



Comprehensive Annual Financial Report



City of Winfield, Kansas
for Fiscal Year ending
December 31, 2014



CITY OF WINFIELD, KANSAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

CITY COMMISSION AND MAYOR

Mayor Merrill K. Gordon
Commissioner Gregory N. Thompson
Commissioner Beth R. Wilke

CITY MANAGER

Warren Porter

CITY CLERK/DIRECTOR OF FINANCE

Brenda Peters

CITY TREASURER

Daniela Rivas

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CITY OF WINFIELD, KANSAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2013

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Introductory Section





September 30, 2015

To the Citizens of the City of Winfield, Kansas
Honorable Mayor and City Commissioners

This document is the Comprehensive Annual Financial Report (CAFR) of the City of Winfield, Kansas for the year ended December 31, 2014. This report was prepared by the City's finance department. Responsibility for both the accuracy of the presented data and the completeness and fairness of presentation, including all disclosures, rests with the management of the City. We believe the report, as presented, is accurate in all material respects. We also believe it is presented in a manner designed to set forth the financial position and results of operations of the City as measured by the financial activity of its various funds. Finally, we believe that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial, and Statistical. The introductory section includes a description of the City, including services provided, and explanation of the City's accounting system and budgetary controls, and a brief discussion of the city's economic condition and outlook. The City's organizational chart is also included to assist the reader in understanding the structure of the City. The financial section includes the independent auditor's report, Management's Discussion & Analysis, Government-wide financial statements, fund financial statements, notes to the financial statements, and individual and combining statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

The reader is specifically directed to Management's Discussion and Analysis (MD&A) which immediately follows the independent auditor's report. MD&A provides a narrative explanation and overview of significant features and trends reflected by data in the financial statements.

Management of the City is responsible for establishing and maintaining an internal control structure to ensure that the assets of the City are protected from loss, theft or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The cost of the internal controls should not outweigh their benefits. Thus, the City of Winfield's internal controls are designed to provide reasonable, rather than absolute, assurance that the financial statements are free from material misstatement.

Kansas statute 75-1122 requires an annual audit of all funds of the City by independent certified public accountants. The firm of Jarrett and Norton CPAs, LLC issued an unqualified opinion on the City of Winfield's financial statements for the year ended December 31, 2014. The independent auditor's report is located on page A-1 in the Financial Section of this report.

Profile of the Government

The City of Winfield, incorporated in 1873, has a population of 12,258 and has an incorporated area of 12.35 square miles. Winfield is located in south central Kansas, less than an hour away from Wichita, and two hours from Tulsa and Oklahoma City. Winfield serves as the county seat for Cowley County, population approximately 35,963.

The City is unique in providing a full range of municipal utility services to its citizens, including electric and gas utilities, water, wastewater, and sanitation services. Other municipal services include police and fire protection, construction and maintenance of streets, drainage facilities and other infrastructure, recreation and cultural activities, a municipal golf course, community and industrial development, planning and zoning, building inspection, cemetery operations and maintenance, general administration, and internal support services and as of July 2014, emergency medical services. The City provides single-stream recycling to its citizens, along with composting site facilities, available at no charge to area residents. In addition, library services and low-income housing are provided by component units of the City. Additional information on the component units can be found in Note 1.A. in the notes to the financial statements.

The City of Winfield operates under a Commission/Manager form of government. One member of the three-member commission is elected annually by the Commission to act as Mayor. The City Manager is appointed by the City Commission and is responsible to them for the management of all City employees and administration of all City affairs. Regular city elections are held in odd years. The person receiving the largest number of votes is elected to a four-year term and the person receiving the second largest number of votes is elected to a two-year term.

Expenditures are authorized by a budget approved by the City Commission as required by State statute. The State statute level of budgetary control (i.e. the level at which expenditures cannot legally exceed the appropriated amount) is established at an individual fund level, but is monitored by department within each fund. The finance department continually reviews and approves all significant deviations from budget authorizations. The Kansas cash basis and budget laws requires cash be on hand before an expenditure is authorized, that all expenditures be budgeted (unless specifically exempted by statute), and that the budget not exceed anticipated revenues, including carry forward balances. Budget-to-actual comparisons are provided in this report for each individual fund in which an adopted annual operating budget is required by Kansas statute.

Economic Condition and Outlook

The intersection of U.S. Highway 160 and U.S. 77 is located in the center of Winfield. The cities of Arkansas City and Winfield jointly own Strother Field Airport and Industrial Park, located less than seven miles from Winfield. Many of the county area's employers have work forces consisting of residents of both the City of Winfield and the City of Arkansas City, located twelve miles to the south of Winfield. Manufacturing and services are the largest sectors of employment in Cowley County of which include three Fortune 500 companies, Rubbermaid, WestRock, and GE Aviation. The GE aviation plant has announced it will begin making engines, specifically the Passport 20 engine. The Winfield location was chosen from 80 other potential GE sites for producing the engine. Building these engines in Winfield will not only create jobs, it will stabilize employment. The Strother Field Industrial Park will invest approximately \$7 million in machinery and equipment that will enable the Strother field plant to assemble, maintain, repair and overhaul the new engine.

Southwestern College, a private liberal arts four year institution established in 1885, has an estimated enrollment of over 1,323 students. Southwestern has made major infrastructure improvements in recent years, including a \$4.8 million renovation of the Richard L. Jantz football stadium and the Richardson Performing Arts Auditorium.

2014 sales tax receipts increased 8.7% over the 2013 sales tax collections which does not include the increase in sales tax rate that went into effect July of 2014. The City of Winfield approved the imposition of a general purpose four-tenths of one percent (0.40%) City-wide retailers' sales tax for renovations to finance costs of certain library, street and other capital improvements throughout the City.

Real estate property assessed valuation increased 2.4% from 2013 to 2014, reflecting steady property values. The City issued 22 new dwelling unit permits, and a total of \$9,280,395 million of building permits in 2014. This is an increase to the 2013 statistics of eleven single-family permits and \$8.7 million of building permit. Winfield was not shielded from the struggling national economy in late 2008 and through 2009. Mid 2009 unemployment peaked at 8.2%, compared to the January 2008 rate of 4.0%. The years 2010 through 2014 have shown gradual turnaround. At the end of 2014, Cowley County unemployment was at 4.4%, down from the 2013 unemployment rate of 4.8%. The increases in sales tax, the gradual

increase in permits issued, decreased unemployment rate and the upcoming industrial developments indicate an improving economic environment.

City Business and Financial Planning

The City annually revises the current year's budget during preparation of the upcoming year budget, to provide internal management with better oversight. Additionally, the City maintains a five year projected budget for its Capital Improvement Fund, for internal purposes.

The City manages its finances with a long term perspective. Reacting to the ongoing cutbacks in state funding, the City increased fees for many of its fee-based services. In 2014, the City increased water and electric service rates which will help cover debt for the maintenance performed on the water tower and will assist in building a fund balance in the water fund for future water projects. The electric utility increase comes after numerous years of increasing electric costs and no corresponding increase to base rates. The City has resisted tax increases in the past several years to cover ongoing services, instead looking at long term efficiencies and alternatives. The City had been able to sustain a level mill levy in dollars for a decade, though actual levies fluctuated slightly with changes in assessed valuation. The City monitors its utility funds' cash balances and future capital needs. Rate increases, when necessary, are designed to cover long term needs of the utility.

The City had numerous large capital projects in the past fifteen years, that have provided long term 'quality of life' enhancements, and maintained necessary city infrastructure. Years 2009-2012 were viewed as stabilization years as we paid down bonded indebtedness. The City-wide debt load has dropped from approximately \$28.6 million at the end of 2004 to \$21.9 million at the end of 2014 which includes issuing temporary notes for several infrastructure projects. In 2014, the City refinanced existing debt and issued additional temporary notes for new infrastructure projects and equipment purchases. The City will turn the existing temporary notes into general obligation debt in 2015. We continue to evaluate our financial goals on the notion of an improving economy.

The City's insurance and self-insurance programs have been funded and administered as part of the City's Risk management. Funds were maintained in a reserve fund as authorized in Kansas Statutes. Additionally, the City maintains insurance policies and bonds as detailed in the Additional Information Section of this report. The City transitioned to full workers' compensation coverage in late 2011, through the Kansas Eastern Region Insurance Trust group (KERIT) but continues to fund the Risk Management reserve to fulfill liabilities prior to transitioning to KERIT.

Cash Management Policies and Practices

The City maintains its cash and investments under a pooled concept. This mechanism enhances the City's investment possibilities. The City requests competitive bids on all investments in accordance with K.S.A. 12-1675. Idle funds are used to purchase certificates of deposit or other allowable investments, with maturities scheduled to meet anticipated cash flow requirements. During 2014, an average of \$8.65 million was invested for an average of 229 days, at an average rate of 0.40%.

Major Initiatives

- City of Winfield continues to increase its single family home builds, surpassing 2008 numbers.
- The City began collecting sales tax from an increase for a 7 year period for library renovations and street/infrastructure improvements. Voters approved an additional .4% sales tax increase in February 2014, with 81% of those voting in favor of the increase. The increase went into effect July 1, 2014.
- The Island Park Playground located in north Winfield, Kansas was destroyed by fire in March of 2013. Damage sustained to the playground was extensive, most of which was insured by EMC Insurance Co. The City of Winfield, members of the Playground Advisory Board, Winfield Rotarians, and the community as a whole regrouped for the second time in five years to determine how to rebuild the family-friendly attraction. It was decided that the playground would be rebuilt. The playground was re-opened in April of 2014.

- In March 2013, the City entered into an agreement with the Kansas Department of Transportation (KDOT) authorizing a Geometric improvement project. This project began in 2014 and was financed with general obligation temporary notes in 2014. The State of Kansas' participation in the cost of preliminary engineering, construction and construction engineering will be 90% of total actual costs. This project is still in progress with a completion date of 2015.
- The City entered into an agreement with the Kansas Department of Transportation (KDOT) authorizing a KLINK resurfacing improvement project on US-160 from Mill Street to Main Street. The State of Kansas' participation in the cost of construction and construction engineering will be 50%, This project is still in progress with a completion date of 2015.
- In October 2013, The City began a street replacement and utility upgrades project on Stewart street between 9th and 14th Ave. The project began late 2013 and was financed in 2014 with general obligation temporary notes in the amount of \$1.7 million.
- The Kansas Sampler Foundation announced that Winfield will be the host for the 2016-2017 Kansas Sample Festival. The event is designed to provide the public a sample of what there is to see, do, hear, taste, buy, and learn in Kansas. The statewide showcase is the only one of its kind in the United States and is always held the first full weekend in May.
- Standard & Poor's Rating Services affirmed its 'A+' long-term rating on Winfield, Kansas' General Obligation (GO) bonds, based on improved general fund balance levels, strong management team, and strong liquidity.
- The City continued its sidewalk and other infrastructure improvements, related to ADA compliance.

Certificate of Achievement and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Winfield for its comprehensive annual financial report for the year ended December 31, 2013. This was the fourteenth consecutive year that the City has received this prestigious award.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not have been accomplished without the assistance of numerous persons both in and out of local government. The firm of Jarrett & Norton CPA's, LLC provided independent audit services. Specific appreciation is expressed to the dedicated staff of the City accounting department. We would also like to thank members of the other City departments who assisted and contributed to this report. Finally, preparation of this report would not be possible without the support of the City Commission. We express special appreciation to them for their leadership in planning and conducting the financial operations of the City in a professional, responsible and progressive manner in the best interests of the residents of Winfield.

Respectfully submitted,


 Warren Porter
 City Manager


 Brenda Peters
 City Clerk


 Daniela Rivas
 City Treasurer



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Winfield
Kansas**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

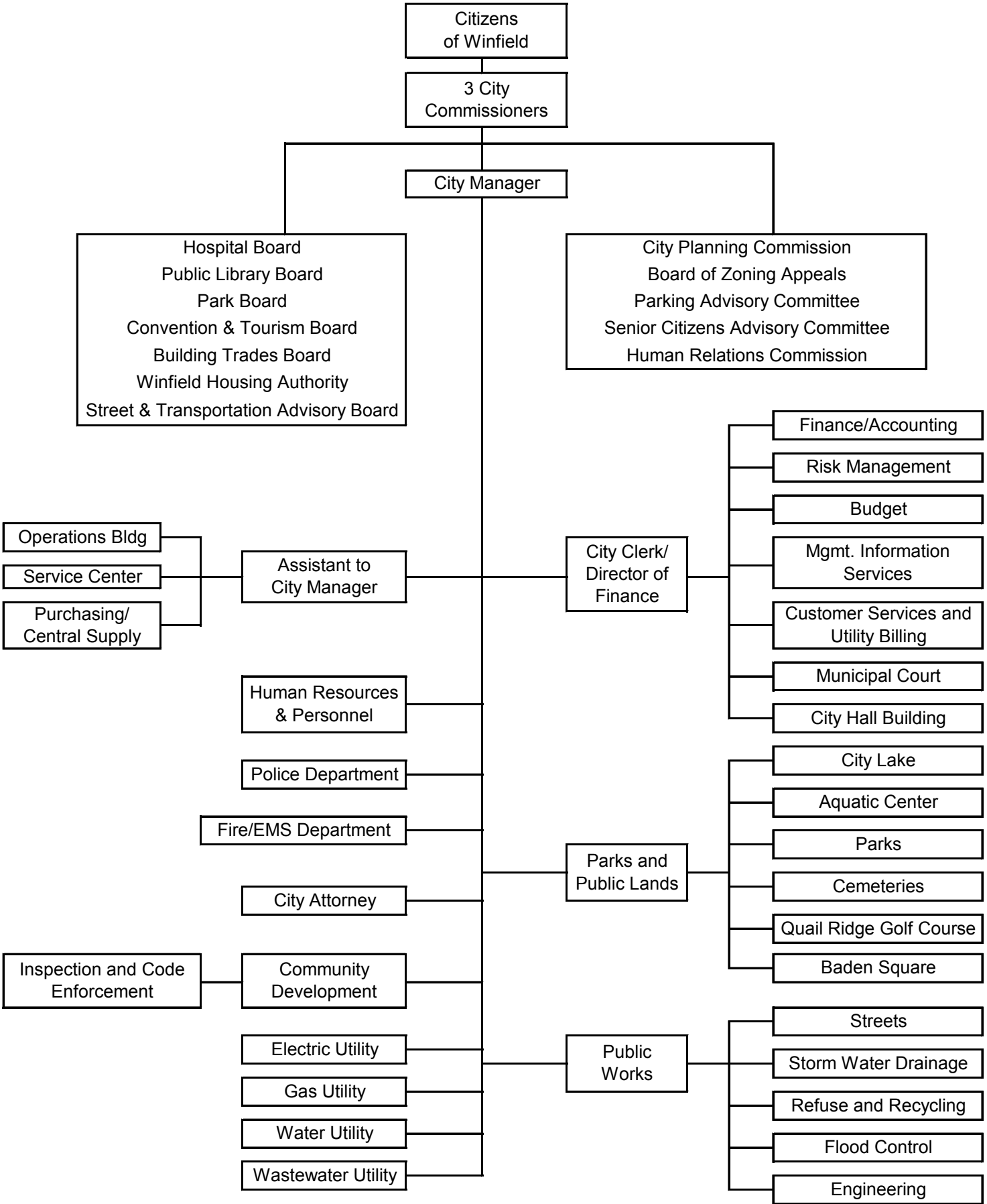
December 31, 2013

A handwritten signature in black ink, reading "Jeffrey R. Emer". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

Executive Director/CEO

CITY OF WINFIELD, KANSAS

ORGANIZATIONAL CHART



CITY OF WINFIELD, KANSAS

LIST OF PRINCIPAL OFFICIALS

DECEMBER 31, 2014

Mayor	Merrill K. Gordon
City Commissioner	Gregory N. Thompson
City Commissioner	Beth R. Wilke
City Manager	Warren Porter
City Attorney	William Muret
Assistant to the City Manager	Gary Mangus
City Clerk/Director of Finance	Brenda Peters
City Treasurer	Daniela Rivas
Fire Chief	Alan Stoll
Police Chief	Danny Parker
Director of Public Works/Engineering	Russell A. Tomevi
Director of Community Development	Patrick Steward
Municipal Judge	Thomas D. Herlocker
Director of Electric and Water Utilities	James Ging
Interim Director of Gas and Wastewater Utilities	Warren Porter
Director of Parks and Public Lands	Mark Olney

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Financial Section



Jarrett & Norton CPAs, LLC

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

September 30, 2015

To the City Manager, and City Council
City of Winfield
Winfield, Kansas 67156

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Winfield, Kansas, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

We did not audit the financial statements of the Winfield Public Library, a discretely presented component unit, which represent 35 percent, 36 percent, and 80 percent, of the assets, respectively, of the discretely presented Component Units, net position of the discretely presented Component Units, and revenues of the discretely presented component units.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statement of Winfield Public Library, a discretely presented component unit, which represent 35 percent, 36 percent, and 80 percent, respectively, of the assets of the discretely presented Component Units, net position of the discretely presented Component Units, and revenues of the discretely presented component units. This statement was audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for Winfield Public Library, is based solely on the report of those auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 statements.

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

Opinions

In our opinion, based on our audit and report of other auditors, the financial statements referred to above present fairly, in all material aspects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Winfield, Kansas as of December 31, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters**Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information listed in the Table of Contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the City of Winfield, Kansas basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section as listed in the Table of Contents are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audit, the procedures performed as described above, and the report of other auditors, the combining and individual nonmajor fund financial statements are fairly presented, in all material respects, in relation to the basic financial statements as a whole.

The Introductory and Statistical sections have not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.



Jarrett & Norton CPAs, LLC

Winfield, Kansas 67156

Management's Discussion and Analysis

The following discussion and analysis of the City of Winfield's financial performance provides an overview of the City financial activities for the fiscal year ended December 31, 2014. The management discussion and analysis is presented in conjunction with the transmittal letter at the front of this report and the City of Winfield's financial statements, which follow this section.

Financial Highlights for 2014

- The City's total net position increased during the fiscal year ended 2014, approximately \$201 thousand due to the acquisition of Winfield Area Emergency Management Services.
- The cost of governmental activity in 2014 was \$12.7 million, a 9% increase to 2014. The amount paid by taxpayers through either property taxes or sales taxes was \$6.4 million, or 50 percent.
- Non-current liabilities in the governmental activities decreased by 1.5 million from 2013 to 2014. General Obligation Temporary Note debt of \$8.075 million was issued in 2014. \$5.2 million was a refunding of 2012 & 2013 General Obligation Temporary Note debt and \$2.8 million was part of a new issue.
- Non-current liabilities in the business type activities decreased by \$766 thousand from 2013 to 2014.
- The general fund, on a current financial resource basis, reported \$520 thousand of revenues and other financing sources in excess of expenditures and other financing uses.
- On December 31, 2014, the General Fund reported a budgetary fund balance of \$613,755, amounting to 6.9% percent of the 2014 appropriated budget.

Overview of the Financial Statements

The Comprehensive Annual Financial Report consists of three sections: Introductory, financial, and statistical. The financial statements include government-wide financial statements, fund financial statements and notes to the financial statements. Supplementary information, provided in addition to the basic financial statements, is located in the sections titled Supplemental information and Statistical Section.

The City presents two kinds of statements, each providing a different snapshot of the City's finances. The reporting focus is on both the City as a whole (government-wide) and the fund financial statements. The government-wide financial statements provide both long-term and short-term information about the City's overall financial status. The fund financial statements focus on the individual parts of the City government, reporting the City's operations in more detail than the government-wide statements. Both perspectives allow the user to address relevant questions, broaden the basis of comparison and enhance the City's accountability.

Government-wide Financial Statements

The government-wide statements are prepared using accounting methods similar to those used by private-sector businesses. The *Statement of Net Position* presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position can be monitored to determine whether the City's financial position is improving or deteriorating.

The *Statement of Activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position (current year's revenues and expenses) are taken into account regardless of when cash is received or paid. Thus, revenues and expenses are reported in the statement of activities for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The Statement of Net Position and the Statement of Activities are divided into three types of activities:

- Governmental activities – are principally supported by taxes and intergovernmental revenues. Most of the City's basic services are reported in governmental activities: police, fire & ems, public works, streets, and stormwater drainage, cemetery, parks and recreation, health, and general administration.
- Business-type activities – are functions that are intended to recover all or a portion of their costs through user fees and charges. They include these City activities: electric production and distribution, gas distribution, water purification and distribution, refuse collection, wastewater collection and treatment, and the municipal golf course.

- Component units – The Winfield Public Library and the Winfield Public Housing Authority are presented as component units of the City of Winfield. Complete financial statements of those individual component units can be obtained from their respective administrative addresses:

Winfield Public Library	Winfield Housing Authority
605 College	1417 Pine Terrace
Winfield, KS 67156	Winfield, KS 67156

The government-wide financial statements can be found on pages A-13 through A-15 of this report.

Fund Financial Statements

A fund is a fiscal entity with a set of self-balancing accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Winfield, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The fund financial statements provide more information about the City's most significant funds – not the City as a whole. All of the funds of the City of Winfield can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

- *Governmental fund* financial statements are prepared on the modified accrual basis. Under the modified accrual basis, revenues are recognized when they become measurable and available, and expenditures are recognized when the related fund liability is incurred, with the exception of long-term debt and other similar items which are recorded when due. The focus, therefore, is on the short-term financial picture of the operations reported, rather than the city as a whole. Most of the city's basic operations are reported in the governmental fund financial statements. The information in the government-wide statements can be compared to the governmental activities information in the government-wide statements. The reconciliation at the end of the fund financial statements details the relationship between the two types of financial statements.

The City of Winfield maintained 38 individual governmental funds in 2014. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Capital Improvements Fund, and the Debt Service Fund, all considered to be major funds. Information from the other 35 governmental funds is combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements beginning on page B-1.

The City of Winfield adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund on page A-21 to demonstrate compliance with the appropriated budget.

Proprietary funds fall into two categories: enterprise funds and internal service funds. All proprietary funds are prepared on the accrual basis of accounting. Enterprise funds are used to account for business-type activities. Enterprise fund statements present the same information that is in the government-wide statements for business activities, only in greater detail. The city's electric, gas, water, sewer, and refuse utilities, stormwater drainage, and the golf course are accounted for as enterprise funds. Internal service funds are used to account for the cost of operations shared by various functions of the City. The City uses six internal service funds to account for its internal functions: risk management, workers compensation reserve, health insurance, management services, short term disability, and fleet services. A combining statement of these internal service funds can be found in the supplementary information following the notes to the financial statements. In the government-wide statements, the internal service funds are presented 50% in the business-type activities and 50% in the governmental type activities, mirroring the usage of those funds.

Fiduciary funds are used by the City to account for resources held by the city for the benefit of a third party. The City's fiduciary funds include the Sales tax agency fund, the payroll claims agency fund, the Fire insurance proceeds fund, and the Flex medical fund. Because the resources of these funds are not available for the city's operation, they are not presented in the government-wide financial statements. A combining statement can be found in the supplementary information following the notes to the financial statements.

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used. The City has one permanent fund: the Cemetery endowment fund.

Financial Analysis of the City

Net Position of the primary government – Over time, net position can serve as a useful indicator of the City's financial position. In accordance with GASB Statement No. 34, Table 1 summarizes net assets of the City of Winfield.

Table 1

**City of Winfield, Kansas
Net Position
As of December 31, 2014
(with comparative totals for December 31, 2013)
(in thousands of dollars)**

	Governmental Activities		Business-type Activities		Total Primary Government	
	2014	2013	2014	2013	2014	2013
Cash and investments	\$ 4,229	\$ 4,432	\$ 8,241	\$ 7,302	\$ 12,470	\$ 11,734
Other assets	7,641	6,269	5,776	7,014	13,417	13,283
Capital assets	30,872	30,522	45,872	45,639	76,744	76,161
Total assets	42,742	41,223	59,889	59,955	102,631	101,178
Deferred Outflows						
Deferred refunding	6	186	-	77	6	263
Total deferred outflows	6	186	-	77	6	263
Long-term liabilities	5,808	7,314	7,073	7,839	12,881	15,153
Other liabilities	9,713	7,121	4,121	3,512	13,834	10,633
Total liabilities	15,521	14,435	11,195	11,351	26,716	25,786
Deferred Inflows						
Deferred revenues	3,875	3,810	-	-	3,875	3,810
Total deferred inflows	3,875	3,810	-	-	3,875	3,810
Net Position:						
Net investment in Capital assets	16,436	17,623	38,289	37,120	54,725	54,743
Restricted	898	1,583	-	-	898	1,583
Unrestricted	6,018	3,958	10,406	11,561	16,424	15,519
Total net position	\$ 23,352	\$ 23,164	\$ 48,694	\$ 48,681	\$ 72,046	\$ 71,845

The City's net position increased \$201 thousand from 2013 to the end of 2014. Approximately 76 percent of the City's net position reflect investment in capital assets (e.g. land, buildings, improvements, equipment), less any outstanding debt used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently the capital assets are not available for future spending. An additional portion of these assets (less than 1 percent) represents resources that are subject to external restrictions on how they may be spent. The unrestricted portion of total net position is \$16.4 million, or 23 percent, available to meet the city's ongoing obligations.

Governmental activities - The governmental activities portion of unrestricted net position totals \$6.0 million, or 25.8 percent of total governmental activities net position. Capital assets, net of related debt, comprise 70.3 percent of total governmental activities net position. Long-term liabilities decreased by \$2.3 million from 2013 to 2014. New General Obligation Temporary Note debt was issued in 2014 in the amount of \$2.8 million.

Business-type activities – The business-type activities portion of unrestricted net position total \$10.4 million, or 21.4 percent of total business-type activities net position. Capital assets, net of related debt, comprise 78.7 percent of the total net position. Long-term liabilities decreased by \$766 thousand from 2013 to 2014.

Table 2, below, summarizes total City revenues and expenses for the fiscal year ending December 31, 2014:

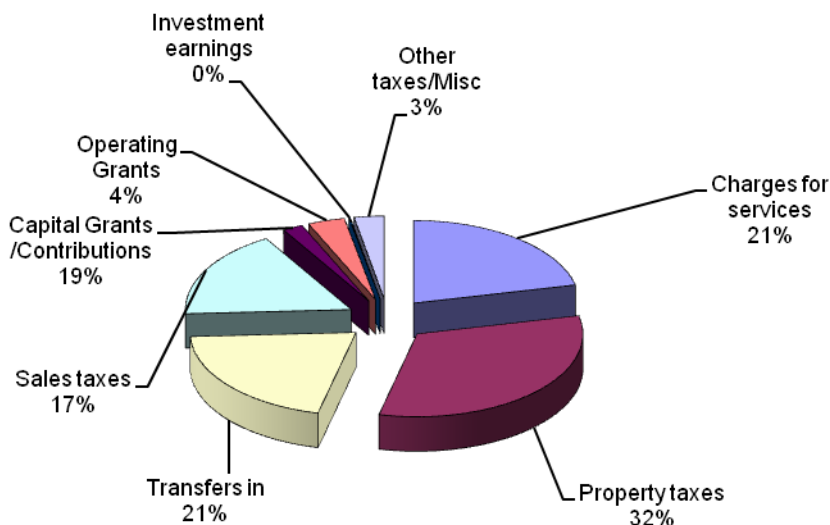
Table 2

City of Winfield, Kansas
Changes in Net Position
As of December 31, 2014
(with comparative totals for December 31, 2013)
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total Primary Govt	
	2014	2013	2014	2013	2014	2013
Revenues						
Program revenues:						
Charges for services	\$ 2,769	\$ 1,406	\$ 40,881	\$ 35,523	\$ 43,650	\$ 36,929
Operating grants and contributions	464	620	-	-	464	620
Capital grants and contributions	256	499	195	763	451	1,262
General revenues:						
Property taxes	4,158	4,157	-	-	4,158	4,157
Sales taxes	2,222	1,766	-	-	2,222	1,766
Franchise fees	201	219	-	-	201	219
Other taxes	116	138	-	-	116	138
Miscellaneous income	57	161	-	-	57	161
Investment interest	15	18	24	33	39	51
Total revenues	<u>10,257</u>	<u>8,984</u>	<u>41,100</u>	<u>36,319</u>	<u>51,356</u>	<u>45,303</u>
Expenses						
General government	2,536	1,680	-	-	2,536	1,680
Public safety	5,497	4,468	-	-	5,497	4,468
Public works	1,355	941	-	-	1,355	941
Cemetery	173	170	-	-	173	170
Culture and recreation	2,465	3,296	-	-	2,465	3,296
Health and welfare	37	327	-	-	37	327
Economic development	146	164	-	-	146	164
Interest on debt	449	614	-	-	449	614
Electric	-	-	27,822	24,159	27,822	24,159
Gas	-	-	4,946	4,055	4,946	4,055
Water	-	-	2,207	2,353	2,207	2,353
Refuse	-	-	1,323	1,137	1,323	1,137
Wastewater	-	-	1,523	1,714	1,523	1,714
Golf course	-	-	539	581	539	581
Total expenses	<u>12,659</u>	<u>11,660</u>	<u>38,359</u>	<u>33,999</u>	<u>51,019</u>	<u>45,659</u>
Excess before transfers, special items, and prior year restatements	(2,403)	(2,676)	2,740	2,320	338	(357)
Transfers	2,648	2,846	(2,648)	(2,846)	-	-
Prior year adjustment	(148)	-	-	-	(148)	-
Government Combination	181	-	-	-	181	-
GASB 65 Implementation	(91)	-	(80)	-	(170)	-
Change in net position	<u>\$ 188</u>	<u>\$ 170</u>	<u>\$ 13</u>	<u>\$ (526)</u>	<u>\$ 201</u>	<u>\$ (357)</u>

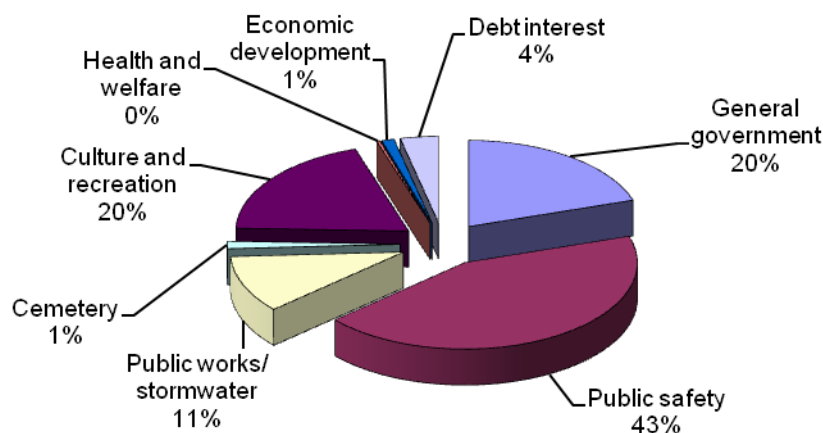
Governmental Activities - As indicated above, governmental net position increased by \$188 thousand in 2014. Total governmental expenses increased 9 percent, while revenues increased 14 percent from 2013.

Sources of Revenue - Governmental Activities



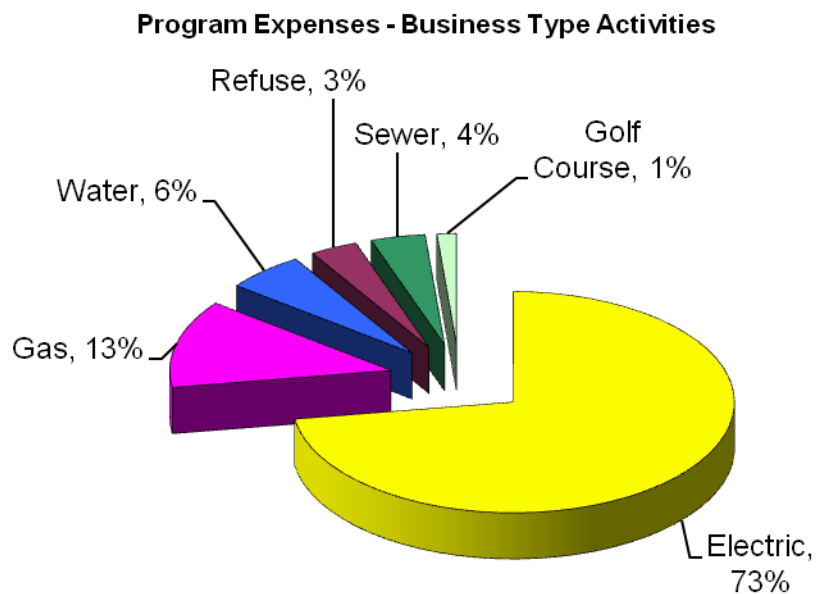
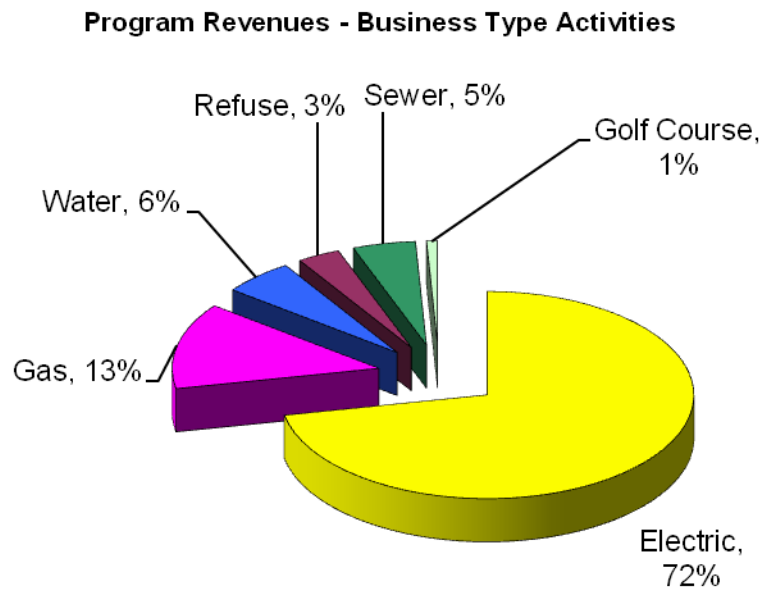
Major sources of revenue of the governmental activities continue to be property, sales, and other taxes, as illustrated in the above graph. Property taxes comprised \$4.2 million, or 32 percent of the City's governmental activities 2014 revenue. 'Other taxes' includes alcohol beverage, franchise, and transient guest taxes. The electric, gas, water, and refuse funds pay the general fund 'in lieu of' franchise fees, a set percentage of gross revenues, similar to what would be assessed third-party utility companies supplying services to Winfield citizens. These are reflected as transfers in the above chart. Operating grants included primarily public works and public safety operational and maintenance funding through the State of Kansas. Capital grants and contributions include special assessments, contributions, and federal grants revenues.

Functional Expenses - Governmental Activities



Public safety expense continues to represent the largest governmental expense, \$5.5 million, or 43 percent of the City's total governmental expenses of \$12.7 million.

Business-type activities - The City operates five utilities and a municipal golf course. Combined, the electric and gas utilities comprise 85 percent of the total business-type activity charges.



Highlights in the business-type activities area include:

- For business-type activities, 2014 overall expenses increased 4.4 million, from 2013, and program revenues increased \$4.8 million.
- Electric kwh sales increased 12% over 2013, due to an increase in commercial industry usage. 2014 operating income in the electric utility fund was \$1.9 million.
- Water gallons sales increased 5% over 2013, due to decreased rainfall and increased water sales in 2014. Also, The city raised water rates over a period of 8 years. This includes base rates along with service charges. Operating income in the water utility fund was negative \$125 thousand.

- Gas MCF sales increased 27.6% in 2014 due to colder weather. Net operating income of the gas fund was \$244 thousand in 2012 and \$314 thousand in 2013. 2014 operating income in the gas utility fund was \$594 thousand.
- The wastewater utility fund incurred a \$533 thousand operating profit in 2014. The City has increased sewer user charges in early 2008, rates to increase over a five year period, for the purpose of funding wastewater treatment plant improvements in 2010.

Financial Analysis of the Government's Funds

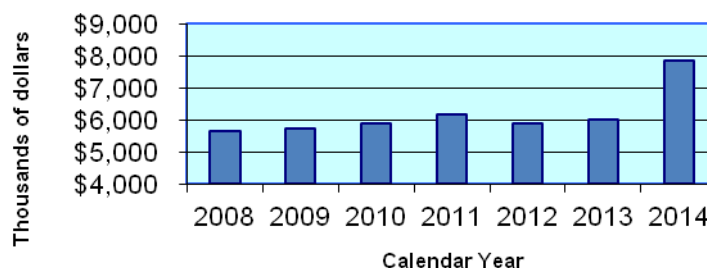
As noted earlier, the City of Winfield uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds - The focus of the City of Winfield's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City of Winfield's financing requirements.

As of the end of the fiscal year ending December 31, 2014, the City's governmental funds reported a combined ending fund balance of \$4.4 million, an increase of \$1 million in comparison to the prior year. Approximately 19 percent of fund balance is restricted for specific purposes and 53 percent is committed or assigned by management for specific purposes. Approximately 27 percent of this total amount, \$1.2 million, constitutes unassigned fund balance, available for spending at the City's discretion.

General Fund - The general fund is the major operating and taxing fund for the City of Winfield. At the close of 2014, the general fund balance was \$1.2 million, compared to \$601 thousand at the close of 2013. Excluding transfers to and from the general fund and the debt payments related to a purchase of a \$1 million fire truck, the overall general fund expenditures increased 31% over 2013, while revenues increased 17 percent over 2013. Most of this increase is due to the City taking over EMS services from Winfield Area EMS in 2014.

**General Fund Revenue
(transfers excluded)
Years 2008 through 2014**



Major revenue sources in the General fund include:

- Property taxes collected were \$2.77 million. Property tax collections were 99.9 percent of projected revenues in 2014. The 2014 City mill levy remained approximately the same as 2013.
- Sales taxes collected were \$2.2 million. Sales tax collections were 99.9 percent of projected revenues in 2014. In February 2014, the City of Winfield approved the imposition of a general purpose four tenths of one percent City-wide retailers sales tax for renovations to finance costs for certain library, street and other capital improvements throughout the City. The collection of the capital improvements sales tax began on July 1, 2014 and will terminate seven years after its commencement.

- In 2014, total 'in lieu of' franchise fees from the other utilities remained about the same for 2014 with a total of \$2.5 million in inter-fund activity. These amounts are treated as inter-fund transfers in the financial statements.

General funds expenditures, excluding transfers, totaled \$8.6 million, increase approximately \$1.3 million over 2013 amounts. Below is a historical trends summary by function of general fund expenditures.

	2006	2007	2008	2009	2010	2011	2012	2013	2014	9 Yr Average Annual Growth
General gov't	\$ 837	\$ 823	\$ 768	\$ 810	\$ 782	\$ 820	\$ 910	\$ 1,054	\$ 1,257	5.0%
Public safety	4,670	3,858	4,378	4,223	4,273	4,250	4,554	4,442	5,520	2.5%
Cemetery	131	140	142	134	138	154	156	156	161	2.4%
Culture/recreation	1,083	1,072	1,178	1,079	1,207	1,251	1,269	1,235	1,534	4.3%
Health and welfare	290	290	294	320	315	302	328	307	31	-9.2%
Economic development	16	15	10	10	10	10	10	-	-	0.0%
Debt service	-	126	126	126	126	126	125	121	121	0.0%
	<u>\$ 7,027</u>	<u>\$ 6,324</u>	<u>\$ 6,896</u>	<u>\$ 6,702</u>	<u>\$ 6,851</u>	<u>\$ 6,913</u>	<u>\$ 7,352</u>	<u>\$ 7,317</u>	<u>\$ 8,624</u>	0.7%

Capital Improvements Fund – The capital improvements fund's primary revenue source is a one-half cent city sales tax. Funds were used for projects and for debt payments on prior years' projects. The year end fund balance of \$133 thousand is an increase of \$89 thousand, compared to the 2013 year end fund balance of \$44 thousand.

Debt Service Fund - The debt service fund's fund balance decreased 36 percent to \$290,596 at the end of 2014. 9.098 mills generated \$706 thousand of property taxes for fund in 2014. This mill levy has continues to remain at a relatively stable level over the last five years, varying from 9.0 to 10.0 mills.

Other Governmental Funds – Other governmental funds' fund balance was \$2,738,648, at the end of 2013, an increase of \$543 thousand from the prior year. This includes capital project funds that were financed in 2014 and are in progress at year end.

General Fund Budgetary Highlights

Actual revenue sources in 2014 totaled 97 percent of the original 2013 budget. Revenue highlights are discussed above under 'General Fund'. Overall 2014 expenditures increased fifteen percent over 2013. This is primarily due to taking over EMS services in 2014. The City's unencumbered fund balance in the general fund at December 31, 2014 was \$613,755, equivalent to 7.0 percent of the 2014 general fund budgetary basis expenditures. This increase is also due to the government combination with Winfield Area EMS in July of 2014.

Capital Assets

At the end of 2014, the City had \$77 million invested, net of depreciation, in a broad range of capital assets used in both governmental and business-type activities. It is summarized below:

Table 3

**City of Winfield, Kansas
Assets, Net of Depreciation
As of December 31, 2014
(with comparative totals for December 31, 2013)
(in thousands of dollars)**

	Governmental Activities		Business-type Activities		Total Primary Government	
	2014	2013	2014	2013	2014	2013
Land	\$ 1,903	\$ 1,907	\$ 828	\$ 824	\$ 2,731	\$ 2,731
Infrastructure/ other improvements	21,408	20,858	31,444	31,697	52,852	52,555
Construction	44	104	-	-	44	104
Buildings and improvements	5,907	5,922	4,211	3,967	10,118	9,889
Equipment	1,611	1,731	9,389	9,151	11,000	10,882
Total	30,872	30,522	45,871	45,639	76,744	76,161

Government-wide capital assets, net of depreciation, increased 1 percent in 2014. In business-type activities, capital assets, net of depreciation, remained at 2013 levels. Additional information regarding the City of Winfield's capital assets can be found in note 9, page A-51 of this report.

Long-term Debt

At the end of 2014, the City had total long-term debt of \$26.7 million, \$13.8 million due within the next year. Of the total debt, \$19.5 million is backed by the full faith and credit of the government, although the City's intent is to use water and sewer utility revenues to repay \$5.6 million of that \$19.5 million.

During 2014, the City issued \$8.075 million in General Obligation Temporary Notes for various infrastructure improvements and for the refunding of the 2012 & 2013 temporary notes. Of the \$8.075 million issues, \$5.2 million was to pay off existing debt. City officials had taken a conservative stance since 2010. The city had been reducing total debt, and was working on creating a fiscal position to fund these projects with cash reserves. Since 2012, the City has taken advantage of lower interest rates by issuing temporary notes. The city plans to issue general obligation bonds in October 2015 to refinance the 2014 general obligation temporary notes. Additional information on the city's long-term debt can be found in Note 13, pages A-53 through A-56 of this report.

Economic Factors and Next Year's Budgets

- County unemployment rates as of December 31, 2014 and August 30, 2015 were 4.4% and 5.2%, respectively. Comparable national unemployment rates were 5.6% and 5.1%, and comparable Kansas state-wide unemployment rates were 4.2% and 4.6%. The state's unemployment rate continued to remain steady compared to the 2013 unemployment rate of 4.7%.
- In March 2014, the City of Winfield approved the imposition of a general purpose four-tenths of one percent (0.40%) City-wide retailers' sales tax for renovations to finance costs of certain library, street and other capital improvements throughout the City. The sales tax passed with a 81% approval indicating a recovering local economy.
- In June 2014, the City of Winfield, Kansas entered into a government combination that merged Winfield Area EMS operations with the City of Winfield on July 1, 2014. This transition will allow the City to be more efficient and ensure that EMS services remain financially viable while continuing to provide excellent emergency care. The City of Winfield began providing Emergency Medical Services to the City of Winfield, Kansas and portions of Cowley County.

- The City of Winfield continues to partner with other local governments and the private sector to maintain local economic efforts. The 2014 budget reflects a slight decrease in budgeted expenditures over 2013 amounts, and 2014 revenues were anticipated to remain steady in comparison to 2013 amounts.

Requests for Information

This financial report is designed to provide a general overview of the City of Winfield's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Finance, P.O. Box 646, Winfield, KS 67156.

CITY OF WINFIELD, KANSAS

STATEMENT OF NET POSITION DECEMBER 31, 2014

	Primary Government			Component
	Governmental	Business-type	Total	Units
Assets	Activities	Activities		
Pooled cash and investments	\$ 4,228,834	\$ 8,241,424	\$ 12,470,258	\$ 1,071,949
Receivables:				
Taxes	3,825,002	-	3,825,002	-
Special assessments	2,201,946	-	2,201,946	-
Economic development receivable	248,000	-	248,000	-
Utilities	17,855	3,520,452	3,538,307	-
Interest	-	-	-	2
Accounts	389,604	108,590	498,194	1,504
Due from other governmental agencies	107,223	-	107,223	48,335
Inventories and prepaids	141,329	2,095,102	2,236,431	31,516
Investment in joint venture	-	39,680	39,680	-
Other investments	-	11,957	11,957	14,782
Land held for Resale	710,252	-	710,252	-
Capital assets, not being depreciated	1,947,075	827,527	2,774,602	52,776
Capital assets, net of accumulated depreciation	28,925,030	45,044,086	73,969,116	1,960,809
Total assets	42,742,151	59,888,819	102,630,969	3,181,673
Deferred outflows of resources				
Deferred refunding charges	5,701	-	5,702	-
	5,701	-	5,702	-
Liabilities				
Accounts payable	394,188	2,878,667	3,272,855	33,873
Accrued interest payable	82,258	47,482	129,740	-
Long-term liabilities				
Due within one year	9,236,667	1,704,084	10,940,751	14,838
Due in more than one year	5,807,576	6,564,140	12,371,716	5,891
Total liabilities	15,520,689	11,194,373	26,715,061	54,602
Deferred inflows of resources				
Deferred revenue- property taxes	3,626,982	-	3,626,982	-
Deferred revenue- accounts receivable	248,000	-	248,000	55,535
Total deferred inflows of resources	3,874,982	-	3,874,982	55,535
Net Position				
Net investment in capital assets	16,436,223	38,288,922	54,725,145	2,013,585
Restricted for:				
Capital projects	174,777	-	174,777	-
Enabling legislation	426,586	-	426,586	48,335
Debt service	290,596	-	290,596	-
Cemtery Endowment - nonexpendable	6,000	-	6,000	-
Unrestricted net position	6,018,000	10,405,524	16,423,523	1,009,616
Total net position	\$ 23,352,182	\$ 48,694,446	\$ 72,046,627	\$ 3,071,536

See accompanying notes to financial statements

CITY OF WINFIELD, KANSAS

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED DECEMBER 31, 2014

Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 2,536,371	\$ 499,031	\$ -	\$ -
Public safety	5,497,169	1,431,890		80,003
Public works/stormwater	1,354,619	199,247	462,312	159,067
Cemetery	172,554	50,403	-	-
Culture and recreation	2,465,021	407,773	1,193	16,571
Health and welfare	37,455	180,974	-	-
Economic development	146,271	-	-	-
Debt interest and related costs	449,271	-	-	-
Total governmental activities	<u>12,658,731</u>	<u>2,769,318</u>	<u>463,505</u>	<u>255,641</u>
Business-type activities:				
Electric	27,821,735	29,332,542	-	180,259
Gas	4,946,102	5,539,500	-	1,946
Water	2,206,641	2,280,116	-	12,100
Refuse	1,323,129	1,365,123	-	-
Wastewater	1,522,762	2,015,682	-	855
Golf course	539,075	348,137	-	-
Total business-type activities	<u>38,359,445</u>	<u>40,881,101</u>	<u>-</u>	<u>195,159</u>
Total primary government	<u>\$ 51,018,176</u>	<u>\$ 43,650,419</u>	<u>\$ 463,505</u>	<u>\$ 450,800</u>
Component Units:				
Winfield Public Library	\$ -	\$ -	\$ -	\$ -
Winfield Housing Authority	-	-	-	-
Total component units	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

General revenues:

Property taxes
Sales taxes
Investment earnings
Transient guest taxes
Franchise taxes
Alcohol beverage taxes
Miscellaneous
Payments from City of Winfield

Transfers - In lieu of transfer payments from utilities

Transfers

Total general revenues and transfers

Change in net position

Net Position - Beginning

Prior year adjustments

Government Combination

Restatement for GASB 65 implementation

Restated Net Position, beginning

Net Position - ending

See accompanying notes to financial statements

Primary Government			
Governmental Activities	Business-type Activities	Total	Component Units
\$ (2,037,340)	\$ -	\$ (2,037,340)	\$ -
(3,985,276)	-	(3,985,276)	-
(533,993)	-	(533,993)	-
(122,151)	-	(122,151)	-
(2,039,484)	-	(2,039,484)	-
143,519	-	143,519	-
(146,271)	-	(146,271)	-
(449,271)	-	(449,271)	-
(9,170,267)	-	(9,170,267)	-
-	1,691,066	1,691,066	-
-	595,344	595,344	-
-	85,575	85,575	-
-	41,995	41,995	-
-	493,774	493,774	-
-	(190,938)	(190,938)	-
-	2,716,816	2,716,816	-
\$ (9,170,267)	\$ 2,716,816	\$ (6,453,451)	\$ -
\$ -	\$ -	\$ -	\$ (422,792)
-	-	-	(109,387)
-	-	-	(532,179)
4,157,886	-	4,157,886	-
2,221,697	-	2,221,697	-
15,085	23,540	38,625	-
70,013	-	70,013	-
200,961	-	200,961	-
45,992	-	45,992	-
57,071	-	57,071	-
-	-	-	766,603
2,530,448	(2,530,448)	-	-
117,128	(117,128)	-	-
9,416,281	(2,624,036)	6,792,245	766,603
246,014	92,780	338,794	234,424
23,163,825	48,681,310	71,845,135	3,011,031
(148,081)	-	(148,081)	7,029
180,948	-	180,948	(180,948)
(90,525)	(79,643)	(170,168)	-
23,106,167	48,601,667	71,707,834	2,837,112
\$ 23,352,182	\$ 48,694,446	\$ 72,046,628	\$ 3,071,536

CITY OF WINFIELD, KANSAS

GOVERNMENTAL FUNDS BALANCE SHEET DECEMBER 31, 2014

	General Fund	Debt Service Fund	Capital Improvements Fund	Other Governmental Funds	Total Governmental Funds
Assets					
Pooled cash and investments	\$ 838,990	\$ 313,751	\$ 134,680	\$ 2,045,384	\$ 3,332,805
Receivables:					
Property taxes	2,433,781	610,330	-	582,871	3,626,982
Sales and franchise taxes	198,020	-	-	-	198,020
Special assessments	83,038	2,118,908	-	-	2,201,946
Accounts receivable, net	346,729	-	-	33,134	379,863
Economic development Loan	248,000	-	-	-	248,000
Due from other governmental agencies	-	91,944	-	15,279	107,223
Advances to internal service funds	20,265	-	-	-	20,265
Assets held for resale	-	-	-	710,252	710,252
Total assets	<u>4,168,824</u>	<u>3,134,932</u>	<u>134,680</u>	<u>3,386,919</u>	<u>10,825,356</u>
Liabilities					
Accounts and wages payable	211,868	23,155	1,623	62,886	299,532
Deficit cash	-	-	-	2,514	2,514
Total liabilities	<u>211,868</u>	<u>23,155</u>	<u>1,623</u>	<u>65,400</u>	<u>302,046</u>
Deferred inflows of resources					
Deferred revenue- property taxes	2,433,781	610,330	-	582,871	3,626,982
Deferred revenue- special assessments	83,038	2,118,908	-	-	2,201,946
Deferred revenue- Accounts Receivable	248,000	91,944	-	-	339,944
Total deferred inflows of resources	<u>2,764,819</u>	<u>2,821,182</u>	<u>-</u>	<u>582,871</u>	<u>6,168,872</u>
Fund Balances					
Fund balances					
Nonspendable	20,265	-	-	6,000	26,265
Restricted	-	290,596	133,057	406,322	829,975
Committed	-	-	-	327,029	327,029
Assigned	-	-	-	1,999,297	1,999,297
Unassigned	1,171,872	-	-	-	1,171,872
Total fund balances	<u>1,192,137</u>	<u>290,596</u>	<u>133,057</u>	<u>2,738,648</u>	<u>4,354,438</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 4,168,824</u>	<u>\$ 3,134,932</u>	<u>\$ 134,680</u>	<u>\$ 3,386,919</u>	<u>\$ 10,825,356</u>

See accompanying notes to financial statements

CITY OF WINFIELD, KANSAS
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2014

Total fund balances - Total governmental funds \$ 4,354,438

Amounts reported for governmental activities in the Statement of Net Position are different from those reported in the governmental funds above because of the following:

CAPITAL ASSETS

Capital assets used in governmental activities are not current assets or financial resources and therefore are not reported in the governmental funds. These assets include stormwater drainage infrastructure and consist of:

Land and construction in progress	\$ 1,947,075	
Buildings, net of \$3,812,596 accumulated depreciation	5,905,719	
Improvements other than buildings, net of \$7,886,924 accumulated depreciation	21,399,142	
Machinery and equipment, net of \$6,168,633 accumulated depreciation	1,570,796	
Total capital assets		30,822,732

STORMWATER DRAINAGE

The stormwater drainage utility fund is an enterprise fund of the City, and has been reclassified to governmental activities in the government-wide statements. Stormwater drainage fees are charged to City utility wastewater customers through consolidated utility bills. Stormwater fees are used to partially fund stormwater drainage system facilities and improvements. However, general obligation debt has funded a significant portion of the system.

194,620

DEFERRED LOSS ON REFUNDING OF GENERAL OBLIGATION DEBT

The 2005 refunding of \$1,980,000 debt with the issuance of \$2,130,000 debt created a \$150,000 increase in debt liability on the balance sheet. This deferred loss is amortized over the life of the new debt.

63,830

The 2012 refunding of \$1,520,000 debt with the issuance of \$1,424,410 debt created a \$95,589 decrease in debt liability on the balance sheet. This deferred gain is amortized over the life of the new debt.

(73,629)

DEFERRED PREMIUM ON REFUNDING OF GENERAL OBLIGATION DEBT

The 2010 general obligation bonds totaling \$8.535 million included a \$18,897 debt premium in the governmental funds. This premium is amortized over the life of the debt.

(8,276)

LONG TERM RECEIVABLES

Because the focus of governmental funds is on short-term financing, some assets will not be available to pay for current expenditures. Those assets (i.e. receivables) are offset by deferred revenues in the governmental funds and, therefore, not included in fund balance.

Balances at December 31, 2014 are:

Contractual receivables from other governmental agencies	91,944	
Deferred special assessments	2,201,946	2,293,890

DUE TO PROPRIETARY FUNDS

Amounts advanced and due to or from nongovernmental funds are offset in the governmental activities in the statement of net position.

Advance to internal service funds	(20,265)	(20,265)
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INTERNAL SERVICE FUNDS

Internal services funds are used by the city to account for the financing of goods or services provided by one department to other City departments, generally on a cost reimbursement basis. The assets and liabilities of certain internal service funds are included in governmental activities in the statement of net position.

1,204,339

LIABILITIES

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported in the statement of net position.

Balances at December 31, 2014 are:

Accrued interest payable	(76,154)	
Compensated absences	(238,570)	
Net OPEB obligation	(217,135)	
Payable to other governmental agencies	(96,000)	
General obligation bonds and temporary notes	(14,616,907)	
Capital leases payable	(234,732)	
Total liabilities not reflected in governmental funds balance sheet		(15,479,498)

Total net position of governmental activities \$ 23,352,181

See accompanying notes to financial statements

CITY OF WINFIELD, KANSAS

GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED DECEMBER 31, 2014

	General Fund	Debt Service Fund	Capital Improvements Fund	Other Governmental Funds	Total Governmental Funds
Revenues					
Property taxes	\$ 2,773,785	\$ 705,951	\$ -	678,150	\$ 4,157,886
Sales taxes	2,221,697	-	-	-	2,221,697
Special assessments	-	223,940	-	-	223,940
Franchise taxes	200,961	-	-	-	200,961
Intergovernmental revenue	405,562	-	-	578,565	984,128
Licenses and permits	66,382	-	-	-	66,382
Fines and penalties	99,604	-	-	-	99,604
Interest income	4,027	2,631	212	5,569	12,438
Use of property	103,203	-	-	-	103,203
Charges for services and sales	1,776,517	-	-	33,635	1,810,152
Other	171,686	12,812	48,534	278,372	511,404
Total revenues	<u>7,823,425</u>	<u>945,334</u>	<u>48,746</u>	<u>1,574,291</u>	<u>10,391,795</u>
Expenditures					
Current operations:					
General government	1,256,909	9,564	-	748,404	2,014,877
Public safety	5,519,589	-	-	110,190	5,629,779
Public works	-	-	-	2,606,888	2,606,888
Cemetery	161,231	-	-	25,810	187,041
Culture and recreation	1,533,649	-	-	697,506	2,231,156
Health and welfare	31,270	-	-	6,185	37,455
Economic development	-	-	-	146,271	146,271
Capital Outlay:	-	-	240,044	-	240,044
Debt service:					
Debt principal payments	113,815	6,985,000	-	-	7,098,815
Debt interest payments	7,074	438,045	-	-	445,119
Debt Issuance	-	32,610	-	-	32,610
Total expenditures	<u>8,623,537</u>	<u>7,465,219</u>	<u>240,044</u>	<u>4,341,255</u>	<u>20,670,054</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(800,112)</u>	<u>(6,519,885)</u>	<u>(191,298)</u>	<u>(2,766,964)</u>	<u>(10,278,259)</u>
Other financing sources (uses):					
Transfers in	110,000	1,357,656	1,029,782	3,470,763	5,968,200
Transfers in - Pymts In lieu of franchise fees	2,530,448	-	-	-	2,530,448
Transfers out	(1,320,682)	(3,085,000)	(749,801)	(12,735)	(5,168,219)
Temporary Note Proceeds	-	8,083,543	-	-	8,083,543
	<u>1,319,765</u>	<u>6,356,199</u>	<u>279,980</u>	<u>3,458,028</u>	<u>11,413,972</u>
Net change in fund balances	<u>519,653</u>	<u>(163,686)</u>	<u>88,683</u>	<u>691,064</u>	<u>1,135,713</u>
Fund balances, beginning of year	600,699	454,282	44,375	2,195,665	3,295,021
Prior year adjustment	-	-	-	(148,081)	(148,081)
Government combinations	<u>71,786</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>71,786</u>
Restated Fund balances, beginning of year	<u>672,485</u>	<u>454,282</u>	<u>44,375</u>	<u>2,047,585</u>	<u>3,218,726</u>
Fund balances, end of year	<u>\$ 1,192,137</u>	<u>\$ 290,596</u>	<u>\$ 133,057</u>	<u>\$ 2,738,648</u>	<u>\$ 4,354,439</u>

See accompanying notes to financial statements

CITY OF WINFIELD, KANSAS

GOVERNMENTAL FUNDS RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED DECEMBER 31, 2014

The schedule below reconciles the Net Changes in Fund Balances reported on the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances, which measures only changes in current assets and current liabilities on the accrual basis, with the Change in Net Position of Governmental Activities reported in the Statement of Net Activities, which is prepared on the full accrual basis.

Net change in fund balances - total governmental funds \$ 1,135,713

Amounts reported for governmental activities in the statement of activities are different because:

Capital asset transactions

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets, which meet capitalization requirements, is allocated over their estimated useful lives and reported as depreciation expense, capitalization requirements, is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay expenditures	2,274,516	
Depreciation	<u>(1,024,537)</u>	
Net capital asset transactions		1,249,979

Transfers of capital assets from governmental activities to business type activities are reported as transfers, whereas in the governmental funds, there is no event to report as there was no outward flow of current financial resources.

Revenues

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Long-term receivables		(12,812)
Special assessments receivables		(223,940)

Long-term debt

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of debt principal is an expenditure in the governmental funds, but in the Statement of Net Position, the repayment reduces long-term liabilities.

General obligation and Temporary Note principal payments		7,098,815
Capital lease payments		118,554
Long term contractual payments		32,000
General Obligation Temporary Note Proceeds		(8,083,543)

Reclassification of cash transfers for general obligation debt payments

General obligation debt for water utility improvements is recognized as debt in the water utility fund. Under modified accrual accounting, the bond and interest fund receives cash transfers from the water fund to make the GO bond debt payments.

(569,217)

Accrual of non-current items

The amounts below are included in the statement of activities, but do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Compensated absences		(70)
Net OPEB obligation		(45,909)
Interest payable		17,184
Deferred Revenue		(119,821)

Stormwater drainage fund reclassified as governmental-type activity

31,270

The stormwater drainage fund is included as a proprietary fund in the Proprietary Funds' Statement of Net Position, and Statement of Revenues, Expenses and Changes in Fund Net Position. It is reclassified as a governmental-type fund for the government-wide Statement of Net Position and Statement of Activities, defined as a 'public works/stormwater' function.

Allocation of internal service funds activity

Internal service funds are used by management to charge the costs of certain activities, such as management services and insurance, to individual funds. The net revenue (expense) of certain internal service funds is reported with governmental activities

(382,190)

Change in net position of governmental activities

\$ 246,014

See accompanying notes to financial statements

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CITY OF WINFIELD, KANSAS

GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - BUDGETARY BASIS FOR THE YEAR ENDED DECEMBER 31, 2014 (Original and Final Budget)

	Original Budget	Final Amended Budget	Actual Amounts	Variance with Final Amended Budget
Revenues and other sources:				
Taxes:				
Property	\$ 2,716,136	2,716,136	\$ 2,773,785	\$ 57,649
Sales	1,780,000	2,080,000	2,185,608	105,608
Franchise	186,000	186,000	214,363	28,363
Licenses and permits	80,775	80,775	66,382	(14,393)
Intergovernmental	446,454	390,231	390,231	-
Rentals, charges for services and sales	513,200	564,256	684,593	120,338
EMS fees	-	200,000	285,791	85,791
Fines and penalties	131,000	131,000	99,604	(31,396)
Interest earnings	2,500	2,500	4,027	1,527
Miscellaneous	154,800	154,800	154,257	(543)
Payments in lieu of taxes - utilities	2,687,439	2,887,439	2,530,448	(356,991)
Transfers from other funds	75,000	75,000	110,000	35,000
Total revenues and other sources	8,773,304	9,468,137	9,499,090	30,953
Expenditures and other uses:				
General government:				
Legal	66,150	66,150	71,104	(4,954)
Administrative	1,037,139	1,248,769	1,021,207	227,562
Cemetery maintenance	165,569	165,569	161,231	4,338
Public safety:				
Police department	2,537,633	2,537,633	2,427,203	110,430
Fire/EMS department	1,968,731	2,468,731	2,503,148	(34,417)
Building inspection	323,855	323,855	325,450	(1,595)
Parking	26,302	26,302	7,126	19,176
Culture and recreation:				
City lake	322,917	322,917	285,554	37,363
Park maintenance	814,981	814,981	792,100	22,881
Baden Square	241,352	241,352	222,275	19,077
Aquatic facility	194,059	194,059	160,166	33,893
Transfers to other funds	1,182,759	1,184,700	1,320,682	(135,982)
Total expenditures and other uses	8,881,447	9,595,018	9,297,248	297,770
Revenues and other sources over (under) expenditures and other uses	(108,143)	(126,881)	201,842	328,723
Unencumbered fund balance, Jan 1	157,084	157,084	411,913	254,829
Unencumbered fund balance, Dec 31	\$ 48,941	30,203	\$ 613,755	\$ 583,552

See accompanying notes to financial statements

CITY OF WINFIELD, KANSAS

PROPRIETARY FUNDS STATEMENT OF NET POSITION December 31, 2014

	Enterprise Funds		
	Electric Utility Fund	Electric Depreciation Reserve Fund	Gas Utility Fund
Assets			
Current assets			
Pooled cash and investments	\$ 2,895,966	\$ 2,658,280	\$ 584,309
Utility billing receivables, net	2,160,331	-	788,314
Accounts receivable, net	87,732	-	-
Due from other governments	-	-	-
Inventories	1,228,955	-	548,204
Total current assets	<u>6,372,985</u>	<u>2,658,280</u>	<u>1,920,827</u>
Noncurrent assets			
Capital assets			
Land	382,366	-	6,303
Buildings and improvements	3,533,772	-	540
Improvements other than buildings	28,674,010	-	6,328,513
Machinery, equipment, other	19,028,755	-	928,142
Less accumulated depreciation	(31,908,548)	-	(2,983,931)
Net capital assets	<u>19,710,355</u>	<u>-</u>	<u>4,279,567</u>
Other assets			
Advances to other funds	27,587	-	6,645
Investment in joint venture	-	-	-
Other investments	11,957	-	-
Total other assets	<u>39,544</u>	<u>-</u>	<u>6,645</u>
Total noncurrent assets	<u>19,749,899</u>	<u>-</u>	<u>4,286,212</u>
Total Assets	<u>26,122,884</u>	<u>2,658,280</u>	<u>6,207,039</u>

See accompanying notes to financial statements

Enterprise Funds				
Water Utility Fund	Wastewater Utility Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
\$ 64,788	\$ 318,450	\$ 1,174,619	\$ 7,696,411	\$ 1,443,556
205,931	212,835	148,158	3,515,570	22,737
-	11,635	(517)	98,850	19,482
-	-	-	-	139,693
116,049	22,091	38,476	1,953,775	142,964
386,767	565,011	1,360,736	13,264,606	1,768,432
8,801	23,355	403,452	824,277	6,500
1,500,773	5,838,002	574,793	11,447,880	2,120,374
10,724,171	12,044,954	7,367,632	65,139,280	128,816
5,378,854	2,721,705	1,762,315	29,819,771	1,948,159
(7,481,274)	(11,160,472)	(4,654,303)	(58,188,528)	(2,564,564)
10,131,325	9,467,543	5,453,889	49,042,679	1,639,285
2,970	4,912	7,620	49,734	-
-	-	39,680	39,680	-
-	-	-	11,957	-
2,970	4,912	47,300	101,372	-
10,134,295	9,472,455	5,501,190	49,144,051	1,639,285
10,521,062	10,037,466	6,861,925	62,408,657	3,407,717

(Continued)

CITY OF WINFIELD, KANSAS

PROPRIETARY FUNDS STATEMENT OF NET POSITION DECEMBER 31, 2014

	Enterprise Funds		
	Electric Utility Fund	Electric Depreciation Reserve Fund	Gas Utility Fund
Liabilities			
Current liabilities			
Accounts payable	1,640,075	\$ 16,191	\$ 832,886
Accrued interest payable	-	-	-
Current portion of compensated absences payable	92,228		25,276
Current portion of long-term debt	-	-	-
Total current liabilities	<u>1,732,302</u>	<u>16,191</u>	<u>858,162</u>
Noncurrent liabilities			
Capital Leases	-	-	-
Temporary Notes	-	-	-
General obligation bonds	-	-	-
Accrued compensated absences	50,578	-	19,677
Net OPEB obligation	82,260	-	27,465
Advances from other funds	-	-	-
Total noncurrent liabilities	<u>132,838</u>	<u>-</u>	<u>47,142</u>
Total liabilities	<u>1,865,140</u>	<u>16,191</u>	<u>905,304</u>
Net Position			
Invested in capital assets	19,710,355	-	4,279,567
Invested in capital assets, net of related debt	-	-	-
Unrestricted	<u>4,547,388</u>	<u>2,642,088</u>	<u>1,022,168</u>
Total net position	<u>24,257,744</u>	<u>\$ 2,642,088</u>	<u>\$ 5,301,735</u>
Total liabilities and net position	<u><u>26,122,884</u></u>	<u><u>\$ 2,658,280</u></u>	<u><u>\$ 6,207,039</u></u>

See accompanying notes to financial statements

Enterprise Funds				
Water Utility Fund	Wastewater Utility Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
\$ 187,457	\$ 50,422	\$ 58,335	\$ 2,785,366	\$ 187,954
40,097	7,385	901	48,383	-
35,258	19,355	27,052	199,168	111,759
446,351	493,665	88,934	1,028,950	-
<u>709,163</u>	<u>570,826</u>	<u>175,222</u>	<u>4,061,867</u>	<u>299,713</u>
-	1,594,580	-	1,594,580	-
550,000	-	-	550,000	-
4,498,093	-	91,673	4,589,766	-
3,636	-	31,425	105,315	134,395
34,050	28,360	27,235	199,370	117,211
-	-	-	-	70,000
<u>5,085,779</u>	<u>1,622,939</u>	<u>150,333</u>	<u>7,039,031</u>	<u>321,605</u>
<u>5,794,941</u>	<u>2,193,766</u>	<u>325,555</u>	<u>11,100,898</u>	<u>621,318</u>
-	-	-	23,989,922	1,639,285
4,636,881	7,379,297	3,810,103	15,826,282	-
89,240	464,403	2,726,267	11,491,555	1,147,114
<u>\$ 4,726,121</u>	<u>\$ 7,843,700</u>	<u>\$ 6,536,370</u>	<u>\$ 51,307,758</u>	<u>\$ 2,786,399</u>
<u>\$ 10,521,062</u>	<u>\$ 10,037,466</u>	<u>\$ 6,861,925</u>	<u>\$ 62,408,656</u>	<u>\$ 3,407,717</u>

Total net position \$ 51,307,758

Some amounts reported for business-type activities in the statement
of net position are different because certain internal service fund
assets and liabilities are included with business-ty 1,389,833
Reclassification of stormwater drainage fund net position
to governmental activities net position (4,003,145)
Net position of business-type activities \$ 48,694,446

(Concluded)

CITY OF WINFIELD, KANSAS

PROPRIETARY FUNDS STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION FOR THE YEAR ENDED DECEMBER 31, 2014

	Enterprise Funds		
	Electric Utility Fund	Electric Depreciation Reserve Fund	Gas Utility Fund
Operating revenues			
Charges for services and sales	\$ 29,185,976	\$ -	\$ 5,527,015
Other	146,566	-	12,485
Total operating revenues	29,332,542	-	5,539,500
Operating expenses			
Services and supplies	26,477,881	-	4,924,445
Depreciation	954,933	-	21,657
Total operating expenses	27,432,814	-	4,946,102
Operating income (loss)	1,899,728	-	593,398
Non-operating revenues (expenses)			
Investment income	6,819	7,013	3,667
Loss on joint venture	-	-	-
Interest expense	-	-	-
Total non-operating revenues (expenses)	6,819	7,013	3,667
Income (loss) before contributions and transfers	1,906,547	7,013	597,065
Capital contributions and transfers:			
Capital contributions	180,259	-	1,946
Insurance recoveries	-	-	-
Transfers- payments in lieu of franchise fees	(1,798,870)	-	(525,128)
Transfers in - cash	30,000	600,628	-
Transfers out - cash	(750,653)	-	(127,500)
Transfers in - capital assets	527,616	-	-
Transfers out - capital assets	-	(527,616)	-
Change in net position	94,899	80,024	(53,617)
Total net position - beginning	24,162,845	2,562,064	5,355,353
Restatement for GASB 65 implementation	-	-	-
Restated net position - beginning	24,162,845	2,562,064	5,355,353
Total net position- ending	<u>\$ 24,257,744</u>	<u>\$ 2,642,088</u>	<u>\$ 5,301,735</u>

See accompanying notes to financial statements

Enterprise Funds				
Water Utility Fund	Wastewater Utility Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
\$ 2,257,555	\$ 2,006,427	\$ 1,854,431	\$ 40,831,404	\$ 3,229,768
22,561	9,254	9,544	200,411	1,788,573
2,280,116	2,015,682	1,863,975	41,031,815	5,018,341
1,602,722	828,793	1,751,276	35,585,119	5,663,035
474,869	654,227	199,763	2,305,449	126,413
2,077,592	1,483,021	1,951,039	37,890,568	5,789,449
202,525	532,661	(87,064)	3,141,247	(771,108)
67	1,179	3,106	21,850	4,336
-	-	(4,699)	(4,699)	-
(129,050)	(39,741)	(4,388)	(173,179)	-
(128,982)	(38,563)	(5,980)	(156,027)	4,336
73,543	494,098	(93,045)	2,985,220	(766,771)
12,100	855	-	195,159	-
-	-	-	-	-
(123,029)	-	(83,421)	(2,530,448)	-
40,000	-	256,525	927,153	-
(36,128)	(100,000)	(52,000)	(1,066,281)	-
-	-	-	527,616	-
-	-	-	(527,616)	-
(33,514)	394,952	28,059	510,804	(766,771)
4,832,618	7,455,408	6,509,973	50,878,260	3,553,170
(72,983)	(6,660)	(1,662)	(81,305)	-
4,759,635	7,448,748	6,508,311	50,796,955	3,553,170
\$ 4,726,121	\$ 7,843,700	\$ 6,536,370	\$ 51,307,759	\$ 2,786,399

Decrease in net position, per fund statements	\$ 510,804
Some amounts reported for business-type activities in the statement of activities are different because the net revenue (expense) of certain internal service funds is reported with business-type activities	(386,753)
Reclassification of stormwater drainage fund activities to governmental activities	(31,270)
Change In net position of business-type activities	\$ 92,780

CITY OF WINFIELD, KANSAS
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2014

	Enterprise Funds		
	Electric Utility Fund	Electric Depreciation Reserve Fund	Gas Utility Fund
Cash flows from operating activities			
Payments to suppliers	\$ (24,990,742)	\$ -	\$ (4,620,409)
Payments to employees	(1,480,863)	3,476	(430,588)
Payments of claims	-	-	-
Internal activity-receipts from other funds	-	-	-
Receipts from customers	29,271,851	-	5,510,937
Other receipts (expenses)	92,149	-	12,484
Net cash provided by operating activities	<u>2,892,394</u>	<u>3,476</u>	<u>472,424</u>
Cash flows from noncapital financing activities			
Internal activity-payments in lieu of franchise fees	(1,798,870)	-	(525,128)
Transfers (to) from other funds for debt payments	-	-	-
Transfers (to) from other funds for capital acquisition	(588,900)	563,000	-
Operating subsidies and transfers from (to) other funds	(152,768)	37,628	(127,500)
Net cash used by noncapital financing activities	<u>(2,540,538)</u>	<u>600,628</u>	<u>(652,628)</u>
Cash flows from capital and related financing activities			
Debt payments - principal	-	-	-
Debt payments - interest	-	-	-
Capital contributions	180,259	-	1,946
Proceeds from sale of capital assets	19,015	-	-
Acquisition of capital assets	(240,992)	(527,616)	(385)
Net cash used by capital and related financing activities	<u>(41,719)</u>	<u>(527,616)</u>	<u>1,561</u>
Cash flows from investing activities			
Investment income	6,820	7,013	3,667
Net cash provided from investing activities	<u>6,820</u>	<u>7,013</u>	<u>3,667</u>
Net increase (decrease) in cash and cash equivalents	<u>316,957</u>	<u>83,500</u>	<u>(174,977)</u>
Balances - beginning of the year	<u>2,579,009</u>	<u>2,574,780</u>	<u>759,286</u>
Balances - end of the year	<u>\$ 2,895,966</u>	<u>\$ 2,658,280</u>	<u>\$ 584,309</u>

Enterprise Funds				
Water Utility Fund	Wastewater Utility Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
\$ (909,275)	\$ (354,646)	\$ (1,173,850)	\$ (32,048,922)	\$ (3,890,274)
(538,676)	(436,085)	(517,353)	(3,400,089)	(1,758,054)
-	-	-	-	(62,902)
-	-	-	-	4,755,267
2,257,292	2,008,901	1,780,260	40,829,240	-
24,431	17,609	9,367	156,040	273,707
<u>833,771</u>	<u>1,235,779</u>	<u>98,424</u>	<u>5,536,268</u>	<u>(682,256)</u>
(123,029)	-	(83,421)	(2,530,448)	-
-	-	(52,000)	(52,000)	-
-	(50,000)	-	(75,900)	-
36,128	(50,000)	256,525	13	-
<u>(86,901)</u>	<u>(100,000)</u>	<u>121,104</u>	<u>(2,658,334)</u>	<u>-</u>
(439,097)	(493,065)	(87,173)	(1,019,335)	-
(129,146)	(55,174)	(4,465)	(188,785)	-
12,100	855	-	195,159	-
5,931	-	-	24,946	-
<u>(203,965)</u>	<u>(650,658)</u>	<u>(59,766)</u>	<u>(1,683,382)</u>	<u>(51,801)</u>
<u>(754,177)</u>	<u>(1,198,041)</u>	<u>(151,404)</u>	<u>(2,671,395)</u>	<u>(51,801)</u>
67	1,179	3,106	21,851	4,336
<u>67</u>	<u>1,179</u>	<u>3,106</u>	<u>21,851</u>	<u>4,336</u>
(7,239)	(61,083)	71,231	228,390	(729,721)
<u>72,027</u>	<u>379,533</u>	<u>1,103,388</u>	<u>7,468,023</u>	<u>2,173,276</u>
<u>\$ 64,788</u>	<u>\$ 318,450</u>	<u>\$ 1,174,619</u>	<u>\$ 7,696,412</u>	<u>\$ 1,443,555</u>
(Continued)				

CITY OF WINFIELD, KANSAS
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2014

	Enterprise Funds		
	Electric Utility Fund	Electric Depreciation Reserve Fund	Gas Utility Fund
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating income (loss)	\$ 1,899,728	\$ -	\$ 593,398
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	954,933	-	21,657
Changes in assets and liabilities:			
Receivables, net	65,716	-	(16,080)
Inventories/ prepaids	(1,703)	-	(461,855)
Compensated absences	20,412	-	3,220
Net OPEB obligations	8,140		740
Accounts and other payables	(54,831)	3,475	331,344
Total adjustments	992,667	3,475	(120,975)
Net cash provided (used) by operating activities	\$ 2,892,394	\$ 3,475	\$ 472,424
Noncash Transactions			
Assets contributed from other funds	527,616	-	-
Assets contributed to other funds	-	(527,616)	-
Loss on joint venture	-	-	-
Amortization of premium on bond issuance	-	-	-

See accompanying notes to financial statements

Water Utility Fund	Enterprise Funds			Internal Service Funds
	Wastewater Utility Fund	Other Enterprise Funds	Total Enterprise Funds	
<u>\$ 202,525</u>	<u>\$ 532,661</u>	<u>\$ (87,064)</u>	<u>\$ 3,141,247</u>	<u>\$ (771,108)</u>
474,869	654,227	199,762	2,305,449	126,413
2,869	6,102	(10,861)	47,746	6,620
446	5,167	6,530	(451,414)	(25,945)
8,340	960	18,158	51,089	42,821
4,799	5,696	2,522	21,897	21,428
<u>139,923</u>	<u>30,966</u>	<u>(30,623)</u>	<u>420,254</u>	<u>(82,486)</u>
<u>631,246</u>	<u>703,118</u>	<u>185,488</u>	<u>2,395,020</u>	<u>88,851</u>
<u>\$ 833,771</u>	<u>\$ 1,235,779</u>	<u>\$ 98,424</u>	<u>\$ 5,536,267</u>	<u>\$ (682,257)</u>
-	-	-	527,616	-
-	-	-	(527,616)	-
-	-	(4,699)	(4,699)	-
3,880	-	-	3,880	-

(Concluded)

CITY OF WINFIELD

FIDUCIARY FUNDS STATEMENT OF FIDUCIARY NET POSITION DECEMBER 31, 2014

	<u>Agency Funds</u>
Assets	
Pooled cash and investments	92,102
Other receivables	<u>110,642</u>
Total assets	<u>202,744</u>
Liabilities	
Accounts payable	<u>202,744</u>
Total liabilities	<u>202,744</u>
Net Position	<u><u>\$ -</u></u>

See accompanying notes to financial statements

CITY OF WINFIELD KANSAS

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CITY OF WINFIELD KANSAS

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CITY OF WINFIELD, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2014

1. Summary of Significant Accounting Policies

The City of Winfield, Kansas was founded in 1869. Located in the northern half of Cowley County, Winfield has a population of 12,333 living within an area of 12 square miles. The City operates under a charter adopted February 2, 1873, and a Commission/Manager form of government.

A. Financial Reporting Entity

The City's combined financial statements include the account of all City operation. The criteria for including organizations as component units within the City's reporting entity, as set forth in section 2100 of GASB's Codification of Governmental Accounting and Financial Reporting Standards, include whether:

- the organization is legally separate (can use and be sued in their own name)
- the City holds the corporate powers of the organization
- the City appoints a voting majority of the organization's board
- the City is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the City
- there is fiscal dependency by the organization on the City

Based on the aforementioned criteria, the City of Winfield has two discretely presented component units. The discretely presented component units are reported in a separate column in the government-wide financial statements.

1) Discretely Presented Component Units

Winfield Public Library - operates the City's public library. The library has its own financing levy under Kansas Statutes, and the Library tax levy is included in the total City tax levy. Library tax distributions are paid to the City, and the City in turn distributes to the Library. The City appoints all Library Board members, and the City must approve acquisition or disposition of real property by the Library Board.

Winfield Housing Authority - operates the City's housing projects. The City created the Winfield Housing Authority as its agent in 1978, under K.S.A 17-2340. The City appoints all board members and has the ability to impose its will on Winfield Housing Authority. Although the City does not have the authority to approve or modify the Housing Authority's operational and capital budgets, and the Housing Authority has the authority to issue bonded debt, the City is fiscally responsible for the Housing Authority, since it was created as an agent of the City. The City has delegated to the Housing Authority the power to operate and manage the low-rent housing projects of the City. The Housing Authority is on a June 30 fiscal year end. Data included in these financial statements are for the fiscal year ended June 30, 2014

Both component units of the City are considered to be non-major funds. Complete separately issued financial statements of the individual component units can be obtained from their respective administrative offices listed below:

Winfield Public Library
605 College
Winfield, KS 67156

Winfield Housing Authority
1417 Pine Terrace
Winfield, KS 67156

2) Joint Ventures

A joint venture is a legal entity or other organization that results from a contractual arrangement (or interlocal agreement) and is owned, operated or governed by two or more participants as a separate and specific activity subject to joint control. The participants retain (a) an on-going financial interest or, (b) an on-going financial responsibility. The City participates in the following joint ventures:

Strother Field Airport and Industrial Park – The Cities of Winfield and Arkansas City, Kansas entered into an interlocal agreement to create the Strother Field Airport and Industrial Park. Three commissioners from both cities comprise the Strother Field governing body. The two cities jointly own Strother Field. The cities provide no financial support to Strother Field. Separate audited financial statements are available from Strother Field Airport and Industrial Park, P.O. Box 747, Winfield, KS 67156.

Cowley County Humane Society Interlocal Agreement- The Cities of Winfield and Arkansas City, Kansas entered into an interlocal agreement to jointly operate and fund the animal shelter. The purpose of this agreement is to provide for the continuity for the use of the Cowley County Humane Society to temporarily house, care and disperse unwanted or stray animals. Each City and the Society shall continue to have equal one-third (1/3) ownership interest in the shelter facility. Records and reporting are maintained by the Humane Society. The City of Winfield will contribute \$30,000 annually to the operations of the shelter and will continue to have an ongoing financial interest in the organization. Additionally, the City will contribute \$2,000 annually for capital improvements. Unaudited Financial statements are available from Cowley County Humane Society, 7468 222nd Rd., Winfield, KS 67156.

Arkansas City/Winfield Recycling Center – The Cities of Winfield and Arkansas City, Kansas entered into an interlocal agreement to jointly purchase and operate a recycling center. Additionally, the City of Winfield offers single stream recycling to Winfield residents. Records are maintained by the City of Winfield; both cities share equally in the costs and recycling revenues. No separate financial statements are prepared for this joint venture. Further financial information can be obtained through the City of Winfield, 200 E. 9th Ave, Winfield, KS 67156. Below is a summary of 2014 revenues and expenses for the recycling center.

Recycling revenues	\$ 40,557
Recycling expenses	46,082
Depreciation expense	1,438

3) Related Organizations

A related organization is an organization for which a primary government is accountable because that government appoints a voting majority of the Board, but is not financially accountable.

William Newton Memorial Hospital – The City Commission is responsible for appointing the Board members of the Hospital, but the City's accountability for this organization does not extend beyond making appointments.

A1. Government-Wide and Fund Financial Statements

The government-wide financial statements report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported discretely from the legally separate *component units* for which the primary government is financially accountable.

The statement of net position presents information on all of the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference reported as net position, which is one method to measure the City's financial condition. An increase or decrease in the City's net position from one year to the next indicates whether the financial position of the City is improving or deteriorating.

The *statement of activities* demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include [1] charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and [2] grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

B. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The *government-wide financial statements* are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds and fiduciary fund financial statements, except for the agency funds. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they become susceptible to accrual that is when they become both measurable and available to finance expenditures of the current period. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the payment is due.

Property taxes are budgeted to finance the subsequent year's operations and, consequently, are not susceptible to accrual. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. Special assessments receivable that are not due within the current fiscal period and not susceptible to accrual are recorded as deferred revenue. Sales taxes and other taxes, franchise fees, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met. Unrestricted aid is reported as revenue in the fiscal year during which the entitlement is received. All other revenue items are considered to be measurable and available only when cash is received.

The following major governmental funds are reported:

The General Fund is the principal fund of the City that accounts for all financial transactions not accounted for in other funds. The majority of current operating expenditures of the City, other than proprietary fund activities, are financed through revenues received by the General fund. Its revenues consist primarily of taxes, investment income, licenses and permits, intergovernmental shared revenues, charges for services, fines, and payments in lieu of taxes from both City-owned and external utilities. General fund expenditures represent the general administration costs of government, and public safety (fire, police, and buildings inspection), parks and recreational facilities, and cemetery maintenance.

The Debt Service fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

The Capital Improvements fund accounts for many of the major capital improvements of the City (other than those financed in proprietary funds), financed primarily through one-half of the local sales tax revenues, issuance of general obligation bonds, and other City transfers.

The City reports the following major proprietary funds:

The Electric Utility fund accounts for the operation and maintenance of the City's electric generation and distributions system. The City purchases electricity, and maintains a 65 KW generation capacity. Electric service is provided to more than 7,398 meters both within the City and in surrounding areas, and sold wholesale to a neighboring city.

The Gas Utility fund accounts for the operation and maintenance of the City's gas distribution system. The City purchases natural gas, and provides service to approximately 5,070 meters.

The Water Utility fund accounts for the operation and maintenance of the City's water treatment plant and the water distribution system. The Winfield City Lake provides an adequate quality water supply of water to Winfield citizens, providing water to approximately 5,000 meters. The City also provides access to water for five rural water districts and one neighboring town.

The Wastewater Utility fund accounts for the operation and maintenance of the City's wastewater collection system and wastewater treatment plant. The City collects and treats effluent of City residents, providing service throughout the City to approximately 5,000 households.

The City also reports the following fund types:

Permanent funds are used to report an endowment restricted to the perpetual care of municipal cemeteries.

Capital project funds are used to account financial resources used for the acquisition or construction of major capital facilities, other than those financed by proprietary funds.

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost reimbursement basis and to account for the City's self-insurance activities.

Agency funds are used to report resources held by the City in a custodial capacity for remittance of fiduciary resources to individuals, private organizations or other governments. The City has four agency funds – Sales tax: to collect and pass through sales taxes, Payroll claims: to collect and pass through payroll related liabilities and taxes, Fire Insurance Proceeds: to collect and pass through fire insurance recoveries and Flex Medical Fund to collect and pass through flexible benefit contributions.

Enterprise funds are used to account for those operations that are financed and operated in a manner similar to private business or where the City has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes between the City's enterprise funds and the general fund. Eliminations of these charges would distort the direct costs and program revenues reported for the various functions concerned.

During the course of operations, the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advanced to/from other funds. While these balances are reported in the fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the new amount is included as internal balances in the business type activities column. The City did not have a formal policy on removing internal activity on the government-wide financial statements.

Amounts reported as program revenues include [1] charges to customers or applicants for goods, services, or privileges provided, [2] operating grants and contributions, and [3] capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary funds' principal ongoing operations. Principal operating revenues of the proprietary funds are charges to customers for sales and services. Operating expenses for enterprise and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting these criteria are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

C. Pooled Cash and Temporary Investments

Cash resources of the individual funds are combined to form a pool of cash and temporary investments. In addition to City-owned checking accounts, investments of the pooled accounts consist primarily of certificates of deposits. Interest income is allocated to the appropriate funds, based on the ratio of each individual fund cash balance to the total cash balance. The City has no formally adopted investment or credit risk policy although the City's primary objective of investment activities are in order of priority; safety, liquidity, and rate of return. The City follows Kansas law (K.S.A. 12-1675 – 12-1677) which allows monies not otherwise regulated by statute to be invested in:

- Time deposits, open accounts, or certificates of deposits with maturities of not more than four years
- Repurchase agreements with commercial banks, or State or federally chartered savings and loan associations
- United States treasury bills or notes with maturities not exceeding four years
- U.S. government agency securities with a maturity of not more than four years
- The municipal investment pool fund operated by the Kansas Treasurer. This pool is not an SEC registered pool. The Pooled Money Investment Board (PMIB) provides the regulatory oversight for this pool. The fair value of the PMIB investments approximates the value of pool shares

City manages its exposure to fair value losses arising from increasing interest rates by requiring that maturities be staggered in a way that avoids undue concentration of assets in a specific maturity sector and that investments be sufficiently liquid to meet all operating requirements which may be reasonably anticipated.

D. Property Taxes and Other Receivables

In accordance with 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. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 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. At December 31, such taxes are a lien on the property and are recorded as taxes receivable, net of anticipated delinquencies, with a corresponding amount recorded as deferred revenue on the balance sheet of the appropriate funds. It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the year and, further, the amounts thereof are not material in relationship to the financial statements taken as a whole.

Recognized State-shared taxes represent payments received during the current fiscal period, and amounts collected or due to the State on behalf of the City at year-end.

Federal and state grant aid is reported as revenue when the related reimbursable expenditures are incurred. Unrestricted aid is reported as revenue in the fiscal year the entitlement is received.

During the course of operations, the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advanced from other funds. While these balances are reported in the fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in the governmental activities and business-type activities are eliminated so that only the net amount is included as internal balances in the government-wide financial statements as internal balances.

E. Revenue Recognition for Proprietary Funds

The proprietary funds follow the policy of recognizing revenue on sales when services are rendered. The electric, gas, water, refuse, wastewater, and storm water drainage utilities recognize revenues for unbilled services. All users, including other City departments, are charged for services provided by the respective proprietary funds. Account receivable represent uncollected charges (both billed and unbilled) at December 31, net of amounts estimated to be uncollectible.

F. Special assessments receivable

State statutes require projects financed in part by special assessments to be financed through the issuance of general obligation bonds, which are secured by the full faith, and credit of the City. Special assessments paid prior to the issuance of general obligation bonds are recorded as revenue in the appropriate project. Special assessments received after the issuance of general obligation bonds are recorded as revenue in the debt service fund. State statutes allow levying additional ad valorem property taxes in the City's debt service fund to finance delinquent special assessments receivable, if necessary. Special assessments receivable are accounted for within the debt service fund. Special assessments are levied over a ten-year period and the annual installments are due and payable with annual ad valorem property taxes. Delinquent assessments against property benefited by special assessments constitute a lien against such property. When assessments are two years in arrears, they may be collected by foreclosure. At December 31, the special assessment taxes levied are a lien on the property and are recorded as special assessments receivable in the debt service fund with a corresponding amount recorded as deferred revenue.

G. Inventories, Advances, and Prepaid Expenses

As a general rule, inventories and prepaid expenses that benefit future periods, other than those recorded in the proprietary fund types, are recorded as expenditures during the year of purchase. Inventories are stated at the lower of cost or market value, cost being determined by the average unit cost method. Prepaids are valued at cost.

H. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$500, and dependent on the type of asset. Donated capital assets are recorded at their estimated fair value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of an asset are not capitalized.

With the implementation of GASB Statement 34, the City has recorded all its public domain (infrastructure) capital assets placed in service after January 1, 1980, which includes roads, bridges, curbs and gutters, streets and sidewalks, and drainage systems.

Interest incurred during the construction phase of capital assets of business-type assets is included as part of the capitalized value of the assets constructed. During 2014, the City had no net interest costs subject to capitalization.

Major outlays for capital assets and improvements are capitalized as projects are completed. For proprietary funds, interest costs incurred to bring certain assets to the condition and location necessary for their intended use are capitalized as part of the historical cost of acquiring the assets.

Property, plant, and equipment of the primary government are depreciated using the straight-line method over the following estimated useful lives:

	Asset	Life (Years)
For all funds:	Buildings and improvements	40-50
	Equipment	5-15
	Vehicles	8
	Meters	20-30
Specific to governmental activities:		
	Asphalt and concrete streets	40-50
	Sidewalks and curb/gutter	40-50
	Park/recreational infrastructure	20-30
Specific to business-type activities:		
	Electric utility	
	Electric generation plants	30-35
	Transformers	15-20
	Electric poles	25
	Conductors/related equipment	35

Gas utility	Gas lines/infrastructure	40-75
Water utility	Water treatment plant	30-50
	Water lines/infrastructure	30-65
Sewer utility	Sewer lines/ infrastructure	50-75
	Life stations	25

Capital assets not being depreciated include land and construction in progress.

I. Payments in Lieu of Franchise Fees

The electric, gas, water, and refuse utilities pay monthly in lieu of franchise fees monthly to the general fund, in amounts ranging from 4% to 6.9% of gross sales. The 'payments in lieu of' mirror the payments in lieu of assessed to external utilities providing services within the City, such as telephone and cable services, and are reflected as interfund transfers in the financial statements, in accordance with GASB-S34: 112b (1).

J. Compensated Absences

- 1) **Vacation** - All permanent full-time employees of the City are eligible for vacation benefits. Employees with less than ten years employment service for the City have vacation days accumulated at the rate of one day for each month of employment, with a maximum of eighteen days. If employed ten years or more, the rate is one-and-a-half days per month, with a maximum of twenty-four days. All vacation pay is accrued when incurred in the government-wide and proprietary financial statements.
- 2) **Sick Leave** - Sick leave is accumulated at the rate of one day per month, regardless of the length of employment, with the accumulated carryover not to exceed ninety days. Accumulated sick leave is not paid to employees separating from service, prior to retirement. No liability is reported in the financial statements of accrued sick leave, unless an employee is entitled to the payout due to retirement.
- 3) **Sick Leave Reserve** – Employees who have accrued the maximum ninety days of sick leave are eligible to accrue sick leave in a reserve account. Reserve sick leave is credited for 25% of each eight hours sick leave that would have accrued had the ninety days maximum accrual not been reached. There is no maximum as to the number of reserve sick leave hours that may be accumulated, and sick leave reserve hours accumulated by employees eligible for retirement are reflected as accrued liabilities in the financial statements.
- 4) **Sick Leave Bonus** – Any permanent full time employee who has reached the maximum ninety days sick leave accrual is eligible for the annual sick leave bonus program. For each pay period that an employee begins and ends with ninety days maximum accrued sick leave, they accrue one hour's pay at the regular rate of pay. This bonus is paid out to those employees annually.

K. Statement of Cash Flows

The reporting entity defines cash and cash equivalents used in the statement of cash flows as all cash and temporary investments (both restricted and unrestricted).

L. Estimates

Preparation of financial statements in conformity with GAAP requires making estimates and assumptions that affect: [1] the reported amounts of assets and liabilities, [2] disclosures such as contingencies, and [3] the reported amounts of revenues and expenditures or expenses included in the financial statements. Actual results could differ from those estimates.

M. Pending Governmental Accounting Standards Board Statements Affecting Financial Statements

As of December 31, 2014, the Governmental Accounting Standards board (GASB) had issued the following statements but have not been implemented by the City. These GASB statements that may impact the City include:

GASB Statement No. 68, "Accounting and Financial Reporting for Pensions- *an amendment of GASB Statement No. 27*", was issued in June 2012. This statement establishes accounting and financial reporting by state and local governments for pensions, including entities that participate in cost-sharing

multiple-employer plans. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This statement replaces the requirements of Statement No. 27, Accounting for Pensions by State and Local Governmental Employers, as well as the requirements of Statement No. 50, Pension Disclosures, as they relate to pensions that are provided through pension plans administered as trusts or equipment arrangements that meet certain criteria. Also, this statement establishes standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For example, cost-sharing employers participating in KPERS, such as the City of Winfield, will be required to record their proportionate share, as defined in Statement No. 68, of the KPERS unfunded pension liability. While management of the City has not yet estimated their share of the KPERS liability, it is presumed that the amount will be material to the City's financial statements. The provisions of this statement are effective for the financial statements for City's fiscal year ending December 30, 2015.

GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date- an amendment of GASB Statement No. 68", was issued in November 2013. The objective of this statement is to address an issue regarding application of the transition provisions of GASB Statement No. 68, Accounting and Financial Reporting for Pensions. Under Statement 68, if it is not practical for an employer or nonemployer contributing entity to determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, paragraph 137 of Statement 68 required that beginning balances of deferred outflows and inflows of resources not be reported. This statement amends paragraph 137 of Statement 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. The provisions of this statement should be applied simultaneously with the provisions of Statement 68.

GASB Statement No. 72, "Fair Value Measurement and Application", was issued in February 2015. The objective of this statement is to address financial reporting issues related to fair value measurements. The statement provides guidance for determining a fair value measurement for financial reporting purposes and for applying fair value to certain investments and disclosures related to all fair value measurements. The provisions of this statements are effective for financial statements for the City's fiscal year ending December 31, 2016.

GASB Statement No. 74, "Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans" was issued June 2015. This statement replaces Statements No 43, "Financial Reporting for Postemployment Benefit Plans Other than Pension Plans, as amended", and No. 57, "OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans". It also includes requirements for defined contribution OPEB plans that replace the requirements for those OPEB plans in Statement No. 25, "Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans, as amended", Statement 43, and Statement No. 50, "Pension Disclosures". The statement establishes new accounting and financial reporting requirements for governments whose employees are provided with OPEB, as well as for certain nonemployer governments that have a legal obligation to provide financial support for OPEB provided to the employees of other entities. The provisions of this statement are effective for financial statements for the City's fiscal year ending December 31, 2017.

GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions" was issued June 2015. This statement replaces the requirements of Statements No. 45, "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions", as amended, and No. 57, "OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans", for OPEB. It establishes new accounting and financial reporting requirements for OPEB plans. The provisions of this statement are effective for financial statements for the City's fiscal year ending December 31, 2018.

GASB Statement No. 76, "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments", was issued in June 2015. This statement supersedes Statement No. 55, "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments". The statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and non-authoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. The provisions of this statement are effective for financial statements for the City's fiscal year ending December 31, 2016.

GASB Statement No. 77, "Tax Abatements", was issued in August 2015. The statement requires disclosure of tax abatement information about (1) a reporting government's own tax abatement agreements and (2) those that are entered into by other governments and that reduce the reporting government's tax revenues. The provisions of this statement are effective for financial statements for the City's fiscal year ending December 31, 2016.

N. Implemented Governmental Accounting Standards Board Statements Affecting Financial Statements dated December 31, 2014.

Newly implemented in these financial statements are the requirements of GASB statement No. 69, "Government Combinations and Disposals of Government Operations", was issued in January 2013. This statement establishes accounting and financial reporting standards related to government combinations and disposals of government operations. As used in this statement, the term government combinations includes a variety of transactions referred to as mergers, acquisitions, and transfers of operations. The distinction between a government merger and a government acquisition is based upon whether an exchange of significant consideration is present within the combination transaction. Government mergers include combinations of legally separate entities without the exchange of significant consideration. This statement requires the use of carrying values to measure the assets and liabilities in a government merger. Conversely, government acquisitions are transactions in which a government acquires another entity, or its operations, in exchange for significant consideration. This statement requires measurements of assets acquired and liabilities assumed generally to be based upon their acquisition values. This statement also provides guidance for transfers of operations that do not constitute entire legally separate entities and in which no significant consideration is exchanged. This statement defines the term operations for purposes of determining the applicability of this Statement and requires the use of carrying values to measure the assets and liabilities in a transfer of operations. A disposal of a government's operations results in the removal of specific activities of a government. This statement provides accounting and financial reporting guidance for disposals of government operations that have been transferred or sold. This statement requires disclosures to be made about government combinations and disposals of government operation to enable financial statement users to evaluate the nature and financial effects of those transactions. The City of Winfield implemented GASB 69 for financial statements dated December 31, 2014.

The City has also implemented GASB Statement No. 65, "Items Previously Reported as Assets and Liabilities", that establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. GASB 65 requires bond issuance costs to be expensed when incurred rather than being reported as deferred charges and amortized over the term of the related debt.

2. Government Combination

On July 1, 2014, the city of Winfield acquired Winfield Area Emergency Management Services (WAEMS) pursuant to an agreement between the City of Winfield and the William Newton Memorial Hospital, where both parties agreed it was in the best interest of the service to be combined with other public safety services. WAEMS ceased to exist as a separate organization at that time. The City of Winfield will continue the WAEMS ambulance services as a function of the fire department, part of the City of Winfield general fund. The merger included all of the assets, liabilities, equity and operations of WAEMS, effective 12:01 am July 1, 2014. WAEMS was a discrete component unit of the City prior to the merger. In accordance with Governmental Accounting Standards Board Statement No. 69 (GASB No. 69), the City is treating the event as a government merger, where one legally separate government (WAEMS) ceases to exist and their operations are absorbed into, and provided by a continuing government (City). The City recognizes the assets, deferred inflows of resources, and liabilities, and results of operations of WAEMS for the reporting period in which the combination occurs as though the entities had been combined at the beginning of the City's reporting period, January 1, 2014. Therefore, the revenues and expenses of WAEMS for the period January 1, 2014 through June 30, 2014, are included in the City's Statement of Revenues, Expenditures and Changes in Fund Balances (modified accrual), and the City's Statement of Activities (full accrual), net of any transactions between the entities in that time period.

Below is a summary of the WAEMS activity (January - June 2014) included in the City's 2014 financial statements:

	Statement of Activities
Revenues	\$ 413,119
Expenses	(447,411)
Net change	(34,292)
Less City funds received by WAEMS	(131,500)
Net activity	<u>\$ (165,792)</u>

	Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances
Revenues	\$ 435,500
Expenses	(458,236)
Net change	(22,736)
Less City funds received by WAEMS	(131,500)
Net activity	<u>\$ (154,236)</u>

The net position of \$180,948 is reflected as a 'government combination' and added to the beginning net position on the City's Statement of Activities. The fund balance of \$71,786 is reflected as a 'government combination' and added to the beginning fund balance on the City's Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances.

Below is a summary of the WAEMS Statement of Net Position and Governmental Funds Balance Sheet as of December 31, 2013:

	Statement of Net Position
Cash	\$ 57,364
Accounts receivable, net of allowances	157,262
Capital assets, net of accumulated depreciation	49,372
Total assets	<u>263,998</u>
Current liabilities	<u>83,050</u>
Net investment in capital assets	49,372
Unrestricted net position	<u>131,576</u>
Net position, December 31, 2013	<u>\$ 180,948</u>

	Governmental Funds Balance Sheet
Cash	\$ 57,364
Accounts receivable, net of allowances	157,262
Total assets	<u>214,626</u>
Current liabilities	57,295
Deferred inflows of revenues	<u>85,545</u>
Total liabilities	<u>142,840</u>
Fund balance, December 31, 2013	<u>\$ 71,786</u>

3. Budgetary Control

Applicable Kansas Statutes require that annual budgets be legally adopted for all funds (including proprietary funds) unless exempted by a specific statute. Funds exempted from legally adopted budgets include all capital project funds (including capital projects of proprietary funds); three special revenue funds: the grants and contributions fund, the energy manager grant fund, and the equipment reserve fund; the electric depreciation reserve fund; all agency and fiduciary funds; and five internal service funds: the A/R financing fund, risk management reserve fund, workers' compensation reserve fund, health insurance reserve fund, and the short-term disability reserve fund. Controls over spending in funds that are not subject to legal budgets are maintained by the use of internal spending limits established by management, federal regulations, or other statutes. K.S.A. 79-2926 et seq. 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 1 of each year.
- [2] Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5 of each year. A minimum of ten days' notice of public hearing, published in local newspaper, on or before August 15 of each year.
- [3] Adoption of the final budget on or before August 25 of each year.

K.S.A. 79-2927 requires that all money to be raised by taxation and from all other sources for the ensuing budget year must be appropriated. The law does not permit an appropriation for sundry or miscellaneous purposes in excess of ten percent of the total. The budget for each fund with tax levies may include a non-appropriated balance not to exceed five percent of the total of each fund.

Kansas statutes prohibit creating expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. In accordance with Kansas statutes, the legal level of control for the City is established at the individual fund level, also permitting the transfer of budgeted amounts from one object or purpose to another within the same fund. All annual appropriations lapse at the end of the year, except for outstanding encumbrances, which carryover to the following fiscal year. Kansas statutes permit original budgets to be increased for previously unbudgeted increases in revenue other than ad valorem property taxes. The City must first publish a notice of hearing to amend the budget. Ten days after publication, a public hearing is held and the governing body may amend the budget at that time. Budgetary data presented in the financial statements represent the original budgeted amounts, and reflect any revised budgeted amounts in a separate column. The City had budget revisions for eight funds in 2014.

4. Budget/GAAP Reconciliation – General Fund

Budgets are prepared on a basis (budgetary basis) different from generally accepted accounting principles (GAAP basis). For budgeting, revenues are recognized when received. Expenditures include cash disbursements, payables, and encumbrances (purchases orders, contracts, and other commitments). Encumbrances are reflected as a reservation of fund balance (GAAP) as opposed to the equivalent of expenditures (budgetary). Adjustments necessary to convert the net change in fund balances and the ending fund balances from GAAP basis to budgetary basis for the general fund is as follows:

	2014
	Net change in fund balance
	<u>\$ 519,653</u>
Accrued revenue:	
December 31, 2014	(472,965)
December 31, 2013	156,271
Encumbrances:	
December 31, 2014	(13,367)
December 31, 2013	12,250
Advances to other funds	
December 31, 2014	(20,265)
December 31, 2013	20,265
	<u>\$ 201,842</u>

5. Fund Balance Deficits

At December 31, 2014, fund balance deficits were as follows:

	<u>Fund Balance Deficit</u>
Capital Projects Fund	
Water Plant Improvements	(10,530)
East 9th resurfacing	(36,193)

The Winfield Recreation Improvements fund, Water Plant Improvements, and the East Ninth Resurfacing capital projects were created as part of the 2013 and 2014 temporary note issues. The City has authority to issue bonds on these projects. At December 31, 2014, these projects were complete.

6. Prior period adjustments

Below is a summary of prior year adjustments recorded for correction of errors found, that affect the beginning fund balances and net position:

A. Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

- 1) The Geometric Klink Main Street Capital Project Fund beginning fund balance was increased \$835, to correct an overstated expense from the prior year.
- 2) The EMS Ambulance Capital Project Fund beginning fund balance was decreased \$148,916. The 2013 activity in the Statement did not reflect a capital expenditure of \$148,916 and the offsetting liability of \$148,916.

B. Budgeted Enterprise Funds – Schedule of Revenues, Expenditures and Changes in Fund Balances

- 1) The correct Electric fund unencumbered fund balance at December 31, 2013 was \$682,196. The 2013 schedule incorrectly reported the unencumbered fund balance as \$596,850. The prior year adjustment amounted to \$85,346.
- 2) The correct Gas fund unencumbered fund balance at December 31, 2013 was \$257,639. The 2013 schedule incorrectly reported the unencumbered fund balance as \$257,749. The prior year adjustment amounted to a negative \$110.

C. Statement of Activities

- 1) Public works expenses, for governmental activities, were understated by \$148,081 on the Statement of Activities for 2013. The prior year adjustment reduces the beginning net position for the governmental activities
- 2) The component units beginning net position at December 31, 2013 was understated \$7,029, which was an error in the 2013 report preparation.

7. Restatement of Equities

Note 1.O. refers to the implementation of GASB Statement No. 65. GASB No. 65 requires the accounting change to be applied retroactively by restating financial statements, if practical. If not practical, the cumulative effect of the Statement application is to be reported as a restatement of beginning net position.

On the Statement of Revenues, Expenses and Changes in Fund Net Position, the City has restated the beginning net position for three proprietary funds for those remaining amounts of unamortized issuance costs at the end of 2013, listed below:

Major Enterprise Funds

Water Fund	\$ 72,983
Wastewater Fund	<u>6,660</u>
Total	<u>\$ 79,643</u>

Nonmajor Enterprise Fund

Stormwater Drainage Fund \$ 1,662

On the Statement of Activities, the City has restated the beginning net position for governmental activities for the remaining amount of unamortized issuance costs at the end of 2013 in the amount of \$90,525, reducing net position by that amount. The business-type activities were restated by \$79,643 for the unamortized issuance costs, reducing net position by that amount.

8. Compliance with Kansas Statutes

The City of Winfield management is aware of one instance of noncompliance with Kansas statutes during the year ended December 31, 2014. Per K.S.A. 12-1608, the Treasurer of each City of the first or second class shall publish or cause to be published in a newspaper a statement showing the total amount received into each fund and the total amount expended from each fund and the cash balances of each fund at the beginning and close of each quarter within 30 days after the quarter ending in March, June, September and December of each year. Such quarterly statements shall show the amount of outstanding registered warrants, temporary notes, bonds and all other obligations and liabilities of the city. Fourth quarter 2014 financial statements were not published in the local newspaper as required.

9. Pooled Cash Deposits and Investments

At year end, the reporting entity's deposits and investments were comprised of the following:

	Cash Held by Primary Government	Component Units	Total
Cash on hand	\$ 3,225	\$ -	\$ 3,225
Bank deposits	12,559,135	1,071,949	13,631,084
Total	<u>\$ 12,562,360</u>	<u>\$ 1,071,949</u>	<u>\$ 13,634,309</u>
Reconciliation to Statement of Net Position:			
General fund			\$ 838,990
Capital Projects fund			1,260,875
Capital improvements fund			134,680
Special revenue funds			825,995
Debt service fund			313,751
Permanent fund			6,000
Enterprise funds			7,656,011
Internal service funds			<u>1,433,957</u>
Total pooled cash and investments			12,470,258
Enterprise funds - restricted			<u>-</u>
Total primary government			12,470,258
Fiduciary funds			92,102
Component units			1,064,701
Fiduciary funds of component units			7,248
Grand Total			<u>\$ 13,634,309</u>

Custodial Credit risk

Custodial credit risk is the risk that in the event of a failure of a depository financial institution, the City will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The City's policy is to collateralize the demand deposits with securities held by the financial institution's agent and in the City's name. At December 31, 2014, the City's deposits were insured by federal depository insurance and uninsured deposits were fully collateralized in accordance with the City's policy.

Collateral

Below is a comparison of the City's deposits balances to banks' collateral amounts at December 31, 2014:

Market value of securities, held as collateral by banks' third party trustees	\$ 15,602,234
FDIC coverage	<u>750,000</u>
Total coverage	16,352,234
Total City cash deposits, per bank	<u>12,593,151</u>
Excess coverage, December 31, 2014	<u>\$ 3,759,083</u>

Investments

State laws (K.S.A. 12-1675—12-1677) allow monies, not otherwise regulated by statute, to be invested in:

- a. Temporary notes of the City of Winfield
- b. Time deposits, open accounts or certificates of deposits with maturities of not more than four years
- c. Repurchase agreements with commercial banks, state or federally chartered savings and loan associations, which have offices located in the City
- d. U.S. treasury bills or notes with maturities not exceeding four years
- e. U.S. government-agency securities with a maturity of not more than four years that do not have any more interest rate risk than U.S. government obligations or similar maturities
- f. The municipal investment pool fund operated by the State Treasurer

State law (K.S.A. 10-131) allows investment of the proceeds of bonds and temporary notes in the following, in addition to those stated above:

- g. U.S. Government and agency obligations
- h. Time deposits with banks and trust companies
- i. FNMA, FHLB and FHLMC obligations
- j. Collateralized repurchase agreements
- k. Mutual funds with portfolios consisting entirely of obligations of the U.S. government, U.S. Government agencies, FNMA, FHLB, and FHLMC
- l. Certain Kansas municipal bonds

Credit Risk and Concentration of Credit Risk

The City's investment option types are very limited, which inherently reduces credit risk. State statutes do not address concentration of credit risk. The City invests monies based on highest interest rate bids from local banking institutions. Below is a summary of the City's investments at December 31, 2014:

Investment Type	Amount	Percentage
Collateralized Time deposits	<u>\$7,901,664</u>	<u>100%</u>

Interest Rate Risk

Through its investment policy, the City manages its exposure to fair value losses arising from increasing interest rates by requiring that maturities be staggered in a way that avoids undue concentration of assets in a specific maturity sector, and that the investment portfolio remain sufficiently liquid to meet all operating requirements which might reasonably be anticipated.

As of December 31, 2014, the City's investments portfolio had the following investments and maturities:

Investment Type	Total	6 months or less	6 to 12 months	12 to 24 months
Cash and Time Deposits	<u>\$7,901,664</u>	<u>\$2,401,664</u>	<u>\$4,000,000</u>	<u>\$1,500,000</u>

10. Receivables

A. Utility Receivables

The City operates six utilities. Below is a summary of the utility receivables at December 31, 2014:

	Utility Receivables	Less provision for uncollectible accounts	Net Utility Receivables
Electric utility	\$ 2,500,756	\$ (340,425)	\$ 2,160,331
Gas utility	888,280	(99,966)	788,314
Water utility	243,411	(37,480)	205,931
Refuse utility	154,506	(24,202)	130,304
Wastewater utility	248,399	(35,563)	212,835
Stormwater utility	<u>20,832</u>	<u>(2,977)</u>	<u>17,855</u>

Total utility receivables, net of

provision for uncollectible accounts	<u>\$ 4,056,184</u>	<u>\$ (540,614)</u>	<u>\$ 3,515,570</u>
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The total bad debt expense on utility receivables for the fiscal year 2014 amounted to \$101,222, and is allocated to the utility funds in proportion to their utility receivable balances.

B. Other Receivables

Miscellaneous accounts receivable are recorded at the full value of services provided. A provision for uncollectible accounts is established for all uncollected balances over one year old. For ambulance services billings, accounts are routinely settled for amounts less than the full rate as a result of negotiated contracts with third-party payers (insurance companies, Medicare). The provision for contractual adjustments is set up to reflect anticipated reductions of those payments. The City has estimated the provision for contractual adjustments and the provision for uncollectible accounts based on the January – June 2014 experience history of the ambulance service billings under Winfield Area Emergency Management Services (see note 1.A.4). The City has contracted with Mediclaims Inc, a third party provider of medical billing services, to process all the ambulance billings and collections.

Below is a summary of the accounts receivables in the governmental funds:

	Miscellaneous Accounts Receivable	Less provision for uncollectible accounts	Less provision for contractul adjustments	Net Miscellaneous Accounts Receivable
General fund -				
miscellaneous	\$ 55,255	\$ (15,215)	\$ -	\$ 40,040
ambulance services	<u>770,577</u>	<u>(78,599)</u>	<u>(385,289)</u>	<u>306,689</u>
Total general fund	825,832	(93,814)	(385,289)	346,729
Nonmajor special				
revenue funds	<u>58,479</u>	<u>(25,345)</u>	<u>-</u>	<u>33,134</u>
Total	<u>\$ 884,311</u>	<u>\$ (119,159)</u>	<u>\$ (385,289)</u>	<u>\$ 379,863</u>

C. Long-term Receivables

The City entered in several interlocal agreements in prior years with other local governmental entities, related to debt financing and repayment arrangements. The City included project costs of these entities in general obligation bond issues, and the interlocal agreements provide for repayment of the principal, interest, and issuance costs to the City over set time periods. These receivables are included in governmental activities of the "Statement of Net Position". Because the receivables are not considered to be available to liquidate liabilities of the current fiscal year, they are not reflected in the debt service fund in the Governmental Funds Balance Sheet. Below is a summary of the receivables as of December 31, 2014.

	Total Payments Due	Southwestern College	Strother Field Ind Park	Winfield USD #465
2015	32,812	10,000	6,435	16,377
2016	26,377	10,000	-	16,377
2017	26,377	10,000	-	16,377
2018	6,378	-	-	6,378
	<u>\$ 91,944</u>	<u>\$ 30,000</u>	<u>\$ 6,435</u>	<u>\$ 55,509</u>

[1] Southwestern College is a private liberal arts four year institution.

[2] Strother Field Industrial Park is jointly owned by the City, with the City of Arkansas City, described further in note 1.A.3.

[3] Winfield USD #465 is the local school district.

D. Economic Development Loan Receivable

In January 2011, the City sold Baden Hall, an unoccupied building, to Baden Hall Limited Partnership (developer) for \$1. The building was rehabilitated and developed into a 24-unit residential rental property for households with low and moderate income. In addition, the City agreed to a 30-year no-interest loan of \$248,000 to the developer. The contract was structured to require no loan payments until the end of the thirty years. The loaned funds consist of prior years' private donations to the "Baden Hall Preservation Committee for the Preservation and Renovation of Baden Hall". Because the loaned funds are not available to finance expenditures of the current fiscal year, there is a corresponding liability is recorded as a deferred inflow of resources in the general fund.

11. Deferred Outflows of Resources and Deferred Inflows of Resources

Governmental funds report deferred inflows of resources in connection for revenues that are not considered to be available to liquidate liabilities of the current period. In accordance with Kansas 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 1st of each year. Consequently, for revenue recognition, the taxes levied during the current year are not due and receivable until the ensuing year. These taxes are recorded as deferred inflows of resources in the fund financial statements. Similarly, special assessment taxes are levied over a 10 to 20 year period. The taxes levied are a lien on the property and are recoded as special assessments receivable in the debt service fund with a corresponding amount recorded as deferred inflows of resources in the fund financial statements. Below is a summary of the deferred revenue reported in the governmental funds.

Fund	Unavailable
Property taxes receivable	
General	\$ 2,433,781
Debt Service	610,330
Other Governmental	582,871
Special assessments receivable	
General	83,038
Debt Service	2,118,908
Unearned revenues	
General	248,000
Debt Service	91,944
Total	<u>\$ 6,168,872</u>

12. Changes in Capital Assets

Capital asset activity of the primary government for the year ended December 31, 2014 was as follows:

	Balance, January 1	Capital Acquisitions	Dispositions	Transfers/ Reclassifications	Balance, December 31
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 1,906,714	\$ -	\$ -	\$ (3,251)	\$ 1,903,463
Construction in progress	103,663	-	-	(60,051)	43,612
Total capital assets, not being depreciated	<u>\$ 2,010,377</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (63,302)</u>	<u>\$ 1,947,075</u>
Capital assets, being depreciated:					
Buildings	\$ 10,763,293	\$ -	\$ -	\$ (1,044,977)	\$ 9,718,316
Other improvements/infrastructure	25,838,579	1,892,005	-	(79,621)	27,650,963
Machinery and equipment	10,000,886	956,598	(106,264)	(921,023)	9,930,197
Total capital assets, being depreciated	<u>46,602,758</u>	<u>2,848,603</u>	<u>(106,264)</u>	<u>(2,045,621)</u>	<u>47,299,476</u>
Less accumulated depreciation for:					
Buildings	(4,094,923)	(218,949)	-	501,276	(3,812,596)
Infrastructure	(5,713,150)	(561,231)	-	31,860	(6,242,521)
Machinery and equipment	(8,283,182)	(948,471)	183,313	729,011	(8,319,329)
Less accumulated depreciation	<u>(18,091,255)</u>	<u>(1,728,651)</u>	<u>183,313</u>	<u>1,262,147</u>	<u>(18,374,446)</u>
Total capital assets, being depreciated, net	<u>\$ 28,511,503</u>	<u>\$ 1,119,952</u>	<u>\$ 77,049</u>	<u>\$ (783,474)</u>	<u>\$ 28,925,030</u>

	Balance January 1	Additions	Deletions	Transfers/ Reclassifications	Balance December 31
Business activities:					
Capital assets, not being depreciated:					
Land	\$ 827,527	\$ -	\$ -	\$ -	\$ 827,527
Construction in Progress	-	-	-	-	-
Total capital assets, not being depreciated	<u>\$ 827,527</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 827,527</u>
Capital assets, being depreciated:					
Buildings	\$ 11,310,765	\$ 133,865	\$ -	\$ 1,063,437	\$ 12,508,067
Other improvements/infrastructure	59,959,827	1,033,104	(561,320)	64,223	60,495,834
Machinery and equipment	29,047,793	890,579	(207,103)	963,717	30,694,986
Total capital assets, being depreciated	<u>100,318,385</u>	<u>2,057,548</u>	<u>(768,423)</u>	<u>2,091,377</u>	<u>103,698,887</u>
Less accumulated depreciation for:					
Buildings	(7,386,426)	(409,094)	-	(501,276)	(8,296,796)
Infrastructure	(28,120,104)	(1,312,027)	411,845	(31,863)	(29,052,149)
Machinery and equipment	(20,000,845)	(947,816)	355,775	(712,970)	(21,305,856)
	<u>(55,507,375)</u>	<u>(2,668,937)</u>	<u>767,620</u>	<u>(1,246,109)</u>	<u>(58,654,801)</u>
Total capital assets, being depreciated, net	<u>\$ 44,811,010</u>	<u>\$ (611,389)</u>	<u>\$ (803)</u>	<u>\$ 845,268</u>	<u>\$ 45,044,086</u>

13. Depreciation Allocations

Depreciation expense in 2014 was charged to function/programs of the primary government, as follows:

Governmental activities:

General government	\$ 416,516
Public safety	238,863
Public works	798,888
Cemetery	7,724
Culture and recreation	266,660
Total depreciation expense - governmental activities	<u>\$ 1,728,651</u>

Business-type activities:

Electric	1,255,129
Gas	132,909
Water	474,869
Refuse	71,732
Wastewater	675,520
Golf course	58,778
Total depreciation expense - business-type activities	<u>\$ 2,668,937</u>

14. Capital Projects

At December 31, 2014, the City had the following major improvement/construction projects in progress:

	Amount Authorized	Expenditures Project To-Date	Construction Commitments at 12-31-14
[a] Geometric Main St.	\$ 735,000	\$ 53,739	\$ 33,461
[b] 2015 KLINK	\$ 150,000	7,976	\$ 1,898
[c] Stewart Street Improvements	\$ 1,700,000	1,522,104	\$ -
[d] Golf Course Pump Station	\$ 50,000	\$ 37,500	\$ 37,500
[e] Library Parking Lot	\$ 150,000	\$ -	\$ -
[f] Water Treatment Plant Line	\$ 150,000	\$ 145,530	\$ -
[g] East Ninth Resurfacing Street Project	\$ 150,000	\$ 186,193	\$ -
[h] 2014 Temporary Note Equipment	\$ 100,000	\$ -	\$ -
[i] Gottlob Business Park	\$ 4,410,000	\$ 3,827,936	\$ -
[j] Vaughn Tennis Courts	\$ 802,818	\$ 873,548	\$ -
[k] Winfield Recreation Improvements	\$ 735,000	\$ 502,113	\$ -
[l] EMS ambulance	\$ 150,000	\$ 148,916	\$ -
[m] 2013 Temporary Note Equipment	\$ 479,411	\$ 479,411	\$ -

15. General Obligation Temporary Notes Series 2014-1

Kansas law permits the issuance of temporary notes to finance certain capital improvement projects which will be refinanced with general obligation bonds. Prior to the issuance of the temporary notes, the City must take the necessary legal steps to authorize the issuance of general obligation bonds. 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. The City of Winfield took advantage of CIP financing tools and the economic conditions to capitalize on low interest rates with the issuance of a 2014 temporary note for multiple projects included the retiring of the 2012 and 2013 temporary notes. The new projects financed included the following: Stewart Street replacement and utility upgrades, Golf course pump station improvements, Library Parking Lot improvements, Water treatment plant improvements, East Ninth resurfacing project, 2015 KLINK, Geometric street and utility project, and various equipment purchases. The refinancing of the 2012 and 2014 temporary notes included construction improvements of the T.H. Vaughan Tennis Courts, the Winfield Recreation Center improvements, development of Gottlob Business Park, water tower upgrades, and various equipment purchases. The maturity date for these temporary notes is December 1, 2015. These general obligation temporary notes will be refinanced into general obligation bonds in September 2015. See subsequent event no. 27-C.

Below is a listing of temporary notes payable at December 31, 2014:

Year of Issuance	Interest Rate	Original Debt	Amount Outstanding at December 31	Maturity date
2014	0.75%	\$7,330,000	\$7,330,000	12/1/2015
2014	0.50%	745,000	\$745,000	12/1/2015

16. Long-Term Debt

A. Capitalized Lease Obligations

The City has entered into lease agreements as lessee for financing the purchase of several assets. Such leases qualify as capital leases for accounting purposes and, accordingly, have been recorded at the present value of the minimum payments at the date of lease inception. The total cost of those assets being purchased through capital leases amount to \$3,765,000. Of that total, \$460,000 is governmental activities assets, and \$3,305,000 is business type activities assets. Below is a listing of the capital leases payable at December 31, 2014.

	Interest Rate	Balance December 31
Governmental activities		
Aerial fire truck	4.57%	\$ 234,732
Business activities		
Wastewater treatment plant	2.20%	\$ 2,088,244

The annual debt service requirements to maturity for capital lease obligations are as follows:

Year Ending Dec 31	Governmental Activities			Year Ending Dec 31	Business-Type Activities		
	Total	Principal	Interest		Total	Principal	Interest
2015	120,889	116,178	4,711	2015	548,239	504,685	43,554
2016	120,940	118,554	2,386	2016	548,238	515,951	32,287
2017	-	-	-	2017	548,239	527,469	20,770
2018	-	-	-	2018	549,134	540,139	8,995
2019	-	-	-	2019	-	-	-
	<u>241,829</u>	<u>\$ 234,732</u>	<u>\$ 7,097</u>		<u>2,193,850</u>	<u>\$ 2,088,244</u>	<u>\$ 105,606</u>

B. General Obligation Bonds Payable

General obligation bonds outstanding at December 31, 2014 are as follows:

		Interest Rate	Final Maturity Date	Total 12/31/2014
[1]	Series 2005A GO	3.70-4.30	2021	475,000.00
[2]	Series 2005B GO refunding	3.35-4.00	2019	905,000.00
[3]	Series 2006A GO	3.60-4.50	2021	440,000.00
[4]	Series 2008A GO	3.625-4.3	2026	2,960,000.00
[5]	Series 2010A GO refunding	2.00-3.10	2025	5,815,000
[6]	Series 2012A GO refunding	.80-1.60	2018	855,000
				<u>\$ 11,450,000</u>

[1] Series 2005A GO bonds provided financing for several benefit district projects. Special assessments against the benefit districts' landowners will repay the City the debt costs over a fifteen year period.

[2] Series 2005B GO refunding issue refunded a portion of outstanding 1999A GO bonds. Those bonds financed Meyer hall, the Broadway Recreation Complex, and two special assessment districts.

[3] Series 2006A GO bonds financed the City's Utt business park, and three special assessment districts.

[4] Series 2008A GO bonds four special assessment districts (Cottonwood Court, Hiatt Hills, Morningview Acres, Thomas Canyon), zoysia grass replacement at the City's Quail Ridge golf course, and street/stormwater improvement projects.

[5] Series 2010A GO refunding bonds provided financing for two street improvement projects, and provided current refunding for two KDHE water loans, the 2002A GO bonds, and two KDOT street improvement loans.

[6] Series 2012A GO refunding issue refunded Series 2002B GO Bonds which refunded the 1996 Series 154 bonds that financed the aquatic center and three special assessment districts. This bond also refinanced Series 2003A GO bonds which provided financing for municipal building capital improvements and a section of Bliss Street drainage and street improvements.

All of the above general obligation bonds are capital-related debt of the governmental activities. Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending Dec 31	Total	Principal	Interest
2015	2,110,807	1,770,000	340,807
2016	1,884,569	1,590,000	294,569
2017	1,650,347	1,400,000	250,347
2018	1,559,835	1,350,000	209,835
2019-2023	4,810,917	4,290,000	520,917
2024-2028	1,089,484	1,050,000	39,484
	<u>\$ 13,105,959</u>	<u>\$ 11,450,000</u>	<u>\$ 1,655,959</u>

C. Other Long-Term Debt

The City has an inter-local agreement with the City of Arkansas City, Kansas related to construction of a county-wide animal shelter. The agreement provides for the City of Winfield to make annual payments to Arkansas City for an agreed-upon share of the costs. The City's general fund provides funding for these payments.

Below is a summary of these liabilities at December 31, 2014:

	Governmental Activities
Animal shelter	<u>\$ 96,000</u>

The contractual payments to maturity of these interlocal agreements are as follows:

Year Ending Dec 31	Total
2015	32,000
2016	32,000
2017	32,000
	<u>\$ 96,000</u>

D. Changes in Long-Term Debt

Long-term debt activity for the year ended December 31, 2014 is as follows:

	Balance, January 1	Additions	Payments	Balance, December 31	Due within one year
Governmental Activities					
General Obligation Bonds	\$ 7,842,809	\$ -	\$ 1,300,903	\$ 6,541,906	\$ 1,323,648
Capital leases	348,547	-	113,815	234,732	116,178
Temporary Notes	4,695,000	7,525,000	4,695,000	7,525,000	7,525,000
Interlocal agreement debt	128,000	-	32,000	96,000	32,000
Employee compensated absences	440,886	252,954	332,194	361,646	237,645
Net unamortized premium	12,166	-	2,948	9,218	2,196
Net other post employment benefits obligation	267,009	8,732	-	275,741	-
Total long-term liabilities - governmental activities	<u>\$ 13,734,417</u>	<u>\$ 7,786,686</u>	<u>6,476,860</u>	<u>\$ 15,044,243</u>	<u>\$ 9,236,667</u>
	Balance, January 1	Additions	Payments	Balance, December 31	Due within one year
Business-type Activities					
General Obligation Bonds	5,347,191	-	439,097	4,908,094	446,351
Temporary Notes	550,000	550,000	550,000	550,000	550,000
Capital leases	2,581,309	-	493,065	2,088,244	504,685
Net unamortized premiums	40,231	-	3,880	36,351	3,880
Employee compensated absences	252,804	407,111	232,354	427,561	199,168
Net other post employment benefits obligation	177,474	80,500	-	257,974	-
Total long-term liabilities - business-type activities	<u>\$ 8,949,010</u>	<u>\$ 1,037,611</u>	<u>1,718,396</u>	<u>\$ 8,268,225</u>	<u>\$ 1,704,084</u>

Generally, compensated absences are liquidated by the specific governmental funds that pay the employees' salaries and benefits. The net investment in capital assets only includes debt related to the acquisition, construction or improvement of capital assets, not all long-term liabilities.

E. Conduit Debt Obligations

From time to time the City has issued industrial revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. These are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. The City is not obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. In 2014, \$738,445 of conduit debt was paid. At December 31, 2014, there were eight series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of \$49,740,310.

17. Interest Expense

Below is a summary of the interest expense related to debt for the fiscal year 2014:

	Total Interest Expense	Governmental Activities	Business Activities
General obligation bonds	\$ 370,208	\$ 250,750	\$ 129,146
Capital leases	52,628	434	4,465
	<u>\$ 422,836</u>	<u>\$ 251,184</u>	<u>\$ 133,611</u>

18. Long-Term Operating Leases

The City leases certain equipment and real estate under long-term non-cancelable operating leases from third-party vendors. Below is a summary of the non-cancelable minimum future rental payments at December 31, 2014:

Year Ending December 31	Total	Governmental Activities	Business-type Activities
2015	26,252	17,852	8,400
2016	8,400	-	8,400
2017	8,400	-	8,400
2018	6,300	-	6,300
2019	-	-	-
Total minimum future rentals	<u>\$ 49,352</u>	<u>\$ 17,852</u>	<u>\$ 31,500</u>

Expenditures in the government-wide governmental and business-type activities for 2014 include \$17,852 and \$8,400 respectively, of operating lease payments.

19. Inter-fund Transfers

Interfund transfers reflect the flow of resources from one fund to another fund, generally from the fund in which the resources are received or reside to the fund in which the resources will be expended. All transfers were budgeted transfers, transfers of resources to the funds actually expending the funds, or construction fund balances transferred to the bond and interest fund for debt repayment. Below is a summary of 2014 inter-fund cash transfers:

<u>Transfers to</u>				
<u>Transfers from</u>	General	Bond and Interest	Capital Improv	Nonmajor Gov't'l
Primary Government:				
General	\$ -	\$ -	\$ 1,017,063	\$ 293,619
Capital Improv	75,000	674,801	-	-
Nonmajor Gov't'l	-	-	12,719	16
Electric	1,798,870	-	-	26,000
Gas	525,128	-	-	20,000
Water	123,029	569,217	-	36,128
Refuse	83,421	-	-	-
Wastewater	35,000	-	-	-
Stormwater	-	113,638	-	-
Nonmajor Enterprise	-	-	-	-
Bond & Interest	-	-	-	-
Total Reporting Entity	<u>\$ 2,640,448</u>	<u>\$ 1,357,656</u>	<u>\$ 1,029,782</u>	<u>\$ 375,763</u>

<u>Transfers to (continued)</u>				
<u>Transfers from</u>	Major Enterprise	Capital Projects	Nonmajor Enterprise	Totals
General	\$ -	\$ 10,000	\$ -	\$ 1,320,682
Capital Improvements	-	-	-	749,801
Nonmajor Governmental	-	-	-	12,735
Electric	600,628	-	124,025	2,549,523
Gas	25,000	-	82,500	652,628
Water	-	-	-	728,374
Refuse	-	-	-	83,421
Wastewater	15,000	-	50,000	100,000
Stormwater	-	-	-	113,638
Nonmajor Enterprise	30,000	-	-	30,000
Bond & Interest	-	3,085,000	-	3,085,000
Total Reporting Entity	<u>\$ 670,628</u>	<u>\$ 3,095,000</u>	<u>\$ 256,525</u>	<u>\$ 9,425,802</u>

In addition, the City transferred funds to the following component unit in 2014:

<u>Transfers from</u>	<u>Winfield Public Library</u>
Primary Government:	
Library Fund	\$ 766,603

20. Interfund Receivables/Payables

The City utilizes two internal service funds to account for utility receivables (see note 7.A.) and fleet management inventories. Advances from the general fund and the enterprise utility funds were used to create the internal service funds. These advances are considered to be long-term, and the intent is not to repay these amounts within one year. Below is a summary of the advances to the internal service funds:

	Interfund Advances from	Interfund Advances to
Governmental funds:		
General Fund	\$ 20,265	\$ -
Special Improvements	41,720	-
Capital Projects	-	41,720
Business-type funds:		
Electric	27,587	-
Gas	6,645	-
Water	2,969	-
Sewer	4,912	-
Subtotal	<u>104,098</u>	<u>41,720</u>
Nonmajor business-type funds:		
Refuse	7,620	-
Subtotal	<u>7,620</u>	<u>-</u>
Internal Service funds:		
Fleet management	-	69,998
Subtotal	<u>-</u>	<u>69,998</u>
Total	<u>\$ 111,718</u>	<u>\$ 111,718</u>

21. Net Position and Fund Balances

A. Net Position

Net Position is the excess of all the City's assets over all its liabilities, regardless of fund. Net Position is divided into three captions under GASB Statement 34. These captions apply only to Net Position, which is determined only at the Government-wide level, and are described below:

Net Investment in capital assets describes the portion of Net Position, which is represented by the current net book value of the City's capital assets, less the outstanding balance of any debt issued to finance these assets.

Restricted describes the portion of Net Position whose use is not subject solely to the City's own discretion. This includes resources subject to externally imposed restrictions, such as creditors, grantors, contributors, other governments' regulations, and other enabling legislation. Included in governmental-type restricted assets is \$859,772 of net position restricted by legally enforceable enabling legislation

Unrestricted describes the portion of Net Position that is not restricted as to use.

It is the City's policy to apply restricted resources prior to the use of unrestricted resources, when the option is available. When an expenditure is made and multiple fund balance classifications are available, fund balance is depleted in the order of restricted, committed, assigned, and unassigned.

B. Fund Balances

Government Accounting Standards Board (GASB) 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, became effective for the City beginning with fiscal year 2011. The purpose of GASB Statement 54 is to improve the reporting of fund balance. This statement also clarifies certain terms used in the definition of existing governmental fund types so that classifications are more easily understood and can be applied consistently between information reported in the government-wide financial statements and the governmental fund financial statements. As prescribed by GASB Statement No. 54, governmental fund balance classifications are based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

In accordance with GASB Statement 54, the City classifies governmental fund balances according the City of Winfield Fund Balance Policy are based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

1. Non-spendable – includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints. These constraints are binding until the legal requirements is repealed
2. Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.
3. Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority, the city commission, and do not lapse at year-end. These are proposed through a ordinance by the highest level of decision making authority, City Commission. Commitments may be changed or lifted only by the City Commission, taking the same formal action that imposed the constraint originally (ordinance) as prescribed by the City of Winfield Fund Balance policy.
4. Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Intent is express by the Commission or an official to whom the City Commission has the delegated authority to. The City Commission has delegated authority to the City Manager or the Director of Finance to assign amounts to be used for specific purposes as prescribed by the City of Winfield Fund Balance policy.
5. Unassigned includes positive fund balance within the general fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

The governmental fund balance classifications and amounts at December 31, 2014, are shown in the following table:

	Total Governmental Funds	General	Bond and Interest	Capital Improvements	Other Non-major Governmental
Nonspendable:					
Advance to Other Funds	\$ 20,265	\$ 20,265	\$ -	\$ -	\$ -
Cemetery	6,000	-	-	-	6,000
	<u>26,265</u>	<u>20,265</u>	<u>-</u>	<u>-</u>	<u>6,000</u>
Restricted for:					
Capital Improvements	133,057	-	-	133,057	-
Court Programs	-	-	-	-	-
Culture/Recreation	194,708	-	-	-	194,708
Debt Service	290,596	-	290,596	-	-
Drug/Alcohol Programs	21,201	-	-	-	21,201
Energy Grant	-	-	-	-	-
Equipment Acquisition	65,057	-	-	-	65,057
Legal/Uninsured Liabilities	2,139	-	-	-	2,139
Levee Maintenance	49,369	-	-	-	49,369
Library	17,381	-	-	-	17,381
Police/Public Safety	56,467	-	-	-	56,467
Tourism Development	-	-	-	-	-
	<u>829,975</u>	<u>-</u>	<u>290,596</u>	<u>133,057</u>	<u>406,322</u>
Committed for:					
Capital Improvements	-	-	-	-	-
Cemetery Improvements	74,209	-	-	-	74,209
Fairgrounds Improvements	105,611	-	-	-	105,611
Streets Maintenance	58,538	-	-	-	58,538
Water Quality Programs	88,672	-	-	-	88,672
	<u>327,029</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>327,029</u>
Assigned for:					
Capital Projects	1,999,297	-	-	-	1,999,297
Senior Citizens Programs	-	-	-	-	-
	<u>1,999,297</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,999,297</u>
Unassigned	<u>1,171,872</u>	<u>1,171,872</u>	<u>-</u>	<u>-</u>	<u>-</u>
Totals	\$ 4,354,439	\$ 1,192,137	\$ 290,596	\$ 133,057	\$ 2,738,648

The City uses restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as a grant agreement requiring dollar for dollar spending. Additionally, the City would first use committed then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made as prescribed by the City of Winfield Fund Balance policy that was formally adopted in June of 2014.

The City uses encumbrances to control expenditure commitments for the year and to enhance cash management. Encumbrances represent commitments related to executed contracts not yet performed and purchase orders not yet filled. Commitments for such expenditure of monies are encumbered to reserve portion of applicable appropriations. As of December 31, 2014 the City had a total of \$949,622 in encumbrances.

22. Defined Benefit Pension Plan

Plan description

The City of Winfield participates in the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen's Retirement System (KP&F). Both are part of a cost sharing multiple-employer defined benefit pension plans as provided by Kansas law. KPERS and KP&F provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS and KP&F issue a publicly available financial report (only one is issued) that includes financial statements and require supplementary information. Those may be obtained by writing to KPERS (611 South Kansas Avenue, Suite 100, Topeka, KS 66603-3803) or by calling 1-888-275-5737.

Funding policy

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

23. Defined Contribution Plan

The City established a 401(a) money purchase deferred compensation plan in 2004 for the benefit of employees. Employees, who have reached the top step in their position's pay range, and make a minimum contribution of \$20 per pay period into the City-sponsored 457 plan, are eligible for employer contributions into the 401(a) plan. The plan provides that the City make a matching contribution, up to \$20 per pay period. The City contributed \$61,040 to employee accounts in 2014. The City of Winfield administers the plan, and has the authority for establishing and amending the plan's provisions and contribution requirements. Employees have the option of investing contributions in ING Life Insurance and Annuity Company investments (Empower) or ICMA-RC investments.

24. Deferred Compensation Plan

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. Employees may choose between the VOYA 457 plan, or the ICMA plan. The plan, available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Assets of the plan, valued at current market prices, are held in trust for the benefit of the participants.

All amounts of compensation deferred under the plan as well as earnings attributable to those amounts, are solely the property of the participant employees. Accordingly, the assets and related liabilities for the plan are not recorded in the accompanying financial statements. Flexible Benefit Plan (I.R.C. Section 125). The City Commission has adopted by resolution a salary reduction flexible benefit plan ("Plan") under Section 125 of the Internal Revenue Code. All permanent full-time employees are eligible to participate in the Plan beginning after one full month of employment. Each participant may elect to reduce his or her salary to purchase benefits offered through the Plan. Benefits offered through the Plan include various and disability benefits.

25. Postemployment Health Care Plan

Plan Description

The City sponsors a single-employer defined benefit healthcare plan that provides healthcare benefits to eligible early retirees, including medical and dental coverage. K.S.A. 12-5040 requires all local governmental entities in the state that provide a group health care plan to make participation available to all retirees and dependents until the retiree reaches the age of 65 years. No separate financial report is issued for the Plan.

The City requires retirees to pay the same premiums charged to COBRA participants with a 2% additional charge for administrative expenses. The rates being paid by retirees for benefits are typically lower than those for individual health insurance policies. The difference between these amounts is the implicit rate subsidy, which is considered other post employment benefits (OPEB) under Governmental Accounting Standards Board Statement No. 45 (GASB Statement 45).

Retirees and spouses have the same benefits as active employees. Retiree coverage terminates either when the retiree becomes covered under another employer health plan, or when the retiree reaches Medicare eligibility age which is currently age 65. Spousal coverage is available until the retiree becomes covered under another employer health plan, attains Medicare eligibility age, or dies.

Funding Policy

GASB Statement 45 does not require funding of the OPEB liability, and the City has chosen not to fund it. City policy dictates the payment of retiree claims as they become due. Plan participants contributed approximately \$85,000 to the Plan (102% of total premiums) through their required contribution of \$909 per month for family coverage and \$395 for retiree-only coverage.

Annual OPEB Cost and Net OPEB Obligation

The City's annual OPEB cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. GASB Statement 45 requires an actuarial study to be performed at a minimum biennially. The latest actuarial valuation date is January 1, 2014. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years.

The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation to the Plan:

Annual required contribution (ARC)	\$ 138,482
Interest on net OPEB obligation	22,224
Adjustment to annual required contribution	<u>28,915</u>
Annual OPEB cost (expense)	131,791
Contributions, net	<u>(42,557)</u>
Change in net OPEB obligation	89,234
Net OPEB obligation - beginning of year	<u>444,480</u>
Net OPEB obligation - end of year	<u>\$ 533,714</u>

The following table shows the breakdown of the City's annual OPEB liability.

Allocation by Type	OPEB
Governmental funds	275,741
Proprietary funds	<u>257,974</u>
Total	<u>533,714</u>

Funded Status and Funding Progress

The city's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the year ended December 31, 2014 was as follows:

Fiscal Year Ended	Annual OPEB Cost	Net Employer Contributions	Percentage of OPEB Contributions	Net OPEB Obligation
12-31-2008	\$96,300	\$ 18,334	19.04%	\$ 77,966
12-31-2009	18,334	-	0.00%	96,300
12-31-2010	115,269	28,678	24.88%	182,891
12-31-2011	115,269	28,678	24.88%	269,482
12-31-2012	126,325	38,825	30.73%	356,982
12-31-2013	126,325	38,825	30.73%	444,482
12-31-2014	131,791	42,557	32.29%	533,716

As of January 1, 2014, the most recent actuarial valuation date, the plan was not funded. The actuarial liability for benefits was \$1,132,796, and there was no actuarial value of assets resulting in an unfunded actuarial accrued liability of \$1,132,796. The covered payroll (annual payroll of active employees covered by the plan) was \$6,774,798, and the ratio of unfunded actuarial accrued liability to the covered payroll was 16.7 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, present multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2014 actuarial valuation, the projected unit credit method was applied. The actuarial assumptions included a 5 percent investment rate of return, which is a blended rate of the expected long-term investment returns on the City's pooled funds and investments. The valuation assumed annual healthcare cost trend rates of seven percent in years 2014, and an ultimate rate of five percent after 2021. Salaries expense and inflation are projected to increase four percent annually. The valuation followed generally accepted actuarial methods and included tests as considered necessary to assure the accuracy of the results. The UAAL is being amortized as a level dollar over an open thirty-year period.

26. Risk Management

The City's insurance coverage consists of both self-insurance and policies maintained with various carriers. The City uses four internal service funds to address four risk areas – general risk management, workers' compensation, health insurance, and short-term disability insurance. The City records liabilities for known claims and estimated liabilities incurred but not reported at year-end. These claims are reflected under accounts payable and accrued liabilities in the internal service funds.

A. Risk Management Reserve

Established in 1987 according to the provisions of K.S.A. 12-2615, this fund provides for paying for insurance premiums, deductibles, excess liability losses, uninsured losses, and insurable losses not otherwise covered. Insurance deductibles vary by type of property insurance coverage. Funding, when determined necessary, for the risk management reserve fund, is provided by annual contributions from other City functions that have an insurable risk based on actuarial computations, provided by an insurance consultant. The City purchases commercial insurance coverage for all substantial areas of risk, including property loss, auto liability, boiler and machinery, general and public officials' liability. Insurance policy premiums are paid through both individual funds and the risk management fund. Insurance settlements did not exceed insurance coverage in 2014 or the prior two years.

The following is a summary in changes of liability activity under the plan for 2014 and the prior two years:

	2014	2013	2012
Liability balance, beginning	\$ -	\$ 2,949	\$ 11,190
Claims	5,936	21,924	149,887
Less insurance/other reimbursements	(11,872)	(46,797)	(180,903)
Total costs incurred	(5,936)	(21,924)	(19,826)
Less claims paid	5,936	21,924	22,775
Liability balance, ending	\$ -	\$ -	\$ 2,949

B. Kansas Eastern Region Insurance Trust

Prior to 2011, the City maintained a partially self-funded workers' compensation program to cover substantially all full-time and part-time City employees. The City pays workers compensation claims for incidents occurring prior to 2011 through this fund. In 2011, the City joined Kansas Eastern Region Insurance Trust (KERIT), a self-funded insurance risk pool, and claims for 2011 and forward are handled by KERIT. KERIT membership is comprised of seventeen government entities within the State of Kansas.

C. Workers Compensation Fund

Workers' Compensation Insurance settlements did not exceed insurance coverage in 2014 or the prior two years. Two employees' cumulative claims stemming from prior years' work-injury incidents did exceed the City's excess claims coverage. All claims related to these two incidents, originating in 1998 and 2001, are being paid through the excess coverage insurance policy, and not a claims liability for the City.

The following represents the changes in the liability activity of the self-funded worker's compensation program for 2014 and the prior two years:

	2014	2013	2012
Liability balance, beginning	\$ 89,701	\$ 78,616	\$ 101,993
Claims incurred	27,440	148,394	34,532
Less insurance coverage reimbursements	(28,048)	(40,181)	(11,551)
Total costs incurred	89,093	186,829	124,974
Less claims paid	(28,919)	(97,128)	(46,358)
Liability balance, ending	\$ 60,174	\$ 89,701	\$ 78,616

D. Health Insurance Reserve

The City created the health insurance reserve in 1993, the purpose to accumulate monies to eventually fund a partially self-insured health insurance program. Funds accumulated may be used to pay excess losses, health claims, partial payments of health insurance premiums for employees, and other miscellaneous health insurance related expenses. Annual funding is provided by contributions from other funds, as determined by management in the budgeting process. Health insurance premiums are paid through this reserve fund, and funding is handled through contributions from other funds. The employee health insurance program is a fully insured program with health insurance offered to substantially all full-time employees of the City. Employee health insurance in 2014 was provided through Blue Cross Blue Shield. At December 31, 2014, the City had \$318,458 of net position available for future health insurance premiums. The funds are being retained to stabilize projected premium increases and provide a reserve, if the City should choose to self-insure in the future.

E. Short Term Disability Reserve

This reserve was created in 1997 to provide financial assistance to regular employees following sixty days of continuous disability. The benefit amounts to 50% of pre-disability weekly gross earnings up to a maximum weekly benefit of \$650, and is payable to an employee for a maximum of twenty-six weeks immediately following completion of the sixty-day waiting period. An employee may receive this benefit for a maximum of fifty-two weeks over his/her career with the City. At December 31, 2014, the City had \$207,365 of net position available for short term disability benefits to employees.

27. Contingencies and Commitments

A. Encumbrances:

At December 31, 2014, the City had the following amounts encumbered:

Governmental-type Funds:

General Fund	\$ 13,367
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NonMajor Funds:

Special Streets	4,940
Equipment Reserve	2,710
Capital Improvements	10,173

Business-type Funds:

Electric utility fund	117,242
Gas utility fund	122,177
Water utility fund	2,022
Refuse utility fund	197,036
Wastewater utility fund	120
Stormwater utility fund	6,197
Electric Depreciation fund	378,948
Municipal Golf Course	729

Internal Service funds:

Management Services	15,056
Service Center	1,350
Risk Management	3,859

Capital Project Funds:

Geometric KLINK	34,297
Golf Course Pump Station	37,500
2015 KLINK	1,899
Total entity-wide encumbrances	<u>\$ 949,623</u>

B. Electric Purchase Commitments

Kansas Power Pool

The City became a member of the Kansas Power Pool (KPP), a municipal energy agency, in January of 2005. KPP was created to provide economic benefits to its member cities, through coordination of collective electrical resources, facilities and loads. The city has power supply contracts with the Kansas Municipal Energy Agency (KMEA) for power supply from the Grand River Dam Authority (GRDA), and the Kansas City, Kansas Board of Public Utilities' Nearman Generation. The scheduling responsibilities for those contracts and the City's contract with the Southwestern Power Administration (SPA) have been assigned to KPP. That agency manages power supply on behalf of the City. The contracts with KMEA for GRDA Power and for Nearman Generation are in force through December 31, 2015 and May 31, 2018, respectively. KPP has entered into transmission arrangements with the Southwest Power Pool on behalf of the City. The City terminated its SPA power supply arrangement through KMEA in 2010, and entered into a contract directly with SPA. This contract is in force through May 31, 2025. In September 2011, the City entered into a twenty-year power purchase contract with KPP, to purchase all of the City's required electrical power.

The payment and scheduling responsibilities under all these contracts have all been assigned to KPP, and all billings and payments are handled through KPP. Payment responsibility for each of these contracts remains with the city for the full term of each contract and would be under the respective contract conditions should the city withdraw from KPP.

C. Kansas Disability Coalition Interim Settlement Agreement

The City was party to a lawsuit initiated by the Kansas Disability Coalition in 2006, and agreed to an interim settlement in August 2006. The provisions of the agreement require the City to achieve reasonable compliance with Title II of the American with Disabilities Act of 1990. A final court-approved agreement will be reached after the City completes and adopts a self-evaluation and transition plan for ADA compliance. Implementation of the transition plan will be over a 10 year period. At December 31, 2014, the City has expended \$1,127,876 in costs related to this plan.

D. Other Legal Matters

The City generally follows the practice of recording liabilities resulting from claims and legal actions only when it is probable that a liability has been incurred and the amount can be reasonably estimated. The City is defending its interest in various legal actions and claims against the City presently pending involving various miscellaneous claims, including workers' compensation claims. The ultimate liability that might result from the final resolution of the above matters is not presently determinable. In the opinion of management and its legal counsel, the probability of material aggregate liabilities resulting from these claims will not have an adverse material effect on the City's financial statements.

28. Subsequent Events

- A.** Management has performed an analysis of the activities and transactions subsequent to December 31, 2014, to determine the need for any adjustments to and/or disclosures within the audited financial statements. Management has performed their analysis through September 30, 2015, which is the date at which the financial statements were available to be issued.

B. Barr Trust Donation

In June 2015, The City of Winfield was the beneficiary of a trust settlement which resulted in the receipt of \$543,000 to be appropriated for funding of a new public safety facility. These monies have been set aside in a special revenue fund, Public Safety Facility Fund.

C. General Municipal Election

In April 2015, a General Municipal election was held in the City of Winfield, Kansas and on April 20, 2015, Commissioner Greg Thompson was re-elected for a four-year term. Commissioner Merrill Gordon stepped down and Brenda Butters was elected to a two-year term. Commissioner Beth Wilke remains on the commission.

D. 2015 General Obligation Bonds

In September 2015, The City commission authorized the sale of general obligation bonds, series 2015-A and 2015-B in the amount of \$11,415,000 and \$775,000 respectively. This issue is the result of retiring the 2014-1 general obligation temporary note, retiring the 2014-2 general obligation temporary note, refinancing general obligation bonds Series 2005-A, Series 2005-B, series 2006-A and an additional issue for Citywide improvements.

CITY OF WINFIELD, KANSAS
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2014

Other Postemployment Benefits Other than Pension

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Payroll
1/1/2008	\$0	\$782,186	\$782,186	0.00%	\$8,270,079	9.5%
1/1/2010	0	881,110	881,110	0.00%	7,948,411	11.1%
1/1/2012	0	1,068,057	1,068,057	0.00%	7,875,204	13.6%
1/1/2014	0	1,132,796	1,132,796	0.00%	6,774,798	16.7%

There were no significant factors affecting trends in the Actuarial Accrued Liability for the valuation completed January 1, 2014.

Financial Section

Supplementary
Information



NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue Funds are used to account for specific revenues that are legally restricted by either the City Commission or by outside entities for expenditures for specific purposes.

Flood Control – Maintenance costs of the flood levee are paid from this fund.

Special Parks and Recreation – Park and park equipment upgrades are paid from this fund. K.S.A. 79-49a102 requires one-third of the 10% gross receipts tax on the sale of alcoholic liquor be deposited into this fund for park enhancements.

Special Alcohol Program – Transfers are made from this fund to the City's D.A.R.E. Program fund. K.S.A. 79-49a102 requires one-third of the 10% gross receipts tax on the sale of alcoholic liquor to be deposited into this fund for expenses of drug and alcohol education, treatment, or prevention programs.

Law Enforcement Trust – K.S.A. 60-4117 requires the City to deposit the net proceeds of sales of forfeited property and moneys related to controlled substances activities to be deposited into a separate fund. Appropriations from this fund are not to be used to meet normal operating expenses of the police department. The statute defines allowable expenditures.

Water Preservation - Created in 2004 to provide funding for programs to protect the upstream quality of water flowing into the Winfield City Lake, the primary water source for the City of Winfield. A portion of annual lake permit fees and two cents for every one-thousand gallons of water usage billed provide the revenue sources for this fund.

Senior Citizen Facility – Senior Citizen Center expenses are paid from this fund. Funds are received from the Cowley County Council on Aging for this purpose.

Special Liability – City and City employee legal defense costs and various uninsured risk costs may be paid from this fund. Under K.S.A. 75-6110, the City levies property taxes to provide funding for this purpose.

Ambulance & Equipment - K.S.A 12-110d. required the City to create a special reserve fund for the replacement of ambulance or emergency medical service equipment.

Special Streets and Highway – Street and highway-related maintenance expenses are paid from this fund. The State of Kansas gasoline tax allotments are the primary funding source, and must be used for this purpose.

Industrial Development – Industrial and economic development related expenses are paid from this fund. Kansas statutes authorize the City to levy property taxes to provide funding for this purpose.

Tourism and Convention – Local tourism and convention promotional expenses are paid from this fund. Transient guest taxes are the primary funding source, received through the State of Kansas.

Fairgrounds Improvements – Cowley County Fairgrounds maintenance and improvement expenses may be paid from this fund. Fairgrounds facilities usage fees are the primary funding source.

Drug Task Force – Cowley County and the cities of Arkansas City and Winfield share drug task force duties within Cowley County, and utilize this fund to centrally manage and share drug task forces costs and funding sources.

Cemetery Improvement – Cemetery operations and maintenance expenses may be paid from this fund. One-third of the sales proceeds of each cemetery space and "pre-need" payments are the primary funding sources.

Public Library – Property taxes are levied for library operations. The City receives these collections from Cowley County, and remits to the Winfield Public Library, to be used for library operations.

Equipment Reserve - Transfers from other funds are accumulated to this fund, to provide for future equipment purchases.

NONMAJOR GOVERNMENTAL FUNDS (continued)

Grants and Contributions – Federal and state grants and contributions from private enterprise for general government type projects are funneled through this fund, for tracking and compliance purposes.

Alcohol and Drug Safety Action – Assessment fees collected by the municipal court in accordance with K.S.A. 8-1008, for alcohol or drug related charges, are deposited into this fund. Moneys are to be used only for court expenses involved in administering the provisions of the statute.

Capital Project Funds

Capital project funds are used to account for the acquisition and construction of major facilities, and for building and general improvements of city-owned structures and facilities, other than those financed by special revenue and enterprise funds.

Geometric Klink Main Street – A street resurfacing project on a main trafficway of the city. KDOT will be reimbursing a portion of the project, and the balance was financed by the city through general obligation bonds.

Stewart Street Improvement - A street and utility improvement project between 9th and 14th street in Winfield financed with general obligation temporary note proceeds.

Golf Course Pump Station - A golf course pump replacement project. This project was financed with general obligation temporary notes in 2014.

Library Parking Lot Improvements - A renovation of the City library parking lot. This project was financed with general obligation temporary notes in 2014.

Gottlob Business Park- – In April 2012, the City established Gottlob Business Park, an industrial and economic development project of approximately 100 acres. General Obligation Temporary Notes in addition to a state capital grant was used to finance this project.

Water Plant Improvements- A renovation to the water plant. This project was financed with general obligation temporary notes in 2014.

East Ninth Resurfacing Project- A street resurfacing project. This project was financed with general obligation temporary notes in 2014.

2014 Capital Equipment - The City issued debt to make several equipment purchases in 2014.

2015 KLINK - A street resurfacing project on a main trafficway of the City. This project was financed with general obligation temporary notes in 2014.

Vaughn Tennis Courts - The City entered into an agreement with the Unified School District 465, Southwestern College, and the Winfield Recreation Commission to expand and improve the tennis court facilities located on the south end of Whittier Elementary school. The City has taken on the roll of issuing debt, managing the expenditures of this project and maintain the records.

Winfield Recreation Improvements - The City entered into an agreement for the construction of improvements to the Winfield Recreation Center, an existing Public Building in the City of Winfield, Kansas but operated by the Winfield Recreation Commission. The Winfield Recreation Commission developed a plan for the improvements which were completed in 2013.

EMS Ambulance Fund- The City issued general obligation temporary notes to finance a new ambulance. The City acquired Winfield Area EMS in 2014 and the purchase was part of replacing aging EMS fleet.

2013 Temp Note Equipment - The City issued debt in the amount of \$2,610,000 which included monies allocated for equipment purchases in 2013.

Permanent Fund

Cemetery Endowment – This endowment from a citizen prohibits the use of the principal, and only the investment earnings can be used for cemetery improvements.

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CITY OF WINFIELD, KANSAS

Nonmajor Governmental Funds Combining Balance Sheet December 31, 2014

	Special Revenue Funds					
	Flood Control	Special Parks and Recreation	Special Alcohol Program	Law Enforcement Trust	Water Preservation	Senior Citizen Facility
ASSETS						
Pooled cash and investments	\$ 49,369	\$ 138,331	\$ 21,201	\$ 14,877	\$ 88,672	\$ 790
Taxes receivable	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-
Land held for Resale	-	-	-	-	-	-
Due from other governmental agencies	-	-	-	-	-	-
Total assets	<u>\$ 49,369</u>	<u>\$ 138,331</u>	<u>\$ 21,201</u>	<u>\$ 14,877</u>	<u>\$ 88,672</u>	<u>\$ 790</u>
LIABILITIES AND FUND BALANCES						
Accounts payable	\$ -	\$ 2,176	\$ -	\$ -	\$ -	\$ 16
Deficit Cash	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>2,176</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16</u>
Deferred Inflows of Resources:						
Deferred property tax receivable	-	-	-	-	-	-
Fund balances						
Nonspendable:	-	-	-	-	-	-
Restricted for:						
Court programs	-	-	-	-	-	-
Culture/recreation	-	136,155	-	-	-	774
Drug/alcohol programs	-	-	21,201	-	-	-
Tourism development	-	-	-	-	-	-
Equipment acquisition	-	-	-	-	-	-
Legal/uninsured liabilities	-	-	-	-	-	-
Levee maintenance	49,369	-	-	-	-	-
Library	-	-	-	-	-	-
Police/public safety	-	-	-	14,877	-	-
Committed for:						
Cemetery improvements	-	-	-	-	-	-
Fairgrounds improvements	-	-	-	-	-	-
Streets maintenance	-	-	-	-	-	-
Water quality programs	-	-	-	-	88,672	-
Assigned for:						
Capital projects	-	-	-	-	-	-
Total fund balances	<u>49,369</u>	<u>136,155</u>	<u>21,201</u>	<u>14,877</u>	<u>88,672</u>	<u>774</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 49,369</u>	<u>\$ 138,331</u>	<u>\$ 21,201</u>	<u>\$ 14,877</u>	<u>\$ 88,672</u>	<u>\$ 790</u>

Special Revenue Funds

Special Liability	Ambulance & Equipment	Special Streets and Highway	Industrial Development	Tourism and Convention	Fairgrounds Improvements	Drug Task Force
\$ 2,139	\$ 2,110	\$ 62,808	\$ 34,431	\$ 64,212	\$ 105,611	\$ 40,711
116,356	-	-	11,977	-	-	-
-	-	-	-	-	-	-
-	-	-	710,252	-	-	-
-	-	15,279	-	-	-	-
<u>\$ 118,495</u>	<u>2,110</u>	<u>\$ 78,087</u>	<u>\$ 756,660</u>	<u>\$ 64,212</u>	<u>\$ 105,611</u>	<u>\$ 40,711</u>
\$ -	\$ 1,050	\$ 19,549	\$ 833	\$ 6,433	\$ -	\$ -
-	-	-	-	-	-	-
-	1,050	19,549	833	6,433	-	-
116,356	-	-	11,977	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	57,779	-	-
-	1,060	-	-	-	-	-
2,139	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	40,711
-	-	-	-	-	-	-
-	-	-	-	-	105,611	-
-	-	58,538	-	-	-	-
-	-	-	-	-	-	-
-	-	-	743,850	-	-	-
2,139	1,060	58,538	743,850	57,779	105,611	40,711
<u>\$ 118,495</u>	<u>\$ 2,110</u>	<u>\$ 78,088</u>	<u>\$ 756,660</u>	<u>\$ 64,212</u>	<u>\$ 105,611</u>	<u>\$ 40,711</u>

CITY OF WINFIELD, KANSAS

Nonmajor Governmental Funds Combining Balance Sheet December 31, 2014

	Special Revenue Funds			Special Revenue Funds	
	Cemetery Improvement	Public Library	Equipment Reserve	Grants and Contributions	Alcohol & Drug Safety Action
ASSETS					
Pooled cash and investments	\$ 73,922	\$ 17,381	\$ 61,066	\$ -	\$ 878
Taxes receivable	-	454,538	-	-	-
Accounts receivable	332	-	-	32,802	-
Land held for resale	-	-	-	-	-
Due from other governmental agencies	-	-	-	-	-
Total assets	<u>\$ 74,254</u>	<u>\$ 471,919</u>	<u>\$ 61,066</u>	<u>\$ 32,802</u>	<u>\$ 878</u>
LIABILITIES AND FUND BALANCES					
Accounts payable	\$ 45	\$ -	\$ 27,296	\$ 59	\$ -
Deficit Cash	-	-	-	2,514	-
Total liabilities	<u>45</u>	<u>-</u>	<u>27,296</u>	<u>2,573</u>	<u>-</u>
Deferred Inflows of Resources:					
Deferred property tax receivable	-	454,538	-	-	-
Fund balances					
Nonspendable:	-	-	-	-	-
Restricted for:					
Court programs	-	-	-	-	878
Culture/recreation	-	-	-	-	-
Drug/alcohol programs	-	-	-	-	-
Tourism development	-	-	-	-	-
Equipment acquisition	-	-	33,769	30,228	-
Legal/uninsured liabilities	-	-	-	-	-
Levee maintenance	-	-	-	-	-
Library	-	17,381	-	-	-
Police/public safety	-	-	-	-	-
Committed for:					
Cemetery improvements	74,209	-	-	-	-
Fairgrounds improvements	-	-	-	-	-
Streets maintenance	-	-	-	-	-
Water quality programs	-	-	-	-	-
Assigned for:					
Capital projects	-	-	-	-	-
Total fund balances	<u>74,209</u>	<u>17,381</u>	<u>33,769</u>	<u>30,228</u>	<u>878</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 74,254</u>	<u>\$ 471,919</u>	<u>\$ 61,066</u>	<u>\$ 32,802</u>	<u>\$ 878</u>

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CITY OF WINFIELD, KANSAS

Nonmajor Governmental Funds Combining Balance Sheet December 31, 2014

	Capital Project Funds			
	Water Treatment Plant Improvements	East 9th Resurfacing Improvements	2014 Capital Equipment	2015 KLINK
ASSETS				
Pooled cash and investments	\$ (10,530)	\$ (36,193)	\$ 100,000	\$ 147,452
Taxes receivable	-	-	-	-
Accounts receivable	-	-	-	-
Land held for resale	-	-	-	-
Due from other governmental agencies	-	-	-	-
Total assets	<u>(10,530)</u>	<u>(36,193)</u>	<u>100,000</u>	<u>147,452</u>
LIABILITIES AND FUND BALANCES				
Accounts payable	\$ -	\$ -	\$ -	\$ 5,428
Deficit Cash	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,428</u>
Deferred Inflows of Resources:				
Deferred property tax receivable	-	-	-	-
Fund balances				
Nonspendable	-	-	-	-
Restricted for:				
Court programs	-	-	-	-
Culture/recreation	-	-	-	-
Drug/alcohol programs	-	-	-	-
Tourism development	-	-	-	-
Equipment acquisition	-	-	-	-
Legal/uninsured liabilities	-	-	-	-
Levee maintenance	-	-	-	-
Library	-	-	-	-
Police/public safety	-	-	-	-
Committed for:				
Cemetery improvements	-	-	-	-
Fairgrounds improvements	-	-	-	-
Streets maintenance	-	-	-	-
Water quality programs	-	-	-	-
Assigned for:				
Capital projects	<u>(10,530)</u>	<u>(36,193)</u>	<u>100,000</u>	<u>142,024</u>
Total fund balances	<u>(10,530)</u>	<u>(36,193)</u>	<u>100,000</u>	<u>142,024</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ (10,530)</u>	<u>\$ (36,193)</u>	<u>\$ 100,000</u>	<u>147,452</u>

Capital Project Funds				Permanent Fund	
Vaughn Tennis Courts	Winfield Recreation Improvements	EMS Ambulance Fund	2013 Temp Note Equipment	Cemetery Endowment	TOTALS
\$ 189,264	\$ -	\$ 1,084	\$ -	\$ 6,000	\$ 2,045,384
-	-	-	-	-	582,871
-	-	-	-	-	33,134
-	-	-	-	-	710,252
-	-	-	-	-	15,279
<u>\$ 189,264</u>	<u>\$ -</u>	<u>1,084</u>	<u>\$ -</u>	<u>\$ 6,000</u>	<u>\$ 3,386,919</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 62,886
-	-	-	-	-	2,514
-	-	-	-	-	65,400
-	-	-	-	-	582,871
-	-	-	-	6,000	6,000
-	-	-	-	-	878
-	-	-	-	-	136,929
-	-	-	-	-	21,201
-	-	-	-	-	57,779
-	-	-	-	-	65,057
-	-	-	-	-	2,139
-	-	-	-	-	49,369
-	-	-	-	-	17,381
-	-	-	-	-	55,588
-	-	-	-	-	74,209
-	-	-	-	-	105,611
-	-	-	-	-	58,538
-	-	-	-	-	88,672
<u>189,264</u>	<u>-</u>	<u>1,084</u>	<u>-</u>	<u>-</u>	<u>1,999,297</u>
<u>189,264</u>	<u>-</u>	<u>1,084</u>	<u>-</u>	<u>6,000</u>	<u>2,738,649</u>
<u>\$ 189,264</u>	<u>\$ -</u>	<u>\$ 1,084</u>	<u>\$ -</u>	<u>\$ 6,000</u>	<u>\$ 3,386,919</u>

CITY OF WINFIELD, KANSAS

Nonmajor Governmental Funds Combining Statement of Revenues, Expenditures, and Changes in Fund Balances FOR THE YEAR ENDED DECEMBER 31, 2014

	Special Revenue Funds						
	Flood Control	Special Parks and Recreation	Special Alcohol Program	Law Enforcement Trust	Water Preservation	Senior Citizen Facility	Special Liability
Revenues							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 138,785
Intergovernmental revenues	-	15,331	15,331	-	-	2,000	-
Charges for services	-	13,843	-	-	-	-	-
Interest	135	377	60	35	211	7	345
Other	-	10,743	1,771	760	-	2,020	-
Total revenues	<u>135</u>	<u>40,294</u>	<u>17,161</u>	<u>795</u>	<u>211</u>	<u>4,027</u>	<u>139,131</u>
Expenditures							
General government	-	-	-	-	-	-	273,738
Public safety	-	-	15,688	-	-	-	-
Public works	54	-	-	-	-	-	-
Cemetery	-	-	-	-	-	-	-
Culture and recreation	-	27,218	-	-	-	8,540	-
Health and welfare	-	-	-	-	6,185	-	-
Economic development	-	-	-	-	-	-	-
Total expenditures	<u>54</u>	<u>27,218</u>	<u>15,688</u>	<u>-</u>	<u>6,185</u>	<u>8,540</u>	<u>273,738</u>
Revenues over (under) expenditures	<u>81</u>	<u>13,076</u>	<u>1,473</u>	<u>795</u>	<u>(5,974)</u>	<u>(4,512)</u>	<u>(134,607)</u>
Other financing sources (uses)							
Transfers in	-	-	-	-	43,212	2,500	-
Transfers out	-	-	-	-	(12,719)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,493</u>	<u>2,500</u>	<u>-</u>
Net change in fund balances	<u>81</u>	<u>13,076</u>	<u>1,473</u>	<u>795</u>	<u>24,519</u>	<u>(2,012)</u>	<u>(134,607)</u>
Fund balances, January 1	<u>49,288</u>	<u>123,079</u>	<u>19,728</u>	<u>14,082</u>	<u>64,153</u>	<u>2,786</u>	<u>136,746</u>
Prior year adjustment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Restated Fund Balances, January 1	<u>49,288</u>	<u>123,079</u>	<u>19,728</u>	<u>14,082</u>	<u>64,153</u>	<u>2,786</u>	<u>136,746</u>
Fund balances, December 31	<u>\$ 49,369</u>	<u>\$ 136,155</u>	<u>\$ 21,201</u>	<u>\$ 14,877</u>	<u>\$ 88,672</u>	<u>\$ 774</u>	<u>\$ 2,139</u>

Special Revenue Funds

Ambulance & Fire Equipment	Special Streets and Highway	Industrial Development	Tourism and Convention	Fairgrounds Improvements	Drug Task Force	Cemetery Improvement
\$ -	\$ -	\$ 13,840	\$ -	\$ -	\$ -	\$ -
-	430,705	-	70,013	-	15,190	-
-	-	-	2,955	11,155	-	5,682
8	233	139	209	278	127	236
-	0	-	3,982	14,990	2,180	150
<u>8</u>	<u>430,938</u>	<u>13,979</u>	<u>77,160</u>	<u>26,423</u>	<u>17,497</u>	<u>6,068</u>
-	-	-	-	-	-	-
-	-	-	-	-	21,764	-
-	692,127	-	-	-	-	-
-	-	-	-	-	-	25,810
-	-	-	-	19,946	-	-
-	-	-	-	-	-	-
-	-	46,016	100,255	-	-	-
<u>-</u>	<u>692,127</u>	<u>46,016</u>	<u>100,255</u>	<u>19,946</u>	<u>21,764</u>	<u>25,810</u>
<u>8</u>	<u>(261,189)</u>	<u>(32,037)</u>	<u>(23,095)</u>	<u>6,477</u>	<u>(4,267)</u>	<u>(19,743)</u>
-	285,000	45,000	-	-	-	16
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>285,000</u>	<u>45,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16</u>
8	23,811	12,963	(23,095)	6,477	(4,267)	(19,726)
<u>1,052</u>	<u>34,727</u>	<u>730,887</u>	<u>80,874</u>	<u>99,134</u>	<u>44,978</u>	<u>93,935</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,052</u>	<u>34,727</u>	<u>730,887</u>	<u>80,874</u>	<u>99,134</u>	<u>44,978</u>	<u>93,935</u>
<u>\$ 1,060</u>	<u>\$ 58,538</u>	<u>\$ 743,850</u>	<u>\$ 57,779</u>	<u>\$ 105,611</u>	<u>\$ 40,711</u>	<u>\$ 74,209</u>

(Continued)

CITY OF WINFIELD, KANSAS
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
FOR THE YEAR ENDED DECEMBER 31, 2014

	Special Revenue Funds			
	Public Library	Equipment Reserve	Grants and Contributions	Alcohol & Drug Safety Action
Revenues				
Property taxes	\$ 525,525	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Interest	-	742	2,408	2
Other	-	-	80,595	-
Total revenues	<u>525,525</u>	<u>742</u>	<u>83,003</u>	<u>2</u>
Expenditures				
General government	-	474,666	-	-
Public safety	-	-	72,738	-
Public works	-	-	-	-
Cemetery	-	-	-	-
Culture and recreation	508,144	-	-	-
Health and welfare	-	-	-	-
Economic development	-	-	-	-
Total expenditures	<u>508,144</u>	<u>474,666</u>	<u>72,738</u>	<u>-</u>
Revenues over (under) expenditures	<u>17,381</u>	<u>(473,925)</u>	<u>10,265</u>	<u>2</u>
Other financing sources (uses)				
Transfers in	-	-	-	35
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>35</u>
Net change in fund balances	<u>17,381</u>	<u>(473,925)</u>	<u>10,265</u>	<u>37</u>
Fund balances, January 1	<u>-</u>	<u>507,694</u>	<u>19,963</u>	<u>841</u>
Prior year adjustment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Restated Fund Balance, January 1	<u>-</u>	<u>507,694</u>	<u>19,963</u>	<u>841</u>
Fund balances, December 31	<u>\$ 17,381</u>	<u>\$ 33,769</u>	<u>\$ 30,228</u>	<u>\$ 878</u>

Capital Project Funds						
Geometric Klink Main Street	Stewart Street Improvements	Golf Course Pump Station Improvements	Gottlob Business Park	Library Parking Lot Improvements	Water Treatment Plant Improvements	East 9th Resurfacing Improvements
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
29,996	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	7,500	-	-	-	-	-
29,996	7,500	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
52,904	1,522,104	-	-	-	145,530	186,193
-	-	-	-	-	-	-
-	-	37,500	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
52,904	1,522,104	37,500	-	-	145,530	186,193
(22,908)	(1,514,604)	(37,500)	-	-	(145,530)	(186,193)
500,000	1,700,000	50,000	-	150,000	135,000	150,000
-	-	-	-	-	-	-
500,000	1,700,000	50,000	-	150,000	135,000	150,000
477,092	185,396	12,500	-	150,000	(10,530)	(36,193)
(835)	-	-	44,810	-	-	-
835	-	-	-	-	-	-
-	-	-	44,810	-	-	-
\$ 477,092	\$ 185,396	\$ 12,500	\$ 44,810	\$ 150,000	\$ (10,530)	\$ (36,193)

CITY OF WINFIELD, KANSAS

Nonmajor Governmental Funds Combining Statement of Revenues, Expenditures, and Changes in Fund Balances FOR THE YEAR ENDED DECEMBER 31, 2014

	Capital Project Funds			
	2014 Capital Equipment	2015 KLINK	Vaughn Tennis Courts	Winfield Recreation Improvements
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Other	-	-	151,567	2,113
Total revenues	-	-	151,567	2,113
Expenditures				
General government			-	-
Public safety	-	-	-	-
Public works	-	7,976	-	-
Cemetery	-	-	-	-
Culture and recreation	-	-	96,159	-
Health and welfare	-	-	-	-
Economic development	-	-	-	-
Total expenditures	-	7,976	96,159	-
Revenues over (under) expenditures	-	(7,976)	55,408	2,113
Other financing sources (uses)				
Transfers in	100,000	150,000	10,000	-
Transfers out	-	-	-	-
Total other financing sources (uses)	100,000	150,000	10,000	-
Net change in fund balances	100,000	142,024	65,408	2,113
Fund balances, January 1	-	-	123,856	(2,113)
Prior year adjustment	-	-	-	-
Restated Fund Balances, January 1	-	-	123,856	(2,113)
Fund balances, December 31	\$ 100,000	\$ 142,024	\$ 189,263	\$ -

Capital Project Funds		Permanent Fund	
EMS Ambulance Fund	2013 Temp Note Equipment Equipment	Cemetery Endowment	TOTALS
\$ -	\$ -	\$ -	\$ 678,150
-	-	-	578,565
-	-	-	33,635
-	-	16	5,569
-	-	-	278,372
-	-	16	1,574,291
-	-	-	748,404
-	-	-	110,190
-	-	-	2,606,888
-	-	-	25,810
-	-	-	697,506
-	-	-	6,185
-	-	-	146,271
-	-	-	4,341,255
-	-	16	(2,766,964)
150,000	-	-	3,470,763
-	-	(16)	(12,735)
150,000	-	(16)	3,458,028
150,000	-	-	691,064
-	-	6,000	2,195,665
(148,916)	-	-	(148,081)
(148,916)	-	6,000	2,047,584
\$ 1,084	\$ -	\$ 6,000	\$ 2,738,648

(Concluded)

CITY OF WINFIELD, KANSAS

**BUDGETED NONMAJOR SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - BUDGETARY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014**

	FLOOD CONTROL			SPECIAL PARKS & RECREATION		
	Original Budget	Actual Amounts	Variance	Original Budget	Actual Amounts	Variance
Revenues and other sources						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	20,000	15,331	(4,669)
Interest	100	135	35	130	377	247
Other	-	-	-	16,350	24,587	8,237
Transfers from other funds	-	-	-	-	-	-
Total revenues and other sources	<u>100</u>	<u>135</u>	<u>35</u>	<u>36,480</u>	<u>40,294</u>	<u>3,814</u>
				-		
Expenditures and other uses						
Personal services	-	-	-	-	-	-
Contractual services	10,250	54	10,196	-	-	-
Materials and supplies	5,000	-	5,000	-	-	-
Other	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital outlay	-	-	-	30,000	27,218	2,782
Transfers to other funds	-	-	-	-	-	-
Contingency	-	-	-	90,000	-	90,000
Neighborhood Revitalization	-	-	-	-	-	-
Total expenditures and other uses	<u>15,250</u>	<u>54</u>	<u>15,196</u>	<u>120,000</u>	<u>27,218</u>	<u>92,782</u>
Revenues and other sources over (under) expenditures and other uses	<u>(15,150)</u>	<u>81</u>	<u>15,231</u>	<u>(83,520)</u>	<u>13,076</u>	<u>96,596</u>
Unencumbered fund balance, January 1	<u>44,263</u>	<u>49,288</u>	<u>5,025</u>	<u>96,423</u>	<u>123,079</u>	<u>26,656</u>
Unencumbered fund balance, December 31	<u>\$ 29,113</u>	<u>\$ 49,369</u>	<u>\$ 20,256</u>	<u>\$ 12,903</u>	<u>\$ 136,155</u>	<u>\$ 123,252</u>

SPECIAL ALCOHOL PROGRAM		
Original Budget	Actual Amounts	Variance
\$ -	\$ -	\$ -
20,000	15,331	(4,669)
5	60	55
2,500	1,771	(729)
-	-	-
22,505	17,161	(5,344)
23,042	15,688	7,354
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
23,042	15,688	7,354
(537)	1,473	2,010
8,861	19,728	10,867
\$ 8,324	\$ 21,201	\$ 12,877

LAW ENFORCEMENT TRUST			
Original Budget	Final Amended Budget	Actual Amounts	Variance with Final Amended Budget
\$ -	\$ -	\$ -	\$ -
-	14,000	-	14,000
10	10	35	(25)
2,750	2,750	760	1,990
-	-	-	-
2,760	16,760	795	15,965
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
5,000	16,150	-	16,150
-	-	-	-
5,000	16,150	-	16,150
(2,240)	610	795	32,115
2,497	2,497	14,082	11,585
\$ 257	\$ 3,107	\$ 14,877	\$ 43,700

(Continued)

CITY OF WINFIELD, KANSAS

BUDGETED NONMAJOR SPECIAL REVENUE FUNDS SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES BUDGET AND ACTUAL - BUDGETARY BASIS FOR THE YEAR ENDED DECEMBER 31, 2014

	WATER PRESERVATION			SENIOR CITIZENS FACILITY		
	Original Budget	Actual Amounts	Variance	Original Budget	Actual Amounts	Variance
Revenues and other sources						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	4,000	2,000	(2,000)
Interest	100	211	111	20	7	(13)
Other	-	-	-	1,500	2,020	520
Transfers from other funds	53,000	43,212	(9,788)	1,500	2,500	1,000
Total revenues and other sources	<u>53,100</u>	<u>43,423</u>	<u>(9,677)</u>	<u>7,020</u>	<u>6,527</u>	<u>(493)</u>
Expenditures and other uses						
Personal services	-	-	-	-	-	-
Contractual services	50,000	6,185	43,815	8,340	8,540	(200)
Materials and supplies	200	-	200	800	-	800
Other	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Transfers to other funds	12,719	12,719	-	-	-	-
Contingency	-	-	-	-	-	-
Neighborhood Revitalization	-	-	-	-	-	-
Total expenditures and other uses	<u>62,919</u>	<u>18,904</u>	<u>44,015</u>	<u>9,140</u>	<u>8,540</u>	<u>600</u>
Revenues and other sources over (under) expenditures and other uses	(9,819)	24,519	34,338	(2,120)	(2,012)	108
Unencumbered fund balance, January 1	<u>59,478</u>	<u>64,153</u>	<u>4,675</u>	<u>3,712</u>	<u>2,786</u>	<u>(926)</u>
Prior year adjustment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Restated Unencumbered Fund Balance, January 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unencumbered fund balance, December 31	<u>\$ 49,659</u>	<u>\$ 88,672</u>	<u>\$ 39,013</u>	<u>\$ 1,592</u>	<u>\$ 774</u>	<u>\$ (818)</u>

SPECIAL LIABILITY				SPECIAL STREETS & HIGHWAY		
Original Budget	Final Amended Budget	Actual Amounts	Variance	Original Budget	Actual Amounts	Variance
\$ 135,583	\$ 136,970	\$ 138,785	\$ 1,815	\$ -	\$ -	\$ -
-	-	-	-	527,530	626,016	98,486
600	600	345	(255)	-	233	233
90	90	-	(90)	1,550	-	(1,550)
-	32,113	-	-	285,000	285,000	-
136,273	169,773	139,131	1,471	814,080	911,249	97,169
-	-	-	-	381,902	390,956	(9,054)
3,600	3,600	8,300	(4,700)	42,357	37,454	4,903
101,318	101,318	-	101,318	222,210	200,644	21,566
51,387	87,305	176,373	(89,068)	530	187	343
-	-	-	-	-	-	-
110,000	110,000	87,216	22,784	136,085	67,073	69,012
-	-	-	-	-	-	-
7,365	7,365	-	7,365	-	-	-
1,248	1,248	1,848	(600)	-	-	-
274,918	310,836	273,738	37,098	783,084	696,314	86,770
(138,645)	(141,063)	(134,607)	38,569	30,996	214,936	183,940
141,063	141,063	136,746	(4,317)	9,242	(173,616)	(182,858)
-	-	-	-	-	(3,000)	-
-	-	-	-	-	(176,616)	-
\$ 2,418	\$ -	\$ 2,139	\$ 34,252	\$ 40,238	\$ 38,320	\$ 1,082

(Continued)

CITY OF WINFIELD, KANSAS

BUDGETED NONMAJOR SPECIAL REVENUE FUNDS SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES BUDGET AND ACTUAL - BUDGETARY BASIS FOR THE YEAR ENDED DECEMBER 31, 2014

	INDUSTRIAL DEVELOPMENT			TOURISM AND CONVENTION		
	Original Budget	Actual Amounts	Variance	Original Budget	Actual Amounts	Variance
Revenues and other sources	-	-	-	-	-	-
Taxes	\$ 13,297	\$ 13,840	\$ 543	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	75,100	70,013	(5,087)
Interest	70	139	69	300	209	(91)
Other	-	-	-	1,500	6,937	5,437
Transfers from other funds	45,000	45,000	-	-	-	-
Total revenues and other sources	<u>58,367</u>	<u>58,979</u>	<u>612</u>	<u>76,900</u>	<u>77,160</u>	<u>260</u>
Expenditures and other uses						
Personal services	-	-	-	348	446	(98)
Contractual services	12,500	5,000	7,500	56,630	61,611	(4,981)
Materials and supplies	-	-	-	8,201	4,109	4,092
Other	50,600	40,833	9,767	32,525	30,284	2,241
Debt Service	-	-	-	-	-	-
Capital outlay	-	-	-	15,000	3,806	11,194
Transfers to other funds	-	-	-	-	-	-
Contingency	26	-	26	-	-	-
Neighborhood Revitalization	124	183	(59)	-	-	-
Total expenditures and other uses	<u>63,250</u>	<u>46,016</u>	<u>17,234</u>	<u>112,704</u>	<u>100,255</u>	<u>12,449</u>
					-	
Revenues and other sources over (under) expenditures and other uses	(4,883)	12,963	17,846	(35,804)	(23,096)	12,708
Unencumbered fund balance, January 1	<u>11,609</u>	<u>20,635</u>	<u>9,026</u>	<u>48,095</u>	<u>80,874</u>	<u>32,779</u>
Unencumbered fund balance, December 31	<u>\$ 6,726</u>	<u>\$ 33,598</u>	<u>\$ 26,872</u>	<u>\$ 12,291</u>	<u>\$ 57,778</u>	<u>\$ 45,487</u>

FAIRGROUNDS IMPROVEMENTS

Original Budget	Actual Amounts	Variance
\$ -	\$ -	\$ -
-	-	-
200	278	78
12,000	26,145	14,145
-	-	-
12,200	26,423	14,223
-	-	-
-	-	-
-	-	-
-	-	-
11,430	19,946	(8,516)
-	-	-
70,000	-	70,000
-	-	-
81,430	19,946	61,484
(69,230)	6,477	75,707
85,166	99,134	13,968
<u>\$ 15,936</u>	<u>\$ 105,611</u>	<u>\$ 89,675</u>

DRUG TASK FORCE

Original Budget	Actual Amounts	Variance
\$ -	\$ -	\$ -
15,000	15,190	190
40	127	87
10,000	2,180	(7,820)
-	-	-
25,040	17,497	(7,543)
-	-	-
6,800	6,093	707
9,100	7,856	1,244
6,500	2,780	3,720
-	-	-
-	5,035	(5,035)
-	-	-
6,000	-	6,000
-	-	-
28,400	21,764	6,636
(3,360)	(4,267)	(907)
4,678	44,978	40,300
<u>\$ 1,318</u>	<u>\$ 40,711</u>	<u>\$ 39,393</u>

(Continued)

CITY OF WINFIELD, KANSAS

BUDGETED NONMAJOR SPECIAL REVENUE FUNDS SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES BUDGET AND ACTUAL - BUDGETARY BASIS FOR THE YEAR ENDED DECEMBER 31, 2014

	CEMETERY IMPROVEMENTS			PUBLIC LIBRARY		
	Original Budget	Actual Amounts	Variance	Original Budget	Actual Amounts	Variance
Revenues and other sources						
Taxes	\$ -	\$ -	\$ -	\$ 501,121	\$ 525,525	\$ 24,404
Intergovernmental revenues	-	-	-	-	-	-
Interest	200	236	36	-	-	-
Other	8,000	5,700	(2,300)	-	-	-
Transfers from other funds	25	16	(9)	-	-	-
Total revenues and other sources	<u>8,225</u>	<u>5,952</u>	<u>(2,273)</u>	<u>501,121</u>	<u>525,525</u>	<u>24,404</u>
Expenditures and other uses						
Personal services	-	-	-	-	-	-
Contractual services	-	-	-	-	-	-
Materials and supplies	3,500	1,198	2,302	-	-	-
Other	25	-	25	496,277	501,121	(4,844)
Debt Service	-	-	-	-	-	-
Capital outlay	33,500	24,612	8,888	-	-	-
Transfers to other funds	-	-	-	-	-	-
Contingency	50,000	-	50,000	-	-	-
Neighborhood Revitalization	-	-	-	4,844	7,023	(2,179)
Total expenditures and other uses	<u>87,025</u>	<u>25,810</u>	<u>61,215</u>	<u>501,121</u>	<u>508,144</u>	<u>(7,023)</u>
Revenues and other sources over (under) expenditures and other uses	(78,800)	(19,858)	58,942	-	17,381	17,381
Unencumbered fund balance, January 1	<u>90,779</u>	<u>93,735</u>	<u>2,956</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unencumbered fund balance, December 31	<u>\$ 11,979</u>	<u>\$ 73,877</u>	<u>\$ 61,898</u>	<u>\$ -</u>	<u>\$ 17,381</u>	<u>\$ 17,381</u>

SPECIAL IMPROVEMENTS		
Original Budget	Actual Amounts	Variance
\$ -	\$ -	\$ -
-	-	-
120	-	(120)
-	-	-
-	-	-
120	-	(120)
-	-	-
10,000	-	10,000
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
10,000	-	10,000
(9,880)	-	9,880
41,820	-	(41,820)
<u>\$ 31,940</u>	<u>-</u>	<u>\$ (31,940)</u>

ALCOHOL AND DRUG SAFETY		
Original Budget	Actual Amounts	Variance
\$ -	\$ -	\$ -
-	-	-
8	2	(6)
-	-	-
200	35	(165)
208	37	(171)
-	-	-
-	-	-
750	-	750
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
750	-	750
(542)	37	579
592	841	249
<u>\$ 50</u>	<u>\$ 878</u>	<u>\$ 828</u>

(Concluded)

CITY OF WINFIELD, KANSAS

DEBT SERVICE FUND SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - BUDGETARY BASIS FOR THE YEAR ENDED DECEMBER 31, 2014

	Original Budget	Final Amended Budget	Actual Amounts	Variance from Final Amended Budget
Revenues and other sources:				
Taxes:				
Property	\$ 689,632	\$ 689,632	\$ 705,951	\$ 16,319
Special assessments	211,276	211,547	223,940	12,393
Other revenues:				-
Interest income	550	-	2,631	2,631
G.O. Temporary Note Proceeds	710,000	5,215,486	8,083,543	2,868,057
Payments from other governmental entities,	12,812	12,812	12,812	-
Transfers in	1,353,132	1,353,132	1,357,656	4,524
Other	400	-	-	-
Total revenues and other sources	<u>2,977,802</u>	<u>7,482,609</u>	<u>10,386,533</u>	<u>2,903,924</u>
Expenditures and other uses:				
Debt interest payments	-	-	438,045	(438,045)
Debt principal payments	2,124,362	7,336,128	6,985,000	351,128
Contingencies	140,000	140,000	168	139,832
Debt Issuance Costs	-	-	32,610	(32,610)
Neighborhood Revitalization	6,481	6,481	9,396	(2,915)
Transfers Out	135,683	-	3,085,000	(3,085,000)
Total expenditures and other uses	<u>2,406,526</u>	<u>7,482,609</u>	<u>10,550,219</u>	<u>(3,067,610)</u>
Revenues and other sources over (under) expenditures and other uses	571,276	-	(163,686)	(163,686)
Unencumbered fund balance, Jan 1	<u>105,598</u>	<u>105,598</u>	<u>454,282</u>	<u>348,684</u>
Unencumbered fund balance, Dec 31	<u>\$ 676,874</u>	<u>\$ 105,598</u>	<u>\$ 290,596</u>	<u>\$ 184,998</u>

CITY OF WINFIELD, KANSAS

Nonmajor Capital Projects Fund Geometric KLINK Main St. Project

Schedule of Revenues, Expenditures, and Changes in Fund Balances From Inception and for the Year ended December 31, 2014

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
Expenditures:				
Improvement projects	\$ 836	\$ 52,903	\$ 53,739	\$ 735,000
Other financing sources (uses):				
Temporary Note proceeds	-	500,000	500,000	-
Federal Exchange Revenue	-	29,996	29,996	-
Total other financing sources (uses)	-	529,996	529,996	-
Net change in fund balances	-	477,092	477,092	<u>\$ 735,000</u>
Fund balance-beginning of year	-	-	-	
Fund balance - end of year	<u>\$ -</u>	<u>\$ 477,092</u>	<u>\$ 477,092</u>	

CITY OF WINFIELD, KANSAS

Nonmajor Capital Projects Fund Stewart Street Improvements

Schedule of Revenues, Expenditures, and Changes in Fund Balances From Inception and for the Year ended December 31, 2014

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
Expenditures:				
Improvement projects	\$ -	\$ 1,522,104	\$ 1,522,104	\$ 1,700,000
Other financing sources (uses):				
Temporary Note proceeds	-	1,700,000	1,700,000	-
Other	-	7,500	7,500	-
Total other financing sources (uses)	-	1,707,500	1,707,500	-
Net change in fund balances	-	185,396	185,396	<u>\$ 1,700,000</u>
Fund balance-beginning of year	-	-	-	
Fund balance - end of year	<u>\$ -</u>	<u>\$ 185,396</u>	<u>\$ 185,396</u>	

CITY OF WINFIELD, KANSAS

Nonmajor Capital Projects Fund Golf Course Pump Station

Schedule of Revenues, Expenditures, and Changes in Fund Balances From Inception and for the Year ended December 31, 2014

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
Expenditures:				
Improvement projects	\$ -	\$ 37,500	\$ 37,500	\$ 50,000
Other financing sources (uses):				
Transfers In	-	50,000	50,000	-
Total other financing sources (uses)	-	50,000	50,000	-
Net change in fund balances	-	12,500	12,500	<u>\$ 50,000</u>
Fund balance-beginning of year	-	-	-	
Fund balance - end of year	<u>\$ -</u>	<u>\$ 12,500</u>	<u>\$ 12,500</u>	

CITY OF WINFIELD, KANSAS

Nonmajor Capital Projects Fund Library Parking Lot

Schedule of Revenues, Expenditures, and Changes in Fund Balances From Inception and for the Year ended December 31, 2014

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
Expenditures:				
Improvement projects	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 150,000</u>
Other financing sources (uses):				
Temporary Note proceeds	<u>-</u>	<u>150,000</u>	<u>150,000</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>150,000</u>	<u>150,000</u>	<u>-</u>
Net change in fund balances	-	150,000	150,000	<u><u>\$ 150,000</u></u>
Fund balance-beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	
Fund balance - end of year	<u><u>\$ -</u></u>	<u><u>\$ 150,000</u></u>	<u><u>\$ 150,000</u></u>	

CITY OF WINFIELD, KANSAS

Nonmajor Capital Projects Fund Water Treatment Plant Line Project

Schedule of Revenues, Expenditures, and Changes in Fund Balances From Inception and for the Year ended December 31, 2014

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
Expenditures:				
Improvement projects	\$ -	\$ 145,530	\$ 145,530	\$ 150,000
Other financing sources (uses):				
Temporary Note proceeds	-	135,000	135,000	-
Total other financing sources (uses)	-	135,000	135,000	-
Net change in fund balances	-	(10,530)	(10,530)	<u>\$ 150,000</u>
Fund balance-beginning of year	-	-	-	
Fund balance - end of year	<u>\$ -</u>	<u>\$ (10,530)</u>	<u>\$ (10,530)</u>	

CITY OF WINFIELD, KANSAS

Nonmajor Capital Projects Fund East Ninth St. Resurfacing Project

Schedule of Revenues, Expenditures, and Changes in Fund Balances From Inception and for the Year ended December 31, 2014

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
Expenditures:				
Improvement projects	<u>\$ -</u>	<u>\$ 186,193</u>	<u>\$ 186,193</u>	<u>\$ 150,000</u>
Other financing sources (uses):				
Temporary Note proceeds	<u>-</u>	<u>150,000</u>	<u>150,000</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>150,000</u>	<u>150,000</u>	<u>-</u>
Net change in fund balances	-	(36,193)	(36,193)	<u>\$ 150,000</u>
Fund balance-beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	
Fund balance - end of year	<u>\$ -</u>	<u>\$ (36,193)</u>	<u>\$ (36,193)</u>	

CITY OF WINFIELD, KANSAS

Nonmajor Capital Projects Fund 2014 Temporary Note Equipment

Schedule of Revenues, Expenditures, and Changes in Fund Balances From Inception and for the Year ended December 31, 2014

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
Expenditures:				
Improvement projects	\$ -	\$ -	\$ -	\$ 100,000
Other financing sources (uses):				
Temporary Note proceeds	-	100,000	100,000	-
Total other financing sources (uses)	-	100,000	100,000	-
Net change in fund balances	-	100,000	100,000	<u>\$ 100,000</u>
Fund balance-beginning of year	-	-	-	
Fund balance - end of year	<u>\$ -</u>	<u>\$ 100,000</u>	<u>\$ 100,000</u>	

CITY OF WINFIELD, KANSAS

Nonmajor Capital Projects Fund 2015 KLINK

Schedule of Revenues, Expenditures, and Changes in Fund Balances From Inception and for the Year ended December 31, 2014

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
Expenditures:				
Improvement projects	\$ -	\$ 7,976	\$ 7,976	\$ 150,000
Other financing sources (uses):				
Temporary Note proceeds	-	150,000	150,000	-
Total other financing sources (uses)	-	150,000	150,000	-
Net change in fund balances	-	142,024	142,024	<u>\$ 150,000</u>
Fund balance-beginning of year	-	-	-	
Fund balance - end of year	<u>\$ -</u>	<u>\$ 142,024</u>	<u>\$ 142,024</u>	

CITY OF WINFIELD, KANSAS

Nonmajor Capital Projects Fund Gottlob Business Park

Schedule of Revenues, Expenditures, and Changes in Fund Balances From Inception and for the Year ended December 31, 2014

	Prior Years	Current Year	Total to Date	Project Authorization
Expenditures:				
Improvement projects	\$ 3,827,936	\$ -	\$ 3,827,936	\$ 4,410,000
Other financing sources (uses):				
Debt proceeds interest income	-	-	-	-
Temporary Note proceeds	4,130,000	-	4,130,000	3,410,000
Debt Insurance Costs	(13,566)	-	(13,566)	
State Grants	1,047,152	-	1,047,152	1,000,000
Debt Service (Temporary Note)	(1,290,840)	-	(1,290,840)	-
Total other financing sources (uses)	3,872,746	-	3,872,746	4,410,000
Net change in fund balances	44,810	-	44,810	\$ -
Fund balance-beginning of year	-	44,810	-	
Fund balance - end of year	\$ 44,810	\$ 44,810	\$ 44,810	

CITY OF WINFIELD, KANSAS

Nonmajor Capital Projects Fund Vaughn Tennis Courts

Schedule of Revenues, Expenditures, and Changes in Fund Balances From Inception and for the Year ended December 31, 2014

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
Expenditures:				
Improvement projects	<u>\$ 777,389</u>	<u>\$ 96,159</u>	<u>\$ 873,548</u>	<u>\$ 802,818</u>
Other financing sources (uses):				
Temporary Note proceeds	400,000	-	400,000	-
Transfer from General Fund	10,000	10,000	20,000	-
Capital contributions	491,245	151,567	642,812	-
Total other financing sources (uses)	<u>901,245</u>	<u>161,567</u>	<u>1,062,812</u>	<u>-</u>
Net change in fund balances	123,856	65,408	189,264	<u><u>\$ 802,818</u></u>
Fund balance-beginning of year	<u>-</u>	<u>123,856</u>	<u>-</u>	
Fund balance - end of year	<u><u>\$ 123,856</u></u>	<u><u>\$ 189,264</u></u>	<u><u>\$ 189,264</u></u>	

CITY OF WINFIELD, KANSAS

Nonmajor Capital Projects Fund Winfield Recreation Improvements

Schedule of Revenues, Expenditures, and Changes in Fund Balances From Inception and for the Year ended December 31, 2014

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
Expenditures:				
Improvement projects	<u>\$ 502,113</u>	<u>\$ -</u>	<u>\$ 502,113</u>	<u>\$ 735,000</u>
Other financing sources (uses):				
Temporary Note proceeds	500,000	-	500,000	-
Other Financing	<u>-</u>	<u>2,113</u>	<u>2,113</u>	<u>-</u>
Total other financing sources (uses)	<u>500,000</u>	<u>2,113</u>	<u>502,113</u>	<u>-</u>
Net change in fund balance	(2,113)	2,113	-	<u><u>\$ 735,000</u></u>
Fund balance-beginning of year	<u>-</u>	<u>(2,113)</u>	<u>(2,113)</u>	
Fund balance - end of year	<u><u>\$ (2,113)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	

CITY OF WINFIELD, KANSAS

Nonmajor Capital Projects Fund EMS Ambulance Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances From Inception and for the Year ended December 31, 2014

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
Expenditures:				
Improvement projects	<u>\$ 148,916</u>	<u>\$ -</u>	<u>\$ 148,916</u>	<u>\$ 150,000</u>
Other financing sources (uses):				
Temporary Note proceeds	<u>-</u>	<u>150,000</u>	<u>150,000</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>150,000</u>	<u>150,000</u>	<u>-</u>
Net change in fund balances	-	150,000	1,084	<u><u>\$ 150,000</u></u>
Fund balance-beginning of year	<u>-</u>	<u>(148,916)</u>	<u>-</u>	
Fund balance - end of year	<u><u>\$ (148,916)</u></u>	<u><u>\$ 1,084</u></u>	<u><u>\$ 1,084</u></u>	

CITY OF WINFIELD, KANSAS

Nonmajor Capital Projects Fund 2013 Temp Note Equipment

Schedule of Revenues, Expenditures, and Changes in Fund Balances From Inception and for the Year ended December 31, 2014

	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	<u>Project Authorization</u>
Expenditures:				
Machinery & Equipment	394,411	-	394,411	
Improvement projects	\$ 85,000	\$ -	\$ 85,000	\$ 479,411
Other financing sources (uses):				
Temporary Note proceeds	479,411	-	479,411	
Total other financing sources (uses)	479,411	-	479,411	-
Net change in fund balances	-	-	-	<u>\$ 479,411</u>
Fund balance-beginning of year	-	-	-	
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	

NONMAJOR ENTERPRISE FUNDS

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the City Commission is to finance or recover the costs of providing goods or services to the general public on a continuing basis primarily through user charges; or the City Commission has decided that periodic determination of net income is appropriate for accountability purposes.

Refuse - The Refuse Fund is used to account for revenues and expenses related to the operation and maintenance of the refuse collection and recycling programs operated by the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, and capital improvements. In addition, a pro-rata portion of administration, utility billings, and collection expenses are charged to this fund from the management services fund.

Stormwater Drainage – The stormwater drainage fund was established in 1996 to fund major drainage projects throughout the City. Stormwater drainage fees are charged to city utility customers through the utility bills.

Quail Ridge Golf Course - Quail Ridge Golf course is an eighteen hole golf course owned and operated by the City. The golf course revenues consist of memberships, rounds fees, cart rentals, and driving range fees.

Wastewater Depreciation - The wastewater depreciation fund was established in 2014 to create a reserve to replace aging infrastructure of our wastewater utility.

CITY OF WINFIELD, KANSAS

NONMAJOR ENTERPRISE FUNDS COMBINING STATEMENT OF NET POSITION December 31, 2014

	Refuse	Stormwater Drainage	Quail Ridge Golf Course	Wastewater Depreciation	Total
Assets					
Current assets					
Cash and temporary investments	\$ 937,983	\$ 176,765	\$ 9,871	\$ 50,000	\$ 1,174,619
Utility billing receivables, net	130,304	17,855	-	-	148,158
Accounts receivable, net	(517)	-	-	-	(517)
Inventories	-	-	38,476	-	38,476
Total current assets	<u>1,067,769</u>	<u>194,620</u>	<u>48,347</u>	<u>50,000</u>	<u>1,360,736</u>
Capital Assets:					
Land	3,503	-	399,949	-	403,452
Buildings	60,157	-	514,636	-	574,793
Improvements other than buildings	-	4,791,896	2,575,736	-	7,367,632
Machinery, equipment, other	1,212,364	14,823	535,128	-	1,762,315
Less accumulated depreciation	(888,125)	(816,009)	(2,950,169)	-	(4,654,303)
Net capital assets	<u>387,899</u>	<u>3,990,710</u>	<u>1,075,280</u>	<u>-</u>	<u>5,453,889</u>
Other assets					
Advances to internal service funds	7,620	-	-	-	7,620
Deferred bond issuance costs	-	-	-	-	-
Investment in joint venture	39,680	-	-	-	39,680
Total other assets	<u>47,300</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>47,300</u>
Total assets	<u>1,502,968</u>	<u>4,185,330</u>	<u>1,123,627</u>	<u>50,000</u>	<u>6,861,925</u>
Liabilities					
Current liabilities					
Accounts payable	32,795	677	24,864	-	58,335
Accrued interest payable	-	901	-	-	901
Current portion of compensated absences	20,602	-	6,450	-	27,052
Current portion of long-term debt	-	88,934	-	-	88,934
	<u>53,397</u>	<u>90,512</u>	<u>31,313</u>	<u>-</u>	<u>175,222</u>
Noncurrent liabilities					
General obligation refunding bonds payable	-	91,673	-	-	91,673
Deferred premium on refunding bonds	-	-	-	-	-
Accrued compensated absences	31,425	-	-	-	31,425
Net OPEB obligation	19,277	-	7,958	-	27,235
	<u>50,702</u>	<u>91,673</u>	<u>7,958</u>	<u>-</u>	<u>150,333</u>
Total liabilities	<u>104,099</u>	<u>182,184</u>	<u>39,272</u>	<u>-</u>	<u>325,555</u>
Net Position					
Invested in capital assets	387,899	-	1,075,280	-	1,463,179
Invested in capital assets, net of related debt	-	3,810,103	-	-	3,810,103
Unrestricted	1,398,869	193,042	1,084,356	50,000	2,726,267
Total net position	<u>\$ 1,398,869</u>	<u>\$ 4,003,145</u>	<u>\$ 1,084,356</u>	<u>\$ 50,000</u>	<u>\$ 6,536,370</u>

CITY OF WINFIELD, KANSAS

NONMAJOR ENTERPRISE FUNDS COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION FOR THE YEAR ENDED DECEMBER 31, 2014

	Refuse	Stormwater Drainage	Quail Ridge Golf Course	Wastewater Depreciation	Total
Operating revenues					
Charges for services and sales	\$ 1,358,058	\$ 150,714	\$ 345,658	\$ -	\$ 1,854,431
Other	7,050	-	2,494	-	9,544
Total operating revenues	1,365,108	150,714	348,152	-	1,863,975
Operating expenses					
Services and supplies	1,246,811	23,772	480,693	-	1,751,276
Depreciation	71,619	69,762	58,382	-	199,763
Total operating expenses	1,318,430	93,534	539,075	-	1,951,039
Operating income (loss)	46,679	57,180	(190,923)	-	(87,064)
Non-operating revenues (expenses)					
Interest income	2,628	478	-	-	3,106
Loss on joint venture	(4,699)	-	-	-	(4,699)
Amortization of debt issuance costs	-	-	-	-	-
Interest expense	-	(4,388)	-	-	(4,388)
Other	-	-	-	-	-
Total non-operating revenues (expenses)	(2,071)	(3,910)	-	-	(5,980)
Net income (loss) before transfers	44,608	53,270	(190,923)	-	(93,045)
Capital contributions and transfers:					
Transfers - Payments in lieu of franchise fees	(83,421)	-	-	-	(83,421)
Transfers in - cash	-	-	206,525	50,000	256,525
Transfers out - cash	-	(22,000)	(30,000)	-	(52,000)
Change in net position	(38,813)	31,270	(14,398)	50,000	28,059
Total net position - beginning	1,437,682	3,973,537	1,098,754	-	6,509,973
Restatement for GASB 65 implementation	-	(1,662)	-	-	(1,662)
Restated net position - beginning	1,437,682	3,971,875	1,098,754	-	6,508,311
Total net position - ending	<u>\$ 1,398,869</u>	<u>\$ 4,003,145</u>	<u>\$ 1,084,356</u>	<u>\$ 50,000</u>	<u>\$ 6,536,370</u>

CITY OF WINFIELD, KANSAS

NONMAJOR ENTERPRISE FUNDS COMBINING STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2014

	Refuse	Stormwater Drainage	Quail Ridge Golf course	Wastewater Depreciation	Total
Cash flows from operating activities					
Payments to suppliers	\$ (884,501)	\$ (25,057)	\$ (264,292)	\$ -	\$ (1,173,850)
Payments to employees	(283,119)	-	(234,235)	-	(517,353)
Receipts from customers	1,278,799	150,713	350,748	-	1,780,260
Other receipts	2,452	-	6,915	-	9,367
Net cash provided by operating activities	<u>113,631</u>	<u>125,657</u>	<u>(140,864)</u>	<u>-</u>	<u>98,424</u>
Cash flows from noncapital financing activities					
Transfer to other funds	-	(22,000)	(30,000)	-	(52,000)
Transfer from Other funds	-	-	206,525	50,000	256,525
Internal activity-payments in lieu of franchise fees	(83,421)	-	-	-	(83,421)
Net cash used by noncapital financing activities	<u>(83,421)</u>	<u>(22,000)</u>	<u>176,525</u>	<u>50,000</u>	<u>121,104</u>
Cash flows from capital and related financing activities					
Debt payments - interest	-	(4,465)	-	-	(4,465)
Debt payments - principal	-	(87,173)	-	-	(87,173)
Acquisition of capital assets	(17,966)	-	(41,800)	-	(59,766)
Net cash used by capital and related financing activities	<u>(17,966)</u>	<u>(91,638)</u>	<u>(41,800)</u>	<u>-</u>	<u>(151,404)</u>
Cash flows from investing activities					
Interest income	2,628	478	-	-	3,106
Net cash provided from investing activities	<u>2,628</u>	<u>478</u>	<u>-</u>	<u>-</u>	<u>3,106</u>
Net decrease in cash and cash equivalents	14,873	12,497	(6,139)	50,000	71,231
Balances - beginning of the year	<u>923,110</u>	<u>164,268</u>	<u>16,009</u>	<u>-</u>	<u>1,103,387</u>
Balances - end of the year	<u>\$ 937,983</u>	<u>\$ 176,765</u>	<u>\$ 9,870</u>	<u>\$ 50,000</u>	<u>\$ 1,174,619</u>

Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities

Operating income (loss)	\$ 46,679	\$ 57,180	\$ (190,923)	\$ -	\$ (87,064)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	71,619	69,762	58,381	-	199,762
Changes in assets and liabilities:					
Receivables, net	(11,534)	(1,922)	2,596	-	(10,861)
Inventories/Prepays	10,610	-	(4,080)	-	6,530
Compensated absences	22,342	-	(4,184)	-	18,158
Net OPEB obligations	2,998	-	(476)	-	2,522
Accounts and other payables	(29,081)	637	(2,179)	-	(30,623)
Total adjustments	<u>66,953</u>	<u>68,477</u>	<u>50,058</u>	<u>-</u>	<u>185,488</u>
Net cash provided (used) by operating activities	<u>\$ 113,631</u>	<u>\$ 125,657</u>	<u>(140,865)</u>	<u>-</u>	<u>\$ 98,424</u>

Noncash Transactions

Loss on joint venture	(4,699)	-	-	(4,699)
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CITY OF WINFIELD, KANSAS

BUDGETED ENTERPRISE FUNDS SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES BUDGET AND ACTUAL - BUDGETARY BASIS FOR THE YEAR ENDED DECEMBER 31, 2014

	ELECTRIC			
	Original Budget	Final Amended Budget	Actual Amounts	Variance from Final Amended Budget
Revenues and other sources				
Charges for services	\$ 23,745,022	\$ 30,273,812	\$ 29,317,312	\$ (956,501)
Interest income	6,000	6,000	6,820	820
Other	594,120	594,120	68,715	(525,405)
Reimbursement of expenditures	500	75,000	145,012	70,012
Transfers from other funds	-	-	30,000	30,000
Total revenues and other sources	24,345,642	30,948,932	29,567,859	(1,381,073)
Expenditures and other uses				
Personal services	2,103,763	2,103,763	1,935,293	168,470
Contractual services	693,120	693,120	567,523	125,597
Materials and supplies	2,044,739	2,044,739	2,149,284	(104,545)
Other	9,200	9,200	15,438	(6,238)
Purchased power and fuel/resale	15,700,000	22,303,290	21,426,666	876,624
Capital outlay	1,060,500	1,060,500	493,707	566,793
Debt service	-	-	-	-
In lieu of franchise taxes	1,872,000	1,872,000	1,798,870	73,130
Transfers to other funds	670,500	670,500	709,000	(38,500)
Total expenditures and other uses	24,153,822	30,757,112	29,095,781	1,661,331
Revenues and other sources over (under) expenditures and other uses	191,820	191,820	472,078	280,258
Unencumbered fund balance, January 1	2,610,366	2,610,366	596,850	2,013,516
Prior year adjustments	-	-	85,346	-
Restated Unencumbered Fund Balance, January 1	-	-	682,196	-
Unencumbered fund balance, December 31	\$ 2,802,186	\$ 2,802,186	\$ 1,154,274	\$ 280,258

(Continued)

GAS				WATER		
Original Budget	Final Amended Budget	Actual Amounts	Variance from Amended Budget	Original Budget	Actual Amounts	Variance
\$ 5,618,000	\$ 5,975,000	\$ 5,494,051	\$ (480,949)	\$ 2,525,000	\$ 2,269,469	\$ (255,531)
2,750	2,750	3,667	917	500	67	(433)
1,250	1,250	924	(326)	31,900	0	(31,900)
9,000	9,000	11,566	2,566	10,000	20,284	10,284
-	-	-	-	-	40,000	40,000
5,631,000	5,988,000	5,510,207	(477,793)	2,567,400	2,329,820	(237,580)
645,061	645,061	610,502	34,559	854,899	767,241	87,658
57,380	57,380	13,633	43,747	203,591	220,903	(17,312)
542,702	542,702	681,633	(138,931)	662,002	668,248	(6,246)
6,600	6,600	3,850	2,750	22,502	1,931	20,571
3,100,000	3,740,487	3,940,536	(200,049)	-	-	-
268,500	268,500	235,818	32,682	141,000	83,388	57,612
-	-	-	-	-	-	-
609,800	609,800	525,128	84,672	138,875	123,029	15,846
102,500	102,500	127,500	(25,000)	614,217	605,345	8,872
5,332,543	5,973,030	6,138,600	(165,570)	2,637,086	2,470,086	167,000
298,457	14,970	(628,392)	(643,362)	(69,686)	(140,266)	(70,580)
656,712	656,712	257,749	398,963	9,625	15,574	(5,949)
-	-	(110)	-	-	-	-
-	-	257,639	-	-	-	-
\$ 955,169	\$ 671,682	\$ (370,753)	\$ (643,362)	\$ (60,061)	\$ (124,692)	\$ (64,631)

CITY OF WINFIELD, KANSAS

BUDGETED ENTERPRISE FUNDS SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES BUDGET AND ACTUAL - BUDGETARY BASIS FOR THE YEAR ENDED DECEMBER 31, 2014

	WASTEWATER		
	Original Budget	Actual Amounts	Variance
Revenues and other sources			
Charges for services	\$ 2,095,100	\$ 2,008,403	\$ (86,697)
Interest income	400	1,179	779
Other	6,575	2,992	(3,583)
Reimbursement of expenditures	5,000	1,660	(3,340)
Transfers from other funds	-	-	-
Total revenues and other sources	<u>2,107,075</u>	<u>2,014,234</u>	<u>(92,841)</u>
Expenditures and other uses			
Personal services	644,282	616,588	27,694
Contractual services	258,787	303,789	(45,002)
Materials and supplies	298,531	265,239	33,292
Other	750	623	127
Purchased power and fuel/resale	-	-	-
Capital outlay	284,500	269,655	14,845
Debt service	548,238	548,238	(0)
In lieu of franchise taxes	-	35,000	(35,000)
Transfers to other funds	50,000	65,000	(15,000)
Total expenditures and other uses	<u>2,085,088</u>	<u>2,104,132</u>	<u>(19,044)</u>
Revenues and other sources over (under) expenditures and other uses	21,987	(89,898)	(111,885)
Unencumbered fund balance, January 1	<u>382,674</u>	<u>357,807</u>	<u>(24,867)</u>
Prior year adjustments	-	-	-
Restated Unencumbered Fund Balance January 1	<u>-</u>	<u>-</u>	<u>-</u>
Unencumbered fund balance, December 31	<u>\$ 404,661</u>	<u>\$ 267,909</u>	<u>\$ (87,018)</u>

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CITY OF WINFIELD, KANSAS

BUDGETED NONMAJOR ENTERPRISE FUNDS SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES BUDGET AND ACTUAL - BUDGETARY BASIS FOR THE YEAR ENDED DECEMBER 31, 2014

	REFUSE			
	Original Budget	Final Amended Budget	Actual Amounts	Variance from Final amended
Revenues and other sources				
Charges for services	\$ 1,329,100	\$ 1,529,100	\$ 1,350,699	\$ (178,401)
Interest income	1,500	1,500	2,628	1,128
Other	31,730	131,730	-	(131,730)
Reimbursement of expenditures	-	-	-	-
Transfers from other funds	-	-	-	-
Total revenues and other sources	<u>1,362,330</u>	<u>1,662,330</u>	<u>1,353,327</u>	<u>(309,003)</u>
Expenditures and other uses				
Personal services	442,571	482,027	446,216	35,811
Contractual services	313,185	313,185	281,869	31,317
Materials and supplies	300,759	411,000	396,074	14,926
Other	875	875	475	400
Capital outlay	270,000	470,000	230,651	239,349
Debt Service	-	-	-	-
In lieu of franchise taxes	65,700	100,000	83,421	16,579
Transfers to other funds	-	190,000	-	190,000
Total expenditures and other uses	<u>1,393,090</u>	<u>1,967,087</u>	<u>1,438,706</u>	<u>528,381</u>
Revenues and other sources over (under) expenditures and other uses	(30,760)	(304,757)	(85,378)	219,379
Unencumbered fund balance, January 1	<u>720,113</u>	<u>720,113</u>	<u>793,529</u>	<u>73,416</u>
Unencumbered fund balance, December 31	<u>\$ 689,353</u>	<u>\$ 415,356</u>	<u>\$ 708,151</u>	<u>\$ 292,795</u>

STORMWATER DRAINAGE

<u>Original Budget</u>	<u>Actual Amounts</u>	<u>Variance</u>
\$ 150,600	\$ 148,245	\$ (2,355)
-	478	478
-	-	-
-	-	-
-	-	-
<u>150,600</u>	<u>148,723</u>	<u>(1,877)</u>
-	-	-
51,200	60	51,140
59,850	29,362	30,488
-	-	-
-	-	-
-	-	-
-	-	-
<u>113,638</u>	<u>113,638</u>	<u>0</u>
<u>224,688</u>	<u>143,060</u>	<u>81,628</u>
(74,088)	5,662	79,750
<u>92,084</u>	<u>164,229</u>	<u>72,145</u>
<u>\$ 17,996</u>	<u>\$ 169,891</u>	<u>\$ 151,895</u>

QUAIL RIDGE GOLF COURSE

<u>Original Budget</u>	<u>Actual Amounts</u>	<u>Variance</u>
\$ 467,075	\$ 350,748	\$ (116,327)
-	-	-
3,000	2,433	(567)
300	-	(300)
<u>165,000</u>	<u>206,525</u>	<u>41,525</u>
<u>635,375</u>	<u>559,706</u>	<u>(75,669)</u>
311,385	273,876	37,509
90,012	80,967	9,045
175,550	169,808	5,742
2,165	378	1,787
47,500	5,500	42,000
-	-	-
-	-	-
-	30,000	(30,000)
<u>626,612</u>	<u>560,529</u>	<u>66,083</u>
8,763	(823)	(9,586)
<u>20</u>	<u>3,423</u>	<u>3,403</u>
<u>\$ 8,783</u>	<u>\$ 2,600</u>	<u>\$ (6,183)</u>

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INTERNAL SERVICE FUNDS

The Internal Service Funds are used to account for services performed by one governmental department to other departments of the City on a cost-reimbursement basis, and for risk financing activities.

Management Services – The Management Services Fund is a cost center for the City engineering, management information systems, utility billing, and general administration departments' expenses. These expenses are charged to other City funds based on several criteria and ratios.

Service Center – The Service Center Fund is a cost center for the City operations building and its equipment and for the service center department activities. The building and equipment maintenance costs are charged to other City funds on square footage. The service center charges other departments based on usage.

Risk Management Reserve – The Risk Management Reserve Fund pays for deductibles, excess liability losses, uninsured losses, and insurable losses not otherwise covered by commercial insurance. Funding is provided by annual contributions from other city funds that have an insurable risk, based on actuarial computations provided by an insurance consultant. The City purchases commercial insurance coverage for all substantial areas of risk, including property loss, auto liability, boiler and machinery, general and public officials' liability. Individual funds pay their portions of insurance policy premiums that are recorded as expenditures/expenses in those funds.

Workers' Compensation Reserve – The Workers' Compensation Reserve Fund accounts for all workers' compensation-related claims, judgments, and expenses through Sept 24, 2011. At this time, the City purchased workers' compensation insurance to cover all future claims. The City's workers' compensation program was a partially self-funded program covering substantially all full-time and part-time employees of the City. Funding has been provided by annual contributions from other city functions that have an insurable risk, based on actuarial computations provided by an insurance consultant.

Health Insurance Reserve – The Health Insurance Reserve Fund was created to eventually fund a partially self-insured health insurance program. The fund currently is used to pay a portion of employee health insurance premiums.

Short Term Disability Reserve – The Short Term Disability Reserve Fund provides up to twenty-six weeks of financial assistance to City full-time employees following sixty days of continuous disability.

CITY OF WINFIELD, KANSAS

INTERNAL SERVICE FUNDS COMBINING STATEMENT OF NET POSITION DECEMBER 31, 2014

	Management Services	Operations Center	Risk Management Reserve
Assets			
Current assets			
Cash and temporary investments	\$ 101,905	\$ 68,874	\$ 876,673
Utility billing receivables, net	22,737	-	-
Accounts receivable, net	4,401	721	1,700
Prepays	-	-	-
Inventories	20,582	122,382	-
Total current assets	<u>149,625</u>	<u>191,978</u>	<u>878,373</u>
Noncurrent assets			
Capital assets			
Land	-	6,500	-
Buildings and improvements	297,677	1,822,697	-
Improvements other than buildings	-	128,816	-
Machinery, equipment, other	1,596,748	351,411	-
Less accumulated depreciation	(1,418,964)	(1,145,600)	-
Net capital assets	<u>475,461</u>	<u>1,163,824</u>	<u>-</u>
Total assets	<u>\$ 625,086</u>	<u>\$ 1,355,802</u>	<u>\$ 878,373</u>
Liabilities			
Current liabilities			
Accounts and claims payable	\$ 86,814	\$ 40,967	\$ -
Current portion of compensated absences	99,241	12,517	-
Total current liabilities	<u>186,055</u>	<u>53,484</u>	<u>-</u>
Noncurrent liabilities			
Accrued compensated absences	134,395	-	-
Net OPEB obligation	101,057	16,154	-
Advances from other funds	-	70,000	-
Total noncurrent liabilities	<u>235,451</u>	<u>86,154</u>	<u>-</u>
Total liabilities	<u>421,506</u>	<u>139,638</u>	<u>-</u>
Net Position			
Invested in capital assets	475,461	1,163,825	-
Unrestricted (deficit)	(271,881)	52,339	878,373
Total net position	<u>\$ 203,580</u>	<u>\$ 1,216,164</u>	<u>\$ 878,373</u>

Workers' Compensation Reserve	Health Insurance Reserve	Short-Term Disability Reserve	Total
\$ 9,974	\$ 178,765	\$ 207,365	\$ 1,443,556
	-	-	22,737
12,660	-	-	19,482
-	139,693	-	139,693
-	-	-	142,964
<u>22,633</u>	<u>318,458</u>	<u>207,365</u>	<u>1,768,432</u>
-	-	-	6,500
-	-	-	2,120,374
-	-	-	128,816
-	-	-	1,948,159
-	-	-	(2,564,564)
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,639,285</u>
\$ 22,633	\$ 318,458	\$ 207,365	\$ 3,407,717
-	-	-	-
\$ 60,174	\$ -	\$ -	\$ 187,954
-	-	-	111,759
<u>60,174</u>	<u>-</u>	<u>-</u>	<u>299,713</u>
-	-	-	134,395
-	-	-	117,211
-	-	-	70,000
<u>-</u>	<u>-</u>	<u>-</u>	<u>321,605</u>
<u>60,174</u>	<u>-</u>	<u>-</u>	<u>621,318</u>
-	-	-	1,639,285
(37,541)	318,458	207,365	1,147,114
<u>\$ (37,541)</u>	<u>\$ 318,458</u>	<u>\$ 207,365</u>	<u>\$ 2,786,399</u>

CITY OF WINFIELD, KANSAS

INTERNAL SERVICE FUNDS COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION FOR THE YEAR ENDED DECEMBER 31, 2014

	Management Services	Operations Center	Risk Management Reserve
Operating revenues			
Charges for services	\$ 2,714,518	\$ 515,250	\$
Other	172,019	673	62,261
Total operating revenues	<u>2,886,537</u>	<u>515,923</u>	<u>62,261</u>
Operating expenses			
Administration	2,877,556	502,329	706,410
Claims	-	-	5,936
Depreciation	95,212	31,201	-
Total operating expenses	<u>2,972,769</u>	<u>533,530</u>	<u>712,346</u>
Operating income (loss)	<u>(86,232)</u>	<u>(17,607)</u>	<u>(650,085)</u>
Non-operating revenues (expenses)			
Interest income	-	-	3,223
Total non-operating revenues (expenses)	<u>-</u>	<u>-</u>	<u>3,223</u>
Net income (loss) before operating transfers	<u>(86,232)</u>	<u>(17,607)</u>	<u>(646,862)</u>
Change in net position	(86,232)	(17,607)	(646,862)
Total net position - beginning	<u>289,812</u>	<u>1,233,771</u>	<u>1,525,236</u>
Total net position - ending	<u>\$ 203,580</u>	<u>\$ 1,216,164</u>	<u>\$ 878,373</u>

Workers' Compensation Reserve	Health Insurance Reserve	Short-Term Disability Reserve	Totals
\$ -	\$ -	\$ -	\$ 3,229,768
28,048	1,525,500	72	1,788,573
<u>28,048</u>	<u>1,525,500</u>	<u>72</u>	<u>5,018,341</u>
	1,536,161	-	5,622,457
34,643	-	-	40,578
-	-	-	126,413
<u>34,643</u>	<u>1,536,161</u>	<u>-</u>	<u>5,789,449</u>
(6,595)	(10,661)	72	(771,108)
15	531	567	4,336
15	531	567	4,336
(6,580)	(10,130)	639	(766,771)
(6,580)	(10,130)	639	(766,771)
(30,961)	328,588	206,726	3,553,170
<u>\$ (37,541)</u>	<u>\$ 318,458</u>	<u>\$ 207,365</u>	<u>\$ 2,786,399</u>

CITY OF WINFIELD, KANSAS

INTERNAL SERVICE FUNDS COMBINING STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2014

	Management Services	Operations Center	Risk Management Reserve
Cash flows from operating activities			
Payments to suppliers	\$ (1,360,556)	\$ (265,667)	\$ (706,410)
Payments to employees	(1,511,103)	(246,951)	-
Payments of claims	-	-	(5,936)
Internal activity-receipts from other funds	2,714,517	515,250	-
Other receipts	172,018	673	62,261
Net cash provided (used) by operating activities	<u>14,876</u>	<u>3,304</u>	<u>(650,085)</u>
Cash flows from capital and related financing activities			
Acquisition of capital assets	(69,256)	17,455	-
Net cash used by noncapital financing activities	<u>(69,256)</u>	<u>17,455</u>	<u>-</u>
Cash flows from investing activities			
Interest income	<u>-</u>	<u>-</u>	<u>3,223</u>
Net increase (decrease) in cash and cash equivalents	(54,379)	20,759	(646,862)
Balances - beginning of year	156,284	48,116	1,523,535
Balances - end of year	<u>\$ 101,905</u>	<u>\$ 68,875</u>	<u>\$ 876,673</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating income (loss)	<u>(86,232)</u>	<u>(17,607)</u>	<u>(650,085)</u>
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation	95,212	31,201	-
Changes in assets and liabilities:			
Receivables, net	(3,454)	(721)	-
Inventories	11,741	(23,409)	-
Compensated absences	42,036	786	-
Net OPEB obligations	19,217	2,211	-
Prepays	-	-	-
Accounts and other payables	<u>(63,644)</u>	<u>10,844</u>	<u>-</u>
Total adjustments	101,108	20,912	-
Net cash provided (used) by operating activities	<u>\$ 14,876</u>	<u>\$ 3,305</u>	<u>\$ (650,085)</u>
Noncash Transactions			
Capital asset transfers	\$ (4,217)	\$ -	\$ -

Workers' Compensation Reserve	Health Insurance Reserve	Short-Term Disability Reserve	Totals
\$ (7,203)	\$ (1,550,438)	\$ -	\$ (3,890,274)
-		-	(1,758,054)
(56,966)	-	-	(62,902)
-	1,525,500	-	4,755,267
38,683	-	72	273,707
<u>(25,486)</u>	<u>(24,938)</u>	<u>72</u>	<u>(682,256)</u>
-	-	-	(51,801)
<u>-</u>	<u>-</u>	<u>-</u>	<u>(51,801)</u>
		-	
15	531	567	4,336
(25,471)	(24,407)	639	(729,722)
35,446	203,172	206,726	2,173,278
<u>\$ 9,974</u>	<u>\$ 178,765</u>	<u>\$ 207,365</u>	<u>\$ 1,443,556</u>
(6,595)	(10,661)	72	(771,108)
-	-	-	126,413
10,795	-	-	6,620
-	-	-	(11,668)
-	-	-	42,822
-	-	-	21,428
-	(14,277)	-	(14,277)
<u>(29,686)</u>	<u>-</u>	<u>-</u>	<u>(82,486)</u>
<u>(18,891)</u>	<u>(14,277)</u>	<u>-</u>	<u>88,852</u>
<u>\$ (25,486)</u>	<u>\$ (24,938)</u>	<u>\$ 72</u>	<u>\$ (682,256)</u>
\$ -	\$ -	\$ -	\$ (4,217)

CITY OF WINFIELD, KANSAS

BUDGETED INTERNAL SERVICE FUNDS SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES BUDGET AND ACTUAL - BUDGETARY BASIS FOR THE YEAR ENDED DECEMBER 31, 2014

	MANAGEMENT SERVICES				OPERATIONS CENTER		
	Original Budget	Final Amended Budget	Actual Amounts	Variance with Final Amended Budget	Original Budget	Actual Amounts	Variance
Revenues and other sources							
Interfund contributions	\$ 2,650,257	\$ 2,968,852	\$ 2,714,517	\$ (254,335)	\$ 566,278	\$ 515,204	\$ (51,074)
Other	138,616	139,579	171,150	31,571	965	-	(965)
Total revenues and other sources	<u>2,788,873</u>	<u>3,108,431</u>	<u>2,885,667</u>	<u>(222,764)</u>	<u>567,243</u>	<u>515,204</u>	<u>(52,039)</u>
Expenditures and other uses							
Personal services	1,996,206	2,234,801	2,105,965	128,836	361,792	342,119	19,673
Contractual services	524,832	524,832	533,839	(9,007)	114,948	97,489	17,459
Materials and supplies	164,272	164,272	141,622	22,650	58,413	35,888	22,525
Other	24,600	24,600	26,180	(1,580)	1,225	2,652	(1,427)
Capital outlay	1,000	81,000	81,268	(268)	29,900	12,598	17,302
Debt Service	76,500	-	-	-	-	-	-
Contingency	-	77,713	-	77,713	-	-	-
Total expenditures and other uses	<u>2,787,410</u>	<u>3,107,218</u>	<u>2,888,874</u>	<u>218,344</u>	<u>566,278</u>	<u>490,745</u>	<u>75,533</u>
Revenues and other sources over (under) expenditures and other uses	1,463	1,213	(3,207)	(4,420)	965	24,459	23,494
Unencumbered fund balance, January 1	<u>2,237</u>	<u>2,237</u>	<u>\$ 3,242</u>	<u>1,005</u>	<u>3,373</u>	<u>2,099</u>	<u>(1,274)</u>
Unencumbered fund balance, December 31	<u>\$ 3,700</u>	<u>\$ 3,450</u>	<u>\$ 35</u>	<u>\$ (3,415)</u>	<u>\$ 4,338</u>	<u>\$ 26,558</u>	<u>\$ 22,220</u>

FIDUCIARY AND AGENCY FUNDS

Agency Funds

Payroll Clearing – acts as a clearing account for all City payroll transactions.

Sales Tax – to account for sales tax collected, to be remitted to State of Kansas.

Flex Medical - to collect and pass through flexible benefit contributions.

Fire Insurance Proceeds - to collect and pass through fire insurance recoveries.

CITY OF WINFIELD, KANSAS

AGENCY FUNDS COMBINING BALANCE SHEET December 31, 2014

	<u>Payroll Clearing</u>	<u>Sales Tax</u>	<u>Flex Medical</u>	<u>Total</u>
Assets				
Pooled cash and investments	\$ 172,333	\$ (102,740)	\$ 22,509	\$ 92,102
Other receivables	<u>-</u>	<u>110,643</u>	<u>-</u>	<u>110,643</u>
Total assets	<u>172,333</u>	<u>7,902</u>	<u>22,509</u>	<u>202,745</u>
Liabilities				
Accounts payable	<u>172,333</u>	<u>7,902</u>	<u>22,509</u>	<u>202,745</u>
Total liabilities	<u>172,333</u>	<u>7,902</u>	<u>22,509</u>	<u>202,745</u>
Net Position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 0</u>

CITY OF WINFIELD, KANSAS

AGENCY FUNDS COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES FOR THE YEAR ENDED DECEMBER 31, 2014

	Balance January 1 2014	Additions	Deductions	Balance December 31 2014
Pooled cash and investments				
Payroll clearing	\$ 161,091	\$ 12,396,106	\$ 12,384,864	\$ 172,333
Sales tax	(18,636)	949,554	1,033,658	(102,740)
Flex Medical	11,447	182,584	171,522	22,509
Total pooled cash and investments	153,902	13,528,244	13,590,044	92,102
Other receivables				
Sales tax	88,636	973,024	951,017	110,643
Total other receivables	88,636	973,024	951,017	110,643
Total Assets	\$ 242,538	\$ 14,501,268	\$ 14,541,061	\$ 202,745
Accounts payable				
Payroll clearing	\$ 161,091	\$ 12,384,864	\$ 12,396,106	\$ 172,333
Sales tax	70,000	2,070,513	2,008,415	\$ 7,902
Flex Medical	11,447	171,522	182,584	\$ 22,509
Total accounts payable	242,538	14,626,899	14,587,105	202,745
Total Liabilities	\$ 242,538	\$ 14,626,899	\$ 14,587,105	\$ 202,745

CITY OF WINFIELD, KANSAS

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS SCHEDULE BY SOURCE DECEMBER 31, 2014

Governmental funds capital assets	2014
Land	\$ 1,900,213
Buildings	8,658,129
Improvements other than buildings	22,711,471
Machinery and equipment	8,468,817
Construction in progress	43,612
Total governmental funds capital assets	\$ 41,782,242
Investment in governmental funds capital assets by source:	
General fund	\$ 20,394,050
Special revenue funds	21,349,278
Construction project funds	38,914
Donations	-
Total governmental funds capital assets	\$ 41,782,242

This schedule presents only the capital asset balances related to governmental funds, including infrastructure.

CITY OF WINFIELD, KANSAS

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS SCHEDULE BY FUNCTION AND ACTIVITY DECEMBER 31, 2014

Function and Activity	Land	Buildings	Improvements Other Than Buildings	Machinery and Equipment	Construction in Progress	Total
General government:						
Administrative/other	\$ 80,666	\$ 3,622,056	\$ 4,023,288	\$ 184,660	\$ 748	\$ 7,911,418
Total general government	80,666	3,622,056	4,023,288	184,660	748	7,911,418
Public safety:						
Police	-	205,716	57,010	1,288,912	-	1,551,639
Fire	-	574,610	-	3,709,897	-	4,284,507
Public parking	171,124	-	31,497	27,286	-	229,907
Inspection	-	-	-	57,670	-	57,670
Total public safety	171,124	780,326	88,507	5,083,765	-	6,123,723
Highways and streets:	734,596	15,425	15,461,180	1,383,294	-	17,594,494
Culture and recreation	912,427	4,177,067	3,127,736	1,623,058	3,950	9,844,238
Cemetery	1,400	63,255	10,760	194,040	-	269,455
Construction in progress	-	-	-	-	38,914	38,914
Total governmental funds capital assets	<u>\$ 1,900,213</u>	<u>\$ 8,658,129</u>	<u>\$ 22,711,471</u>	<u>\$ 8,468,817</u>	<u>\$ 43,612</u>	<u>\$ 41,782,242</u>

This schedule presents only the capital asset balances related to governmental funds, including infrastructure.

CITY OF WINFIELD, KANSAS

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY FOR THE YEAR ENDED DECEMBER 31, 2014

Function and Activity	Governmental Funds Capital Assets Jan 1, 2014	Additions	Deductions	Transfers	Governmental Funds Capital Assets Dec 31, 2014
General government:					
Attorney	2,495	-	-	-	2,495
Other	7,898,553	11	-	-	7,898,564
Total general government	7,901,048	11	-	-	7,901,059
Public safety:					
Police	1,534,276	79,760	(46,505)	(15,893)	1,551,639
Fire/EMS	3,908,520	375,987	-	-	4,284,507
Public Parking	229,907	-	-	-	229,907
Inspection	57,670	-	-	-	57,670
Total public safety	5,730,373	455,747	(46,505)	(15,893)	6,123,723
Public works/streets	15,873,436	1,793,120	(72,061)	-	17,594,495
Culture and recreation	9,846,391	60,983	(79,510)	18,429	9,846,293
Cemetery	250,588	23,079	(4,213)	-	269,454
Under construction	47,218	-	-	-	47,218
Total governmental funds capital assets	<u>\$ 39,649,054</u>	<u>2,332,940</u>	<u>(202,289)</u>	<u>2,537</u>	<u>41,782,242</u>

This schedule presents only the capital asset balances related to governmental funds, including infrastructure.

CITY OF WINFIELD, KANSAS

NONMAJOR COMPONENT UNIT- BUSINESS TYPE ACTIVITY COMBINING STATEMENT OF NET POSITION FOR THE YEAR ENDED JUNE 30, 2014 WINFIELD HOUSING AUTHORITY

Assets

Current assets

Cash and temporary investments	\$ 138,177
Accounts receivable, net	1,504
HUD Grants receivable	48,335
Interest receivable	2
Prepays and materials inventory	31,516
Total current assets	219,534

Capital Assets:

Capital assets not be depreciated	52,776
Depreciable capital assets	3,450,714
Less accumulated depreciation	(2,008,361)
Net capital assets	1,495,129

Other assets

Security Fund deposit	14,782
Total other assets	14,782

Total non-current assets 1,509,911

Total assets 1,729,445

Liabilities

Current liabilities

Accounts payable	5,166
Restricted Tenant security deposits	14,782
Tenant prepaid rents	1,206
Accrued liabilities-PILOT	11,462
Accrued compensated absences-short term	655
Total current liabilities	33,271

Non-current Liabilities

Accrued compensated absences-long term	5,891
Total non-current liabilities	5,891

Total liabilities 39,162

Deferred inflows of resources

Deferred revenue- HUD capital grant receivable	55,535
Total deferred inflows of resources	55,535

Net Position

Invested in capital assets	1,495,129
Restricted for capital projects	48,335
Unrestricted	91,284

Total Net Position 1,634,748

Total Liabilities and Net Position \$ 1,729,445

CITY OF WINFIELD, KANSAS

NONMAJOR COMPONENT UNIT - BUSINESS-TYPE COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION FOR THE YEAR ENDED JUNE 30, 2014

WINFIELD HOUSING AUTHORITY

Operating revenues

Rental income	\$ 202,602
Other	8,949
Total operating revenues	<u>211,551</u>

Operating expenses

Services and supplies	272,346
Depreciation	<u>102,693</u>
Total operating expenses	<u>375,039</u>
Operating loss	<u>(163,488)</u>

Non-operating revenues

Interest income	112
Gain on disposal of Equipment	<u>469</u>
Total non-operating revenues	<u>581</u>

Capital Contributions

HUD capital improvements grants	<u>53,520</u>
Total capital contributions	<u>53,520</u>

Change in net position (109,387)

Total net position - beginning 1,744,135

Total net position - ending \$ 1,634,748

CITY OF WINFIELD, KANSAS

NONMAJOR COMPONENT UNIT- GOVERNMENTAL TYPE COMBINING BALANCE SHEET FOR THE YEAR ENDED DECEMBER 31, 2014

WINFIELD PUBLIC LIBRARY

Assets	
Cash and temporary investments	<u>\$ 933,772</u>
 Total assets	 <u>933,772</u>
 Liabilities	
Accounts payable	<u>595</u>
 Total liabilities	 595
 Fund Balance	 <u>933,177</u>
 Total Liabilities and Fund Balance	 <u><u>\$ 933,772</u></u>

CITY OF WINFIELD, KANSAS

NONMAJOR COMPONENT UNIT - GOVERNMENTAL TYPE COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE FOR THE YEAR ENDED DECEMBER 31, 2014

WINFIELD PUBLIC LIBRARY

Revenues

Property taxes	\$ 501,121
Sales Tax	265,482
Fines and penalties	9,565
Interest income	1,964
Charges for services and sales	6,329
Grants	60,320
Other	2,984
Total revenues	<u>847,764</u>

Expenditures

Culture and recreation:	
Personal services	303,281
Contractual services and materials	147,814
Capital outlay	50,244
Other	14,414
Total expenditures	<u>515,753</u>

Excess of revenues over expenditures	332,011
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Fund balance, beginning of year	<u>601,166</u>
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Fund balance, end of year	<u><u>\$ 933,177</u></u>
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Statistical Section



STATISTICAL SECTION

The Statistical Section presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the city's overall financial health.

Financial trends information helps the readers understand how the City's financial performance and well-being have changed over time.

Revenue capacity information is intended to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.

Debt capacity schedules present information to help the reader assess the affordability of the city's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and economic indicators are offered to help the reader understand the environment within which the city's financial activities take place and to help make comparisons across time.

Operating information about the City and its resources is provided to help the reader understand how the city's financial information relates to the services provided and the activities the City performs.

City of Winfield, Kansas

Net Position by Component, Last Ten Fiscal Years

(accrual basis of accounting)

	Fiscal Year				
	2005	2006	2007	2008	2009
Governmental activities					
Invested in capital assets, net of related debt	\$ 12,278,113	\$ 11,238,825	\$ 13,588,751	\$ 16,604,943	\$ 18,467,441
Restricted	2,488,485	2,757,530	1,984,745	1,697,377	744,041
Unrestricted	1,861,083	4,191,024	3,851,314	1,613,399	1,747,071
Total governmental activities net position	<u>\$ 16,627,681</u>	<u>\$ 18,187,379</u>	<u>\$ 19,424,810</u>	<u>\$ 19,915,719</u>	<u>\$ 20,958,553</u>
Business-type activities					
Invested in capital assets, net of related debt	\$ 36,087,472	\$ 37,790,830	\$ 37,500,763	\$ 38,069,991	\$ 39,034,768
Restricted	202,003	202,297	201,918	200,316	200,000
Unrestricted	8,518,189	7,513,229	8,171,934	6,429,463	8,171,269
Total business-type activities net position	<u>\$ 44,807,664</u>	<u>\$ 45,506,356</u>	<u>\$ 45,874,615</u>	<u>\$ 44,699,770</u>	<u>\$ 47,406,037</u>
Primary government					
Invested in capital assets, net of related debt	\$ 48,365,585	\$ 49,029,655	\$ 51,089,514	\$ 54,674,934	\$ 57,502,209
Restricted	2,690,488	2,959,827	2,186,663	1,897,693	944,041
Unrestricted	10,379,272	11,704,253	12,023,248	8,042,862	9,918,340
Total primary government net position	<u>\$ 61,435,345</u>	<u>\$ 63,693,735</u>	<u>\$ 65,299,425</u>	<u>\$ 64,615,489</u>	<u>\$ 68,364,590</u>

Table 1

Fiscal Year				
2010	2011	2012	2013	2014
\$ 15,221,844	\$ 16,091,925	\$ 16,850,705	\$ 17,623,357	\$ 16,436,223
1,100,540	1,001,143	903,217	1,582,593	897,959
4,814,451	4,296,353	5,240,513	3,957,875	6,018,000
<u>\$ 21,136,835</u>	<u>\$ 21,389,421</u>	<u>\$ 22,994,435</u>	<u>\$ 23,163,825</u>	<u>\$ 23,352,182</u>
\$ 39,238,338	\$ 38,560,011	\$ 37,304,887	\$ 37,119,806	\$ 38,288,922
200,000	-	-	-	-
9,145,650	11,038,264	11,902,772	11,561,504	10,405,524
<u>\$ 48,583,988</u>	<u>\$ 49,598,275</u>	<u>\$ 49,207,659</u>	<u>\$ 48,681,310</u>	<u>\$ 48,694,446</u>
\$ 54,460,182	\$ 54,651,936	\$ 54,155,592	\$ 54,743,163	\$ 54,725,145
1,300,540	1,001,143	903,217	1,582,593	897,959
13,960,101	15,334,617	17,143,285	15,519,379	16,423,524
<u>\$ 69,720,823</u>	<u>\$ 70,987,696</u>	<u>\$ 72,202,094</u>	<u>\$ 71,845,135</u>	<u>\$ 72,046,628</u>

City of Winfield, Kansas

Changes in Net Position, Last Ten Fiscal Years

(accrual basis of accounting)

	Fiscal Year			
	2005	2006	2007	2008
Expenses				
<i>Governmental Activities:</i>				
General government	\$ 715,264	\$ 1,010,093	\$ 1,037,652	\$ 1,007,890
Public safety	3,477,184	3,985,164	3,961,982	4,799,553
Public works/stormwater	1,712,656	2,147,916	1,475,426	1,750,265
Cemetery	156,388	150,677	158,684	163,789
Culture and recreation	1,874,254	1,596,973	1,802,510	2,157,393
Health and welfare	1,182,021	994,863	1,080,507	313,261
Economic development	200,051	130,861	148,996	175,827
Interest on debt	369,833	455,814	558,877	525,663
Total governmental activities expenses	<u>9,687,651</u>	<u>10,472,361</u>	<u>10,224,634</u>	<u>10,893,641</u>
<i>Business-type activities:</i>				
Electric	19,552,084	22,379,172	21,790,211	25,974,432
Gas	6,662,904	5,210,015	5,602,811	6,249,824
Water	1,905,225	1,833,590	2,383,522	2,461,897
Refuse	1,184,215	1,202,388	1,250,860	1,305,321
Wastewater	1,785,474	1,574,041	1,965,895	1,900,444
Golf course	636,572	857,222	848,813	939,736
Total business-type activities expenses	<u>31,726,474</u>	<u>33,056,428</u>	<u>33,842,112</u>	<u>38,831,654</u>
Total primary government expenses	<u>\$ 41,414,125</u>	<u>\$ 43,528,789</u>	<u>\$ 44,066,746</u>	<u>\$ 49,725,295</u>
Program Revenues				
<i>Governmental activities:</i>				
General government	\$ 360,003	\$ 344,835	\$ 339,026	\$ 403,991
Public safety	172,080	261,988	196,713	213,522
Public works/stormwater	158,272	152,111	152,488	157,989
Cemetery	50,338	41,090	31,275	43,285
Culture and recreation	385,571	450,224	442,341	479,106
Health and welfare	694,747	746,312	816,546	188,322
Operating grants and contributions	619,517	503,837	517,649	469,169
Capital grants and contributions	274,757	1,802,724	29,610	2,247,932
Total governmental activities program revenues	<u>2,715,285</u>	<u>4,303,121</u>	<u>2,525,648</u>	<u>4,203,316</u>
<i>Business-type activities:</i>				
Charges for services:				
Electric	19,824,019	22,984,484	23,993,402	24,141,325
Gas	6,695,359	6,157,572	5,804,699	6,586,008
Water	2,159,641	2,293,376	2,163,925	2,053,763
Refuse	1,129,186	1,257,396	1,408,661	1,468,186
Wastewater	1,536,054	1,522,009	1,497,631	1,645,841
Golf course	370,561	567,258	506,487	510,225
Capital grants and contributions	644,724	731,839	572,037	456,579
Total business-type activities program revenues	<u>32,359,544</u>	<u>35,513,934</u>	<u>35,946,842</u>	<u>36,861,927</u>
Total primary government program revenues	<u>\$ 35,074,829</u>	<u>\$ 39,817,055</u>	<u>\$ 38,472,490</u>	<u>\$ 41,065,243</u>

Table 2

Fiscal Year					
2009	2010	2011	2012	2013	2014
\$ 1,136,384	\$ 1,378,157	\$ 1,284,081	\$ 1,296,695	\$ 1,679,541	\$ 2,536,371
4,363,022	4,486,349	4,493,341	4,588,327	4,467,782	5,497,169
1,511,058	1,391,930	1,392,216	1,413,920	940,998	1,354,619
142,764	164,665	145,656	156,726	170,300	172,554
1,405,506	1,910,251	2,044,763	1,986,876	3,295,984	2,465,021
353,557	333,945	341,963	344,062	327,336	37,455
165,271	148,777	185,683	305,823	163,584	146,271
483,691	500,300	452,192	487,573	613,933	449,271
<u>9,561,253</u>	<u>10,314,374</u>	<u>10,339,895</u>	<u>10,580,002</u>	<u>11,659,458</u>	<u>12,658,731</u>
20,755,104	21,107,926	22,331,177	24,216,773	24,159,020	27,821,735
4,565,950	4,433,654	4,160,674	3,507,599	4,054,864	4,946,102
2,443,606	2,318,531	2,354,597	2,433,503	2,352,849	2,206,641
1,231,637	1,200,127	1,247,376	1,151,417	1,137,167	1,323,129
1,730,487	1,865,241	1,849,088	1,844,635	1,714,342	1,522,762
881,196	813,684	762,407	681,748	581,179	539,075
<u>31,607,980</u>	<u>31,739,163</u>	<u>32,705,319</u>	<u>33,835,675</u>	<u>33,999,421</u>	<u>38,359,445</u>
<u>\$ 41,169,233</u>	<u>\$ 42,053,537</u>	<u>\$ 43,045,214</u>	<u>\$ 44,415,677</u>	<u>\$ 45,658,879</u>	<u>51,018,176</u>
\$ 401,180	\$ 662,013	\$ 351,445	\$ 336,317	\$ 416,522	\$ 499,031
244,913	223,217	217,361	233,349	225,052	1,431,890
168,703	149,339	149,761	150,130	146,302	199,247
51,560	53,860	70,245	63,810	51,550	50,403
520,190	544,552	532,471	508,072	388,829	407,773
189,415	189,856	187,630	178,714	177,307	180,974
484,355	641,420	553,306	646,035	619,871	463,505
594,320	13,286	55,651	1,118,000	499,185	255,641
<u>2,654,636</u>	<u>2,477,543</u>	<u>2,117,870</u>	<u>3,234,427</u>	<u>2,524,618</u>	<u>3,488,464</u>
24,760,069	22,771,769	24,623,166	26,074,970	25,075,556	29,332,542
5,501,142	5,455,036	4,955,953	3,750,750	4,366,055	5,539,500
2,040,831	2,134,745	2,375,968	2,470,167	2,188,618	2,280,116
1,379,395	1,401,131	1,394,287	1,379,195	1,385,780	1,365,123
1,672,416	1,809,506	1,942,758	2,072,943	2,094,907	2,015,682
508,703	468,167	459,404	448,759	411,866	348,137
199,131	798,404	113,230	85,932	762,833	195,159
<u>36,061,687</u>	<u>34,838,758</u>	<u>35,864,766</u>	<u>36,282,716</u>	<u>36,285,615</u>	<u>41,076,260</u>
<u>\$ 38,716,323</u>	<u>\$ 37,316,301</u>	<u>\$ 37,982,636</u>	<u>\$ 39,517,143</u>	<u>\$ 38,810,233</u>	<u>44,564,724</u>

City of Winfield, Kansas

Changes in Net Position, Last Ten Fiscal Years

(accrual basis of accounting)

	Fiscal Year			
	2005	2006	2007	2008
Net (Expenses)/Revenue				
Governmental activities	\$ (6,972,366)	\$ (6,169,240)	\$ (7,698,986)	\$ (6,690,325)
Business-type activities	633,070	2,457,506	2,104,730	(1,969,727)
Total primary government net expense	<u>\$ (6,339,296)</u>	<u>\$ (3,711,734)</u>	<u>\$ (5,594,256)</u>	<u>\$ (8,660,052)</u>
General Revenues and Other Changes in Net Position				
<i>Governmental activities:</i>				
Taxes				
Property taxes	\$ 3,105,420	\$ 3,313,225	\$ 3,563,739	\$ 3,613,367
Sales taxes	1,514,594	1,602,854	1,653,458	1,796,192
Franchise taxes	221,656	221,379	224,057	232,233
Other taxes	131,823	136,585	136,946	119,667
Payments in lieu of taxes	1,815,685	2,033,593	2,132,120	2,209,504
Investment earnings	115,247	211,789	239,348	159,269
Miscellaneous	(18,886)	146,328	207,280	68,148
Special items	-	-	-	1,976,607
Transfers	(410,948)	(65,699)	(25,781)	(693,327)
Total governmental activities	<u>6,474,591</u>	<u>7,600,054</u>	<u>8,131,167</u>	<u>9,481,660</u>
<i>Business-type activities</i>				
Investment earnings	245,094	280,672	369,868	230,619
Miscellaneous	61,868	32,857	-	-
In lieu of franchise fees	(1,815,685)	(2,033,593)	(2,132,120)	(2,209,504)
Transfers	410,948	65,699	25,781	693,327
Total business-type activities	<u>(1,097,775)</u>	<u>(1,654,365)</u>	<u>(1,736,471)</u>	<u>(1,285,558)</u>
Total primary government	<u>\$ 5,376,816</u>	<u>\$ 5,945,689</u>	<u>\$ 6,394,696</u>	<u>\$ 8,196,102</u>
Change in Net Position				
Governmental activities	\$ (497,775)	\$ 1,430,814	\$ 432,181	\$ 2,791,335
Business-type activities	(464,705)	803,141	368,259	(3,255,285)
Total primary government	<u>\$ (962,480)</u>	<u>\$ 2,233,955</u>	<u>\$ 800,440</u>	<u>\$ (463,950)</u>

Table 2

Fiscal Year					
2009	2010	2011	2012	2013	2014
\$ (6,906,617)	\$ (7,836,831)	\$ (8,222,025)	\$ (7,345,575)	\$ (9,134,840)	\$ (9,170,267)
4,453,707	3,099,595	3,159,447	2,447,041	2,286,194	2,716,816
<u>\$ (2,452,910)</u>	<u>\$ (4,737,236)</u>	<u>\$ (5,062,578)</u>	<u>\$ (4,898,534)</u>	<u>\$ (6,848,646)</u>	<u>\$ (6,453,451)</u>
\$ 3,946,608	\$ 3,995,278	\$ 4,133,774	\$ 3,941,589	\$ 4,156,656	\$ 4,157,886
1,642,867	1,650,437	1,802,734	1,744,484	1,765,516	2,221,697
208,506	217,851	197,907	247,602	218,778	200,961
117,440	127,883	164,781	144,171	137,802	116,005
2,097,169	1,987,491	2,090,193	2,576,964	2,503,962	2,530,448
67,920	21,433	9,874	11,056	17,741	15,085
107,661	44,392	-	-	161,977	57,071
-	-	-	-	-	-
(238,720)	(29,652)	75,348	284,722	341,798	117,128
<u>7,949,451</u>	<u>8,015,113</u>	<u>8,474,611</u>	<u>8,950,588</u>	<u>9,304,230</u>	<u>9,416,281</u>
111,009	36,195	20,381	24,030	33,217	23,540
-	-	-	-	-	-
(2,097,169)	(1,987,491)	(2,090,193)	(2,576,964)	(2,503,962)	(2,530,448)
238,720	29,652	(75,348)	(284,722)	(341,798)	(117,128)
<u>(1,747,440)</u>	<u>(1,921,644)</u>	<u>(2,145,160)</u>	<u>(2,837,656)</u>	<u>(2,812,543)</u>	<u>(2,624,036)</u>
<u>\$ 6,202,011</u>	<u>\$ 6,093,469</u>	<u>\$ 6,329,451</u>	<u>\$ 6,112,932</u>	<u>\$ 6,491,687</u>	<u>\$ 6,792,245</u>
\$ 1,042,834	\$ 178,282	\$ 252,586	\$ 1,605,013	\$ 169,390	\$ 246,014
2,706,267	1,177,951	1,014,287	(390,615)	(526,350)	92,779
<u>\$ 3,749,101</u>	<u>\$ 1,356,233</u>	<u>\$ 1,266,873</u>	<u>\$ 1,214,398</u>	<u>\$ (356,960)</u>	<u>\$ 338,793</u>

City of Winfield, Kansas

Program Revenues by Function/Program, Last Ten Fiscal Years

(accrual basis of accounting)

Function/Program	Program Revenues				
	2005	2006	2007	2008	2009
Governmental activities:					
General government	\$ 360,515	\$ 344,835	\$ 391,329	\$ 403,991	\$ 401,205
Public safety	485,735	330,675	204,980	341,770	299,786
Public works/stormwater	738,379	2,320,215	625,167	2,684,476	653,058
Cemetery	50,338	49,360	31,275	43,285	52,160
Culture and recreation	385,571	511,724	456,351	541,472	1,059,012
Health and welfare	694,747	746,312	816,546	188,322	189,415
Subtotal					
governmental activities	<u>2,715,285</u>	<u>4,303,121</u>	<u>2,525,648</u>	<u>4,203,316</u>	<u>2,654,636</u>
Business-type activities:					
Electric	20,388,320	23,639,660	24,414,753	24,483,928	24,942,711
Gas	6,721,047	6,190,388	5,825,189	6,608,856	5,506,348
Water	2,189,376	2,337,223	2,194,318	2,092,727	2,052,114
Refuse	1,154,186	1,257,396	1,408,661	1,468,186	1,379,395
Wastewater	1,536,054	1,522,009	1,597,434	1,698,005	1,672,416
Golf course	370,561	567,258	506,487	510,225	508,703
Subtotal					
business-type activities	<u>32,359,544</u>	<u>35,513,934</u>	<u>35,946,842</u>	<u>36,861,927</u>	<u>36,061,687</u>
Total primary government	<u>\$ 35,074,829</u>	<u>\$ 39,817,055</u>	<u>\$ 38,472,490</u>	<u>\$ 41,065,243</u>	<u>\$ 38,716,323</u>

Table 3

Program Revenues				
2010	2011	2012	2013	2014
\$ 710,092	\$ 468,445	\$ 406,067	\$ 416,522	\$ 499,031
242,802	256,669	271,093	236,343	1,511,893
735,930	571,278	1,804,932	1,253,917	661,559
54,310	70,845	64,494	51,700	50,403
544,552	563,003	509,127	388,829	584,604
189,856	187,630	178,714	177,307	180,974
2,477,542	2,117,870	3,234,427	2,524,618	3,488,464
23,530,926	24,693,816	26,155,695	25,832,812	29,512,801
5,461,785	4,963,475	3,751,318	4,368,527	5,541,446
2,167,244	2,398,876	2,473,951	2,190,868	2,292,216
1,401,131	1,394,287	1,379,195	1,385,780	1,365,123
1,809,506	1,954,908	2,073,798	2,095,762	2,016,537
468,167	459,404	448,759	411,866	348,137
34,838,759	35,864,766	36,282,716	36,285,615	41,076,260
\$ 37,316,301	\$ 37,982,636	\$ 39,517,143	\$ 38,810,233	\$ 44,564,724

City of Winfield, Kansas

Fund Balances, Governmental Funds, Last Ten Fiscal Years

(modified accrual basis of accounting)

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
General fund				
Reserved	\$ 20,265	\$ 20,265	\$ 20,845	\$ 41,336
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	<u>261,816</u>	<u>328,229</u>	<u>502,481</u>	<u>331,883</u>
Total general fund	<u><u>\$ 20,265</u></u>	<u><u>\$ 348,494</u></u>	<u><u>\$ 523,326</u></u>	<u><u>\$ 373,219</u></u>
All other governmental funds				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Reserved	603,974	1,077,822	1,113,485	812,756
Unreserved, reported in:				
Capital project funds	459,651	732,733	(201,894)	41,825
Special revenue funds	1,761,955	1,720,792	1,463,104	1,449,307
Permanent funds	6,000	6,000	6,000	6,000
Debt service funds	<u>-</u>	<u>-</u>	<u>133</u>	<u>455</u>
Total all other governmental funds	<u><u>\$ 2,831,580</u></u>	<u><u>\$ 3,537,347</u></u>	<u><u>\$ 2,380,828</u></u>	<u><u>\$ 2,310,343</u></u>

* In 2011, The City implemented GASB Statement No. 54 under which governmental fund balances are reported as nonspendable, restricted, committed, assigned, and unassigned compared to previous years.

Table 4

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ 24,847	\$ 28,911	\$ 20,265	\$ 20,265	\$ 20,265	\$ 20,265
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
336,688	226,205	418,171	464,835	580,434	1,171,872
<u>\$ 361,535</u>	<u>\$ 255,116</u>	<u>\$ 438,436</u>	<u>\$ 485,100</u>	<u>\$ 600,699</u>	<u>\$ 1,192,137</u>
\$ -	\$ -	\$ 6,000	\$ 6,000	\$ 6,000	\$ 6,000
-	-	995,143	1,575,860	1,496,982	829,976
-	-	422,139	348,373	291,949	327,030
-	-	(33,924)	669,560	943,224	1,999,297
-	-	-	-	(43,833)	-
517,816	322,885	-	-	-	-
(716,253)	(42,980)	-	-	-	-
1,548,805	1,365,334	-	-	-	-
6,000	6,000	-	-	-	-
190,846	131,214	-	-	-	-
<u>\$ 1,547,214</u>	<u>\$ 1,782,453</u>	<u>\$ 1,389,358</u>	<u>\$ 2,599,793</u>	<u>\$ 2,694,322</u>	<u>\$ 3,162,302</u>

City of Winfield, Kansas

Changes in Fund Balances, Governmental Funds, Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year			
	2005	2006	2007	2008
Revenues				
Property taxes	\$ 3,105,420	\$ 3,313,225	\$ 3,563,739	\$ 3,613,367
Sales taxes	1,514,594	1,602,854	1,653,458	1,796,192
Intergovernmental revenue	1,063,211	1,114,731	1,059,395	1,228,607
Charges for services	1,193,830	1,304,633	1,327,286	661,048
Franchise taxes	221,656	221,379	224,057	232,233
Special assessments	108,304	116,141	175,857	168,392
Fines and penalties	152,098	181,605	177,248	176,362
Licenses, fees, and permits	23,816	26,695	23,943	56,228
Investment earnings	109,012	161,710	177,237	122,941
Other revenues	254,032	85,864	158,596	201,090
Total revenues	<u>7,745,973</u>	<u>8,128,837</u>	<u>8,540,816</u>	<u>8,256,460</u>
Expenditures				
General government	712,127	969,761	1,008,833	993,000
Employee benefits [1]	-	-	-	-
Public safety	3,603,633	4,778,405	3,915,641	4,556,668
Public works/streets	971,878	2,061,131	2,493,546	2,685,567
Cemetery	142,741	136,395	148,326	152,279
Culture and recreation	1,670,885	1,493,300	1,589,068	1,729,654
Health and welfare	1,132,670	923,021	1,037,528	313,261
Economic development	206,180	136,956	155,244	175,827
Debt service:				
Debt principal payments	2,434,725	2,224,784	1,570,117	1,466,001
Debt interest payments	452,675	348,301	452,344	363,499
Temporary note principal pymts	-	-	-	5,280,000
Temporary note interest pymts	-	-	-	168,106
Discount on temporary note	-	-	-	8,040
Debt issuance costs	-	-	-	41,686
Capital outlay	701,290	1,856,253	236,480	305,879
Total expenditures	<u>12,028,804</u>	<u>14,928,307</u>	<u>12,607,127</u>	<u>18,239,467</u>
Excess of revenues over (under) expenditures	<u>-----</u> <u>(4,282,831)</u>	<u>-----</u> <u>(6,799,470)</u>	<u>-----</u> <u>(4,066,311)</u>	<u>-----</u> <u>(9,983,007)</u>
Other Financing Sources (Uses)				
Transfers in	2,022,142	2,092,366	2,222,154	2,138,437
Transfers out	(1,843,397)	(2,036,628)	(2,180,162)	(2,049,767)
Transfers in - Pymts in lieu of franchise fees	1,815,684	2,033,593	2,132,120	2,209,504
Issuance of temporary notes	755,000	2,326,594	-	2,945,000
Issuance of bonds	3,015,000	1,115,000	-	4,525,000
Issuance of KDOT debt	-	800,000	659,701	-
Issuance of capital lease	-	1,231,360	-	-
Payments to escrow agent	(2,130,000)	-	-	-
Advance payments of specials	-	-	-	162,174
Insurance recoveries	-	-	-	-
Capital lease proceeds	-	-	-	-
KDOT loan proceeds	-	-	-	-
Debt issuance costs	-	-	-	-
G.O. refunding bond proceeds	-	-	-	-
G.O. refunding bond premium	-	-	-	-
Sales of property	47,095	9,364	250,810	-
Total other financing sources (uses)	<u>3,681,524</u>	<u>7,571,649</u>	<u>3,084,623</u>	<u>9,930,348</u>
Net change in fund balances	<u>\$ (601,307)</u>	<u>\$ 772,179</u>	<u>\$ (981,688)</u>	<u>\$ (52,659)</u>
Debt service as a percentage of noncapital expenditures	25.2%	22.3%	18.9%	12.0%

Table 5

Fiscal Year					
2009	2010	2011	2012	2013	2014
\$ 3,946,608	\$ 3,995,277	\$ 4,133,774	\$ 3,941,589	\$ 4,156,656	\$ 4,157,886
1,642,867	1,650,437	1,802,734	1,744,484	1,749,986	2,221,697
1,130,876	1,209,844	1,107,981	1,166,436	1,174,855	984,128
625,933	747,203	770,710	559,154	568,504	1,810,152
208,506	217,851	197,907	247,603	180,218	200,961
163,672	206,224	207,926	256,707	205,071	223,940
160,454	132,875	134,467	120,658	119,892	99,604
57,929	49,586	70,546	82,150	46,922	66,382
54,327	16,513	7,318	6,057	9,266	12,438
351,214	65,241	134,958	2,201,816	764,473	614,607
8,342,386	8,291,051	8,568,321	10,326,654	8,975,843	10,391,795
1,033,537	1,052,806	1,344,999	1,181,274	1,819,569	2,014,877
-	-	-	-	-	-
4,310,118	4,362,464	4,311,581	4,613,336	4,478,126	5,629,779
1,427,589	1,008,716	651,094	1,028,453	1,026,521	2,606,888
140,513	163,761	160,580	160,451	163,385	187,041
2,171,340	1,778,099	1,793,269	1,805,704	3,050,218	2,231,156
353,557	333,945	341,963	344,062	327,336	37,455
165,271	148,777	185,683	3,956,430	163,584	146,271
1,242,033	1,328,559	1,794,554	966,116	3,167,487	7,098,815
466,280	482,537	597,363	512,828	451,172	445,119
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	24,515	32,610
555,840	362,291	443,657	279,691	226,844	240,044
11,866,078	11,021,955	11,624,743	14,848,345	14,898,757	20,670,054
(3,523,692)	(2,730,904)	(3,056,422)	(4,521,691)	(5,922,914)	(10,278,259)
1,958,394	2,086,218	2,729,475	2,093,424	2,991,209	5,968,200
(1,983,495)	(2,101,654)	(1,973,021)	(1,970,140)	(1,973,180)	(5,168,219)
2,097,169	1,987,491	2,090,193	2,576,965	2,503,962	2,530,448
-	-	-	3,410,000	2,610,000	8,083,543
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	(1,144,247)	-	(1,833,955)	-	-
-	-	-	-	-	-
429,781	-	-	-	-	-
227,844	-	-	-	-	-
-	630,970	-	-	-	-
-	(18,798)	-	(17,505)	-	-
-	1,398,246	-	1,520,000	-	-
-	18,898	-	-	-	-
19,186	2,600	-	-	-	-
2,748,879	2,859,724	2,846,647	5,778,789	6,131,991	11,413,972
\$ (774,813)	\$ 128,820	\$ (209,775)	\$ 1,257,098	\$ 209,077	\$ 1,135,713
17.9%	17.5%	21.6%	13.8%	26.3%	41.0%

City of Winfield, Kansas

Assessed Value and Estimated Actual Value of Taxable Property, Last Ten Fiscal Years (in thousands of dollars)

Table 6

Fiscal Year	Real Property	Personal Property	[a] Utilities	Motor Vehicles	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
2005	49,812	10,858	1,620	10,255	72,545	47.010	454,766	15.95%
2006	50,824	10,172	1,856	10,150	73,002	51.184	468,263	15.59%
2007	53,474	11,277	1,795	10,468	77,014	50.471	485,868	15.85%
2008	55,940	7,697	1,652	10,421	75,710	52.640	485,765	15.59%
2009	56,560	7,446	1,663	10,083	75,752	54.552	478,410	15.83%
2010	56,166	6,855	1,733	9,731	74,485	56.746	475,007	15.68%
2011	55,746	4,942	82	9,741	70,511	56.466	422,422	16.69%
2012	57,032	6,296	69	9,848	73,245	55.068	488,629	14.99%
2013	56,870	6,677	1,731	9,923	75,201	54.631	432,743	17.38%
2014	57,802	7,154	1,767	9,935	76,658	NA	438,971	17.46%

Source: Cowley County Clerk, Treasurer, and Appraiser Offices

Notes: Property in Cowley County is reassessed annually. Commercial property is assessed at 25% of actual value, and residential at 11.5%.

[a] includes oil and gas. Beginning in 2007, certain types of personal property were removed from the tax rolls.

City of Winfield, Kansas

Direct and Overlapping Property Tax Rates, Last Ten Fiscal Years

(rate per \$1,000 of assessed dollars)

Table 7

Year	Basic Rate	General Obligation Debt Svce	Total Direct Rate	Overlapping Rates			
				[a] USD 465	[b] State of Kansas	[b] Community College	[b] Cowley County
2005	35.685	11.325	47.010	56.239	1.500	18.425	36.754
2006	40.778	10.406	51.184	58.327	1.500	18.595	39.035
2007	40.487	9.984	50.471	56.222	1.500	19.932	40.876
2008	40.893	11.747	52.640	60.679	1.500	19.976	42.270
2009	45.363	9.189	54.552	59.346	1.500	20.226	42.064
2010	56.746	9.650	66.396	62.251	1.500	20.219	43.036
2011	46.816	9.650	56.466	63.096	1.500	20.013	43.420
2012	45.704	9.364	55.068	58.600	1.500	19.020	40.100
2013	43.966	9.602	53.568	62.909	1.500	19.388	43.302
2014	45.252	9.141	54.393	55.795	1.500	18.790	43.186

Source: Cowley County Clerk's office

Notes: The city's property tax rates are set annually by the City commission. Rates for debt service are set based on each year's requirements.

Overlapping rates are those of local and county governments that apply to property owners within the City of Winfield.

[a] Approximately 76% of USD 465 property taxes are paid by City of Winfield citizens.

[b] Approximately 30% of Cowley County, the State of Kansas and the Community College property taxes are paid by City of Winfield citizens.

City of Winfield, Kansas
Principal Property Taxpayers
Current Year and Nine Years Ago

Table 8

Taxpayer	2014			2005		
	Assessed Valuation [1]	Rank	Percentage of Total City Taxable Assessed Value [a]	Assessed Valuation [1]	Rank	Percentage of Total City Taxable Assessed Value [a]
Newell Rubbermaid	\$ 6,501,771	1	9.96%	\$ 7,041,779	1	11.31%
Walmart	2,166,180	2	3.32%	-	-	0.00%
Insite	-	-	-	-	-	-
Winfield Economic Development, Inc	-	-	-	1,235,428	3	1.98%
Meadwestvaco/Calmar	1,912,752	3	2.93%	1,229,600	4	1.97%
Union Pacific Railroad	882,955	5	1.35%	391,306	10	0.63%
General Electric Company	1,762,766	4	2.70%	1,303,095	2	2.09%
Calmar	-	-	-	-	-	-
Dillons	568,725	6	0.87%	779,300	6	1.25%
Galaxy Tool	427,029	9	0.65%	773,284	7	1.18%
Southwestern Bell	-	-	-	885,298	5	1.42%
The State Bank	-	-	-	489,391	9	0.79%
William Newton Memorial Hospital	-	-	-	682,321	8	1.10%
Robert Tyler	475,855	7	0.73%	-	-	-
Elko Inc	434,207	8	0.67%	-	-	-
BNSF	387,297	10	0.59%	-	-	-

[a] excludes motor vehicle valuation

Source: Cowley County Appraiser's Office

City of Winfield, Kansas

Property Tax Levies and Collections, Last Ten Fiscal Years

Table 9

Year	Taxes Levied For Fiscal Year	Collected within the Fiscal Year of Levy		Collections in Subsequent Years [a]	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2005	2,730,930	\$ 2,661,557	97.46%	45,666	2,707,223	99.13%
2006	2,928,070	\$ 2,774,735	94.76%	50,203	2,824,938	96.48%
2007	3,224,850	\$ 3,066,776	95.10%	54,037	3,120,813	96.77%
2008	3,361,313	\$ 3,093,973	92.05%	60,621	3,154,594	93.85%
2009	3,439,637	\$ 3,357,994	97.63%	65,116	3,423,110	99.52%
2010	3,571,586	\$ 3,462,827	96.95%	53,150	3,515,977	98.44%
2011	3,532,436	\$ 3,493,214	98.89%	32,621	3,525,835	99.81%
2012	3,532,435	\$ 3,371,833	95.45%	42,135	3,413,968	96.65%
2013	3,590,753	\$ 3,484,949	97.05%	102,552	3,587,501	99.91%
2014	3,562,198	\$ 3,538,003	99.32%	165,638	3,703,641	103.97%

Source: Cowley County Clerk and County Treasurer's office

[a] Excludes interest penalties

City of Winfield, Kansas

Ratios of Outstanding Debt by Type, Last Ten Fiscal Years
(dollars in thousands)

Table 10

Governmental Activities							
Year	General Obligation Bonds	Sales Tax Revenue Bonds	Temporary Notes	KDOT Loan	Contractual Debt	Certificates of Participation	Capital Leases
2005	9,235	485	755	-	234	333	283
2006	9,365	375	2,335	800	201	253	1,219
2007	8,300	260	2,335	1,389	169	171	911
2008	11,730	145	-	1,232	136	87	827
2009	10,870	25	-	1,702	104	-	992
2010	11,552	-	-	71	72	-	831
2011	10,373	-	-	36	39	-	663
2012	9,071	-	3,410	-	33	-	498
2013	7,843	-	4,695	-	128	-	349
2014	6,542	-	7,525	-	96	-	235

Business-type Activities									
Year	General Obligation Bonds	Utility Revenue Bonds	Temporary Notes	KDHE Loans	Certificates of Parti- cipation	Capital Leases	Total Primary Government	Percentage of Personal Income	Per Capita
2005	-	-	-	13,397	2,437	10	27,169	3.1%	2,286
2006	-	-	-	12,898	2,057	-	29,503	2.9%	2,513
2007	-	-	-	12,242	1,669	-	27,446	2.5%	2,379
2008	-	-	-	11,563	1,273	-	26,993	2.6%	2,348
2009	-	-	-	10,911	860	106	25,570	2.3%	2,294
2010	6,618	-	-	3,937	445	58	23,584	2.1%	1,917
2011	6,197	-	-	3,499	-	9	20,816	1.7%	1,693
2012	5,774	-	550	-	-	3,064	22,400	1.9%	1,812
2013	5,347	-	550	-	-	2,581	21,493	NA	1,743
2014	4,908	-	550	-	-	2,088	21,944	NA	1,790

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

See Table 15 for personal income and per capita data

City of Winfield, Kansas

Ratio of General Bonded Debt Outstanding, Last Ten Fiscal Years

(dollars in thousands, except per capita)

Table 11

Year	General Bonded Debt Outstanding [c]			LESS: Amounts Restricted to Repaying Principal	Total	Percentage of Actual Taxable Value of Property [a]	Per Capita [b]
	General Obligation Bonds	Temporary Notes	KDOT GO Debt				
2005	9,235	755	-	(78)	9,912	2.18%	834
2006	9,365	2,335	-	(7)	11,693	2.50%	996
2007	8,300	1,389	7	(79)	9,617	1.98%	833
2008	11,730	1,232	1,232	(79)	14,115	2.91%	1,228
2009	10,870	1,702	1,072	(191)	13,453	2.81%	1,207
2010	18,170	71	72	(131)	18,182	3.83%	1,478
2011	16,570	-	36	(159)	16,447	3.89%	1,338
2012	14,865	3,960	-	(208)	18,617	3.81%	1,506
2013	13,190	5,245	-	(463)	17,972	4.15%	1,457
2014 [d]	11,450	8,075	-	(314)	19,211	4.38%	1,567

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[a] See T-6 for property value data

[b] Population data can be found in Table 15

[c] In accordance with KSA 10-1116 and KSA 79-5028, KDOT loans constitute 'bonds' characterization. KDOT debt for street improvements are being repaid as general obligation debt.

[d] Includes \$4,908 thousand of GO debt, that is being repaid from water revenues.

City of Winfield, Kansas

**Direct and Overlapping Governmental Activities Debt
As of December 31, 2014**

(dollars in thousands)

Table 12

Jurisdiction	General Obligation Bonded Debt Outstanding	Temporary Notes Outstanding	Capital Leases Outstanding	Interlocal Debt	Estimated Percentage Applicable to City of Winfield	Amount Applicable to City of Winfield
Direct:						
[a] City of Winfield	\$ 6,542	\$ 8,075	\$ 235	\$ 96	100.00%	\$ 14,948
Overlapping:						
USD #465	\$ 15,005,000	\$ -	\$ -	\$ -	59.46%	\$ 8,921,480
Cowley County	3,010,000	-	-	-	26.93%	810,461
Total Overlapping Debt	18,021,542	8,075	235	96		9,731,941
Total direct and overlapping debt				Total	\$ 18,029,948	\$ 9,746,889

[a] includes portion of GO bonds to be paid through property taxes

Sources: Assessed valuation provided by Cowley County Clerk.
Debt outstanding data is provided by each governmental unit.

Percentage of debt applicable to the city of Winfield is based on the proportion that the assessed valuation of the city of Winfield bears to the assessed valuation of the overlapping entity.

City of Winfield, Kansas

Legal Debt Margin Information, Last Ten Fiscal Years

(dollars in thousands)

Table 13

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Debt limit [1]	\$ 21,764	\$ 21,901	\$ 23,104	\$ 22,713	\$ 22,726	\$ 22,346	\$ 21,153	\$ 21,974	\$ 22,560	\$ 22,997
Total debt subject to full faith, credit of city	23,387	25,398	24,267	24,525	22,853	22,178	20,105	14,865	18,435	19,525
Less self- supporting debt [2]	<u>(13,397)</u>	<u>(12,898)</u>	<u>(12,242)</u>	<u>(11,563)</u>	<u>(10,911)</u>	<u>(10,555)</u>	<u>(9,696)</u>	<u>(5,773)</u>	<u>(5,347)</u>	<u>(4,908)</u>
Total net debt applicable to limit	<u>9,990</u>	<u>12,500</u>	<u>12,025</u>	<u>12,962</u>	<u>11,942</u>	<u>11,623</u>	<u>10,409</u>	<u>9,092</u>	<u>13,088</u>	<u>14,617</u>
Legal debt margin	<u>\$ 11,774</u>	<u>\$ 9,401</u>	<u>\$ 11,079</u>	<u>\$ 9,751</u>	<u>\$ 10,784</u>	<u>\$ 10,723</u>	<u>\$ 10,744</u>	<u>\$ 12,882</u>	<u>\$ 9,472</u>	<u>\$ 8,380</u>
 Total net debt applicable to the limit as a percentage of debt limit	 45.90%	 57.08%	 52.05%	 57.07%	 52.55%	 52.01%	 49.21%	 41.38%	 58.01%	 63.56%

[1] Under K.S.A. 10-308, the city's outstanding bonded indebtedness cannot exceed 30 percent of assessed valuation of the city.

[2] Principal amount of City's general obligation and state revolving fund debt which is anticipated to be paid from net revenues from the operation of the City's water and sewer systems.

City of Winfield, Kansas

Pledged-Revenue Coverage, Last Ten Fiscal Years

(dollars in thousands)

Table 14

Electric Revenue Bonds and Certificates of Participation Debt [2]						
Year	Utility Service Charges	Less: Operating Expenses [1]	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2005	19,824	19,393	431	812	51	0.50
2006	22,984	22,692	292	80	15	3.07
2007	23,993	22,256	1,737	82	13	18.28
2008	24,141	26,231	(2,090)	84	12	(21.77)
2009	24,760	21,093	3,667	87	8	38.60
2010	21,669	20,964	705	90	5	7.42
2011	24,650	23,879	771	93	1	8.20
2012	26,098	24,202	1,896	-	-	-
2013	25,076	25,182	(106)	-	-	-
2014	29,333	29,232	101	-	-	-

Water Revenue Bonds and KDHE Debt						
Year	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2005	2,160	1,708	452	84	88	2.63
2006	2,293	1,187	1,106	303	306	1.82
2007	2,164	1,764	400	301	305	0.66
2008	2,054	1,810	244	317	289	0.40
2009	2,041	1,819	222	329	276	0.37
2010	2,135	1,741	394	342	263	0.65
2011	2,376	2,326	50	421	149	0.09
2012	2,470	2,419	51	421	148	0.09
2013	2,189	2,328	(139)	427	138	(0.25)
2014	2,280	2,201	79	439	129	0.14

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[1] Operating expenses do not include interest/amortization expense, but do include payments in lieu of franchise fees

[2] Certification of Participation was paid in full in 2012.

City of Winfield, Kansas

Pledged-Revenue Coverage, Last Ten Fiscal Years

(dollars in thousands)

Table 14 (cont.)

Wastewater KDHE Debt						
Year	Utility Service Charges	Less: Operating Expenses [1]	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2005	1,536	987	549	329	181	1.08
2006	1,522	767	755	340	170	1.48
2007	1,498	1,091	407	351	162	0.79
2008	1,646	1,110	536	363	151	1.04
2009	1,672	936	736	413	153	1.30
2010	1,810	1,095	715	434	132	1.26
2011	1,943	1,729	214	438	125	0.38
2012	2,073	1,781	292	465	87	0.53
2013	2,095	1,629	466	482	66	0.85
2014	2,016	1,483	533	493	55	0.97

Quail Ridge Golf Course Certificates of Participation Debt [2]						
Year	Golf Course Fees	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2004	407	348	59	256	149	0.15
2005	398	408	(10)	256	68	(0.03)
2006	371	407	(36)	301	61	(0.10)
2007	506	655	(149)	307	50	(0.42)
2008	510	731	(221)	312	41	(0.63)
2009	509	681	(172)	326	31	(0.48)
2010	468	615	(147)	325	20	(0.43)
2011	459	753	(294)	352	7	(0.82)
2012	449	674	(225)	-	-	0.00
2013	412	564	(152)	-	-	0.00
2014	348	539	(191)	-	-	0.00

Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[1] Operating expenses do not include interest/amortization expense, but do include payments in lieu of franchise fees.

[2] Certification of Participation was paid in full in 2012.

City of Winfield, Kansas

Pledged-Revenue Coverage, Last Ten Fiscal Years

(dollars in thousands)

Table 14 (continued)

Special Assessment Bonds				
<u>Year</u>	<u>Special Assessment Collections</u>	<u>Debt Service [1]</u>		<u>Coverage</u>
		<u>Principal</u>	<u>Interest</u>	
2005	108	129	30	0.68
2006	116	133	25	0.73
2007	176	112	121	0.76
2008	168	155	68	0.75
2009	164	69	123	0.85
2010	206	186	152	0.61
2011	208	192	145	0.62
2012	257	219	138	0.72
2013	205	225	130	0.58
2014	224	237	121	0.63

Sales Tax Revenue Bonds [2]				
<u>Year</u>	<u>Sales Tax Collections</u>	<u>Debt Service</u>		<u>Coverage</u>
		<u>Principal</u>	<u>Interest</u>	
2005	1,515	105	18	12.32
2006	1,602	110	16	12.71
2007	1,653	115	13	12.91
2008	1,768	115	9	14.26
2009	1,643	120	5	13.14
2010	1,653	25	1	63.58
2011	1,781	-	-	-
2012	1,746	-	-	-
2013	1,766	-	-	-
2014	2,186	-	-	-

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[1] Debt service includes total project costs, including city-at-large portion

[2] The City's 1 percent sales tax is pledged against payment of the 2002 refunding sales tax bonds. Bonds paid in full in 2010

City of Winfield, Kansas

Pledged-Revenue Coverage, Last Ten Fiscal Years

(dollars in thousands)

Table 14 (concluded)

KDOT Stormwater Revenue Debt							
<u>Year</u>	<u>Stormwater Revenue Collections</u>	<u>Less: Operating Expenses [1]</u>	<u>Net Available Revenue</u>	<u>Debt Service</u>		<u>Coverage</u>	
				<u>Principal</u>	<u>Interest</u>		
2007	\$ 152	\$ 47	\$ 105	\$ 70	\$ 28	1.07	
2008	158	92	66	70	28	0.67	
2009	149	35	114	73	25	1.16	
2010	149	61	88	75	23	0.90	
2011	150	114	36	82	9	0.40	
2012	150	106	44	84	7	0.48	
2013	152	110	42	85	6	0.46	
2014	151	94	57	87	6	0.61	

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[1] Operating expenses do not include interest/amortization expense, but do include payments in lieu of franchise fees

City of Winfield, Kansas

Demographic and Economic Statistics, Last Ten Fiscal Years

Table 15

<u>Year</u>	<u>Population [1]</u>	<u>Personal Income [1] (thousands of dollars)</u>	<u>Per Capita Personal Income [1]*</u>	<u>School Enrollment [2]</u>	<u>Unemployment Rate [3]</u>
2005	11,886	873,042	26,942	2,411	5.8%
2006	11,741	1,016,576	29,304	2,403	4.7%
2007	11,539	1,081,637	30,471	2,384	3.4%
2008	11,497	1,051,005	31,713	2,434	5.4%
2009	11,148	1,126,122	30,391	2,475	6.8%
2010	12,301	1,135,511	30,359	2,536	7.1%
2011	12,292	1,196,317	32,982	2,461	6.2%
2012	12,365	1,199,453	37,004	2,318	5.8%
2013	12,333	N/A	40,178	2,449	4.8%
2014	12,258	N/A	N/A	2,332	4.4%

[1] Provided by Kansas University Institute for Policy and Social Research

[2] Provided by U.S.D. #465. Includes public school system only. Non-weighted FTE.

[3] Kansas Department of Human Resources, Cowley First, end of year

*Kansas University Institute for Policy and Social Research combined City of Arkansas City and City of Winfield as a Micropolitan Area in 2012.

City of Winfield, Kansas

Principal Employers, Current Year and Nine Years Ago

Table 16

Employer	2014			2005		
	Estimated Employees	Rank	Percentage of Total County Employment	Estimated Employees	Rank	Percentage of Total County Employment
Newell-Rubbermaid	1,054	1	21.57%	N/A	-	0.00%
General Electric Aviation	750	2	15.35%	N/A	-	0.00%
Creekstone Farms Premium Beef	690	3	14.12%	N/A	-	0.00%
U.S. D. #465	660	4	13.51%	N/A	-	0.00%
U.S. D. #470	463	5	9.47%	N/A	-	0.00%
William Newton Memorial Hospital	290	6	5.93%	N/A	-	0.00%
Kan-Pak	279	7	5.71%	N/A	-	0.00%
Meadwestvaco Calmar	275	8	5.63%	N/A	-	0.00%
South Central Medical Center	216	9	4.42%	N/A	-	0.00%
Galaxy Technology	210	10	4.30%	N/A	-	0.00%
Western Industries	-	-	-	N/A	-	0.00%
Southwestern College	-	-	-	N/A	-	0.00%
Winfield Correctional Facility	-	-	-	N/A	-	0.00%
City of Winfield	-	-	-	N/A	-	0.00%
Cowley College	-	-	-	N/A	-	0.00%
Cowley County	-	-	-	N/A	-	0.00%
Kansas Veteran's Home	-	-	-	N/A	-	0.00%
City of Arkansas City	-	-	-	N/A	-	0.00%

Source: Kansas Department of Commerce and respective employer representatives
Comparable data was unavailable for 2005.

The City of Winfield is located approximately twelve miles from the city of Arkansas City, Kansas (population approx. 12,000). Both cities are located in Cowley County, and many employers have work forces consisting of residents of both cities. Major employers listed above are for the Arkansas City/Winfield populations

City of Winfield, Kansas

Full-time Equivalent Employees by Function, Last Ten Fiscal Years

Table 17

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
General government										
Management services	15	14	14	14	13	13	13	13	14	13
Legal/court	1	2	2	2	2	2	2	2	2	2
Utility billing	6	7	7	7	7	7	7	8	7	7
Engineering	8	8	8	8	8	8	7	8	7	7
Service and operations center	10	10	10	9	9	9	8	9	10	10
Public safety										
Fire	20	20	20	20	20	20	19	19	20	28
Police	29	29	30	28	31	32	31	31	26	31
Public works/stormwater	8	7	7	6	6	6	6	6	6	6
Cemetery	2	2	2	2	2	2	2	2	2	2
Culture and recreation	9	9	9	9	9	9	9	9	9	9
Health and welfare		-								
Economic development		-								
Electric	31	31	29	29	28	29	29	28	26	26
Gas	13	12	12	11	11	10	9	8	8	8
Water	12	12	12	12	13	12	12	11	12	12
Refuse	11	11	11	10	10	10	10	9	8	8
Wastewater	8	9	8	8	8	8	8	8	8	8
Golf course	3	4	4	4	4	4	4	3	3	2
Total	<u>186</u>	<u>187</u>	<u>185</u>	<u>179</u>	<u>181</u>	<u>181</u>	<u>176</u>	<u>174</u>	<u>168</u>	<u>179</u>

Source: City records

City of Winfield, Kansas

Operating Indicators by Function/Program, Last Ten Fiscal Years

Table 18

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General government										
Building permits issued	192	212	185	254	309	381	328	324	313	310
Municipal court cases	1,381	1,409	1,456	1,418	1,141	908	1,066	929	984	799
Police										
Class I Offenses	908	856	1,016	799	630	610	762	615	734	558
Domestic Violence/ DUI/Drug Arrests	292	245	330	301	327	385	276	181	201	165
Accidents	423	354	494	395	408	362	311	346	322	304
Fire/EMS										
Total responses*	1,441	1,491	1,582	1,530	1,481	1,682	1,723	1,734	1,606	2,239
Parks and recreation										
Aquatic center attendance	21,163	22,344	18,885	18,466	19,931	20,618	20,565	17,613	14,441	15,888
Annual lake permits	2,200	2,285	1,929	1,851	2,315	3,088	2,159	1,548	1,429	1,811
Cemetery										
Cemetery spaces sold	73	82	41	61	85	62	77	77	49	45
Streets maintenance										
Resurfacing, annual in tons	4,460	4,617	4,940	1,343	1,965	1,285	4,660	5,774	3,220	3,583
Electric utility										
MWH sold, annual	276,206	295,879	322,231	306,588	259,957	281,210	277,467	293,650	304,843	309,246
Peak daily consumption, MWH	61,900	66,700	68,700	66,000	59,420	61,132	65,385	66,825	64,734	63,408
Gas Utility										
MCF sold, annual	604,736	546,357	574,357	636,285	576,264	582,502	574,253	469,299	573,585	648,287
Water Utility										
Gallons sold, annual in thousands	701,406	785,958	691,838	647,747	661,432	688,586	762,729	741,021	705,878	700,180
Refuse										
(annual tons, in thousands)										
Refuse collected	8,926	8,700	8,375	8,142	7,883	8,170	8,032	7,617	7,784	7,783
Recyclables collected	1,069	1,166	1,185	1,241	1,176	1,174	1,147	1,150	518	697
Wastewater Utility										
Sewage treatment avg daily flow (in thousands of gallons)	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500

Sources: City departments

In July 2014, City of Winfield Fire Department took over Winfield Area EMS operations. Includes Fire & EMS calls.

City of Winfield, Kansas

Capital Asset Statistics by Function, Last Ten Fiscal Years

Table 19

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units (marked)	17	17	17	17	17	17	17	17	22	23
Fire stations	1	1	1	1	1	1	1	1	1	1
Public works										
Streets (miles)	130	130	130	130	130	130	130	130	130	130
Parks and recreation										
Public park acreage	294	294	294	294	294	294	294	294	294	294
Base/softball diamonds	5	5	5	5	5	5	5	5	5	5
Soccer fields	6	6	6	6	6	6	6	6	6	6
Football fields	1	1	1	1	1	1	1	1	1	1
Electric Utility										
Electric lines (miles) [1]	N/A	N/A	114	114	114	114	114	114	114	114
Gas Utility										
Gas main lines (miles) [1]	N/A	N/A	95	95	95	95	95	95	95	94
Water Utility										
Water main lines (miles) [1]	N/A	N/A	95	95	95	95	95	95	95	95
Fire hydrants [1]	N/A	N/A	535	535	535	535	535	535	535	535
Storage capacity (thousands)	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750
Refuse										
Collection trucks	5	5	5	5	5	5	5	5	5	5
Wastewater										
Sanitary sewer (miles)	N/A	N/A	71	71	71	71	71	73	73	76
Treatment capacity (thousands, per day)	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000

[1] Information on miles of utility infrastructure from prior years not available in reliable consistent form, and not included on this trends page.

N/A not available from city records

CITY OF WINFIELD, KANSAS									
SCHEDULE OF INSURANCE COVERAGES									
December 31, 2014									
	Policy Period								Table 16
Insurance Company	To	Type	Coverage	Premium		Coverage Amount	Aggregate		Deductible
Kansas Eastern Region Insurance Trust	1/1/2014	Workers'	All City Employees	\$ 171,710		\$ Statutory	\$		
	12/31/2014	Compensation	Employers' liability limit						
			Bodily Injury by Accident	Each		1,000,000			
			Bodily Injury by Disease	Policy Limit		1,000,000			
			Bodily Injury by Disease	Each Empl.		1,000,000			
Travelers	4/1/2014	Property	Blanket Bldg & Contents	112,381		82,707,721			10,000
	4/1/2015	Replacement Cost							50,000 W&H
			Business Income & Extra Expense - Blanket	Incl in Property		1,000,000			10,000
Liberty International	4/1/2014	Property-E 12th &	E. 12th Power Plant	175,000		42,535,880			100,000
	4/1/2015	W.14th Power Plants	W. 14th Power Plant			10,532,790			100,000
Travelers	4/1/2014	Auto liability	Liability	42,109		\$1,000,000			
	4/1/2015		Uninsured Motorists	688		\$50,000			
			Comprehensive	21,237					500
			Collision	18,031					1,000
			Hired/borrowed vehicles	170					100/250
			Endorsements	128					Varies
Federal Ins. Co - Chubb	12/1/2014	Boiler and machinery	Blanket	117,249		53,068,670	100,000,000		varies
	12/1/2015								
Travelers	4/1/2014	General liability	Each occurrence limit	80,142		1,000,000	2,000,000		5,000
	4/1/2015		Products completed				2,000,000		(Sewer Backup)
Travelers	4/1/2014	Employee benefits	Benefits	381		1,000,000	3,000,000		1,000
	4/1/2015								
United States Liability Ins. Co.	9/22/2014	Public officials liability	Each wrongful act-	1,320		1,000,000	1,000,000		-
	9/22/2015		Winfield Housing Auth.						
Travelers	4/1/2014	Public officials liability	Linebacker -	49,760		1,000,000	2,000,000		5,000
	4/1/2015		Directors & Officers & EPL						
Travelers	4/1/2014	Public officials liability	Linebacker -	13,178		1,000,000	2,000,000		10,000
	4/1/2015		Law Enforcement						
Hartford Fire Insurance Co.	5/5/2014	Animal Mortality	Police Dog	742		10,600			
	5/5/2015		Canine - Kessy						
CNA Surety	12/1/2014	Public officials bond	City treasurer	300		100,000			
	12/1/2015								
Travelers	4/1/2014	Government Crime	Employee Theft/Blanket	614		100,000			1,000
	4/1/2015								
American Bankers Ins Co. of Florida	4/17/2014	Flood	Grandstands	7,221		500,000			4,000
	4/17/2015								
Travelers	4/1/2014	Contractors equip	Contractors equipment	17,316		2,475,818			1,000
	4/1/2015	Property Floater	Golf Cars, Mowers	2,422		346,276			1,000
Employers Mutual	4/1/2014	General liability	Rural Fire Dist #7	500		500,000	500,000		
	4/1/2015	Auto liability		150		500,000			
		Linebacker		1,701		1,000,000	1,000,000		1,500
Travelers	4/1/2014	Trolley - Auto Cvg.	Liability	891		1,000,000			
	4/1/2015		Medical Payments	21		5,000			
			Basic PIP	1		4,500			
			Uninsured Motorists	4		50,000			
			Comprehensive	220					1,000
			Collision	188					1,000