <u>\$ 13,163,653</u>	 <u>\$ 13,733,757</u>	 <u>\$ 570,104</u>
 Receipts Over(Under) Expenditures	 (2,700,469)	 (1,500,196)		
 Unencumbered cash, beginning	 9,897,743	 7,407,055		
Prior year cancelled encumbrances	209,781	131		
Unencumbered cash, ending	<u>\$ 7,407,055</u>	<u>\$ 5,906,990</u>		

**City of Wellington, Kansas****Business Fund****Electric, Waterworks and Sewage Multi-Year Capital Improvement**

## Schedule of Receipts &amp; Expenditures

## Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015 <u>Actual</u>
<u>Receipts</u>		
Interest earnings	\$ 4,345	\$ 8,900
Other:		
Insurance recoveries & miscellaneous	-	-
Operating transfers:		
Transfer from Water and Sewer	460,500	631,983
Transfer from Electric	<u>1,264,850</u>	<u>235,000</u>
Total receipts	<u>1,729,695</u>	<u>875,883</u>
<u>Expenditures</u>		
Water and Sewer:		
Vehicles	29,265	-
Other equipment	4,086	3,467
Water plant & wells equipment & maintenance	217,820	251,511
Wastewater treatment equipment & sewer lines	28,358	257,612
Wastewater lease payments	51,086	68,114
Water line maintenance & construction	170,905	35,079
Professional & consulting services	49,583	25,159
Electric:		
Vehicles	12,794	-
Steam plan equipment	-	28,888
Sub-station	818,489	-
Other equipment	111,636	3,467
Professional & consulting services	4,522	-
Electric line construction & breakers	295,612	51,729
Operating transfers:		
Electric, Water & Sewer Utility	414,000	-
Capital Improvement	<u>30,000</u>	<u>-</u>
Total expenditures	<u>2,238,156</u>	<u>725,026</u>
Receipts Over (Under) Expenditures	(508,461)	150,857
Unencumbered Cash, Beginning	1,511,620	1,007,663
Prior Year Cancelled Encumbrances	<u>4,504</u>	<u>102,329</u>
Unencumbered Cash, Ending	<u>\$ 1,007,663</u>	<u>\$ 1,260,849</u>

***City of Wellington, Kansas***  
**Business Fund**  
**Electric, Waterworks and Sewage Construction Fund**  
 Schedule of Receipts & Expenditures  
 Regulatory Basis  
*For the Year Ended December 31, 2015*  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015 <u>Actual</u>
<u>Receipts</u>		
Interest earnings	\$ 78	\$ -
Reimbursement	<u>-</u>	<u>-</u>
Total receipts	<u>78</u>	<u>-</u>
<u>Expenditures</u>		
Professional & consulting, waterworks & sewage (Vandenburgh Ave)	-	-
Reimbursement to Bond & Interest fund	<u>54,658</u>	<u>-</u>
Total expenditures	<u>54,658</u>	<u>-</u>
Receipts Over (Under) Expenditures	(54,580)	-
Unencumbered Cash, Beginning	54,580	-
Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>



**City of Wellington, Kansas****Business Fund****Sanitation Utility**

## Schedule of Receipts &amp; Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015		Favorable (Unfavorable)
		<u>Actual</u>	<u>Budget</u>	
<u>Receipts</u>				
Refuse collection fees and penalties	\$1,115,625	\$1,310,658	\$1,319,747	\$ (9,089)
Interest	426	665	670	(5)
Reimbursed expense and miscellaneous	<u>38,850</u>	<u>10,749</u>	<u>22,297</u>	<u>(11,548)</u>
Total receipts	<u>\$1,154,901</u>	<u>\$1,322,072</u>	<u>\$1,342,714</u>	<u>\$ (20,642)</u>
<u>Expenditures</u>				
Collections:				
Personal services	\$ 367,650	\$ 361,307	\$ 395,542	\$ 34,235
Contractual services	178,181	172,954	169,350	(3,604)
Commodities	50,025	49,105	57,000	7,895
Capital Outlay	-	-	-	-
Transfer Station:				
Personal services	90,299	112,528	91,771	(20,757)
Contractual services	272,357	430,381	414,410	(15,971)
Commodities	17,425	30,281	23,250	(7,031)
Capital Outlay	-	-	-	-
Reimbursement to other funds	79,267	80,299	80,299	-
Operating transfers to general	137,719	111,139	111,139	-
Operating transfers to equipment reserve	25,000	25,000	25,000	-
Contingency	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$1,217,923</u>	<u>\$1,372,994</u>	<u>\$1,367,761</u>	<u>\$ (5,233)</u>
Receipts Over (Under) Expenditures	\$ (63,022)	\$ (50,922)		
Unencumbered Cash, Beginning	207,473	144,451		
Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ 144,451</u>	<u>\$ 93,529</u>		

**City of Wellington, Kansas****Business Fund****Sanitation Equipment Reserve**

## Schedule of Receipts &amp; Expenditures

## Regulatory Basis

*For the Year Ended December 31, 2015*

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015 <u>Actual</u>
<u>Receipts</u>		
Interest	\$ 664	\$ 1,367
Other:		
Operating transfer from sanitation fund	<u>25,000</u>	<u>25,000</u>
Total receipts	<u>25,664</u>	<u>26,367</u>
<u>Expenditures</u>		
Capital outlay	<u>17,846</u>	<u>167,846</u>
Total expenditures	<u>17,846</u>	<u>167,846</u>
Receipts Over (Under) Expenditures	7,818	(141,479)
Unencumbered Cash, Beginning	322,240	330,058
Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ 330,058</u>	<u>\$ 188,579</u>

**City of Wellington, Kansas****Business Fund****Municipal Golf Course**

## Schedule of Receipts &amp; Expenditures - Actual and Budget

## Regulatory Basis

*For the Year Ended December 31, 2015*

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 Actual	2015		Favorable (Unfavorable)
		Actual	Budget	
<b>Receipts</b>				
Licenses and permits				
Golf licenses	\$ 89,586	\$ 81,025	\$ 87,000	\$ (5,975)
Golf green fees	99,253	95,638	125,000	(29,362)
Golf cart licenses and fees	28,351	23,511	25,000	(1,489)
Golf cart storage and rental	59,680	56,223	72,460	(16,237)
Other:				
Interest	48	20	36	(16)
Miscellaneous	5,827	2,610	-	2,610
Subsidy from general fund	82,389	96,740	57,500	39,240
<b>Total receipts</b>	<b>\$ 365,134</b>	<b>\$ 355,767</b>	<b>\$ 366,996</b>	<b>\$ (11,229)</b>
<b>Expenditures</b>				
Personal services	\$ 219,389	\$ 223,718	\$ 223,481	\$ (237)
Contractual service	51,374	40,478	46,690	6,212
Commodities	69,442	65,542	69,550	4,008
Capital outlay	4,000	20,204	-	(20,204)
Reimbursement to special liability	5,825	5,825	5,825	-
Operating transfer to Golf Course Cap Improvement	28,462	-	25,000	25,000
Contingency	-	-	9,755	9,755
<b>Total expenditures</b>	<b>\$ 378,492</b>	<b>\$ 355,767</b>	<b>\$ 380,301</b>	<b>\$ 24,534</b>
Receipts Over (Under) Expenditures	\$ (13,358)	\$ -		
Unencumbered Cash, Beginning	13,358	-		
Prior Year Cancelled Encumbrances	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

***City of Wellington, Kansas***  
**Business Fund**  
**Golf Course Capital Improvement**  
 Schedule of Receipts & Expenditures  
 Regulatory Basis

*For the Year Ended December 31, 2015*

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015 <u>Actual</u>
<u>Receipts</u>		
Interest	\$ (7)	\$ -
Operating transfer from golf course	<u>28,462</u>	<u>-</u>
Total receipts	<u>28,455</u>	<u>-</u>
<u>Expenditures</u>		
Capital outlay	<u>28,630</u>	<u>-</u>
Total expenditures	<u>28,630</u>	<u>-</u>
Receipts Over (Under) Expenditures	(175)	-
Unencumbered Cash, Beginning	175	-
Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

**City of Wellington, Kansas****Business Fund****Municipal Airport**

## Schedule of Receipts &amp; Expenditures - Actual

## Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 Actual	2015		Favorable (Unfavorable)
		Actual	Budget	
<u>Receipts</u>				
Airport charges:				
Fuel income	172,832	150,114	260,000	(109,886)
Hangar rent	31,634	35,185	34,939	246
Land Leases	27,607	27,780	28,251	(471)
Airport other income	6,338	5,810	6,338	(528)
Other:				
Interest	350	245	248	(3)
Miscellaneous	-	100	100	-
Reimbursement from grant funds	31,166	-	-	-
Subsidy from general fund	25,000	25,000	25,000	-
Total receipts	<u>\$ 294,927</u>	<u>\$ 244,234</u>	<u>\$ 354,876</u>	<u>\$(110,642)</u>
<u>Expenditures</u>				
Fuel purchased for resale	\$ 144,503	\$ 125,208	\$ 230,000	\$ 104,792
Personal services	60,780	65,186	60,889	(4,297)
Contractual service	33,613	26,912	28,400	1,488
Commodities	4,653	3,674	10,525	6,851
Capital outlay	-	-	140,000	140,000
Reimbursement to special liability fund	1,774	1,774	1,774	-
Reimbursement to Wellington Airport FAA grant fund	2,147	-	-	-
Reimbursement to bond & interest fund	52,325	50,785	50,785	-
Total expenditures	<u>\$ 299,795</u>	<u>\$ 273,539</u>	<u>\$ 522,373</u>	<u>\$ 248,834</u>
Adjustment for qualifying budget credit	-	-	-	-
Total	<u>\$ 299,795</u>	<u>\$ 273,539</u>	<u>\$ 522,373</u>	<u>\$ 248,834</u>
Receipts Over (Under) Expenditures	\$ (4,868)	\$ (29,305)		
Unencumbered Cash, Beginning	46,044	41,176		
Prior Year Cancelled Encumbrances	-	-		
Unencumbered Cash, Ending	<u>\$ 41,176</u>	<u>\$ 11,871</u>		

***City of Wellington, Kansas***  
**Business Fund**  
**Employee Benefit Contribution**  
Schedule of Receipts & Expenditures - Actual and Budget  
Regulatory Basis  
*For the Year Ended December 31, 2015*  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015		Favorable (Unfavorable)
		<u>Actual</u>	<u>Budget</u>	
<u>Receipts</u>				
Employer contributions - current employees	\$ 997,729	\$ 986,342	\$ 955,000	\$ 31,342
Employer contributions - retirees	110,720	104,492	58,200	46,292
Employee contributions	173,775	173,595	148,680	24,915
COBRA and component unit contributions	28,929	33,161	19,320	13,841
Reimbursements & refunds	272	198	-	198
Interest	5,539	4,901	6,000	(1,099)
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total receipts	<u>\$1,316,964</u>	<u>\$1,302,689</u>	<u>\$1,187,200</u>	<u>\$ 115,489</u>
<u>Expenditures</u>				
Health insurance claims paid	\$ 945,822	\$ 800,620	\$ 710,000	\$ (90,620)
Reinsurance policy premiums	396,125	347,950	440,000	92,050
Transitional reinsurance	21,574	14,461	-	(14,461)
Supplemental coverage policy premiums	114,402	119,460	121,000	1,540
Administration fees	44,935	38,975	78,900	39,925
Other	25,065	21,550	-	(21,550)
Contingency	-	-	487,641	487,641
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total expenditures	<u>\$1,547,923</u>	<u>\$1,343,016</u>	<u>\$1,837,541</u>	<u>\$ 494,525</u>
Receipts Over (Under) Expenditures	\$ (230,959)	\$ (40,327)		
Unencumbered Cash, Beginning	947,170	716,211		
Prior Year Cancelled Encumbrances	<u>          </u>	<u>          </u>		
Unencumbered Cash, Ending	<u>\$ 716,211</u>	<u>\$ 675,884</u>		

**City of Wellington, Kansas**  
**Trust Funds**  
Schedule of Receipts & Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2015

	Public Library Trust	Annie Hamilton Trust	Mildred Share McLean Trust	Mausoleum Maintenance	Regional Park Trust	Municipal Auditorium Renovation	Recreation Trust	Municipal Golf Course Trust	Ambulance Service Trust	Municipal Airport Trust	Nichols Family Trust	Drug Tax Dist. Trust	Cemetery Beautifi- cation Trust	Cara Saunders Memorial Trust	Drug Awareness Trust	Housing Authority Reserve	Law Enforcement Trust	Employee Community Service
<b>Receipts</b>																		
Intergovernmental:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,752	\$ 11	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Use of money and property:																		
Interest	1,323	7	38	57	186	106	111	98	3	6	2	28	39	2	37	-	54	-
Farm rent	-	-	-	-	4,875	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	7,300	-	-	36,493	-	-	420	135	670	-	8,728	-	17,368	-
Reimbursement from other funds	-	-	-	-	-	11,745	-	-	-	-	-	-	-	-	-	-	-	-
Operating transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total receipts	<u>\$ 1,323</u>	<u>\$ 7</u>	<u>\$ 38</u>	<u>\$ 57</u>	<u>\$ 12,361</u>	<u>\$ 11,851</u>	<u>\$ 111</u>	<u>\$ 36,591</u>	<u>\$ 3</u>	<u>\$ 6</u>	<u>\$ 3,174</u>	<u>\$ 174</u>	<u>\$ 709</u>	<u>\$ 2</u>	<u>\$ 8,765</u>	<u>\$ -</u>	<u>\$ 17,422</u>	<u>\$ -</u>
<b>Expenditures</b>																		
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transportation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-	-	2,753	-	-	-	8,497	-	10,002	-
Recreation and culture	57,054	-	-	-	2,167	-	-	23,249	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	<u>\$ 57,054</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,167</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,249</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,753</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,497</u>	<u>\$ -</u>	<u>\$ 10,002</u>	<u>\$ -</u>
Receipts Over (Under)																		
Expenditures	\$ (55,731)	\$ 7	\$ 38	\$ 57	\$ 10,194	\$ 11,851	\$ 111	\$ 13,342	\$ 3	\$ 6	\$ 421	\$ 174	\$ 709	\$ 2	\$ 268	\$ -	\$ 7,420	\$ -
Unencumbered Cash, Beginning	343,067	1,614	9,230	13,885	43,098	25,273	26,959	26,264	618	1,438	240	6,799	9,253	491	6,048	121,075	11,331	242
Prior Year Cancelled Encumbrances	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unencumbered Cash, Ending	<u>\$ 287,336</u>	<u>\$ 1,621</u>	<u>\$ 9,268</u>	<u>\$ 13,942</u>	<u>\$ 53,292</u>	<u>\$ 37,124</u>	<u>\$ 27,070</u>	<u>\$ 39,606</u>	<u>\$ 621</u>	<u>\$ 1,444</u>	<u>\$ 661</u>	<u>\$ 6,973</u>	<u>\$ 9,962</u>	<u>\$ 493</u>	<u>\$ 6,316</u>	<u>\$ 121,075</u>	<u>\$ 18,751</u>	<u>\$ 242</u>

**City of Wellington, Kansas**  
**Trust Funds**

Schedule of Receipts & Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2014

	Public Library Trust	Annie Hamilton Trust	Mildred Share McLean Trust	Mausoleum Maintenance	Regional Park Trust	Municipal Auditorium Renovation	Recreation Trust	Municipal Golf Course Trust	Ambulance Service Trust	Municipal Airport Trust	Nichols Family Trust	Drug Tax Disb. Trust	Cemetery Beautification Trust	Cara Saunders Memorial Trust	Drug Awareness Trust	Housing Authority Reserve	Law Enforcement Trust	Employee Community Service
<b>Receipts</b>																		
Intergovernmental:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21	\$ -	\$ -	\$ -	\$ -	\$ -
Use of money and property:																		
Interest	708	3	19	28	79	52	55	22	3	3	2	15	18	1	32	-	12	-
Farm rent	-	-	-	-	3,250	-	-	-	-	-	-	-	-	-	-	-	-	\$ -
Other	-	-	-	-	7,000	-	-	27,200	109	-	110	4,600	800	-	29,484	-	7,796	-
Reimbursement from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Operating transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total receipts</b>	<b>\$ 708</b>	<b>\$ 3</b>	<b>\$ 19</b>	<b>\$ 28</b>	<b>\$ 10,329</b>	<b>\$ 52</b>	<b>\$ 55</b>	<b>\$ 27,222</b>	<b>\$ 112</b>	<b>\$ 3</b>	<b>\$ 112</b>	<b>\$ 4,636</b>	<b>\$ 818</b>	<b>\$ 1</b>	<b>\$ 29,516</b>	<b>\$ -</b>	<b>\$ 7,808</b>	<b>\$ -</b>
<b>Expenditures</b>																		
General government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transportation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	1,563	-	1,078	4,036	-	-	30,171	-	2,734	-
Recreation and culture	6,631	-	-	-	1,501	-	-	17,511	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total expenditures</b>	<b>\$ 6,631</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,501</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 17,511</b>	<b>\$ 1,563</b>	<b>\$ -</b>	<b>\$ 1,078</b>	<b>\$ 4,036</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 30,171</b>	<b>\$ -</b>	<b>\$ 2,734</b>	<b>\$ -</b>
<b>Receipts Over (Under)</b>																		
Expenditures	\$ (5,923)	\$ 3	\$ 19	\$ 28	\$ 8,828	\$ 52	\$ 55	\$ 9,711	\$ (1,451)	\$ 3	\$ (966)	\$ 600	\$ 818	\$ 1	\$ (655)	\$ -	\$ 5,074	\$ -
Unencumbered Cash, Beginning	348,990	1,611	9,211	13,857	34,270	25,221	26,904	16,553	2,069	1,435	1,206	6,199	8,435	490	6,703	121,075	6,257	242
Prior Year Cancelled Encumbrances	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Unencumbered Cash, Ending</b>	<b>\$ 343,067</b>	<b>\$ 1,614</b>	<b>\$ 9,230</b>	<b>\$ 13,885</b>	<b>\$ 43,098</b>	<b>\$ 25,273</b>	<b>\$ 26,959</b>	<b>\$ 26,264</b>	<b>\$ 618</b>	<b>\$ 1,438</b>	<b>\$ 240</b>	<b>\$ 6,799</b>	<b>\$ 9,253</b>	<b>\$ 491</b>	<b>\$ 6,048</b>	<b>\$ 121,075</b>	<b>\$ 11,331</b>	<b>\$ 242</b>



***City of Wellington, Kansas***  
**Agency Funds**  
**Summary of Regulatory Basis Receipts and Disbursements**  
*For the Year Ended December 31, 2015*

<u>Funds</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Claims Fund	<u>\$ 5,536</u>	<u>\$ 531,524</u>	<u>\$ 532,879</u>	<u>\$ 4,181</u>

**City of Wellington, Kansas**

**Related Municipal Entity**

**Wellington Public Library**

Schedule of Receipts & Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014	2015
	<u>Actual</u>	<u>Actual</u>
<u>Receipts</u>		
State Aid	5,026	2,906
Appropriation from City of Wellington	\$ 200,000	\$ 225,284
Grants from SCKLS	11,377	13,050
Donations	3,724	3,942
Interest income	131	138
Royalty income	8,961	5,523
Other Income	3,771	4,741
	<u>          </u>	<u>          </u>
Total receipts	\$ 232,990	\$ 255,584
<u>Expenditures</u>		
Salaries and benefits	\$ 150,682	\$ 151,868
Accounting	1,535	1,275
Ad valorem tax on oil interest	1,112	1,252
Books, periodicals & audio-visual materials	24,924	20,074
Equipment rental	1,566	924
Equipment repairs & maintenance	2,035	3,133
Equipment & rurniture purchased	5,578	1,593
Repairs and Maintenance	2,958	2,710
Dues, licenses and fees	30	2,961
Insurance	476	506
Library and office supplies	4,442	5,308
Miscellaneous & special projects	380	474
Postage	1,206	1,768
Promotional & public relations	708	591
Summer Reading & other programs	4,270	5,033
Travel and workshops	1,034	969
Telephone	3,433	2,577
Utilities	15,382	14,401
	<u>          </u>	<u>          </u>
Total expenditures	\$ 221,751	\$ 217,417
Receipts Over (Under) Expenditures	\$ 11,239	\$ 38,167
Unencumbered Cash, Beginning	34,797	46,036
Prior Year Cancelled Encumbrances	<u>          -</u>	<u>          -</u>
Unencumbered Cash, Ending	<u>\$ 46,036</u>	<u>\$ 84,203</u>

***City of Wellington, Kansas***  
**Related Municipal Entity**  
**Public Building Commission - SRMC Bond and Interest**  
Schedule of Receipts & Expenditures  
Regulatory Basis  
*For the Year Ended December 31, 2015*  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014	2015
	<u>Actual</u>	<u>Actual</u>
<u>Receipts</u>		
Use of money:		
Interest	\$ -	\$ -
Other:		
Debt payment from Sumner Regional Medical Center	109,763	-
Subsidy from general fund	<u>221,452</u>	<u>99,098</u>
Total receipts	<u>\$ 331,215</u>	<u>\$ 99,098</u>
<u>Expenditures</u>		
Debt service:		
Principal	\$ 175,000	\$ 70,000
Interest	46,453	29,098
Other:		
Reimbursement to general fund	<u>109,762</u>	<u>-</u>
Total expenditures	<u>\$ 331,215</u>	<u>\$ 99,098</u>
Receipts Over (Under) Expenditures	\$ -	\$ -
Unencumbered Cash, Beginning	-	-
Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

***City of Wellington, Kansas***  
**Related Municipal Entity**  
**Public Building Commission - WRC Bond & Interest**  
Schedule of Receipts & Expenditures  
Regulatory Basis  
*For the Year Ended December 31, 2015*  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015 <u>Actual</u>
<u>Receipts</u>		
Use of money:		
Interest	\$ -	\$ -
Other:		
Debt payment from Wellington Recreation Commission	<u>69,826</u>	<u>67,237</u>
Total receipts	<u>\$ 69,826</u>	<u>\$ 67,237</u>
<u>Expenditures</u>		
Debt service:		
Principal payments	\$ 40,000	\$ 35,000
Interest payments	<u>29,826</u>	<u>32,237</u>
Total expenditures	<u>\$ 69,826</u>	<u>\$ 67,237</u>
Receipts Over (Under) Expenditures	\$ -	\$ -
Unencumbered Cash, Beginning	-	-
Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

***City of Wellington, Kansas***  
**Related Municipal Entity**  
**Public Building Commission**  
 Schedule of Receipts & Expenditures  
 Regulatory Basis

*For the Year Ended December 31, 2015*

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 <u>Actual</u>	2015 <u>Actual</u>
<u>Receipts</u>		
Use of money:		
Interest	\$ 3,215	\$ 564
Sale of bonds	960,000	-
Other:		
Wellington Recreation Commission	<u>250,000</u>	<u>516,426</u>
Total receipts	<u>\$ 1,213,215</u>	<u>\$ 516,990</u>
<u>Expenditures</u>		
Building construction:		
Architectural services	\$ 84,804	\$ 7,678
Capital outlay	935,262	685,418
Debt service:		
Cost of issuance, net of discount	17,043	-
Other:	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 1,037,109</u>	<u>\$ 693,096</u>
Receipts Over (Under) Expenditures	\$ 176,106	\$ (176,106)
Unencumbered Cash, Beginning	-	176,106
Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ 176,106</u>	<u>\$ -</u>