

CITY OF PAOLA
Paola, Kansas

**FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITOR'S REPORT**

December 31, 2015

A&G Agler & Gaeddert **CHARTERED**
Certified Public Accountants

CITY OF PAOLA, KANSAS

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INDEPENDENT AUDITOR'S REPORT

City Commissioners
City of Paola, Kansas
Paola, Kansas

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

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

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

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

Adverse Opinion on U.S. Generally Accepted accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis of Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of City of Paola, Kansas as of December 31, 2015, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Paola, Kansas as of December 31, 2015, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note C.

Report on Supplementary Information

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

Prior Year Comparative

The 2014 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2015 basic financial statement upon which we have rendered an unmodified opinion dated May 19, 2016. The 2014 basic financial statement and our accompanying report are not presented herein, but available in electronic form from the web site of the Kansas Department of Administration at the following link <http://da.ks.gov/ar/muniserv/>. Such 204 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2014 basic financial statement. The 2014 comparative information was subjected to the auditing procedures applied in the audit of the 2014 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2014 basic financial statement or to the basic financial statements itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2014 comparative information is fairly stated in all material respects in relation to the 2014 basic financial statement as a whole, on the basis of accounting described in Note C.

Agler & Gaeddert, Chartered

Agler & Gaeddert, Chartered
May 19, 2016

City of Paola, Kansas

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS
For the Year Ended December 31, 2015**

	Beginning Unencumbered Cash Balances	Receipts
	<u> </u>	<u> </u>
General Fund	\$ <u>770,316</u>	\$ <u>3,707,971</u>
Special Purpose Funds		
Library	42,454	275,466
Employee Benefit	620,566	1,129,547
Family Aquatics Center	222,633	234,670
Community Center	43,734	125,933
Storm Water Management	148,829	82,657
Special Park and Recreation	27,698	13,736
Street Repair/Special Highway	54,296	154,691
Special Law Enforcement Account	4,762	407
Transient Guest Tax	91,114	32,240
Family Aquatics Center Equipment Reserve	896,679	2,674
Escrow Proceeds	950	38,295
Mennenoah Cemetery	37,187	107
Special Grants Fund	15,517	94,063
Drug Enforcement Account	1,823	230
Library Genealogy	<u>0</u>	<u>0</u>
	<u>2,208,242</u>	<u>2,184,486</u>
Debt Service Funds		
Bond and Interest	<u>156,118</u>	<u>1,995,198</u>
Capital Projects Funds		
Waste Water Treatment Plant Construction	775,200	2,312
Equipment Replacement	37,243	828,969
Capital Projects Fund	<u>763,710</u>	<u>1,347,510</u>
	<u>1,576,153</u>	<u>2,178,791</u>

The accompanying notes are an integral part of this statement.

Statement 1

<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balances</u>
\$ 3,826,850	\$ 651,437	\$ 145,995	\$ 797,432
284,190	33,730	9,583	43,313
1,159,051	591,062	31,178	622,238
233,355	223,948	3,640	227,588
117,313	52,354	4,651	57,005
146,198	85,288	2,826	88,114
4,099	37,335	0	37,335
141,409	67,578	3,953	71,531
1,350	3,819	0	3,819
42,700	80,654	0	80,654
150,000	749,353	0	749,353
38,295	950	0	950
16,475	20,819	0	20,819
99,581	9,999	0	9,999
200	1,853	0	1,853
0	0	0	0
<u>2,434,016</u>	<u>1,956,889</u>	<u>55,831</u>	<u>2,014,571</u>
<u>2,048,866</u>	<u>102,450</u>	<u>0</u>	<u>102,450</u>
0	777,512	0	777,512
794,761	71,451	0	71,451
<u>1,367,034</u>	<u>744,186</u>	<u>6,918</u>	<u>751,104</u>
<u>2,161,795</u>	<u>1,593,149</u>	<u>6,918</u>	<u>1,600,067</u>

The accompanying notes are an integral part of this statement.

City of Paola, Kansas

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS
For the Year Ended December 31, 2015

	<u>Beginning Unencumbered Cash Balances</u>	<u>Receipts</u>
Business Funds		
Water Utility		
Operating	\$ 96,614	\$ 1,965,696
Water Treatment Plant	268,721	801
Sewer Service		
Operating	179,631	786,394
Sewer Line Replacement	168,149	7,508
Wastewater Treatment Plant	525,084	446,643
Health and Sanitation	28,250	351,922
	<u>1,266,449</u>	<u>3,558,964</u>
	<u>\$ 5,977,278</u>	<u>\$ 13,625,410</u>

The accompanying notes are an integral part of this statement.

Statement 1

<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balances</u>
\$ 1,938,060	\$ 124,250	\$ 7,456	\$ 131,706
0	269,522	0	269,522
716,584	249,441	23,741	273,182
0	175,657	0	175,657
539,590	432,137	5,617	437,754
<u>345,047</u>	<u>35,125</u>	<u>27,158</u>	<u>62,283</u>
<u>3,539,281</u>	<u>1,286,132</u>	<u>63,972</u>	<u>1,350,104</u>
<u>\$ 14,010,808</u>	<u>\$ 5,590,057</u>	<u>\$ 272,716</u>	<u>\$ 5,864,624</u>

Cash balance consisting of

Balance on deposit

Checking, money market accounts & petty cash	\$ 1,647,962
Certificates of deposit	<u>4,250,000</u>
Total cash	5,897,962
Agency Funds Per Schedule 3	<u>(33,338)</u>

Total cash (excluding agency funds) \$ 5,864,624

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE A. MUNICIPAL REPORTING ENTITY

The City of Paola is a municipal corporation governed by a mayor/council/manager form of government. These financial statements present the government and its related municipal entities, entities for which the government is considered to be financially accountable.

Related Municipal Entities

The Paola Free Library is governed by a board appointed by the City Council. The Library's budget and its expenditures and contractual arrangements, are approved by the City council. The Library has been included in the accompanying financial statements as a special purpose fund of the primary government.

Other Entities

The Paola Housing Authority has been omitted from the accompanying financial statements. The Paola Housing Authority Board is appointed by the City Council and oversees the operations of the Paola Housing Authority. The financial statements of the Paola Housing Authority are audited annually as of the Paola Housing Authority's fiscal year end (March 31). Those financial statements are issued separately and may be obtained from the Paola Housing Authority.

The City entered into a joint venture with the City of Louisburg for the purpose of developing a public utility to treat and disburse water to the two cities. The water treatment plant has been completed and is in operation. Both Cities provide labor, supplies and administrative costs to the operation for which both are reimbursed. Those financial statements are issued separately and may be obtained at City Hall.

The Public Building Commission activity is included in these financial records as part of the City's activity. There is no separate accounting by the Public Building Commission of its activity.

NOTE B. REGULATORY BASIS FUND TYPES

The accounts of the City are organized and operated on the basis of funds. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The City potential could have the following types of funds.

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

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

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

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

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

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE B. REGULATORY BASIS FUND TYPES - continued

Trust Fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipality reporting entity scholarship funds, etc). The City does not have any funds of this type.

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

NOTE C. BASIS OF ACCOUNTING

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

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

NOTE D. BUDGETARY INFORMATION

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

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

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

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

Adjustment for Qualifying Budget Credits – Municipalities may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE D. BUDGETARY INFORMATION - continued

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

A legal operating budget is not required for the following special purpose funds and capital project funds:

Special Law Enforcement	Library Genealogy
Family Aquatics Center Equipment Reserve	Wastewater Treatment Plant Construction
Escrow Fund	Equipment Replacement
Mennenoah Cemetery	Capital Projects
Special Grants	Water Treatment Plant
Drug Enforcement Account	Waste Water Treatment Plant

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

NOTE E. CASH AND INVESTMENTS

Cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earnings from these investments are allocated to designated funds.

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

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

Concentration of credit risk - State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The City has no investments other than money markets and certificates of deposit.

Custodial credit risk – deposits: Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. There were no designated "peak periods" during the year. All bank deposits were legally secured at December 31, 2015.

At December 31, 2015, the carrying amount of the City's bank deposits was \$5,897,962 (which includes petty cash funds) and the bank balance was \$5,910,515. The bank balance was held by two banks resulting in a concentration of credit risk. The difference between carrying amount and bank balance is outstanding checks and deposits. Of the bank balance, \$536,590 was covered by federal depository insurance, and \$5,910,515 was collateralized with securities held by the pledging financial institution's agents in the City's name.

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE E. CASH AND INVESTMENTS - continued

Custodial credit risk – investments: For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments be adequately secured. The City had no such investments at year end.

NOTE F. LONG-TERM DEBT

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Maturity</u>						
General obligation bonds:										
Series 2006 B	3.65-5.0	11/15/06	325,000	09/01/17						
Series 2007 A	4.0-4.5	12/01/07	2,840,000	12/01/26						
Series 2007	4.0-4.375	12/01/07	3,750,000	12/01/26						
Series 2008	3.25-4.25	09/25/08	3,660,000	05/01/21						
Series 2012	2.00-2.125	11/01/12	2,055,000	11/01/21						
Refunding Series 2012	2.00-3.20	09/01/12	7,525,000	09/01/31						
Series 2014	2.00-3.00	10/06/14	2,485,000	09/01/25						
Capital leases:										
Fire Heavy Rescue Vehicle	4.68	07/11/07	231,500	07/11/17						
Street Sweeper	3.49	11/18/10	115,000	11/01/14						
					<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Net Change</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
General obligation bonds:										
Series 2006 B			115,000	0	35,000	(35,000)	80,000	4,372		
Series 2007 A			160,000	0	85,000	(85,000)	75,000	7,200		
Series 2007			2,385,000	0	270,000	(270,000)	2,115,000	101,062		
Series 2008			1,745,000	0	355,000	(355,000)	1,390,000	66,010		
Series 2012			1,520,000	0	205,000	(205,000)	1,315,000	30,688		
Refunding Series 2012			6,610,000	0	620,000	(620,000)	5,990,000	177,558		
Series 2014			2,485,000	0	30,000	(30,000)	2,455,000	61,976		
Total bonds			\$ 15,020,000	\$ 0	\$ 1,600,000	\$ (1,600,000)	\$ 13,420,000	\$ 448,866		
									<u>Balance End of Year</u>	<u>Interest Paid</u>
Capital leases:										
Fire Heavy Rescue Vehicle			\$ 80,874	\$ 0	\$ 25,737	\$ (25,737)	\$ 55,137	\$ 3,785		
Total for leases			80,874	0	25,737	(25,737)	55,137	3,785		
Total for all debt			\$ 15,100,874	\$ 0	\$ 1,625,737	\$ (1,625,737)	\$ 13,475,137	\$ 452,651		

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE F. LONG-TERM DEBT – continued

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

	Year				
	2016	2017	2018	2019	2020
Principal:					
Bonds	\$ 1,465,000	\$ 1,505,000	\$ 1,145,000	\$ 1,075,000	\$ 840,000
Capital Leases	26,935	28,202	0	0	0
	<u>1,491,935</u>	<u>1,533,202</u>	<u>1,145,000</u>	<u>1,075,000</u>	<u>840,000</u>
Interest:					
Bonds	422,503	377,708	332,692	284,661	233,313
Capital Leases	2,588	1,319	0	0	0
	<u>425,091</u>	<u>379,027</u>	<u>332,692</u>	<u>284,661</u>	<u>233,313</u>
Total Principal & Interest	\$ <u>1,917,026</u>	\$ <u>1,912,229</u>	\$ <u>1,477,692</u>	\$ <u>1,359,661</u>	\$ <u>1,073,313</u>

	Year		Total
	2021-2025	2026-2030	
Principal:			
Bonds	\$ 4,745,000	\$ 2,645,000	\$ 13,420,000
Capital Leases	0	0	55,137
	<u>4,745,000</u>	<u>2,645,000</u>	<u>13,475,137</u>
Interest:			
Bonds	635,500	282,750	2,569,127
Capital Leases	0	0	3,907
	<u>635,500</u>	<u>282,750</u>	<u>2,573,034</u>
Total Principal & Interest	\$ <u>5,380,500</u>	\$ <u>2,927,750</u>	\$ <u>16,048,171</u>

The debt limit per Kansas Statutes is limited to thirty percent of the assessed tangible valuation for exempt farm property, business aircraft and motor vehicles given by the County Appraiser to the County Clerk on June 15 each year. At December 31, 2015, the statutory limit for the City was \$13,709,278 providing a debt margin of \$7,594,278 after removing debt exempt from the limitation.

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENTS
December 31, 2015

NOTE G. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From:</u>	<u>To:</u>	<u>Statutory Authority</u>	<u>Amount</u>
General	Bond and Interest	12-825d	\$ 25,000
General	Community Center	12-1118	83,000
General	Employee Benefit	12-1118	391,850
General	Capital Projects	12-1118	15,000
Library	Employee Benefit	12-1118	46,000
Family Aquatics Center	Employee Benefit	12-1118	43,000
Community Center	Employee Benefit	12-1118	11,150
Storm Water Management	Employee Benefit	12-1118	10,000
Storm Water Management	Bond and Interest	12-825d	15,000
Family Aquatics Center Equipment Reserve	Family Aquatics Center	12-1118	150,000
Capital Projects	Bond and Interest	12-1118	1,027,760
Water Utility	Employee Benefit	12-1118	67,333
Water Utility	Bond and Interest	12-825d	45,000
Sewer Service	Employee Benefit	12-1118	142,000
Sewer Service	Capital Projects	12-1118	15,000
Sewer Service	Sewer Line Replacement	12-1118	7,000
Waste Water Treatment Plant	Bond and Interest	12-825d	395,857
Waste Water Treatment Plant	Employee Benefit	12-1118	20,000
Waste Water Treatment Plant	Sewer Service	12-1118	15,000
Health & Sanitation	Employee Benefit	12-1118	8,000
Street repair	Employee Benefit	12-1118	2,500
Street repair	Capital Projects	12-1118	51,000
			<u>\$ 2,586,450</u>

NOTE H. OTHER LONG-TERM OBLIGATIONS FROM OPEARTIONS

Other Post Employment Benefits:

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

The City has adopted by resolution a salary-reduction flexible benefit plan ("Plan") under Section 125 of the Internal Revenue Service Code. All employees of the City working 20 or more hours per week are eligible to participate in the plan beginning the first day of a pay period following coincidental with an employee's satisfaction of eligibility requirements of any Optional Benefit Plan. Each participant may elect to reduce his or her salary, subject to the limitations of the Individual Optional Benefit plans, to purchase benefits offered through the Plan. All benefits offered through the plan involve insurance coverage, dependent care reimbursements and health expense reimbursements.

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE H. OTHER LONG-TERM OBLIGATIONS FROM OPEARTIONS - continued

Compensated Absences:

Vacation Pay - Full-time employees are entitled to paid vacation leave time according to one of the following schedules:

- (a) Full-time employees hired prior to January 1, 1992:

The employee shall be credited with ninety-six (96) hours for each year for up to ten (10) years. Employees with more than ten (10) years of service shall be entitled to eight (8) additional hours for each year of service longer than ten (10) years.

Full-time employees hired after January 1, 1992:

Years of Continuous Employment:	0 to 5	5 to 10	10 to 15	over 15
Hours earned per bi-weekly pay period:	3.6923	4.6153	5.5384	6.4615

- (b) New employees shall be awarded vacation time beginning on the first day of the month following (30) days of employment.
- (c) Employees may accumulate vacation leave time up to the maximum of two hundred (200) hours. An employee shall not earn additional vacation leave during any time period that the employee maintains the two hundred (200) hours maximum accumulation.
- (d) Off-duty employees on a leave of absence without pay for more than seven (7) working days in any one (1) calendar month shall not be eligible for earning vacation time during such month.
- (e) Vacation schedules are established by the Department Heads. Vacation time shall be reported as prescribed by the Human Resources Director and shall be taken as follows:

Employees who work 8 hour days	Increments of four (4) hours
Employees who work 10 hour days	Increments of five (5) hours

- (f) Bonus personal time shall be rewarded to employees not using sick leave as prescribed by the following schedule:

<u>Hours of Sick Leave Used</u>	<u>Personal Hours Awarded</u>
0 - 3	24
4 - 8	16
9 - 16	8
17 or more	0

To qualify for bonus personal time, an employee must have been employed by the City for the entire calendar year. Bonus personal time is awarded in the first pay period of the calendar year and must be used prior to the end of the calendar year that it is awarded or it shall be cancelled without any payment due to the employee. Bonus personal time may be taken in 1 hour increments.

- (g) Employees shall receive payment for unused vacation time upon voluntary or involuntary termination of employment. As of December 31, 2015, the unused vacation time represented a potential liability to the City in the amount of \$143,262.

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE H. OTHER LONG-TERM OBLIGATIONS FROM OPEARTIONS - continued

Compensated Absences:- continued

Sick Pay - Full-time employees may accumulate up to 180 days of sick leave. Twenty-five percent (25%) of unused sick leave will be paid upon termination of employment if in good standing. At December 31, 2015 City employees had accumulated 20,550 sick leave hours, representing a potential liability to the City of \$133,256 if paid upon termination. There is no accrual for vacation or sick leave in these financial statements. The City budgeted \$50,000 for expense in 2015 relating to this liability.

NOTE I. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description. The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefits pension plan as provided by K.S.A. 74-4901. et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publically available financial report that includes financial statements and require supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, Ks. 66603) or by calling 1-888-275-5737.

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2, KPERS 3 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 0.85% contribution for the Death and Disability Program) and the statutory contribution rate was 9.48% for KPERS and 21.36% for KR&F for the fiscal year ended December 31, 2015. Contributions to the pension plan from the City were \$147,007 for KPERS and \$171,382 for KP&F for the year ended December 31, 2015.

Net Pension Liability

At December 31, 2015 the City's proportionate share of the collective net pension liability reported to KPERS was \$1,262,242 and \$1,324,460 for KP&F. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2014, which was rolled forward to June 30, 2015. The City's proportion of the net pension liability was based on the ration of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE J. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. Settlement of claims has not exceeded commercial insurance coverage in any of the last three fiscal years.

NOTE K. OTHER INFORMATION

Reimbursed Expenses: The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursement as revenue in the same fund. For purposes of budgetary comparisons, the reimbursements are shown as adjustments for qualifying budget credits.

Compliance with Kansas Statutes: References made herein to the statutes are not intended as interpretations of law, but are offered for consideration of the State Director of Accounts and Reports and interpretation by the legal representative of the municipality. Management is not aware of any violations of Kansas Statutes.

Ad valorem tax revenues: The determination of assessed valuations and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser annually determines assessed valuations and the County Clerk spreads the annual assessment on the tax rolls. The County Treasurer is the tax collection agent for all taxing entities within the county. In accordance with Kansas statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. One-half of the property taxes are due December 20th, prior to the fiscal year for which they are budgeted and the second half is due the following May 10th. This procedure eliminates the need to issue tax anticipation notes since funds will be on hand prior to the beginning of each fiscal year. The City Treasurer draws down all available funds from the County Treasurer's office in two-month intervals.

Reimbursements: The City of Paola records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenues to the fund receiving the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursement.

Special assessments: Projects financed in part by special assessments are financed through general obligation bonds of the City and are retired from the bond and interest fund. Special assessments paid prior to the issuance of bonds are recorded as revenue in the appropriate project. Special assessments received after the issuance of bonds are recorded as revenue in the bond and interest fund.

NOTE L. SUBSEQUENT EVENTS

Subsequent Events: The City evaluated subsequent events through May 19, 2016, the date the financial statements were available to be issued. No subsequent events were identified which require disclosure.

**REGULATORY BASIS
SUPPLEMENTARY INFORMATION**

City of Paola, Kansas

Schedule 1

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
(Budgeted Funds Only)
For the Year Ended December 31, 2015

<u>Fund</u>	<u>Certified Budget</u>	<u>Adjustments for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Over (Under)</u>
General Fund	\$ 4,304,186	\$ 0	\$ 4,304,186	\$ 3,826,850	\$ (477,336)
Special Purpose Funds					
Library	313,922	0	313,922	284,190	(29,732)
Employee Benefit	1,675,510	0	1,675,510	1,159,051	(516,459)
Family Aquatics Center	431,433	0	431,433	233,355	(198,078)
Community Center	152,536	0	152,536	117,313	(35,223)
Storm Water Management	247,695	0	247,695	146,198	(101,497)
Special Park and Recreation	33,836	0	33,836	4,099	(29,737)
Street Repair/Special Highway	188,688	0	188,688	141,409	(47,279)
Transient Guest Tax	104,056	0	104,056	42,700	(61,356)
Debt Service Funds					
Bond and Interest	2,275,121	0	2,275,121	2,048,866	(226,255)
Business Funds					
Water Utility					
Operating	2,357,129	0	2,357,129	1,938,060	(419,069)
Water Treatment Plant	271,064	0	271,064	0	(271,064)
Sewer Service					
Operating	977,093	0	977,093	716,584	(260,509)
Sewer Line Replacement	175,828	0	175,828	0	(175,828)
Wastewater Treatment Plant	933,338	0	933,338	539,590	(393,748)
Health and Sanitation					
Operating	375,401	0	375,401	345,047	(30,354)

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS

For the Year Ended December 31, 2015

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

	2014 Actual	2015		Variance Over (Under)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem property tax	\$ 1,123,832	\$ 1,120,149	\$ 1,101,850	\$ 18,299
Back tax collections	47,056	21,361	30,000	(8,639)
Motor vehicle tax	121,592	130,993	115,319	15,674
City sales tax	721,368	753,570	700,000	53,570
County sales tax	548,410	535,156	505,000	30,156
Sales tax	1,659	6,369	1,500	4,869
In lieu of taxes	19,717	22,463	21,000	1,463
Total taxes	2,583,634	2,590,061	2,474,669	115,392
Intergovernmental				
Liquor	13,913	13,651	12,000	1,651
Grants	52,069	29,992	32,500	(2,508)
Community fisheries program	6,489	6,489	6,400	89
Total intergovernmental	72,471	50,132	50,900	(768)
Licenses, fees and permits				
Franchise tax	471,546	463,563	500,000	(36,437)
Pet licenses	740	926	0	926
General licenses	29,660	27,038	96,575	(69,537)
Lake permits	39,074	36,296	0	36,296
Zoning/planning	1,010	775	0	775
Building permits	66,041	40,871	0	40,871
Total licenses, fees & permits	608,071	569,469	596,575	(27,106)
Charges for services				
Rural fire	61,038	59,132	65,000	(5,868)
Fines, forfeitures, penalties				
Fines and fees	239,621	201,235	355,800	(154,565)
Court costs	63,341	52,140	0	52,140
Credit card transaction fees	1,541	0	0	0
Total fines, forfeitures, penalties	304,503	253,375	355,800	(102,425)
Use of money and property				
Rentals	37,721	39,584	36,500	3,084
Cemetery	12,880	13,715	15,000	(1,285)
Interest on investments	13,152	9,928	14,000	(4,072)
Total use of money & property	63,753	63,227	65,500	(2,273)

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2015
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2015		Variance Over (Under)	
	2014 Actual	Actual		Budget
Cash receipts - continued				
Other				
Reimbursed expense	\$ 55,636	\$ 96,123	\$ 84,540	\$ (69,277)
Reimbursed NSF Checks	10,526	11,189	0	11,189
Miscellaneous	24,780	15,263	5,000	10,263
Total other	90,942	122,575	89,540	(47,825)
Total cash receipts	3,784,412	3,707,971	3,697,984	(70,873)
Expenditures				
Administration				
Full time salaries	126,130	130,480	\$ 122,700	\$ 7,780
Part time help	12,010	13,761	11,500	2,261
Overtime	86	8	200	(192)
Other personal services	2,512	2,493	2,500	(7)
Legal service	15,850	16,450	20,000	(3,550)
Telephone	4,793	6,408	4,200	2,208
Credit card transaction fees	2,186	7,081	2,000	5,081
Training, travel and dues	7,491	10,139	9,000	1,139
Printing	729	2,951	1,000	1,951
Advertising	1,039	1,080	500	580
Insurance	10,212	7,338	8,000	(662)
Utility charges	9,001	8,924	11,000	(2,076)
Other services	40,640	48,398	35,000	13,398
Civil defense sirens	4,201	3,172	5,000	(1,828)
Street lights	142,196	148,816	143,000	5,816
Economic development dues	3,750	0	0	0
Chamber of commerce dues	5,000	7,500	7,500	0
General office supplies	7,813	6,785	7,500	(715)
Postage	3,826	4,617	5,000	(383)
Gifts and memorials	390	515	500	15
Operational supplies	2,298	3,557	4,000	(443)
Building and maintenance supplies	960	1,668	2,000	(332)
Cleaning supplies	779	500	1,000	(500)
Other operational supplies	107	106	0	106
Non sufficient funds checks	10,664	10,917	15,000	(4,083)
Miscellaneous	771	856	2,000	(1,144)
Computer equip. & software	1,282	1,064	2,000	(936)
Refunds	141	10	500	(490)
Sales tax	1,643	5,606	1,500	4,106
Total administration	418,500	451,200	424,100	27,100

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2015

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

Expenditures - continued	2014		2015		Variance Over (Under)
	Actual	Actual	Actual	Budget	
Police department					
Full time salaries	\$ 977,321	\$ 961,607	\$ 1,005,600	\$	(43,993)
Part time help	14,210	16,691	14,500		2,191
Overtime	53,703	51,656	43,000		8,656
Holiday overtime	34,953	37,867	35,500		2,367
Legal services	100	0	500		(500)
Communications equipment	1,924	3,663	2,000		1,663
Telephone	14,561	13,096	13,750		(654)
Training, travel and dues	18,480	18,683	19,000		(317)
Advertising	124	566	500		66
Insurance	20,273	19,755	21,000		(1,245)
Lease payments	29,383	31,029	31,100		(71)
Prisoner Care	0	930	0		930
Animal care	16,741	16,915	15,000		1,915
Utilities	26,325	26,388	25,000		1,388
Other services	20,234	23,456	24,000		(544)
Office supplies	2,843	3,463	5,000		(1,537)
Postage	2,736	968	2,500		(1,532)
Gifts and memorials	160	0	0		0
Operational supplies	9,971	7,967	12,000		(4,033)
DARE supplies	1,659	1,482	1,500		(18)
Vehicle maintenance	21,632	17,718	14,000		3,718
Equipment maintenance	6,314	4,636	5,000		(364)
Building maintenance	12,823	16,235	13,000		3,235
Cleaning supplies	2,122	3,028	2,300		728
Motor fuel and lubrication	38,643	25,259	42,000		(16,741)
Uniforms	7,859	6,672	9,000		(2,328)
Enforcement equip. & supplies	10,208	12,611	14,000		(1,389)
Miscellaneous supplies	253	11,047	2,500		8,547
Office equipment	1,305	1,979	1,500		479
Computer equip. & software	28,745	28,801	28,000		801
Equipment, bldg. & grounds	0	1,036	2,000		(964)
Motor vehicles	2,000	0	0		0
Refunds	160	0	0		0
Total police department	1,377,765	1,365,204	1,404,750		(39,546)

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2015

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

Expenditures - continued	2014		2015		Variance Over (Under)
	Actual	Actual	Budget	Budget	
Fire department					
Full time salaries	\$ 136,544	\$ 163,280	\$ 150,000	\$ 13,280	
Part time help	5,766	4,499	5,500	(1,001)	
Telephone	1,836	1,954	2,000	(46)	
Travel, dues and tags	4,610	7,655	8,000	(345)	
Insurance	16,279	15,714	17,000	(1,286)	
Lease payments	29,522	29,522	29,522	0	
Utilities	17,537	15,993	22,000	(6,007)	
Other contractual	8,788	9,798	8,000	1,798	
General office supplies	607	641	900	(259)	
Postage	14	70	100	(30)	
Gifts/memorials	73	434	300	134	
Operational supplies	11,892	15,396	12,000	3,396	
Vehicle maintenance	11,881	1,313	8,000	(6,687)	
Equipment maintenance	5,226	6,396	6,000	396	
Comm. equip. & maint.	3,134	7,255	9,000	(1,745)	
Building maintenance	7,977	9,104	9,000	104	
Cleaning supplies	768	883	1,000	(117)	
Motor fuel and lubrication	1,387	1,374	4,000	(2,626)	
Rural fuel	2,517	1,759	4,000	(2,241)	
Uniforms	4,106	2,980	4,000	(1,020)	
Protective clothing	11,606	15,546	16,000	(454)	
Miscellaneous	132	0	0	0	
Computer equip. & software	2,862	1,307	3,000	(1,693)	
Total fire department	285,064	312,873	319,322	(6,449)	
Municipal court					
Full time salaries	35,035	35,484	36,530	(1,046)	
Part time help	30,953	30,727	33,000	(2,273)	
Overtime	63	262	200	62	
Legal services	92,755	78,304	90,000	(11,696)	
Training, travel and dues	175	50	1,000	(950)	
Prisoner care	29,978	18,537	17,000	1,537	
Other contract	16,502	14,765	21,000	(6,235)	
Office supplies	1,752	923	2,000	(1,077)	
Non Sufficient Funds	735	511	500	11	
Postage	80	585	1,200	(615)	
Operational supplies	394	124	2,000	(1,876)	
Computer equip. & software	1,037	545	1,000	(455)	
Total municipal court	209,459	180,817	205,430	(24,613)	

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS

For the Year Ended December 31, 2015

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

Expenditures - continued	2014		2015		Variance Over (Under)
	Actual	Actual	Budget		
Street department					
Full time salaries	\$ 173,158	\$ 180,240	\$ 200,000	\$	(19,760)
Part time help	5,343	6,552	5,200		1,352
Overtime	2,820	1,500	3,500		(2,000)
Telephone	2,136	2,226	2,200		26
Training, travel, dues	331	361	1,000		(639)
Advertising	64	229	500		(271)
Insurance	10,238	9,628	11,500		(1,872)
Lease payments	32,476	0	0		0
Utility charges	17,947	16,590	16,000		590
Other services	4,314	7,639	5,700		1,939
Tree care	5,100	3,300	5,000		(1,700)
General office supplies	338	156	1,000		(844)
Operational supplies	14,401	21,806	25,000		(3,194)
Vehicle maintenance	4,315	3,293	5,000		(1,707)
Snow/Ice Control	24,539	7,866	18,000		(10,134)
Equipment maintenance	23,706	27,375	27,500		(125)
Traffic	3,985	6,394	6,000		394
Building maintenance	601	792	4,000		(3,208)
Construction material	14,444	22,818	20,000		2,818
Motor fuel and lubrication	27,144	17,718	35,000		(17,282)
Uniforms	4,128	4,139	5,000		(861)
Miscellaneous supplies	26	165	300		(135)
Office equipment furniture	1,000	475	800		(325)
Computer equipment/ software	1,000	178	2,000		(1,822)
Motor vehicle/equipment	18,500	7,376	30,000		(22,624)
Miscellaneous capital items	60,339	80,000	80,000		0
Total street department	452,393	428,816	510,200		(81,384)
Park and recreation					
Full time salaries	143,448	139,684	171,000		(31,316)
Part time help	19,739	21,037	20,000		1,037
Overtime	517	564	1,500		(936)
Telephone	2,059	1,984	1,900		84
Training, travel and dues	423	450	800		(350)
Advertising	369	314	600		(286)
Insurance	7,364	5,379.44	7,000		(1,621)
Lease payments	1,200	0	0		0
Utility charges	37,934	37,566	32,000		5,566
Other services	28,196	45,602	8,700		36,902

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS

For the Year Ended December 31, 2015

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

Expenditures - continued	2014 Actual	2015		Variance Over (Under)
		Actual	Budget	
Park and recreation - continued				
Tree care	\$ 2,100	\$ 3,000	\$ 5,000	\$ (2,000)
General office supplies	229	78	300	(222)
Operational supplies	10,884	11,880	10,000	1,880
Chemicals and fertilizer	1,933	2,182	2,800	(618)
Plant materials	1,984	2,757	4,000	(1,243)
Consumables	780	1,361	1,500	(139)
Vehicle maintenance	1,501	1,396	3,500	(2,104)
Equipment maintenance	6,756	8,231	8,000	231
Building maintenance	5,117	3,384	4,500	(1,116)
Construction material	1,778	531	2,000	(1,469)
Motor fuel and lubrication	14,782	10,312	18,000	(7,688)
Uniforms	1,181	1,294	1,500	(206)
Computer Equip/Software	0	72	1,000	(928)
Equipment/building & grounds	1,431	16,000	16,000	0
Total park & recreation	291,705	315,058	321,600	(6,542)
Cemetery				
Full time salaries	49,924	52,148	52,000	148
Part time help	0	0	500	(500)
Overtime	2,576	3,279	2,500	779
Training, travel and dues	0	65	250	(185)
Advertising	0	50	50	0
Insurance	584	565	600	(35)
Lease payments	1,200	0	0	0
Other Contractual	0	1,700	1,200	500
Operational supplies	431	614	2,200	(1,586)
Vehicle maintenance	0	0	500	(500)
Equipment maintenance	650	775	1,500	(725)
Building maintenance	0	0	250	(250)
Motor fuel and lube	3,279	1,610	3,500	(1,890)
Uniforms	354	374	500	(126)
Total cemetery	58,998	61,180	65,550	(4,370)

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 For the Year Ended December 31, 2015
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

Expenditures - continued	2014		2015		Variance Over (Under)
	Actual	Actual	Budget		
Community development					
Full time salaries	\$ 155,708	\$ 159,209	\$ 165,900	\$	(6,691)
Part time help	0	0	5,000		(5,000)
Overtime	0	0	350		(350)
Professional services	3,452	18,204	4,000		14,204
Legal services	0	0	2,000		(2,000)
Telephone	2,887	3,029	3,500		(471)
Training, travel and dues	2,661	1,646	3,000		(1,354)
Legal printing	188	819	750		69
Advertising	174	0	0		0
Insurance	1,214	1,190	600		590
Other Contractual	6,404	5,567	6,000		(433)
General office supplies	2,809	2,227	2,500		(273)
Postage	198	466	0		466
Operational supplies	1,952	1,377	2,250		(873)
Vehicle maintenance	459	473	1,500		(1,027)
Cleaning Supplies	0	4	500		(496)
Motor fuel and lubrication	1,530	930	2,000		(1,070)
Uniforms	0	5	0		5
Non Sufficient Funds Checks	0	3	0		3
Miscellaneous	0	25	0		25
Computer equipment & software	0	257	500		(243)
Motor Vehicle/Equipment	0	12	0		12
Refunds	0	1,409	0		1,409
Total community development	179,636	196,852	200,350		(3,498)
Economic development					
Special event expenditures	0	0	1,000		(1,000)
Operating transfers	510,500	514,850	539,850		(25,000)
Appropriated reserve	0	0	312,034		(312,034)
Total expenditures and transfers subject to budget	3,784,020	3,826,850	4,304,186	\$	(477,336)
Receipts over (under) expenditures	392	(118,879)			
Unencumbered cash, January 1	769,924	770,316			
Unencumbered cash, December 31	\$ 770,316	\$ 651,437			

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2b

SPECIAL PURPOSE FUNDS
LIBRARY FUND - 02
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2015

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

	2014 Actual	2015		Variance Over (Under)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem property tax	\$ 208,032	\$ 213,494	\$ 210,000	\$ 3,494
Back tax collections	8,826	3,981	7,000	(3,019)
Motor vehicle tax	22,631	24,255	21,343	2,912
In lieu of tax	664	898	800	98
Total taxes	240,153	242,628	239,143	3,485
Intergovernmental				
State aid and grants	23,837	24,377	23,800	577
Use of money and property				
Interest on investments	371	267	400	(133)
Fines and fees	4,622	4,544	4,800	(256)
Other				
Miscellaneous	2,824	3,650	2,700	950
Total cash receipts	271,807	275,466	270,843	4,623
Expenditures				
Regular salaries	81,266	83,520	83,600	(80)
Temporary help	50,137	48,356	57,000	(8,644)
Library pages	21,379	23,717	20,500	3,217
Unemployment benefits	148	4,298	4,000	298
Telephone services	1,632	1,749	1,650	99
Training	797	1,448	1,300	148
Advertising	745	1,208	900	308
Insurance and bond premiums	5,499	6,814	8,000	(1,186)
Utility charges	11,169	10,984	18,000	(7,016)
Other services	10,248	11,445	10,000	1,445
Office supplies	1,709	1,630	1,700	(70)
Postage	1,534	132	800	(668)
Gifts & memorials	146	111	100	11
Operation supplies	3,990	4,686	3,500	1,186
Building maintenance supplies	7,647	1,971	1,000	971
Cleaning supplies	534	494	500	(6)
Library media	19,136	21,566	26,000	(4,434)

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2b

SPECIAL PURPOSE FUNDS
 LIBRARY FUND - 02
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2015
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 Actual	2015		Variance Over (Under)
		Actual	Budget	
Expenditures - continued				
Library materials	\$ 1,454	\$ 1,286	\$ 800	\$ 486
Children's programming	610	1,417	1,250	167
Adult programming	43	209	750	(541)
Computer equipment and software	5,021	2,697	2,000	697
Motor vehicle/equipment	867	371	400	(29)
Library books	7,212	7,975	5,000	2,975
Refunds	116	106	150	(44)
Total expenditures	<u>233,039</u>	<u>238,190</u>	<u>248,900</u>	<u>(10,710)</u>
Operating transfers	<u>45,000</u>	<u>46,000</u>	<u>46,000</u>	<u>0</u>
Appropriated reserve	<u>0</u>	<u>0</u>	<u>19,022</u>	<u>(19,022)</u>
Total expenditures and transfers subject to budget	<u>278,039</u>	<u>284,190</u>	<u>313,922</u>	<u>(29,732)</u>
Receipts over (under) expenditures	(6,232)	(8,724)		
Unencumbered cash, January 1	<u>48,686</u>	<u>42,454</u>		
Unencumbered cash, December 31	<u>\$ 42,454</u>	<u>\$ 33,730</u>		

City of Paola, Kansas

Schedule 2c

SPECIAL PURPOSE FUNDS
 EMPLOYEE BENEFIT FUND - 05
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2015
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 Actual	2015		Variance Over (Under)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem property tax	\$ 277,894	\$ 276,531	\$ 272,000	\$ 4,531
Back tax collections	12,714	5,485	5,000	485
Motor vehicle tax	32,656	32,921	28,515	4,406
In lieu of tax	887	1,163	500	663
Total taxes	324,151	316,100	306,015	10,085
Use of money and property				
Interest on investments	2,088	2,058	2,000	58
Other				
Reimbursements	56,395	69,556	42,000	27,556
Operating transfers	772,150	741,833	777,000	(35,167)
Total cash receipts	1,154,784	1,129,547	1,127,015	2,532
Expenditures				
Final Benefits Payout	422	34,922	\$ 100,000	\$ (65,078)
HRA	35,756	33,746	75,000	(41,254)
Health Premiums	326,331	335,777	380,000	(44,223)
Cobra Insurance Premiums	17,826	29,187	16,000	13,187
Worker's compensation	82,928	65,131	95,000	(29,869)
FICA employer's contributions	213,417	218,269	235,000	(16,731)
KPERS employer's contributions	337,679	357,717	330,000	27,717
Section 125 payments	28,879	34,673	26,000	8,673
Unemployment	3,077	4,629	6,000	(1,371)
Training, travel, dues	54	315	500	(185)
Insurance	4,748	4,391	5,500	(1,109)
Employee assistance	9,556	10,382	6,000	4,382
Other contractual	1,449	1,319	1,500	(181)
Miscellaneous	794	5,158	2,000	3,158
Employee development	13,748	23,435	20,000	3,435
Total expenditures	1,076,664	1,159,051	1,298,500	(139,449)
Appropriated reserve	0	0	377,010	(377,010)
Total expenditures subject to budget	1,076,664	1,159,051	1,675,510	(516,459)
Receipts over (under) expenditures	78,120	(29,504)		
Unencumbered cash, January 1	542,446	620,566		
Unencumbered cash, December 31	\$ 620,566	\$ 591,062		

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2d

SPECIAL PURPOSE FUNDS
 FAMILY AQUATICS CENTER FUND - 07
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2015
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 Actual	2015		Variance Over (Under)
		Actual	Budget	
Cash receipts				
Taxes				
Sales Tax	\$ 1,643	\$ 1,544	\$ 1,500	\$ 44
Charges for services				
Season passes	19,855	18,540	20,000	(1,460)
Gate receipts	29,222	29,779	35,000	(5,221)
Coupon books	8,325	7,185	12,000	(4,815)
Concessions	18,348	17,059	20,000	(2,941)
Lessons	6,267	6,578	8,000	(1,422)
Total charges for services	82,017	79,141	95,000	(15,859)
Use of money and property				
Rentals	4,600	3,400	4,000	(600)
Interest on investments	580	551	500	51
Total use of money & property	5,180	3,951	4,500	(549)
Other				
Reimbursed expenses	2,060	34	0	34
Operating transfers	150,000	150,000	150,000	0
Total cash receipts	240,900	234,670	251,000	(16,330)
Expenditures				
Regular Salaries	51,190	64,760	53,200	11,560
Temporary help	66,270	64,206	89,600	(25,394)
Overtime	4,219	3,935	5,000	(1,065)
Other personal services	838	832	900	(68)
Telephone	816	874	800	74
Training, travel, dues	1,665	1,410	2,000	(590)
Advertising	2,205	2,425	1,700	725
Insurance	7,432	5,775	8,500	(2,725)
Utilities	12,942	14,500	18,000	(3,500)
Other contractual	2,465	2,533	5,000	(2,467)
General supplies	30	90	200	(110)
Operational supplies	8,587	9,751	20,000	(10,249)
Equipment maintenance	4,478	139	2,000	(1,861)
Building & maintenance	118	5,835	12,000	(6,165)
Cleaning	5	114	300	(186)
Uniforms	1,961	2,157	2,500	(343)
Nonsufficient funds checks	78	158	0	158

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2d

SPECIAL PURPOSE FUNDS
 FAMILY AQUATICS CENTER FUND - 07
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS

For the Year Ended December 31, 2015

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

	2014 Actual	2015		Variance Over (Under)
		Actual	Budget	
Expenditures - continued				
Concession supplies	\$ 9,250	\$ 8,921	\$ 13,000	\$ (4,079)
Equipment and plant	12,699	394	15,000	(14,606)
Refunds	33	0	0	0
Sales tax	1,623	1,546	2,000	(454)
Total expenditures	<u>188,904</u>	<u>190,355</u>	<u>251,700</u>	<u>(61,345)</u>
Operating transfers	<u>43,000</u>	<u>43,000</u>	<u>43,000</u>	<u>0</u>
Appropriated reserve	<u>0</u>	<u>0</u>	<u>136,733</u>	<u>(136,733)</u>
Total expenditures and transfers subject to budget	<u>231,904</u>	<u>233,355</u>	<u>\$ 431,433</u>	<u>\$ (198,078)</u>
Receipts over (under) expenditures	8,996	1,315		
Unencumbered cash, January 1	<u>213,637</u>	<u>222,633</u>		
Unencumbered cash, December 31	<u>\$ 222,633</u>	<u>\$ 223,948</u>		

City of Paola, Kansas

Schedule 2e

SPECIAL PURPOSE FUNDS
 COMMUNITY CENTER - 08
 SCHEDULE RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2015
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2015		Variance Over (Under)
	2014 Actual	Actual	
Cash receipts			
Charges for services			
Rentals	\$ 25,206	\$ 24,651	\$ 24,000 \$ 651
Concessions	931	877	600 277
Ticket sales	6,430	5,495	7,200 (1,705)
Program and events	1,355	2,168	1,000 1,168
Memberships	0	2,050	0 2,050
Total charges for services	33,922	35,241	32,800 2,441
Intergovernmental			
Grants	1,950	3,000	5,000 (2,000)
Use of money and property			
Interest on investments	118	146	100 46
Fees			
Fees	3,105	4,010	0 4,010
Other			
Donations	950	450	250 200
Reimbursed expenses	12	6	0 6
Sales Tax	82	80	50 30
Total other	1,044	536	300 236
Operating transfers	78,000	83,000	83,000 0
Total cash receipts	118,139	125,933	121,200 \$ 4,733
Expenditures			
Full time salaries	47,418	48,493	\$ 51,600 \$ (3,107)
Part time help	5,807	5,477	9,500 (4,023)
Professional services	18	0	0 0
Telephone	1,610	1,965	1,550 415
Training and travel	190	912	1,000 (88)
Advertising	1,850	1,308	2,400 (1,092)
Insurance	5,824	9,524	11,500 (1,976)
Utilities	12,129	11,634	15,000 (3,366)
Other contractual	2,086	3,879	4,100 (221)
Event and program costs	5,366	7,727	10,000 (2,273)

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2e

SPECIAL REVENUE FUNDS
 COMMUNITY CENTER - 08
 SCHEDULE RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS

For the Year Ended December 31, 2015

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

	2014 Actual	2015		Variance Over (Under)
		Actual	Budget	
Expenditures - continued				
General office supplies	\$ 108	\$ 188	\$ 250	\$ (62)
Postage	846	0	1,500	(1,500)
Gifts/memorials	15	50	0	50
Operating supplies	1,929	3,960	2,200	1,760
Building maintenance	2,087	2,799	3,400	(601)
Cleaning supplies	1,016	599	750	(151)
Concession supplies	376	500	350	150
Miscellaneous	0	0	100	(100)
Computer equipment and software	263	357	500	(143)
Sales tax	67	77	0	77
Real Estate taxes	1,596	1,654	1,700	(46)
Summer programs part time help	1,660	1,900	2,800	(900)
Advertising	1,317	1,407	1,400	7
Summer program supplies	450	0	900	(900)
Operational supplies	884	1,503	0	1,503
Refunds	0	250	200	50
Total expenditures	<u>94,912</u>	<u>106,163</u>	<u>122,700</u>	<u>(16,537)</u>
Operating transfers	<u>10,500</u>	<u>11,150</u>	<u>11,150</u>	<u>0</u>
Appropriated reserve	<u>0</u>	<u>0</u>	<u>18,686</u>	<u>(18,686)</u>
Total expenditures and transfers subject to budget	<u>105,412</u>	<u>117,313</u>	<u>\$ 152,536</u>	<u>\$ (35,223)</u>
Receipts over (under) expenditures	12,727	8,620		
Unencumbered cash, January 1	<u>31,007</u>	<u>43,734</u>		
Unencumbered cash, December 31	<u>\$ 43,734</u>	<u>\$ 52,354</u>		

City of Paola, Kansas

Schedule 2f

SPECIAL PURPOSE FUNDS
 STORM WATER MANAGEMENT - 12
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2015
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 Actual	2015		Variance Over (Under)
		Actual	Budget	
Cash receipts				
Charges for services				
Storm water management fees	\$ 81,905	\$ 82,254	\$ 81,000	\$ 1,254
Use of money and property				
Interest on investments	659	403	700	(297)
Total cash receipts	<u>82,564</u>	<u>82,657</u>	<u>81,700</u>	<u>957</u>
Expenditures				
Full time salaries	31,645	48,462	24,000	24,462
Overtime	1,335	3,989	100	3,889
Other contractual	697	0	500	(500)
Construction materials	16,705	3,072	23,000	(19,928)
Lease payments	15,644	15,650	15,650	0
Equipment/plant	16,253	20,000	20,000	0
Storm water construction	25,000	30,025	28,000	2,025
Total expenditures	<u>107,279</u>	<u>121,198</u>	<u>111,250</u>	<u>9,948</u>
Operating transfers	<u>29,000</u>	<u>25,000</u>	<u>25,000</u>	<u>0</u>
Appropriated reserve	<u>0</u>	<u>0</u>	<u>111,445</u>	<u>(111,445)</u>
Total expenditures and transfers subject to budget	<u>136,279</u>	<u>146,198</u>	<u>247,695</u>	<u>(101,497)</u>
Receipts over (under) expenditures	(53,715)	(63,541)		
Unencumbered cash, January 1	<u>202,544</u>	<u>148,829</u>		
Unencumbered cash, December 31	\$ <u>148,829</u>	\$ <u>85,288</u>		

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2g

SPECIAL PURPOSE FUNDS
 SPECIAL PARK AND RECREATION FUND - 14
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS

For the Year Ended December 31, 2015

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

	2014 Actual	2015		Variance Over (Under)
		Actual	Budget	
Cash receipts				
Intergovernmental				
Local liquor tax	\$ 13,913	\$ 13,651	\$ 10,000	\$ 3,651
Use of money and property				
Interest on investment	69	85	60	25
Total cash receipts	<u>13,982</u>	<u>13,736</u>	<u>\$ 10,060</u>	<u>\$ 3,676</u>
Expenditures				
Other services	3,500	1,599	\$ 3,500	(1,901)
Construction materials	2,500	2,500	3,500	(1,000)
Total expenditures	<u>6,000</u>	<u>4,099</u>	<u>7,000</u>	<u>(2,901)</u>
Appropriated reserve	<u>0</u>	<u>0</u>	<u>26,836</u>	<u>(26,836)</u>
Total expenditures subject to budget	<u>6,000</u>	<u>4,099</u>	<u>\$ 33,836</u>	<u>\$ (29,737)</u>
Receipts over (under) expenditures	7,982	9,637		
Unencumbered cash, January 1	<u>19,716</u>	<u>27,698</u>		
Unencumbered cash, December 31	\$ <u>27,698</u>	\$ <u>37,335</u>		

City of Paola, Kansas

Schedule 2h

SPECIAL PURPOSE FUNDS
STREET REPAIR - SPECIAL HIGHWAY FUND - 17
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2015

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

	2014 Actual	2015		Variance Over (Under)
		Actual	Budget	
Cash receipts				
Taxes				
Gas tax	\$ 144,719	\$ 147,396	\$ 142,730	\$ 4,666
Other				
Reimbursed Expense	0	7,050	0	7,050
Use of money and property				
Interest on investments	218	245	350	(105)
Total cash receipts	<u>144,937</u>	<u>154,691</u>	<u>143,080</u>	<u>4,561</u>
Expenditures				
Full time salaries	8,527	10,859	10,000	859
Overtime	168	202	0	202
Other contractual	1,750	416	2,730	(2,314)
Construction material	125,001	76,432	140,000	(63,568)
Total expenditures	<u>135,446</u>	<u>87,909</u>	<u>152,730</u>	<u>(64,821)</u>
Operating transfers	<u>4,820</u>	<u>2,500</u>	<u>2,500</u>	<u>0</u>
MERF/CIP Transfer	<u>0</u>	<u>51,000</u>	<u>0</u>	<u>51,000</u>
Appropriated reserve	<u>0</u>	<u>0</u>	<u>33,458</u>	<u>(33,458)</u>
Total expenditures subject to budget	<u>140,266</u>	<u>141,409</u>	<u>188,688</u>	<u>(47,279)</u>
Receipts over (under) expenditures	4,671	13,282		
Unencumbered cash, January 1	<u>49,625</u>	<u>54,296</u>		
Unencumbered cash, December 31	\$ <u>54,296</u>	\$ <u>67,578</u>		

City of Paola, Kansas

Schedule 2i

SPECIAL PURPOSE FUNDS
 SPECIAL LAW ENFORCEMENT ACCOUNT - 18
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS

For the Year Ended December 31, 2015

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

	2014 Actual	2015 Actual
Cash receipts		
Interest on investment	\$ 16	\$ 13
Other		
Miscellaneous	7,390	394
Total cash receipts	<u>7,406</u>	<u>407</u>
Expenditures		
Miscellaneous	4,508	1,350
Total expenditures	<u>4,508</u>	<u>1,350</u>
Receipts over (under) expenditures	2,898	(943)
Unencumbered cash, January 1	<u>1,864</u>	<u>4,762</u>
Unencumbered cash, December 31	<u>\$ 4,762</u>	<u>\$ 3,819</u>

City of Paola, Kansas

Schedule 2j

SPECIAL PURPOSE FUNDS
 TRANSIENT GUEST TAX - 20
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2015
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 Actual	2015		Variance Over Under
		Actual	Budget	
Cash receipts				
Taxes				
Transient guest tax	\$ 32,151	\$ 32,010	\$ 34,000	\$ (1,990)
Use of money and property				
Interest on investment	278	230	300	(70)
Total cash receipts	<u>32,429</u>	<u>32,240</u>	<u>34,300</u>	<u>(2,060)</u>
Expenditures				
Other contractual	2,500	0	13,556	(13,556)
Economic Development Chamber	3,750	7,500	7,500	0
Promotional campaigns	23,422	33,200	35,000	(1,800)
Professional Services	0	2,000	3,000	(1,000)
Miscellaneous	0	0	5,000	(5,000)
Total expenditures	<u>29,672</u>	<u>42,700</u>	<u>64,056</u>	<u>(21,356)</u>
Appropriated reserve	<u>0</u>	<u>0</u>	<u>40,000</u>	<u>(40,000)</u>
Total expenditures and transfers subject to budget	<u>29,672</u>	<u>42,700</u>	<u>104,056</u>	<u>(61,356)</u>
Receipts over (under) expenditures	2,757	(10,460)		
Unencumbered cash, January 1	<u>88,357</u>	<u>91,114</u>		
Unencumbered cash, December 31	<u>\$ 91,114</u>	<u>\$ 80,654</u>		

City of Paola, Kansas

Schedule 2k

SPECIAL PURPOSE FUNDS
 FAMILY AQUATICS CENTER EQUIPMENT RESERVE - 23
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2015
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014 Actual</u>	<u>2015 Actual</u>
Cash receipts		
Use of money and property		
Interest on investments	\$ 3,551	\$ 2,674
Total cash receipts	<u>3,551</u>	<u>2,674</u>
Expenditures		
Other contractual	152,021	0
Operating transfers	<u>150,000</u>	<u>150,000</u>
Total expenditures and transfers	<u>302,021</u>	<u>150,000</u>
Receipts over (under) expenditures	(298,470)	(147,326)
Unencumbered cash, January 1	<u>1,195,149</u>	<u>896,679</u>
Unencumbered cash, December 31	<u>\$ 896,679</u>	<u>\$ 749,353</u>

City of Paola, Kansas

Schedule 21

SPECIAL PURPOSE FUNDS

ESCROW FUND - 46

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

REGULATORY BASIS

For the Year Ended December 31, 2015

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

	<u>2014 Actual</u>	<u>2015 Actual</u>
Cash receipts		
Escrow receipts	\$ 68,700	\$ 38,295
Total cash receipts	<u>68,700</u>	<u>38,295</u>
Expenditures		
Escrow disbursements	<u>67,750</u>	<u>38,295</u>
Total expenditures	<u>67,750</u>	<u>38,295</u>
Receipts over (under) expenditures	950	0
Unencumbered cash, January 1	<u>0</u>	<u>950</u>
Unencumbered cash, December 31	<u>\$ 950</u>	<u>\$ 950</u>

City of Paola, Kansas

Schedule 2m

SPECIAL PURPOSE FUNDS
MENNENOAH CEMETERY - 47
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended December 31, 2015
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u> <u>Actual</u>	<u>2015</u> <u>Actual</u>
Cash receipts		
Use of money and property		
Interest on investment	\$ 119	\$ 107
Total cash receipts	<u>119</u>	<u>107</u>
Expenditures		
Other Contractual	<u>0</u>	<u>16,475</u>
Total expenditures	<u>0</u>	<u>16,475</u>
Receipts over (under) expenditures	119	(16,368)
Unencumbered cash, January 1	<u>37,068</u>	<u>37,187</u>
Unencumbered cash, December 31	<u>\$ 37,187</u>	<u>\$ 20,819</u>

City of Paola, Kansas

Schedule 2n

SPECIAL PURPOSE FUNDS
SPECIAL GRANTS FUND - 70
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended December 31, 2015

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

	<u>2014 Actual</u>	<u>2015 Actual</u>
Cash receipts		
Intergovernmental		
Grants	\$ 12,544	\$ 92,514
Use of money and property		
Miscellaneous	0	1,079
Donations and Gifts	0	470
Total use of money and property	0	1,549
Operating transfers	2,246	0
Total cash receipts	<u>14,790</u>	<u>94,063</u>
Expenditures		
Other contractual	<u>11,954</u>	<u>99,581</u>
Total expenditures	<u>11,954</u>	<u>99,581</u>
Receipts over (under) expenditures	2,836	(5,518)
Unencumbered cash, January 1	<u>12,681</u>	<u>15,517</u>
Unencumbered cash, December 31	<u>\$ 15,517</u>	<u>\$ 9,999</u>

City of Paola, Kansas

Schedule 2o

SPECIAL PURPOSE FUNDS
DRUG ENFORCEMENT ACCOUNT
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended December 31, 2015

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

	<u>2014 Actual</u>	<u>2015 Actual</u>
Cash receipts		
Other		
Reimbursement	\$ 1,706	\$ 230
Expenditures		
Other services	<u>832</u>	<u>200</u>
Receipts over (under) expenditures	874	30
Unencumbered cash, January 1	<u>949</u>	<u>1,823</u>
Unencumbered cash, December 31	\$ <u><u>1,823</u></u>	\$ <u><u>1,853</u></u>

City of Paola, Kansas

Schedule 2p

SPECIAL PURPOSE FUNDS
LIBRARY GENEALOGY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended December 31, 2015

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

	<u>2014</u> <u>Actual</u>	<u>2015</u> <u>Actual</u>
Cash receipts		
Use of money and property		
Interest on investment	\$ 0	\$ 0
Expenditures		
Other supplies	<u>2,262</u>	<u>0</u>
Receipts over (under) expenditures	(2,262)	0
Unencumbered cash, January 1	<u>2,262</u>	<u>0</u>
Unencumbered cash, December 31	<u>\$ 0</u>	<u>\$ 0</u>

City of Paola, Kansas

Schedule 2g

DEBT SERVICE FUND
BOND & INTEREST - 06
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2015

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

	2014 Actual	2015		Variance Over (Under)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem property tax	\$ 306,428	\$ 306,539	\$ 301,540	\$ 4,999
Back tax collections	9,101	5,060	5,000	60
Motor vehicle tax	22,731	33,450	31,450	2,000
Special assessments	190,160	137,639	155,000	(17,361)
In lieu of tax	978	1,289	900	389
Total taxes	529,398	483,977	493,890	(9,913)
Use of money and property				
Interest on investments	2,416	2,574	3,000	(426)
Miscellaneous	3,160	30	0	30
Total use of money and property	5,576	2,604	3,000	(396)
Operating transfers	1,479,848	1,508,617	1,588,618	(80,001)
Total cash receipts	2,014,822	1,995,198	2,085,508	(90,310)
Expenditures				
Bond principal	1,480,000	1,600,000	1,570,000	30,000
Interest expense	531,794	448,866	481,521	(32,655)
Other reserves	0	0	223,600	(223,600)
Total expenditures and transfers subject to budget	2,011,794	2,048,866	2,275,121	(226,255)
Receipts over (under) expenditures	3,028	(53,668)		
Unencumbered cash, January 1	153,090	156,118		
Unencumbered cash, December 31	\$ 156,118	\$ 102,450		

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2r

CAPITAL PROJECTS FUNDS
 WASTE WATER TREATMENT PLANT CONSTRUCTION - 31
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 REGULATORY BASIS

For the Year Ended December 31, 2015

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

	<u>2014</u> <u>Actual</u>	<u>2015</u> <u>Actual</u>
Cash receipts		
Use of money and property		
Interest on investments	\$ 2,471	\$ 2,312
Expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	2,471	2,312
Unencumbered cash (deficit), January 1	<u>772,729</u>	<u>775,200</u>
Unencumbered cash (deficit), December 31	<u>\$ 775,200</u>	<u>\$ 777,512</u>

City of Paola, Kansas

Schedule 2s

CAPITAL PROJECTS FUNDS
EQUIPMENT REPLACEMENT - 80
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended December 31, 2015

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

	<u>2014</u> <u>Actual</u>	<u>2015</u> <u>Actual</u>
Cash receipts		
Other		
Loan proceeds	\$ 0	\$ 750,000
Miscellaneous	<u>2,393</u>	<u>78,969</u>
Total cash receipts	<u>2,393</u>	<u>828,969</u>
Expenditures		
Other contractual	3,284	1,500
Equipment/plant	2,264	16,536
Loan payments	0	3,000
Miscellaneous	0	23,725
Motor vehicle	<u>0</u>	<u>750,000</u>
Total expenditures	<u>5,548</u>	<u>794,761</u>
Receipts over (under) expenditures	(3,155)	34,208
Unencumbered cash (deficit), January 1	<u>40,398</u>	<u>37,243</u>
Unencumbered cash (deficit), December 31	<u>\$ 37,243</u>	<u>\$ 71,451</u>

City of Paola, Kansas

Schedule 2t

CAPITAL PROJECTS FUNDS
 CAPITAL PROJECTS - 90
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 REGULATORY BASIS

For the Year Ended December 31, 2015

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

	<u>2014</u> <u>Actual</u>	<u>2015</u> <u>Actual</u>
Cash receipts		
Taxes and shared revenues		
City sales tax	\$ 1,082,052	\$ 1,130,391
Other		
Interest	4,151	729
Miscellaneous	68,197	11,174
Reimbursements	5,426	9,395
Grants	138,859	58,648
Donations and gifts	<u>72,057</u>	<u>56,173</u>
Total other	<u>288,690</u>	<u>136,119</u>
Operating transfers	<u>866,613</u>	<u>81,000</u>
Total cash receipts	<u>2,237,355</u>	<u>1,347,510</u>
Expenditures		
Construction materials	402,685	247,803
Other contractual	1,499,764	4,987
Capital items	31,951	1,132
Professional Services	0	3,950
Lease Payments	0	58,998
Sales tax	0	36
Other	<u>152,757</u>	<u>22,368</u>
Total expenditures	<u>2,087,157</u>	<u>339,274</u>
Operating transfers	<u>1,818,503</u>	<u>1,027,760</u>
Total expenditures and transfers	<u>3,905,660</u>	<u>1,367,034</u>
Receipts over (under) expenditures	(1,668,305)	(19,524)
Unencumbered cash (deficit), January 1	<u>2,432,015</u>	<u>763,710</u>
Unencumbered cash (deficit), December 31	<u>\$ 763,710</u>	<u>\$ 744,186</u>

City of Paola, Kansas

Schedule 2u

BUSINESS FUNDS
 WATER UTILITY FUND - 09
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS

For the Year Ended December 31, 2015

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

	2015			Variance Over (Under)
	2014 Actual	Actual	Budget	
Cash receipts				
Charges for services				
Sale of water	\$ 1,683,568	\$ 1,770,763	\$ 2,050,000	\$ (279,237)
Water for resale	43,036	51,568	40,000	11,568
Sales tax	28,517	29,511	40,000	(10,489)
Tank sales	10,107	8,876	15,000	(6,124)
Installation charges	1,500	12,000	15,000	(3,000)
Connection fees	6,775	6,952	7,500	(548)
Total charges for services	1,773,503	1,879,670	2,167,500	(287,830)
Use of money and property				
Rentals	500	0	1,000	(1,000)
Interest on investments	360	323	1,000	(677)
Total use of money and property	860	323	2,000	(1,677)
Other				
Reimbursed expenses	70,750	78,738	69,000	9,738
KS setoff reimbursement	6,838	6,604	7,000	(396)
Miscellaneous	350	350	0	350
Long/short	(31)	11	0	11
	77,907	85,703	76,000	9,703
Total cash receipts	1,852,270	1,965,696	2,245,500	(279,804)
Expenditures				
Administration				
Full time salaries	62,641	37,115	91,000	(53,885)
Overtime	186	4	200	(196)
Other personal services	2,512	2,493	2,750	(257)
Insurance and bonds	11,030	10,469	13,000	(2,531)
Other contractual	4,376	4,957	5,000	(43)
General office supplies	342	344	750	(406)
Postage	4,723	5,460	4,750	710
Operational supplies	751	693	1,500	(807)
Gifts and Memorials	200	0	0	0
Miscellaneous	0	0	3,500	(3,500)
Refunds	191	0	0	0
Sales tax remittance	41,363	37,713	40,000	(2,287)
Total administration	128,315	99,248	162,450	(63,202)

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2u

BUSINESS FUNDS
 WATER UTILITY FUND - 09
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS

For the Year Ended December 31, 2015

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

Expenditures - continued	2014		2015		Variance Over (Under)
	Actual	Actual	Budget	Actual	
Production					
Full time salaries	\$ 54,099	\$ 55,027	\$ 53,000	\$ 55,027	2,027
Overtime	915	1,217	1,000	1,217	217
Telephone services	417	385	500	385	(115)
Training, travel, dues	0	100	100	100	0
Utilities	5,054	5,905	5,000	5,905	905
Other contractual	0	0	1,000	0	(1,000)
Water purchase	1,423,893	1,510,876	1,395,000	1,510,876	115,876
Motor fuel and lubrication	264	289	500	289	(211)
Uniforms	281	277	250	277	27
Total production	1,484,923	1,574,076	1,456,350	1,574,076	117,726
Distribution					
Full time salaries	57,793	24,574	30,000	24,574	(5,426)
Overtime	806	199	1,000	199	(801)
Tank maintenance	8,080	8,080	8,100	8,080	(20)
Telephone services	1,559	1,797	2,500	1,797	(703)
Training, travel, dues	720	2,226	2,000	2,226	226
Lease payments	1,200	0	0	0	0
Legal printing	0	0	200	0	(200)
Utilities	1,602	1,205	3,000	1,205	(1,795)
Testing analytical	2,372	1,348	1,500	1,348	(152)
Other contractual	4,751	8,284	6,200	8,284	2,084
General office supplies	209	94	450	94	(356)
Postage	350	276	500	276	(224)
Operational supplies	24,371	32,238	30,000	32,238	2,238
Vehicle maintenance	814	1,555	2,500	1,555	(945)
Equipment maintenance	2,635	2,360	2,500	2,360	(140)
Building and maintenance	1,809	3,000	3,000	3,000	0
Construction materials	8,887	8,309	20,000	8,309	(11,691)
Motor fuel and lubrication	10,674	7,675	12,000	7,675	(4,325)
Uniforms	611	900	1,500	900	(600)
Computer equipment and software	498	204	1,000	204	(796)
Mains and meters	44,986	48,079	50,000	48,079	(1,921)
Total distribution	174,727	152,403	177,950	152,403	(25,547)

City of Paola, Kansas

Schedule 2u

BUSINESS FUNDS
 WATER UTILITY FUND - 09
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2015
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 Actual	2015		Variance Over (Under)
		Actual	Budget	
Expenditures - continued				
Operating transfers	\$ 129,250	\$ 112,333	\$ 158,000	\$ (45,667)
Appropriated reserve	0	0	402,379	(402,379)
Total expenditures and transfers subject to budget	1,917,215	1,938,060	2,357,129	(419,069)
Receipts over (under) expenditures	(64,945)	27,636		
Unencumbered cash, January 1	161,559	96,614		
Unencumbered cash, December 31	\$ 96,614	\$ 124,250		

City of Paola, Kansas

Schedule 2v

BUSINESS FUNDS
 WATER TREATMENT PLANT FUND - 15
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2015
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 Actual	2015		Variance Over (Under)
		Actual	Budget	
Cash receipts				
Use of money and property				
Interest	\$ 857	\$ 801	\$ 1,600	\$ (799)
Total cash receipts	857	801	1,600	(799)
Expenditures				
Capital improvements	0	0	271,064	(271,064)
Total expenditures and transfers subject to budget	0	0	271,064	(271,064)
Receipts over (under) expenditures	857	801		
Unencumbered cash, January 1	267,864	268,721		
Unencumbered cash, December 31	\$ 268,721	\$ 269,522		

City of Paola, Kansas

Schedule 2w

BUSINESS FUNDS
SEWER SERVICE FUND - 04
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2015

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

	2015		Variance Over (Under)	
	2014 Actual	Actual		Budget
Cash receipts				
Charges for services				
Inspection charges	\$ 230	\$ 900	\$ 1,000	\$ (100)
Sewer lagoon dumping	16,719	21,006	1,000	20,006
Sewer service charges	685,600	743,418	780,000	(36,582)
Total charges for services	702,549	765,324	782,000	(16,676)
Use of money and property				
Interest on investments	532	574	700	(126)
Other				
Reimbursed expenses	4,345	5,496	7,000	(1,504)
Operating transfers	30,000	15,000	30,000	(15,000)
Total cash receipts	737,426	786,394	\$ 819,700	\$ (33,306)
Expenditures				
Administration				
Full time salaries	96,806	100,061	\$ 112,000	\$ (11,939)
Overtime	186	12	200	(188)
Other personal services	2,512	2,493	3,500	(1,007)
Training, Travel, Dues	0	0	1,500	(1,500)
Insurance	19,335	21,459	20,000	1,459
Other contractual	4,173	4,249	4,000	249
General office supplies	342	344	500	(156)
Postage	4,723	5,235	4,500	735
Miscellaneous	393	0	500	(500)
Total administration	128,470	133,853	146,700	(12,847)
Production				
Full time salaries	57,279	48,416	30,000	18,416
Overtime	999	848	1,500	(652)
Telephone services	744	1,033	1,300	(267)
Training, travel, dues	258	336	2,000	(1,664)
Utilities	72,025	79,075	75,000	4,075
Testing and analytical	8,109	5,408	10,000	(4,592)
Other contractual	4,454	5,897	4,500	1,397
General office supplies	82	58	200	(142)

City of Paola, Kansas

Schedule 2w

BUSINESS FUNDS
SEWER SERVICE FUND - 04
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2015

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

Expenditures - continued	2015			Variance Over (Under)
	2014 Actual	Actual	Budget	
Production - continued				
Operational supplies	\$ 14,166	\$ 8,361	\$ 19,000	\$ (10,639)
Vehicle maintenance	699	428	500	(72)
Equipment maintenance	1,253	1,061	1,500	(439)
Building maintenance	986	1,029	1,500	(471)
Motor fuel and lubricants	2,912	1,677	3,500	(1,823)
Uniforms	314	369	1,000	(631)
Equipment, building and grounds	9,332	4,144	5,000	(856)
Total production	173,612	158,140	156,500	1,640
Distribution				
Full time salaries	181,446	176,831	182,000	(5,169)
Overtime	2,241	1,378	1,500	(122)
Telephone services	2,328	2,568	2,250	318
Training, travel, dues	1,326	829	1,000	(171)
Lease Payments	1,200	0	0	0
Utilities	6,671	8,658	7,000	1,658
Other contractual	1,608	4,526	3,800	726
General office supplies	213	70	900	(830)
Postage	0	0	50	(50)
Operational supplies	6,321	9,084	10,500	(1,416)
Vehicle maintenance	929	198	1,500	(1,302)
Equipment maintenance	8,003	10,644	8,000	2,644
Building maintenance	713	2,516	2,500	16
Construction materials	2,054	880	4,000	(3,120)
Motor fuel and lubricants	10,570	6,434	12,000	(5,566)
Uniforms	1,250	1,022	1,200	(178)
Computer equipment and software	0	204	1,000	(796)
Distribution lines	35,780	34,749	40,000	(5,251)
Total distribution	262,653	260,591	279,200	(18,609)

City of Paola, Kansas

Schedule 2w

BUSINESS FUNDS
 SEWER SERVICE FUND - 04
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2015
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2015			Variance Over (Under)
	2014 Actual	Actual	Budget	
Expenditures - continued				
Operating transfers	\$ 166,330	\$ 164,000	\$ 164,000	\$ 0
Appropriated reserve	0	0	230,693	(230,693)
Total expenditures and transfers subject to budget	731,065	716,584	977,093	(260,509)
Receipts over (under) expenditures	6,361	69,810		
Unencumbered cash, January 1	173,270	179,631		
Unencumbered cash, December 31	\$ 179,631	\$ 249,441		

City of Paola, Kansas

Schedule 2x

BUSINESS FUNDS
SEWER LINE REPLACEMENT - 11
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2015
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 Actual	2015		Variance Over (Under)
		Actual	Budget	
Cash receipts				
Use of money and property				
Interest on investments	\$ 521	\$ 508	\$ 600	(92)
Operating transfers	7,000	7,000	7,000	0
Total cash receipts	7,521	7,508	7,600	(92)
Expenditures				
Equipment/plant	0	0	175,828	(175,828)
Receipts over (under) expenditures	7,521	7,508		
Unencumbered cash, January 1	160,628	168,149		
Unencumbered cash, December 31	\$ 168,149	\$ 175,657		

City of Paola, Kansas

Schedule 2y

BUSINESS FUNDS
 WASTEWATER TREATMENT PLANT - 16
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS

For the Year Ended December 31, 2015

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

	2014		2015		Variance Over (Under)
	Actual		Actual	Budget	
Cash receipts					
Charges for services					
Connect & disconnect	\$ 4,950	\$	17,300	\$ 9,900	\$ 7,400
Sewer service charge	423,992		427,878	441,550	(13,672)
Total charges for services	<u>428,942</u>		<u>445,178</u>	<u>451,450</u>	<u>(6,272)</u>
Use of money and property					
Interest income	1,961		1,465	3,000	(1,535)
Total cash receipts	<u>430,903</u>		<u>446,643</u>	<u>\$ 454,450</u>	<u>\$ (7,807)</u>
Expenditures					
Full time salaries	57,384		90,336	\$ 110,000	\$ (19,664)
Overtime	120		1,882	1,000	882
Lease	8,000		8,000	8,000	0
Other contractual	2,627		0	15,000	(15,000)
Motor Fuel & Lube	0		0	2,000	(2,000)
Operational supplies	117		3,000	7,000	(4,000)
Miscellaneous	9,128		1,000	10,000	(9,000)
Equipment/plant	21,180		4,515	40,000	(35,485)
Total expenditures	<u>98,556</u>		<u>108,733</u>	<u>193,000</u>	<u>(84,267)</u>
Operating transfer	<u>470,458</u>		<u>430,857</u>	<u>522,858</u>	<u>(92,001)</u>
Appropriated reserve	<u>0</u>		<u>0</u>	<u>217,480</u>	<u>(217,480)</u>
Total expenditures and transfers subject to budget	<u>569,014</u>		<u>539,590</u>	<u>\$ 933,338</u>	<u>\$ (393,748)</u>
Receipts over (under) expenditures	(138,111)		(92,947)		
Unencumbered cash, January 1	<u>663,195</u>		<u>525,084</u>		
Unencumbered cash, December 31	<u>\$ 525,084</u>		<u>\$ 432,137</u>		

City of Paola, Kansas

Schedule 2z

BUSINESS FUNDS
HEALTH AND SANITATION FUND - 13
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2015
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	2014 Actual	2015		Variance Over (Under)
		Actual	Budget	
Cash receipts				
Charges for services				
Haulers' permits	\$ 675	\$ 2,850	\$ 675	\$ 2,175
Landfill charges and collections	336,976	348,635	346,000	2,635
Total charges for services	337,651	351,485	346,675	4,810
Use of money and property				
KS setoff reimbursement	292	242	200	42
Interest on investments	77	90	75	15
Total use of money & property	369	332	275	57
Fees	300	105	200	(95)
Total cash receipts	338,320	351,922	347,150	4,730
Expenditures				
Full time salaries	9,155	11,197	13,000	(1,803)
Overtime	62	4	0	4
Advertising	550	550	750	(200)
Insurance	1,075	992	2,000	(1,008)
Other contractual	314,861	323,960	324,500	(540)
General office supplies	342	344	0	344
Pay sticker expense	675	0	0	0
Total expenditures	326,720	337,047	340,250	(3,203)
Operating transfers	6,250	8,000	8,000	0
Appropriated reserve	0	0	27,151	(27,151)
Total expenditures and transfers subject to budget	332,970	345,047	375,401	(30,354)
Receipts over (under) expenditures	5,350	6,875		
Unencumbered cash, January 1	22,900	28,250		
Unencumbered cash, December 31	\$ 28,250	\$ 35,125		

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 3

AGENCY FUNDS
 SCHEDULE OF RECEIPTS AND CASH DISBURSEMENTS
 REGULATORY BASIS
 For the Year Ended December 31, 2015

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Police bond	\$ 6,431	\$ 89,749	\$ 93,102	\$ 3,078
Payroll withholding	15,145	318,502	303,387	30,260
	\$ <u>21,576</u>	\$ <u>408,251</u>	\$ <u>396,489</u>	\$ <u>33,338</u>

