

***CITY OF Cunningham***  
***Financial Statement***

***For the Year Ended December 31, 2014***

*ATC Accounting*

City of Cunningham, Kansas  
 Financial Statement  
 For the Year Ended December 31, 2014

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## INDEPENDENT AUDITOR'S REPORT

Component Units Are Omitted-Separate Entity Financial Statements Have Been Issued

Honorable Mayor and City Council  
City of Cunningham  
Cunningham, Kansas 67035

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Cunningham, Kansas, as of and for the year ended December 31, 2014 and the related notes to the financial statement.

*Management's Responsibility for the Financial Statement*

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

*Auditors' Responsibility*

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

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

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

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

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Cunningham, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

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

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Cunningham, Kansas as of December 31, 2014, 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 Cunningham, Kansas as of December 31, 2014, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

### *Report on Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the 2014 fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual, individual fund schedules of regulatory basis receipts and expenditures-actual (Schedules 1 and 2 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the 2014 basic financial statement, however are required to be presented under the provision 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 2014 basic financial statement. The 2014 information has been subjected to the auditing procedures applied in the audit of the 2014 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2014 basic financial statement or to the 2014 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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 1.

The 2013 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual (Schedule 2 as listed in the table of contents) are also presented for comparative analysis and are not a required part of the 2013 basic financial statement upon which we rendered as unqualified opinion dated July 7, 2014. The 2013 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, Office of Management Analysis and Standards at the following link <http://da.ks.gov/ar/muniserv/>. Such 2013 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 2013 basic financial statement. The 2013 comparative information was subjected to the auditing procedures applied in the audit of the 2013 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2013 basic financial statement or to the 2013 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2013 comparative information is fairly stated in all material respects in relation to the 2013 basic financial statement as a whole, on the basis of accounting described in Note 1.

### *ATC Accounting*

ATC Accounting

July 31, 2015

City of Cunningham, Kansas  
 Summary Statement of Receipts, Expenditures, and Encumbered Cash  
 Regulatory Basis  
 For the Year Ended December 31, 2014

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances And Accounts Payable	Ending Cash Balance
GENERAL	\$ 59,712	\$ 236,028	\$ 241,483	\$ 54,257	\$ 4,906	\$ 59,163
SPECIAL PURPOSE FUNDS:						
Library	-	9,754	9,754	-	-	-
Employee Benefits	15,064	32,989	38,491	9,562	-	9,562
Special Highway	16,144	12,308	16,715	11,737	-	11,737
BOND AND INTEREST FUND:						
Bond and Interest	14,886	40,009	44,493	10,402	-	10,402
CAPITAL PROJECT FUNDS:						
Capital Improvement	30,806	67	-	30,873	-	30,873
Equipment Reserve	-	-	-	-	-	-
BUSINESS FUNDS:						
Water Utility	2,171	99,888	80,242	21,817	2,913	24,730
Sewer Utility	22,605	54,801	67,902	9,504	275	9,779
Total Reporting Entity	\$ 161,388	\$ 485,844	\$ 499,080	\$ 148,152	\$ 8,094	\$ 156,246
				Cash on Hand	\$	200
				Checking Accounts		156,046
				Total Reporting Entity	\$	156,246

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

City of Cunningham, Kansas  
Notes to Financial Statement  
December 31, 2014

## 1. SUMMARY OF SIGNIFICAN ACCOUNTING POLICIES

### (a) Financial Reporting Entity

The City of Cunningham is a municipal corporation governed by an elected mayor and an elected five-member council. The regulatory financial statement presents the City of Cunningham (the municipality).

The related municipal entity is not included in the City's reporting entity even though it was established to benefit the City and/or its constituents.

Library Board - The Library Board operates the City's public library. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City. Complete financial records for the Library Board may be reviewed at their administrative offices.

### (b) Regulatory Basis Fund Types

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

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

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

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

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

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

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

### (c) Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

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

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

**(d) Budgetary Information**

Kansas statutes require that an annual operating budget be legally adopted from 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 1<sup>st</sup>
- 2) Publication in local newspaper on or before August 5<sup>th</sup> of the proposed budget and notice of public hearing on the budget.
- 3) Public hearing on or before August 15<sup>th</sup>, but at least ten days after publication of notice of hearing.
- 4) Adoption of the final budget on or before August 25<sup>th</sup>.

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. The budget was amended for the year 2014 primarily to increase expenses in the Water Utility Fund to accommodate the water project expenses.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which 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 Capital Project Funds and Agency Funds.

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

**2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**Compliance with Kansas Statutes**

The City is not aware of any non-compliance with Kansas Statutes.

### 3. DEPOSITS AND INVESTMENTS

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

*Concentration of credit risk.* State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

*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 institutes to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2014.

At December 31, 2014, the City's carrying amount of deposits was \$156,024 and the bank balance was \$173,742. The bank balance was held by 2 banks resulting in no concentration of credit risk. Of the bank balance \$173,742 was covered by federal depository insurance.

*Custodial Credit Risk – Investments.* For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.



#### 4. LONG-TERM DEBT

Changes in long-term liabilities for the year ended December 31, 2014, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest/ Service Fees Paid
General Obligation Bond: Series 2012 Capital Lease:	.50-2.20%	11/15/2012	\$ 550,000	12/01/2027	\$ 515,000	-	\$ 35,000	\$ 480,000	\$ 7,745
Equipment Lease Pumper Fire Truck	4.105% 3.690%	12/18/2011 11/03/2014	42,825 44,550	12/18/2016 11/03/2018	21,700 -	- 44,550	7,700 -	14,000 44,550	659 -
<b>Total Contractual Indebtedness</b>					\$ 536,700	\$ 44,550	\$ 42,700	\$ 538,550	\$ 8,404

Year	General Obligation Bond		Equipment Lease		Pumper Fire Truck Lease		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2015	\$ 35,000	\$ 8,078	\$ 7,245	\$ 472	\$ 10,540	\$ 1,644	\$ 52,785	\$ 10,194
2016	35,000	7,745	6,755	171	10,928	1,255	52,683	9,171
2017	35,000	7,412	-	-	11,332	852	46,332	8,264
2018	35,000	7,080	-	-	11,750	433	46,750	7,513
2019	35,000	6,590	-	-	-	-	35,000	6,590
2020-2024	185,000	24,455	-	-	-	-	185,000	24,455
2025-2027	120,000	5,280	-	-	-	-	120,000	5,280
<b>\$</b>	<b>480,000</b>	<b>\$ 66,640</b>	<b>\$ 14,000</b>	<b>\$ 643</b>	<b>\$ 44,550</b>	<b>\$ 4,184</b>	<b>\$ 538,550</b>	<b>\$ 71,467</b>

## **5. DEFINED BENEFIT PENSION PLAN**

Plan Description. The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by Kansas law. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report (only one is issued) that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-419 and K.S.A. 74-49,210 establishes the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 4% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. Kansas law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates.

The State of Kansas is required to contribute the statutory required employers share.

## **6. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS**

### **(a) 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 retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified 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.

### **(b) Compensated Absences**

An employee is given one day sick leave for each month of employment. A total of thirty-six days sick leave can be accumulated. Part-time employees and temporary employees are not entitled to sick leave unless agreed to by the City Council. No sick leave exceeding two consecutive days will be allowed unless a statement from a doctor certifies that the sickness prevented the employee from working. Any unused accumulated sick leave may be used by an employee during their employment with the City and if employment is served, the unused accumulated amount is not paid to the employee. Therefore, accumulated sick leave has not been accrued.

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

Vacation – All full-time employees of the City are entitled to paid vacation. After one full year of employment, employees are entitled to ten working days of paid vacation. At the end of fifteen years employment, employees are entitled to fifteen working days of paid vacation. After twenty years employment, employees are entitled to twenty days of paid vacation. Employees are not allowed to accumulate vacation from year to year. The vacation

time is paid at the employee's regular rate. Unused vacation pay will be paid to employees upon termination, if proper notice of resignation is given.

The cost of accumulated vacation leave is \$1,255 and will be recorded as expenditures at the time the vacation leave is utilized, as normal personal service expenditures.

Sick Leave - After a 90 day training period, an employee is given ten days sick leave plus 2 personal days each year of employment. A total of sixty days sick leave can be accumulated. Any unused accumulated sick leave may be used by an employee during their employment with the City and if employment is served. Upon termination or resignation, the unused accumulated amount is not paid to the employee. Therefore, accumulated sick leave has not been accrued.

## 7. CLAIMS AND JUDGMENTS

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

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The City has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2013 to 2014 and there were no settlements that exceeded insurance coverage in the past three years.

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

## 8. INTERFUND TRANSFERS

Operating transfers were as follows:

From:	To:	Statutory Authority	Amount
Water	Debt Service	K.S.A. 12-1,118	15,000

## 9. RELATED PARTY TRANSACTIONS

David Steffen, City Clerk, is an owner of the Cunningham Courier, a newspaper in the city. Chris Schaller, City Council, is a partner in Flatworks Specialist, a concrete company. Aaron Murphy, City Council, is the assistant manager at Cairo Co-op. The City conducted business with all three businesses and paid them \$2,384, \$3,590, and \$1,921, respectively for services or products. The City Council also paid Aaron Murphy \$3,631 for damage from sewer backup in 2013. This was the only home damaged and the insurance claim was denied by the City's insurance carrier noting the city did everything to prevent a backup from happening.

## **10. SUBSEQUENT EVENTS**

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

**CITY OF CUNNINGHAM, KANSAS**  
**REGULATORY-REQUIRED**  
**SUPPLEMENTARY INFORMATION**  
**FOR THE YEAR ENDED DECEMBER 31, 2014**

City of Cunningham, Kansas  
 Summary of Expenditures – Actual and Budget  
 Regulatory Basis  
 (Budgeted Funds Only)  
 For the Year Ended December 31, 2014

Description	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable To Current Year Budget	Variance Over (Under)
GENERAL	\$ 290,372	\$ -	\$ 290,372	\$ 241,483	\$ (48,889)
SPECIAL PURPOSE FUNDS:					
Library	9,983	-	9,983	9,754	(229)
Employee Benefits	40,286	-	40,286	38,491	(1,795)
Special Highway	17,635	-	17,635	16,715	(920)
BOND AND INTEREST FUND:					
Bond and Interest	49,636	-	49,636	44,493	(5,143)
BUSINESS FUNDS:					
Water Utility	104,000	-	104,000	80,242	(23,758)
Sewer Utility	83,110	-	83,110	67,902	(15,208)

City of Cunningham, Kansas  
 General Fund  
 Schedule of Receipts and Expenditures – Actual and Budget  
 Regulatory Basis  
 For The Year End December 31, 2014

	2013	2014		
	Actual	Actual	Budget	Variance Over (Under)
<b>Receipts</b>				
Ad Valorem Tax	\$ 90,430	\$ 86,488	\$ 96,919	\$ (10,431)
Delinquent Tax	1,977	2,205	-	2,205
Motor Vehicle Tax	20,322	24,907	19,644	5,263
Recreational Vehicle Tax	280	259	350	(91)
16/20M Vehicle Tax	681	525	933	(408)
Commercial Truck Tax	-	385	-	385
Franchise Fees	21,260	21,440	18,500	2,940
Local Sales Tax	47,802	52,859	45,000	7,859
Licenses, Permits, Rent	333	552	1,000	(448)
Charges for Services – Swimming Pool	4,704	4,481	6,000	(1,519)
Grants and Donations	1,863	2,727	5,000	(2,273)
Interest on Idle Funds	40	63	-	63
Reimbursements	466	1,700	2,500	(800)
Miscellaneous Receipts	1,801	2,539	1,639	900
Fire Protection	33,000	32,500	33,000	(500)
Fire Department Grants and Donations	1,500	2,398	5,000	(2,602)
Sale of Assets	1,150	-	-	
<b>Total Receipts</b>	<b>227,609</b>	<b>236,028</b>	<b>\$ 235,485</b>	<b>\$ 543</b>
<b>Expenditures</b>				
Salaries and Wages	26,410	31,165	\$ 37,500	\$ (6,335)
Administrative	12,840	15,343	14,500	843
Utilities	15,118	16,183	16,500	(317)
Insurance	14,321	10,598	14,875	(4,277)
Planning and Zoning	360	680	1,600	(920)
Animal Control	1,374	616	3,000	(2,384)
Trees, Parks, Recreation	22,018	16,146	15,000	1,146
Swimming Pool	27,796	29,738	25,000	4,738
Dues and Donations	3,511	2,004	5,000	(2,996)
Fuel	4,634	4,521	7,500	(2,979)
Demolition and Solid Waste	-	3,658	3,250	408
Streets and Sidewalks	2,044	24,149	40,000	(15,851)
Maintenance and Repairs	12,204	21,609	10,000	11,609
Fire Department Expenses	20,843	41,348	40,500	848
Bond Principle	22,500	-	-	-
Neighborhood Revitalization Rebate	8,802	5,047	5,627	(580)
Miscellaneous	5,532	2,343	3,020	(677)

City of Cunningham, Kansas  
 General Fund (Cont)  
 Schedule of Receipts and Expenditures – Actual and Budget  
 Regulatory Basis  
 For The Year End December 31, 2014

	2013	2014		
	Actual	Actual	Budget	Variance Over (Under)
Capital Outlay	6,394	16,335	5,000	11,335
Transfer to Capital Improvements	19,000	-	30,000	(30,000)
Transfer to Equipment Reserve	-	-	12,500	(12,500)
Total Expenditures	225,701	241,483	\$ 290,372	\$ (48,889)
Receipts Over (Under) Expenditures	1,908	(5,455)		
Unencumbered Cash , January 1	57,804	59,712		
Unencumbered Cash, December 31	\$ 59,712	\$ 54,257		



City of Cunningham, Kansas  
 Library Fund  
 Schedule of Receipts and Expenditures – Actual and Budget  
 Regulatory Basis  
 For The Year End December 31, 2014

	2013	2014		
	Actual	Actual	Budget	Variance Over (Under)
<b>Receipts</b>				
Ad Valorem Tax	\$ 7,200	\$ 7,421	\$ 8,314	\$ (893)
Delinquent Tax	177	184	-	184
Motor Vehicle Tax	1,928	2,049	1,567	482
Recreational Vehicle Tax	26	21	28	(7)
16/20M Vehicle Tax	72	48	74	(26)
Commercial Vehicle Tax	-	31	-	31
<b>Total Receipts</b>	<b>9,403</b>	<b>9,754</b>	<b>\$ 9,983</b>	<b>\$ (229)</b>
<b>Expenditures</b>				
Contractual Services	9,403	9,321	\$ 9,500	\$ (179)
Neighborhood Revitalization Rebate	-	433	483	(50)
<b>Total Expenditures</b>	<b>9,403</b>	<b>9,754</b>	<b>\$ 9,983</b>	<b>\$ (229)</b>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, January 1	-	-		
Unencumbered Cash, December 31	\$ -	\$ -		

City of Cunningham, Kansas  
Employee Benefit Fund  
Schedule of Receipts and Expenditures – Actual and Budget  
Regulatory Basis  
For The Year End December 31, 2014

	2013		2014	
	Actual	Actual	Budget	Variance Over (Under)
<b>Receipts</b>				
Ad Valorem Tax	\$ 34,289	\$ 22,485	\$ 25,581	\$ (3,096)
Delinquent Tax	720	800	-	800
Motor Vehicle Tax	7,131	9,280	7,461	1,819
Recreational Vehicle Tax	98	97	133	(36)
16/20M Vehicle Tax	253	181	354	(173)
Commercial Vehicle Tax	-	146	-	146
<b>Total Receipts</b>	<b>42,491</b>	<b>32,989</b>	<b>\$ 33,529</b>	<b>\$ (540)</b>
<b>Expenditures</b>				
Social Security and Medicare	7,231	7,214	\$ 9,500	\$ (2,286)
Insurance	19,515	21,633	22,250	(617)
KPERS	6,985	8,176	6,000	2,176
Unemployment	81	136	1,050	(914)
Neighborhood Revitalization Rebate	-	1,332	1,486	(154)
<b>Total Expenditures</b>	<b>33,812</b>	<b>38,491</b>	<b>\$ 40,286</b>	<b>\$ (1,795)</b>
Receipts Over (Under) Expenditures	8,679	(5,502)		
Unencumbered Cash, January 1	6,385	15,064		
Unencumbered Cash, December 31	\$ 15,064	\$ 9,562		

City of Cunningham, Kansas  
Special Highway Fund  
Schedule of Receipts and Expenditures – Actual and Budget  
Regulatory Basis  
For The Year End December 31, 2014

	2013	2014		
	Actual	Actual	Budget	Variance Over (Under)
Receipts				
Special Highway Tax	\$ 11,728	\$ 12,308	\$ 11,830	\$ 478
Miscellaneous	-	-	1,180	(1,180)
<b>Total Receipts</b>	<b>11,728</b>	<b>12,308</b>	<b>\$ 13,010</b>	<b>\$ (702)</b>
Expenditures				
Street Repair	8,788	16,715	\$ 17,635	\$ (920)
Receipts Over (Under) Expenditures	2,940	(4,407)		
Unencumbered Cash, January 1	13,204	16,144		
Unencumbered Cash, December 31	\$ 16,144	\$ 11,737		

City of Cunningham, Kansas  
 Bond and Interest Fund  
 Schedule of Receipts and Expenditures – Actual and Budget  
 Regulatory Basis  
 For The Year End December 31, 2014

	2013	2014		
	Actual	Actual	Budget	Variance Over (Under)
<b>Receipts</b>				
Ad Valorem Tax	\$ 850	\$ 22,704	\$ 23,815	\$ (1,111)
Delinquent Tax	476	283	-	283
Motor Vehicle Tax	7,587	1,769	-	1,769
Recreational Vehicle Tax	100	9	-	9
16/20M Vehicle Tax	322	181	-	181
Interest on Idle Funds	15	63	15	48
Transfer - Water	-	15,000	15,000	-
<b>Total Receipts</b>	<b>9,350</b>	<b>40,009</b>	<b>\$ 38,830</b>	<b>\$ 1,179</b>
<b>Expenditures</b>				
Bond Principal Payments	-	35,000	\$ 35,000	\$ -
Bond Interest Payments	-	8,253	8,253	-
Neighborhood Revitalization Rebate	-	1,240	1,383	(143)
Bond Reserve	-	-	5,000	(5,000)
<b>Total Expenditures</b>	<b>-</b>	<b>44,493</b>	<b>\$ 49,636</b>	<b>\$ (5,143)</b>
Receipts Over (Under) Expenditures	9,350	(4,484)		
Unencumbered Cash, January 1	5,536	14,886		
Unencumbered Cash, December 31	<u>\$ 14,886</u>	<u>\$ 10,402</u>		

City of Cunningham, Kansas  
 Capital Improvement Fund  
 Schedule of Receipts and Expenditures – Actual  
 Regulatory Basis  
 For The Year End December 31, 2014

	2013	2014
	Actual	Actual
Receipts		
Interest on Idle Funds	\$ 369	\$ 67
Transfer - General	19,000	
Transfer – Water	7,500	
Transfer - Sewer	3,500	
Total Receipts	30,369	67
Expenditures		
Equipment	-	-
Water Improvements – Lease Payments	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	30,369	67
Unencumbered Cash, January 1	437	30,806
Unencumbered Cash, December 31	\$ 30,806	\$ 30,873

City of Cunningham, Kansas  
 Equipment Reserve Fund  
 Schedule of Receipts and Expenditures – Actual  
 Regulatory Basis  
 For The Year End December 31, 2014

	2013		<u>2014</u>	
	Actual		Actual	
Receipts				
Transfer - General	\$ -		\$ -	
<hr/>				
Expenditures				
Construction				/
<hr/>				
Receipts Over (Under) Expenditures		-		-
Unencumbered Cash, January 1		-		-
<hr/>				
Unencumbered Cash, December 31	\$ -		\$ -	
<hr/>				

City of Cunningham, Kansas  
Water Utility Fund  
Schedule of Receipts and Expenditures – Actual and Budget  
Regulatory Basis  
For The Year End December 31, 2014

	2013	2014		
	Actual	Actual	Budget	Variance Over (Under)
<b>Receipts</b>				
Charges for Services	\$ 97,554	\$ 99,888	\$ 99,000	\$ 888
Miscellaneous Receipts	5,071	-	5,000	(5,000)
<b>Total Receipts</b>	<b>102,625</b>	<b>99,888</b>	<b>\$ 104,000</b>	<b>\$ (4,112)</b>
<b>Expenditures</b>				
Salaries and Wages	26,309	26,399	\$ 25,000	\$ 1,399
Employee Benefits	2,126	2,000	2,500	(500)
Administration	5,479	6,990	8,090	(1,100)
Analytical Fees	789	1,921	4,000	(2,079)
Utilities	4,608	4,771	6,500	(1,729)
Insurance	-	6,472	-	6,472
Contracted Services	9,265	-	7,500	(7,500)
Maintenance	8,794	10,074	17,500	(7,426)
Sales Tax	2,759	2,238	2,100	138
Water Production	-	-	3,060	(3,060)
Chemicals	1,707	1,331	1,750	(419)
Miscellaneous	134	418	1,000	(582)
Capital Outlay	18,783	2,628	5,000	(2,372)
Bond Principle	12,500	-	-	-
Transfer – Capital Improvements	7,500	-	5,000	(5,000)
Transfer – Bond and Interest	-	15,000	15,000	-
<b>Total Expenditures</b>	<b>100,753</b>	<b>80,242</b>	<b>\$ 104,000</b>	<b>\$ (23,758)</b>
Receipts Over (Under) Expenditures	1,872	19,646		
Unencumbered Cash, January 1	299	2,171		
Unencumbered Cash, December 31	\$ 2,171	\$ 21,817		

City of Cunningham, Kansas  
Sewer Utility Fund  
Schedule of Receipts and Expenditures – Actual and Budget  
Regulatory Basis  
For The Year End December 31, 2014

	2013	2014		
	Actual	Actual	Budget	Variance Over (Under)
Receipts				
Charges for Services	\$ 59,785	\$ 54,801	\$ 63,500	\$ (8,699)
Expenditures				
Salaries and Wages	26,309	19,058	\$ 32,000	\$ (12,942)
Employee Benefits	3,500	2,000	3,000	(1,000)
Administration	4,086	1,989	5,000	(3,011)
Utilities	1,922	1,308	1,500	(192)
Analytical Fees	549	293	750	(457)
Chemicals	-	1,727	-	1,727
Insurance	-	3,789	-	3,789
Contracted Services	11,287	1,928	12,000	(10,072)
Maintenance	7,533	8,843	8,500	343
Miscellaneous	40	30	360	(330)
Capital Outlay	2,514	26,937	5,000	21,937
Transfer – Capital Improvements	3,500	-	15,000	(15,000)
Total Expenditures	61,240	67,902	\$ 83,110	\$ (15,208)
Receipts Over (Under) Expenditures	(1,455)	(13,101)		
Unencumbered Cash, January 1	24,060	22,605		
Unencumbered Cash, December 31	\$ 22,605	\$ 9,504		



