

**CITY OF BONNER SPRINGS, KANSAS**

**FINANCIAL STATEMENTS**

**Year ending December 31, 2014**

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CITY OF BONNER SPRINGS, KANSAS

Financial Statements  
Year ending December 31, 2014

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## INDEPENDENT AUDITOR'S REPORT

Mayor and City Council  
City of Bonner Springs, Kansas

### **Report on the Financial Statements**

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

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

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

### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States 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 statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

## Opinions

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

## Other Matters

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 8 and the schedule of funding progress on page 44 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The combining and individual nonmajor fund financial statements and schedules, as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying account and other records used to prepare the financial statements or to the financial statements themselves, 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 financial statements as a whole.

### *Other Reporting Required by Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 19, 2015, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

*Mize Houser & Company PA*

Certified Public Accountants  
Lawrence, Kansas  
August 19, 2015

CITY OF BONNER SPRINGS, KANSAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended December 31, 2014  
Unaudited

Our discussion and analysis of the City of Bonner Springs, Kansas financial performance provides an overview of the City's financial activities for the fiscal year ended December 31, 2014.

**Financial Highlights**

- The Government-wide net position totaled \$34.9 million at the end of the current fiscal year.
- The Government-wide unrestricted current assets exceed the current liabilities by \$9.4 million, representing the City's ability to meet its current obligations when due.
- Total capital assets, net of accumulated depreciation at December 31, 2014 totaled \$44.6 million.
- During the year ended December 31, 2014, the City's total revenues exceeded total expenses (which include charges for services, local taxes, and state and federal aid) by \$1.6 million.
- The City's total indebtedness decreased by \$2.5 million.
- The City's net capital assets decreased by \$.2 million in the current fiscal year.

**Using This Financial Report**

This annual report consists of two distinct series of financial statements: government-wide and funds. In addition, the annual report includes budgetary-basis financial statement comparisons, in accordance with the State of Kansas cash basis and budget laws.

The government-wide statements are designed to provide information about the City's activities as a whole and provide a longer-term view of the City's finances. The fund financial statements tell how the City's services for both governmental and business-type activities were financed in the short term as well as what remains for future spending. Fund financial statements report the City's operations in greater detail than the government-wide statements by providing information about the City's most significant funds. In addition, combining statements included in the supplemental information show detail of all other governmental funds. The City also holds fiduciary funds on behalf of various parties. These funds are reported in a separate statement.

**Reporting on the City as a Whole (Government Wide)**

Statement of Net Position and the Statement of Activities

The view of the City as a whole looks at all financial transactions and asks the question, "Are we in a better financial position as a result of the current year's financial activities?" The Statement of Net Position and the Statement of Activities provide the basis for answering this question. The statements include all assets and all liabilities using the accrual basis of accounting, which is similar to the accounting method used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses, regardless of when cash is received or paid.

These two statements report the City's net position and current year change in those net position. The change in net position is important because it tells the reader whether the City, as a whole, has improved or diminished its financial position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving or deteriorating. Causes of these changes may be the result of many factors, some financial, some not. Non-financial factors include the City's property tax base, state mandates, and the financial condition of the State of Kansas general fund.



CITY OF BONNER SPRINGS, KANSAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended December 31, 2014  
Unaudited

In the Statement of Net Position and the Statement of Activities, the City is divided into two distinct kinds of activities:

**Governmental Activities** - Most of the City's programs and services are reported here including general government, public safety, public works, and culture and recreation.

**Business-Type Activities** - These services are provided on a charge for goods and services basis to recover all of the expenses of the goods or services provided. The City's solid waste disposal, wastewater collection/treatment, and water treatment/distribution are reported as business-type activities. In addition, the City's clearing fund which pays for fuel, office supplies, copier expenses, and postage used by all departments and receives income from each department based on usage of these items, is an internal service fund.

**Reporting the City's Most Significant Funds (Fund Financial Statements)**

Fund financial statements provide detailed information about the City's major funds. The City uses many funds to account for a multitude of financial transactions. The main fund financial statements focus on the City's most significant funds. Combining fund balance sheets and statements of revenues, expenditures and changes in fund balances provide detailed information about all of the City's non-major governmental funds.

**Governmental Funds** - Most of the City's activities are reported in the governmental funds, which focus on how money flows into and out of the funds and balances left over at fiscal year end available to be spent in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general operations and the basic services it provides. Governmental fund information helps the reader to decide where there are more or fewer financial resources that can be spent in the near term to finance the City's programs. Major differences between the City's governmental activities as reported in the Statement of Net Position and the Statement of Activities and its governmental funds are reconciled in the Governmental Funds financial statements.

**Proprietary Funds** - Proprietary funds (Solid Waste, Wastewater Collection/Treatment, and Water Treatment/Distribution) are enterprise funds that use the same basis of accounting as business-type activities, therefore, these statements replicate the information provided in the government-wide financial statements.

CITY OF BONNER SPRINGS, KANSAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended December 31, 2014  
Unaudited

**The City as a Whole**

Government-Wide Assets

The Statement of Net Position provides the financial position of the City as a whole. The following is a summary of the City's Statement of Net Position as of December 31, 2014:

City of Bonner Springs  
Condensed Statement of Net Position  
December 31, 2014 and 2013

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Current assets	\$ 8,485,926	\$ 8,513,642	\$ 3,193,781	\$ 3,914,097	\$ 11,679,707	\$ 12,427,739
Net capital assets	<u>24,035,327</u>	<u>24,689,929</u>	<u>20,518,190</u>	<u>20,095,492</u>	<u>44,553,517</u>	<u>44,785,421</u>
 Total assets	 <u>\$ 32,521,253</u>	 <u>\$ 33,203,571</u>	 <u>\$ 23,711,971</u>	 <u>\$ 24,009,589</u>	 <u>\$ 56,233,224</u>	 <u>\$ 57,213,160</u>
 Current liabilities	 \$ 1,306,234	 \$ 2,067,011	 \$ 946,741	 \$ 2,574,851	 \$ 2,252,975	 \$ 4,641,862
Noncurrent liabilities	8,045,618	8,864,934	8,653,031	8,003,784	16,698,649	16,868,718
Deferred inflows	<u>2,320,982</u>	<u>2,203,824</u>	<u>-</u>	<u>-</u>	<u>2,320,982</u>	<u>2,203,824</u>
 Total liabilities	 <u>\$ 11,672,834</u>	 <u>\$ 13,135,769</u>	 <u>\$ 9,599,772</u>	 <u>\$ 10,578,635</u>	 <u>\$ 21,272,606</u>	 <u>\$ 23,714,404</u>
 Net position:						
Invested in capital assets net of debt	\$ 16,078,634	\$ 15,240,624	\$ 11,453,119	\$ 9,850,529	\$ 27,531,753	\$ 25,091,153
Restricted for:						
Debt Service	266,219	365,516	-	-	266,219	365,516
Unrestricted	<u>4,503,566</u>	<u>4,461,662</u>	<u>2,659,080</u>	<u>3,580,425</u>	<u>7,162,646</u>	<u>8,042,087</u>
 Total net position	 <u>\$ 20,848,419</u>	 <u>\$ 20,067,802</u>	 <u>\$ 14,112,199</u>	 <u>\$ 13,430,954</u>	 <u>\$ 34,960,618</u>	 <u>\$ 33,498,756</u>

The assets of the City are classified as current assets and capital assets. Cash and investments and accounts receivable are the largest current assets. These are assets that are available to provide resources for the near-term operations of the City. Capital assets are used in the operations of the City. These assets include land, buildings, improvements other than buildings, machinery and equipment, and infrastructure.

Current and non-current liabilities are classified based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts payable, accrued liabilities, customer deposits, and current portion of long-term obligations. Current assets exceed current liabilities and deferred inflows by \$7.1 million, representing the City's ability to meet current obligations when due.

The City has \$17.2 million in long-term debt, consisting of general obligation bonds and loans payable, of which \$1.6 million is due within the next fiscal year.

CITY OF BONNER SPRINGS, KANSAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended December 31, 2014  
Unaudited

The City had total assets at December 31, 2014, totaling \$56.2 million. The total assets of the City exceeded the total liabilities by \$34.9 million. Net position invested in capital assets, net of related debt, totaled \$27.5 million, restricted net position totaled \$.2 million and unrestricted net position totaled \$7.2 million.

Government-Wide Activities

The following is a condensed statement of the City's change in net position for the year ended December 31, 2014. Major items of program revenues, grants and general revenues are detailed below. Government-wide activities increased the net position of the City by \$1.6 million for the year ended December 31, 2014. A reconciliation of the total change in fund balances for the governmental funds to the Statement of Activities is located on page 14 of the basic financial statements. Major differences in the Statement of Activities and changes in the fund balances of governmental funds as expenditures in the funds statements include the repayment of bonds, and temporary notes in the current fiscal year of \$1.7 million, which are treated as an expenditure in the fund statements and a reduction of long term debt payable in the Government wide financial statements. In addition, the capital outlays of \$.8 million are treated as expenditures in the fund statements, but are treated as capital assets in the Government wide financial statements.

City of Bonner Springs  
Condensed Statement of Changes in Net Position  
For the Years Ending December 31, 2014 and 2013

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Revenues:						
Program revenues:						
Charges for services	\$ 1,490,319	\$ 1,340,013	\$ 3,648,123	\$ 3,666,622	\$ 5,138,442	\$ 5,006,635
Operating grants	1,125,729	2,570,894	-	-	1,125,729	2,570,894
Capital contributions	132,285	189,824	845,185	1,950,568	977,470	2,140,392
General revenues:						
Taxes	8,212,415	7,629,746	-	-	8,212,415	7,629,746
Transfers [net]	465,360	126,504	[465,360]	[126,504]	-	-
Other	<u>1,209,473</u>	<u>1,052,078</u>	<u>25,950</u>	<u>166,835</u>	<u>1,235,423</u>	<u>1,218,913</u>
Total revenues	<u>12,635,581</u>	<u>12,909,059</u>	<u>4,053,898</u>	<u>5,657,521</u>	<u>16,689,479</u>	<u>18,566,580</u>
Expenses:						
Program expenses:						
General government	2,112,948	2,195,147	-	-	2,112,948	2,195,147
Public safety	4,652,048	4,044,233	-	-	4,652,048	4,044,233
Public works	3,795,223	4,097,801	-	-	3,795,223	4,097,801
Culture and recreation	977,511	1,111,032	-	-	977,511	1,111,032
Solid waste	-	-	366,353	324,935	366,353	324,935
Wastewater collection/treatment	-	-	1,411,514	1,511,893	1,411,514	1,511,893
Water treatment/distribution	-	-	1,495,451	1,817,104	1,495,451	1,817,104
Interest on long-term debt	<u>303,408</u>	<u>350,526</u>	<u>-</u>	<u>-</u>	<u>303,408</u>	<u>350,526</u>
Total expenses	<u>11,841,138</u>	<u>11,798,739</u>	<u>3,273,318</u>	<u>3,653,932</u>	<u>15,114,456</u>	<u>15,452,671</u>
Increase [decrease] in net position	<u>\$ 794,443</u>	<u>\$ 1,110,320</u>	<u>\$ 780,580</u>	<u>\$ 2,003,589</u>	<u>\$ 1,575,023</u>	<u>\$ 3,113,909</u>

CITY OF BONNER SPRINGS, KANSAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended December 31, 2014  
Unaudited

Governmental Activities net position increased by \$794,443. Business-type activities increased the net position by \$780,580.

**Financial Analysis of the City's Funds**

The City uses fund accounting to ensure and demonstrate compliance with state and federal finance related legal requirements. These funds are accounted for on the modified accrual basis of accounting.

The governmental funds of the City provide information on near-term inflows, outflows and balances of spendable resources. Unreserved fund balances, in particular, measure the City's net resources available for spending at the end of the City's fiscal year.

Total fund balances at December 31, 2014 for the governmental funds totaled \$5.9 million. Total unassigned fund balances at December 31, 2014 totaled \$3.0 million, all of which was attributable to the General Fund.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, unassigned fund balance of the general fund was \$3.0 million, which represents all but \$61,758 of the total fund balance. The increase in the General Fund's fund balance was \$430,264.

The Debt Service Fund is used to accumulate tax revenues and other revenues for the payment of principal and interest on general long-term debt.

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the Solid Waste Fund at the end of the year amounted to \$131,129, the unrestricted net position of the Wastewater Collection/Treatment Fund at the end of the year amounted to \$.8 million, and the unrestricted Water Treatment/Distribution Fund at the end of the year amounted to \$1.7 million. The total change in all three funds was \$8,263, \$428,104, and \$344,213, respectively.

**General Fund Budgeting Highlights**

The City's budgets are prepared in accordance with Kansas law and are based primarily on the basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund.

The City's final and original General Fund budget was \$7,466,219. The revenues were more than budgetary estimates by \$912,148 and the expenditures were less than budgetary estimates by \$522,517.

CITY OF BONNER SPRINGS, KANSAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended December 31, 2014  
Unaudited

**Fixed Assets and Debt Administration**

The City's investment in fixed assets for its governmental and business-type activities totaled \$44.6 million (net of accumulated depreciation) as of December 31, 2014.

Major fixed asset events during the current fiscal year included the following:

1. Four new vehicles for miscellaneous departments were purchased for \$189,928.
2. A new police department building was purchased for \$260,710
3. Phase IV of the Walking Trail was completed for a total cost of \$204,554
4. 134<sup>th</sup> Street Waterline project was completed for a total cost of \$1,129,604
5. 134<sup>th</sup> Street Sewer line project was completed for a total cost of \$2,409,513

Other assets which were partially completed and in progress at the end of 2014 included the Well #6 project in the amount of \$138,517 and the Lake Forest Lift Station rehabilitation project in the amount of \$180,686.

At December 31, 2014, the City had total debt outstanding of \$17.2 million, backed by the full faith and credit of the City. Total long-term debt decreased for the fiscal year ended December 31, 2014, in the amount of \$2.5 million. This was a result of the gradual pay down of current outstanding debt.

Additional information on the City's general long term debt can be found in Note III to the financial statements.

**Contacting the City**

This financial report is designed to provide a general overview of the City's finances. If you have questions about this report or need additional financial information, contact the City's Finance Department at 205 E. Second St., Bonner Springs, Kansas 66012.

CITY OF BONNER SPRINGS, KANSAS

STATEMENT OF NET POSITION  
December 31, 2014

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total Primary Government	Housing Authority	Library
<b>ASSETS</b>					
Current assets:					
Cash and investments	\$ 6,073,578	\$ 2,866,486	\$ 8,940,064	\$ 236,397	\$ 87,905
Cash with fiscal agent	6,200	-	6,200	-	-
Taxes receivable	2,320,982	-	2,320,982	-	-
Accounts receivable	68,518	195,583	264,101	4,994	-
Prepaid expenses	-	-	-	15,441	-
Deferred charges	-	-	-	7,656	-
Inventory	16,648	131,712	148,360	-	-
Due from other funds	-	-	-	-	-
Total current assets	<u>8,485,926</u>	<u>3,193,781</u>	<u>11,679,707</u>	<u>264,488</u>	<u>87,905</u>
Capital assets:					
Construction in progress	-	533,554	533,554	-	-
Land	1,033,248	465,577	1,498,825	-	-
Capital assets	34,101,549	31,583,116	65,684,665	2,598,061	1,187,711
Less: accumulated depreciation	<u>11,099,470</u>	<u>12,064,057</u>	<u>23,163,527</u>	<u>1,935,428</u>	<u>798,482</u>
Total net capital assets	<u>24,035,327</u>	<u>20,518,190</u>	<u>44,553,517</u>	<u>662,633</u>	<u>389,229</u>
Total assets	<u>\$ 32,521,253</u>	<u>\$ 23,711,971</u>	<u>\$ 56,233,224</u>	<u>\$ 927,121</u>	<u>\$ 477,134</u>
<b>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</b>					
Liabilities:					
Current liabilities:					
Accounts payable	\$ 79,610	\$ 37,601	\$ 117,211	\$ 4,693	\$ -
Accrued liabilities	274,144	132,913	407,057	5,762	21,189
Customer deposits	-	109,042	109,042	10,377	-
Matured bond principal and interest	6,200	-	6,200	-	-
Current portion of general obligation bonds payable	<u>946,280</u>	<u>667,185</u>	<u>1,613,465</u>	<u>-</u>	<u>-</u>
Total current liabilities (payable from current assets)	<u>1,306,234</u>	<u>946,741</u>	<u>2,252,975</u>	<u>20,832</u>	<u>21,189</u>
Noncurrent liabilities:					
Compensated absences	799,122	71,328	870,450	1,442	-
Net other post employment benefit obligation	236,083	-	236,083	-	-
Notes payable	-	183,817	183,817	-	-
General obligation bonds payable	<u>7,010,413</u>	<u>8,397,886</u>	<u>15,408,299</u>	<u>-</u>	<u>-</u>
Total noncurrent liabilities	<u>8,045,618</u>	<u>8,653,031</u>	<u>16,698,649</u>	<u>1,442</u>	<u>-</u>
Total liabilities	<u>9,351,852</u>	<u>9,599,772</u>	<u>18,951,624</u>	<u>22,274</u>	<u>21,189</u>
Deferred inflows of resources					
Unavailable revenue - property taxes	<u>2,320,982</u>	<u>-</u>	<u>2,320,982</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>2,320,982</u>	<u>-</u>	<u>2,320,982</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>\$ 11,672,834</u>	<u>\$ 9,599,772</u>	<u>\$ 21,272,606</u>	<u>\$ 22,274</u>	<u>\$ 21,189</u>
Net Position					
Invested in capital assets, net of related debt	\$ 16,078,634	\$ 11,453,119	\$ 27,531,753	\$ 662,633	\$ 389,229
Restricted for:					
Debt service	266,219	-	266,219	-	-
Unrestricted	<u>4,503,566</u>	<u>2,659,080</u>	<u>7,162,646</u>	<u>242,214</u>	<u>66,716</u>
Total net position	<u>\$ 20,848,419</u>	<u>\$ 14,112,199</u>	<u>\$ 34,960,618</u>	<u>\$ 904,847</u>	<u>\$ 455,945</u>

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

CITY OF BONNER SPRINGS, KANSAS

STATEMENT OF ACTIVITIES  
For the Year Ended December 31, 2014

	Program Revenues				Net [Expenses] Revenue and Changes in Net Position			Component Units	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Primary Government Business Type Activities	Total	Housing Authority	Bonner Springs City Library
<b>Governmental activities:</b>									
General government	\$ 2,112,948	\$ 660,641	\$ 20,885	\$ -	\$ [1,431,422]	\$ -	\$ [1,431,422]	\$ -	\$ -
Public safety	4,657,048	351,785	-	-	[4,305,263]	-	[4,305,263]	-	-
Public works	3,790,223	182,025	1,047,674	132,285	[2,428,239]	-	[2,428,239]	-	-
Culture and recreation	977,511	295,868	57,170	-	[624,473]	-	[624,473]	-	-
Interest on long-term debt	303,408	-	-	-	[303,408]	-	[303,408]	-	-
Total governmental activities	<u>11,841,138</u>	<u>1,490,319</u>	<u>1,125,729</u>	<u>132,285</u>	<u>[9,092,805]</u>	<u>-</u>	<u>[9,092,805]</u>	<u>-</u>	<u>-</u>
<b>Business-type activities:</b>									
Solid Waste	366,353	384,910	-	-	-	18,557	18,557	-	-
Wastewater Collection/Treatment	1,411,514	1,486,894	-	464,329	-	539,709	539,709	-	-
Water Treatment/Distribution	1,495,451	1,776,319	-	380,856	-	661,724	661,724	-	-
Total business-type activities	<u>3,273,318</u>	<u>3,648,123</u>	<u>-</u>	<u>845,185</u>	<u>-</u>	<u>1,219,990</u>	<u>1,219,990</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 15,114,456</u>	<u>\$ 5,138,442</u>	<u>\$ 1,125,729</u>	<u>\$ 977,470</u>	<u>[9,092,805]</u>	<u>1,219,990</u>	<u>[7,872,815]</u>	<u>-</u>	<u>-</u>
<b>Component units:</b>									
Housing Authority	\$ 322,126	\$ 116,672	\$ 212,160	\$ -	\$ -	\$ -	\$ -	\$ 6,706	\$ -
Bonner Springs City Library	598,447	21,429	539,130	-	-	-	-	-	[37,888]
Total component units	<u>\$ 920,573</u>	<u>\$ 138,101</u>	<u>\$ 751,290</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,706</u>	<u>[37,888]</u>
<b>General revenues:</b>									
Property taxes levied for									
General purposes					1,880,204	-	1,880,204	-	-
Debt service					430,289	-	430,289	-	-
Sales and use tax					4,557,333	-	4,557,333	-	-
Franchise tax					821,330	-	821,330	-	-
Liquor tax					171,827	-	171,827	-	-
Guest tax					95,294	-	95,294	-	-
Motor recreational vehicle tax					256,138	-	256,138	-	-
Investments earnings					13,377	5,053	18,430	-	-
Miscellaneous					1,196,096	20,897	1,216,993	-	-
Transfers, net					465,360	[465,360]	-	-	-
Total general revenues					<u>9,887,248</u>	<u>[439,410]</u>	<u>9,447,838</u>	<u>-</u>	<u>-</u>
Change in net position					<u>794,443</u>	<u>780,580</u>	<u>1,575,023</u>	<u>6,706</u>	<u>[37,888]</u>
Net position - beginning					<u>20,067,802</u>	<u>13,430,954</u>	<u>33,498,756</u>	<u>873,045</u>	<u>493,833</u>
Prior period adjustment					<u>[13,826]</u>	<u>[99,335]</u>	<u>[113,161]</u>	<u>25,096</u>	<u>-</u>
Net position - beginning, restated					<u>20,053,976</u>	<u>13,331,619</u>	<u>33,385,595</u>	<u>898,141</u>	<u>493,833</u>
Net position - ending					<u>\$ 20,848,419</u>	<u>\$ 14,112,199</u>	<u>\$ 34,960,618</u>	<u>\$ 904,847</u>	<u>\$ 455,945</u>

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

CITY OF BONNER SPRINGS, KANSAS

BALANCE SHEET  
GOVERNMENTAL FUNDS  
December 31, 2014

	<u>General</u>	<u>Library</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 3,243,642	\$ 3,630	\$ 266,219	\$ 2,549,749	\$ 6,063,240
Cash with fiscal agent	-	-	6,200	-	6,200
Inventory	16,648	-	-	-	16,648
Receivables					
Accounts	2,764	-	-	65,754	68,518
Taxes	1,656,636	355,317	309,029	-	2,320,982
Due from other funds	8,181	-	-	-	8,181
<b>Total assets</b>	<u>\$ 4,927,871</u>	<u>\$ 358,947</u>	<u>\$ 581,448</u>	<u>\$ 2,615,503</u>	<u>\$ 8,483,769</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 37,842	\$ -	\$ -	\$ 31,430	\$ 69,272
Accrued liabilities	158,559	-	-	20,071	178,630
Matured bonds and interest payable	-	-	6,200	-	6,200
Due to other funds	-	-	-	8,181	8,181
<b>Total liabilities</b>	<u>196,401</u>	<u>-</u>	<u>6,200</u>	<u>59,682</u>	<u>262,283</u>
Deferred inflows of resources					
Unavailable revenue - property taxes	<u>1,656,636</u>	<u>355,317</u>	<u>309,029</u>	<u>-</u>	<u>2,320,982</u>
<b>Total deferred inflows of resources</b>	<u>1,656,636</u>	<u>355,317</u>	<u>309,029</u>	<u>-</u>	<u>2,320,982</u>
<b>FUND BALANCES</b>					
Nonspendable	16,648	-	-	-	16,648
Restricted	-	3,630	266,219	1,942,087	2,211,936
Committed	-	-	-	573,162	573,162
Assigned	45,110	-	-	40,572	85,682
Unassigned	3,013,076	-	-	-	3,013,076
<b>Total fund balances</b>	<u>3,074,834</u>	<u>3,630</u>	<u>266,219</u>	<u>2,555,821</u>	<u>5,900,504</u>
<b>Total liabilities, deferred inflows of Resources and fund balances</b>	<u>\$ 4,927,871</u>	<u>\$ 358,947</u>	<u>\$ 581,448</u>	<u>\$ 2,615,503</u>	<u>\$ 8,483,769</u>

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



CITY OF BONNER SPRINGS, KANSAS

RECONCILIATION OF THE TOTAL GOVERNMENTAL FUND BALANCES TO  
NET POSITION OF GOVERNMENTAL ACTIVITIES

December 31, 2014

Total Governmental Fund Balances		\$	5,900,504
Amounts reported for governmental activities in the statement of net position are different because			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds			
The cost of capital assets is	35,134,797		
Accumulated depreciation is	<u>11,099,470</u>	24,035,327	
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long term liabilities at year end consist of:			
General obligation bonds payable	7,956,693		
Interest payable	95,514		
Net other post employment benefit obligation	236,083		
Compensated absences payable	<u>799,122</u>	<u>[9,087,412]</u>	
Net Position of Governmental Activities		\$	<u>20,848,419</u>

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

CITY OF BONNER SPRINGS, KANSAS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS

For the Year Ended December 31, 2014

	<u>General</u>	<u>Library</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Revenues					
Taxes	\$ 5,527,984	\$ 375,278	\$ 430,289	\$ 1,878,864	\$ 8,212,415
Special assessments	-	-	132,285	-	132,285
Intergovernmental	3,717	-	-	1,122,012	1,125,729
Licenses and permits	150,354	-	-	-	150,354
Charges for services	156,023	-	-	835,705	991,728
Fines and fees	348,237	-	-	-	348,237
Use of money and property	6,568	-	1,234	5,575	13,377
Reimbursements	123,471	19,201	-	53,796	196,468
Miscellaneous	712,022	-	-	98,528	810,550
Total revenues	<u>7,028,376</u>	<u>394,479</u>	<u>563,808</u>	<u>3,994,480</u>	<u>11,981,143</u>
Expenditures					
Current					
General government	1,184,863	-	-	749,497	1,934,360
Public safety	2,982,234	-	-	1,654,696	4,636,930
Public works	1,246,528	-	-	136,956	1,383,484
Culture and recreation	586,478	-	-	-	586,478
Capital outlay	264,114	-	-	1,505,074	1,769,188
Debt service					
Principal	-	-	891,277	820,448	1,711,725
Interest and other charges	-	-	311,824	8,038	319,862
Total expenditures	<u>6,264,217</u>	<u>-</u>	<u>1,203,101</u>	<u>4,874,709</u>	<u>12,342,027</u>
Excess [deficiency] of revenues over [under] expenditures	<u>764,159</u>	<u>394,479</u>	<u>[639,293]</u>	<u>[880,229]</u>	<u>[360,884]</u>
Other financing sources [uses]					
Bond proceeds	-	-	-	222,339	222,339
Transfers in	318,492	-	2,069,487	3,058,315	5,446,294
Transfers out	[652,387]	-	[1,529,491]	[2,799,056]	[4,980,934]
Component unit transfers out	-	[391,033]	-	-	[391,033]
Total other financing sources [uses]	<u>[333,895]</u>	<u>[391,033]</u>	<u>539,996</u>	<u>481,598</u>	<u>296,666</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	430,264	3,446	[99,297]	[398,631]	[64,218]
Fund balance, January 1	<u>2,644,570</u>	<u>184</u>	<u>365,516</u>	<u>2,954,452</u>	<u>5,964,722</u>
Fund balance, December 31	<u>\$ 3,074,834</u>	<u>\$ 3,630</u>	<u>\$ 266,219</u>	<u>\$ 2,555,821</u>	<u>\$ 5,900,504</u>

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

CITY OF BONNER SPRINGS, KANSAS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES WITH THE GOVERNMENT WIDE STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2014

Total Net Change In Fund Balances - Governmental Funds \$ [64,218]

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

Capital outlays to purchase or build assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which capital outlays exceeds depreciation in the period.

Capital outlays	781,504	
Depreciation expense	<u>[1,422,281]</u>	[640,777]

Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. This is the amount by which interest decreased.

16,454

Some expenses reported in the statement of activities, such as compensated absences and net other post employment benefit obligations, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated absences		10,492
Other post employment benefits		[20,119]

Bond proceeds are other financing sources in the governmental funds, but they increase long-term liabilities in the statement of net position and do not affect the statement of activities. Also, governmental funds report the effect of issuance costs, premiums, discount, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Bond proceeds		[222,339]
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Repayment of bond principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the statement of net position and does not affect the statement of activities.

1,714,950

Changes In Net Position of Governmental Activities \$ 794,443

CITY OF BONNER SPRINGS, KANSAS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - ACTUAL AND BUDGET  
GENERAL FUND  
For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustment</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Amended Budget</u>	Variance Positive [Negative]
<b>Revenues</b>						
Taxes	\$ 5,527,984	\$ -	\$ 5,527,984	\$ 4,923,524	\$ 4,923,524	\$ 604,460
Intergovernmental	3,717	-	3,717	1,000	1,000	2,717
Licenses and permits	150,354	-	150,354	128,000	128,000	22,354
Charges for services	156,023	-	156,023	151,686	151,686	4,337
Fines and fees	348,237	-	348,237	358,300	358,300	[10,063]
Use of money and property	6,568	-	6,568	5,500	5,500	1,068
Reimbursements	123,471	-	123,471	125,700	125,700	[2,229]
Miscellaneous	712,022	-	712,022	543,300	543,300	168,722
<b>Total revenues</b>	<b>7,028,376</b>	<b>-</b>	<b>7,028,376</b>	<b>6,237,010</b>	<b>6,237,010</b>	<b>791,366</b>
<b>Expenditures</b>						
<b>City council</b>						
Personal services	10,081	-	10,081	380,350	380,350	370,269
Contractual services	7,252	-	7,252	7,665	7,665	413
Commodities	2,604	-	2,604	3,910	3,910	1,306
<b>Total city council</b>	<b>19,937</b>	<b>-</b>	<b>19,937</b>	<b>391,925</b>	<b>391,925</b>	<b>371,988</b>
<b>City manager</b>						
Personal services	359,054	-	359,054	375,435	375,435	16,381
Contractual services	76,156	-	76,156	47,150	47,150	[29,006]
Commodities	8,201	-	8,201	8,595	8,595	394
<b>Total city manager</b>	<b>443,411</b>	<b>-</b>	<b>443,411</b>	<b>431,180</b>	<b>431,180</b>	<b>[12,231]</b>
<b>City clerk</b>						
Personal services	220,364	-	220,364	160,415	160,415	[59,949]
Contractual services	82,919	[344]	82,575	94,759	94,759	12,184
Commodities	23,490	[475]	23,015	7,400	7,400	[15,615]
Capital outlay	5,066	-	5,066	2,200	2,200	[2,866]
<b>Total city clerk</b>	<b>331,839</b>	<b>[819]</b>	<b>331,020</b>	<b>264,774</b>	<b>264,774</b>	<b>[66,246]</b>
<b>Budget &amp; finance</b>						
Personal services	267,677	-	267,677	275,487	275,487	7,810
Contractual services	44,165	1,369	45,534	42,515	42,515	[3,019]
Commodities	3,735	-	3,735	5,050	5,050	1,315
<b>Total budget &amp; finance</b>	<b>315,577</b>	<b>1,369</b>	<b>316,946</b>	<b>323,052</b>	<b>323,052</b>	<b>6,106</b>
<b>Municipal court</b>						
Personal services	101,891	-	101,891	102,970	102,970	1,079
Contractual services	90,916	-	90,916	86,400	86,400	[4,516]
Commodities	1,653	-	1,653	-	-	[1,653]
<b>Total municipal court</b>	<b>194,460</b>	<b>-</b>	<b>194,460</b>	<b>189,370</b>	<b>189,370</b>	<b>[5,090]</b>

CITY OF BONNER SPRINGS, KANSAS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - ACTUAL AND BUDGET  
GENERAL FUND  
For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustment</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Amended Budget</u>	Variance Positive [Negative]
Expenditures - continued						
Custodial						
Personal services	\$ 67,466	\$ -	\$ 67,466	\$ 75,751	\$ 75,751	\$ 8,285
Contractual services	1,969	-	1,969	500	500	[1,469]
Commodities	9,045	-	9,045	10,125	10,125	1,080
Capital outlay	<u>283</u>	-	<u>283</u>	<u>200</u>	<u>200</u>	<u>[83]</u>
Total custodial	<u>78,763</u>	-	<u>78,763</u>	<u>86,576</u>	<u>86,576</u>	<u>7,813</u>
Police						
Personal services	2,243,210	-	2,243,210	2,303,581	2,303,581	60,371
Contractual services	227,639	-	227,639	221,320	221,320	[6,319]
Commodities	116,097	[1,637]	114,460	110,000	110,000	[4,460]
Capital outlay	<u>1,291</u>	-	<u>1,291</u>	-	-	<u>[1,291]</u>
Total police	<u>2,588,237</u>	<u>[1,637]</u>	<u>2,586,600</u>	<u>2,634,901</u>	<u>2,634,901</u>	<u>48,301</u>
Fire						
Personal services	89,094	-	89,094	106,315	106,315	17,221
Contractual services	82,460	-	82,460	75,455	75,455	[7,005]
Commodities	29,274	[3,011]	26,263	30,050	30,050	3,787
Capital outlay	<u>2,262</u>	-	<u>2,262</u>	<u>1,000</u>	<u>1,000</u>	<u>[1,262]</u>
Total fire	<u>203,090</u>	<u>[3,011]</u>	<u>200,079</u>	<u>212,820</u>	<u>212,820</u>	<u>12,741</u>
Parks & recreation						
Personal services	384,421	-	384,421	422,651	422,651	38,230
Contractual services	136,619	[261]	136,358	130,692	130,692	[5,666]
Commodities	53,385	[4,056]	49,329	33,200	33,200	[16,129]
Capital outlay	<u>50,739</u>	<u>[10,187]</u>	<u>40,552</u>	<u>44,500</u>	<u>44,500</u>	<u>3,948</u>
Total parks & recreation	<u>625,164</u>	<u>[14,504]</u>	<u>610,660</u>	<u>631,043</u>	<u>631,043</u>	<u>20,383</u>
Cemetery						
Personal services	65,669	-	65,669	61,344	61,344	[4,325]
Contractual services	4,938	-	4,938	3,709	3,709	[1,229]
Commodities	3,192	-	3,192	6,025	6,025	2,833
Capital outlay	<u>300</u>	-	<u>300</u>	-	-	<u>[300]</u>
Total cemetery	<u>74,099</u>	-	<u>74,099</u>	<u>71,078</u>	<u>71,078</u>	<u>[3,021]</u>
Planning						
Personal services	102,040	-	102,040	108,957	108,957	6,917
Contractual services	4,621	-	4,621	8,781	8,781	4,160
Commodities	<u>925</u>	-	<u>925</u>	<u>2,200</u>	<u>2,200</u>	<u>1,275</u>
Total planning	<u>107,586</u>	-	<u>107,586</u>	<u>119,938</u>	<u>119,938</u>	<u>12,352</u>
Codes administration						
Personal services	109,430	-	109,430	118,901	118,901	9,471
Contractual services	4,369	-	4,369	4,436	4,436	67
Commodities	<u>1,097</u>	-	<u>1,097</u>	<u>2,175</u>	<u>2,175</u>	<u>1,078</u>
Total codes administration	<u>114,896</u>	-	<u>114,896</u>	<u>125,512</u>	<u>125,512</u>	<u>10,616</u>

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

CITY OF BONNER SPRINGS, KANSAS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - ACTUAL AND BUDGET  
GENERAL FUND  
For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustment</u>	Budgetary Basis <u>Actual</u>	Original <u>Budget</u>	Amended <u>Budget</u>	Variance Positive [Negative]
Expenditures - continued						
Property maintenance codes administration						
Personal services	\$ 60,118	\$ -	\$ 60,118	\$ 60,981	\$ 60,981	\$ 863
Contractual services	7,253	-	7,253	7,461	7,461	208
Commodities	1,892	-	1,892	2,200	2,200	308
Total property maintenance codes administration	<u>69,263</u>	<u>-</u>	<u>69,263</u>	<u>70,642</u>	<u>70,642</u>	<u>1,379</u>
Bonner beautiful						
Contractual services	1,407	-	1,407	2,917	2,917	1,510
Commodities	2,555	-	2,555	3,373	3,373	818
Total bonner beautiful	<u>3,962</u>	<u>-</u>	<u>3,962</u>	<u>6,290</u>	<u>6,290</u>	<u>2,328</u>
Public works						
Personal services	527,615	-	527,615	560,126	560,126	32,511
Contractual services	112,259	[711]	111,548	113,003	113,003	1,455
Commodities	143,619	7,096	150,715	155,000	155,000	4,285
Capital outlay	209,822	39,548	249,370	155,600	155,600	[93,770]
Total public works	<u>993,315</u>	<u>45,933</u>	<u>1,039,248</u>	<u>983,729</u>	<u>983,729</u>	<u>[55,519]</u>
Project manager						
Personal services	86,026	-	86,026	86,912	86,912	886
Contractual services	5,189	-	5,189	9,407	9,407	4,218
Commodities	475	[233]	242	1,980	1,980	1,738
Capital outlay	837	-	837	-	-	[837]
Total project manager	<u>92,527</u>	<u>[233]</u>	<u>92,294</u>	<u>98,299</u>	<u>98,299</u>	<u>6,005</u>
City band						
Personal services	405	-	405	550	550	145
Contractual services	6,855	-	6,855	7,420	7,420	565
Commodities	831	-	831	1,010	1,010	179
Total city band	<u>8,091</u>	<u>-</u>	<u>8,091</u>	<u>8,980</u>	<u>8,980</u>	<u>889</u>
Total expenditures	<u>6,264,217</u>	<u>27,098</u>	<u>6,291,315</u>	<u>6,650,109</u>	<u>6,650,109</u>	<u>358,794</u>
Excess [deficiency] of revenues over [under] expenditures	<u>764,159</u>	<u>[27,098]</u>	<u>737,061</u>	<u>[413,099]</u>	<u>[413,099]</u>	<u>1,150,160</u>
Other financing sources [uses]						
Transfer in	318,492	-	318,492	197,710	197,710	120,782
Transfer [out]	[652,387]	-	[652,387]	[816,110]	[816,110]	163,723
Total other financing sources [uses]	<u>[333,895]</u>	<u>-</u>	<u>[333,895]</u>	<u>[618,400]</u>	<u>[618,400]</u>	<u>284,505</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other sources [uses]	430,264	<u>\$ [27,098]</u>	403,166	<u>\$ [1,031,499]</u>	<u>\$ [1,031,499]</u>	<u>\$ 1,434,665</u>
Fund balance, January 1	<u>2,644,570</u>		<u>2,609,910</u>			
Fund balance, December 31	<u>\$ 3,074,834</u>		<u>\$ 3,013,076</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - ACTUAL AND BUDGET  
LIBRARY FUND

For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Taxes	\$ 375,278	\$ -	\$ 375,278	\$ 369,654	\$ 369,654	\$ 5,624
Reimbursements	19,201	-	19,201	20,000	20,000	[799]
Total revenues	<u>394,479</u>	<u>-</u>	<u>394,479</u>	<u>389,654</u>	<u>389,654</u>	<u>4,825</u>
Expenditures						
Personal services	9,408	-	9,408	-	-	[9,408]
Contractual	7,829	-	7,829	-	-	[7,829]
Commodities	1,138	-	1,138	-	-	[1,138]
Component unit transfer out	372,658	-	372,658	352,748	352,748	[19,910]
Miscellaneous	-	-	-	20,000	20,000	20,000
Qualifying budget credits	-	-	-	19,201	19,201	19,201
Total expenditures	<u>391,033</u>	<u>-</u>	<u>391,033</u>	<u>391,949</u>	<u>391,949</u>	<u>916</u>
Excess [deficiency] of revenues over [under] expenditures	3,446	\$ -	3,446	\$ [2,295]	\$ [2,295]	\$ 5,741
Fund balance, January 1	<u>184</u>		<u>184</u>			
Fund balance, December 31	<u>\$ 3,630</u>		<u>\$ 3,630</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

STATEMENT OF NET POSITION  
 PROPRIETARY FUNDS  
 December 31, 2014

	Business-Type Activities: Enterprise Funds				Internal Service Fund
	Solid Waste	Wastewater Collection/ Treatment	Water Treatment/ Distribution	Total Enterprise Funds	
<b>Assets</b>					
<b>Current assets:</b>					
Cash and cash equivalents	\$ 107,365	\$ 830,127	\$ 1,928,994	\$ 2,866,486	\$ 10,338
Receivables					
Accounts	23,764	76,931	94,888	195,583	-
Due from other funds	-	-	-	-	-
Inventories	-	28,250	103,462	131,712	-
Total current assets	<u>131,129</u>	<u>935,308</u>	<u>2,127,344</u>	<u>3,193,781</u>	<u>10,338</u>
<b>Capital assets:</b>					
Buildings and equipment	-	17,938,742	13,644,374	31,583,116	-
Land	-	185,441	280,136	465,577	-
Construction in progress	-	180,686	352,868	533,554	-
Accumulated depreciation	-	[7,098,122]	[4,965,935]	[12,064,057]	-
Total capital assets	<u>-</u>	<u>11,206,747</u>	<u>9,311,443</u>	<u>20,518,190</u>	<u>-</u>
Total assets	<u>\$ 131,129</u>	<u>\$ 12,142,055</u>	<u>\$ 11,438,787</u>	<u>\$ 23,711,971</u>	<u>\$ 10,338</u>
<b>Liabilities</b>					
<b>Current liabilities (payable from current assets):</b>					
Accounts payable	\$ -	\$ 12,787	\$ 24,814	\$ 37,601	\$ 10,338
Customer deposits	-	-	109,042	109,042	-
Accrued liabilities	-	72,655	60,258	132,913	-
Current portion of general obligation bonds payable	-	417,976	249,209	667,185	-
Total current liabilities (payable from current assets)	<u>-</u>	<u>503,418</u>	<u>443,323</u>	<u>946,741</u>	<u>10,338</u>
<b>Noncurrent liabilities:</b>					
Accrued compensated absences	-	28,531	42,797	71,328	-
Notes payable	-	-	183,817	183,817	-
General obligation bonds payable	-	5,154,611	3,243,275	8,397,886	-
Total noncurrent liabilities	<u>-</u>	<u>5,183,142</u>	<u>3,469,889</u>	<u>8,653,031</u>	<u>-</u>
Total liabilities	<u>\$ -</u>	<u>\$ 5,686,560</u>	<u>\$ 3,913,212</u>	<u>\$ 9,599,772</u>	<u>\$ 10,338</u>
<b>Net Position</b>					
Invested in capital assets, net of related debt	\$ -	\$ 5,634,160	\$ 5,818,959	\$ 11,453,119	\$ -
Unrestricted	131,129	821,335	1,706,616	2,659,080	-
Total net position	<u>\$ 131,129</u>	<u>\$ 6,455,495</u>	<u>\$ 7,525,575</u>	<u>\$ 14,112,199</u>	<u>\$ -</u>

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



CITY OF BONNER SPRINGS, KANSAS  
STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
For the Year Ended December 31, 2014

	Business-Type Activities: Enterprise Funds				Internal Service Fund
	Solid Waste	Wastewater Collection/ Treatment	Water Treatment/ Distribution	Total Enterprise Funds	
Operating revenues					
Charges for services	\$ 384,910	\$ 1,486,894	\$ 1,776,319	\$ 3,648,123	\$ -
Miscellaneous	-	6,253	14,644	20,897	189,078
Total operating revenues	384,910	1,493,147	1,790,963	3,669,020	189,078
Operating expenses					
Personal services	-	301,372	416,464	717,836	-
Contractual	366,353	408,179	325,676	1,100,208	189,078
Commodities	-	36,706	286,187	322,893	-
Capital outlay	-	27,991	82,919	110,910	-
Depreciation and amortization	-	457,824	262,641	720,465	-
Total operating expenses	366,353	1,232,072	1,373,887	2,972,312	189,078
Operating income [loss]	18,557	261,075	417,076	696,708	-
Nonoperating revenues [expenses]					
Capital contribution	-	464,329	380,856	845,185	-
Interest expense	-	[179,442]	[121,564]	[301,006]	-
Interest income	206	1,573	3,274	5,053	-
Total nonoperating revenues [expenses]	206	286,460	262,566	549,232	-
Income [loss] before operating transfers	18,763	547,535	679,642	1,245,940	-
Transfers from [to] other funds					
Transfers in	-	1,076,523	1,572,088	2,648,611	-
Transfers [out]	[10,500]	[1,195,954]	[1,907,517]	[3,113,971]	-
Total transfers	[10,500]	[119,431]	[335,429]	[465,360]	-
Changes in net position	8,263	428,104	344,213	780,580	-
Net position, January 1	122,866	6,113,780	7,194,308	13,430,954	-
Prior period adjustment	-	[86,389]	[12,946]	[99,335]	-
Net position, January 1, restated	122,866	6,027,391	7,181,362	13,331,619	-
Net position, December 31	<u>\$ 131,129</u>	<u>\$ 6,455,495</u>	<u>\$ 7,525,575</u>	<u>\$ 14,112,199</u>	<u>\$ -</u>

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

CITY OF BONNER SPRINGS, KANSAS

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 For the Year Ended December 31, 2014

	Business-Type Activities: Enterprise Funds				Internal Service Fund
	Solid Waste	Wastewater Collection/ Treatment	Water Treatment/ Distribution	Total Enterprise Funds	
Cash flows from operating activities					
Cash received from customers and users	\$ 381,362	\$ 1,485,130	\$ 1,798,987	\$ 3,665,479	\$ 189,078
Cash payments to employees for services	-	[304,273]	[426,559]	[730,832]	-
Cash payments to other suppliers of goods or services	[366,353]	[477,178]	[659,941]	[1,503,472]	[178,740]
Net cash provided by [used in] operating activities	15,009	703,679	712,487	1,431,175	10,338
Cash flows from noncapital financing activities					
Transfers from other funds	-	1,076,523	1,572,088	2,648,611	-
Transfers [to] other funds	[10,500]	[1,195,954]	[1,907,517]	[3,113,971]	-
Net cash provided by [used in] noncapital financing activities	[10,500]	[119,431]	[335,429]	[465,360]	-
Cash flows from capital and related financing activities					
Purchase and construction of fixed assets, net	-	[689,974]	[454,563]	[1,144,537]	-
Proceeds from the sale of bonds	-	505,527	1,250,918	1,756,445	-
Proceeds from loans	-	-	185,192	185,192	-
Contributed capital	-	464,329	380,856	845,185	-
Interest payments - bonds and notes	-	[179,442]	[121,564]	[301,006]	-
Principal payments - bonds and notes	-	[986,024]	[1,950,314]	[2,936,338]	-
Net cash provided by [used in] capital and related financing activities	-	[703,586]	[213,815]	[917,401]	-
Cash flows from investing activities					
Interest received	206	1,573	3,274	5,053	-
Net cash provided by [used in] investing activities	206	1,573	3,274	5,053	-
Net increase [decrease] in cash and cash equivalents	4,715	[117,765]	166,517	53,467	10,338
Cash and cash equivalents, January 1	102,650	947,892	1,762,477	2,813,019	-
Cash and cash equivalents, December 31	\$ 107,365	\$ 830,127	\$ 1,928,994	\$ 2,866,486	\$ 10,338

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

CITY OF BONNER SPRINGS, KANSAS  
STATEMENT OF CASH FLOWS (Continued)  
PROPRIETARY FUNDS  
For the Year Ended December 31, 2014

	Business-Type Activities:				
	Enterprise Funds				
	<u>Solid</u>	<u>Wastewater</u>	<u>Water</u>	<u>Total</u>	<u>Internal</u>
	<u>Waste</u>	<u>Collection/</u>	<u>Treatment/</u>	<u>Enterprise</u>	<u>Service</u>
		<u>Treatment</u>	<u>Distribution</u>	<u>Funds</u>	<u>Fund</u>
Reconciliation of operating income [loss] to net cash provided by [used in] operating activities					
Operating income [loss]	\$ 18,557	\$ 261,075	\$ 417,076	\$ 696,708	\$ -
Adjustments to reconcile operating income [loss] to net cash provided by [used in] operating activities					
Depreciation expense	-	457,824	262,641	720,465	-
[Increase] decrease in accounts receivable	[3,548]	[8,017]	[2,268]	[13,833]	-
[Increase] decrease in inventory	-	[4,131]	14,754	10,623	-
Increase [decrease] in accounts payable	-	[171]	20,087	19,916	10,338
Increase [decrease] in accrued liabilities	-	6,631	4,203	10,834	-
Increase [decrease] in customer deposits	-	-	10,292	10,292	-
Increase [decrease] in accrued compensated absences	-	[9,532]	[14,298]	[23,830]	-
Net cash provided by [used in] operating activities	<u>\$ 15,009</u>	<u>\$ 703,679</u>	<u>\$ 712,487</u>	<u>\$ 1,431,175</u>	<u>\$ 10,338</u>

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

CITY OF BONNER SPRINGS, KANSAS  
 STATEMENT OF FIDUCIARY NET POSITION  
 FIDUCIARY FUNDS  
 December 31, 2014

	Private Purpose <u>Trust</u>	Agency <u>Funds</u>
<b>Assets</b>		
Cash and cash equivalents	\$ 56,657	\$ 58,916
Total Assets	<u>\$ 56,657</u>	<u>\$ 58,916</u>
<b>Liabilities</b>		
Accounts payable	\$ 225	\$ 58,916
Total Liabilities	<u>225</u>	<u>58,916</u>
<b>Net position</b>		
Unreserved Undesignated	<u>56,432</u>	<u>-</u>
Total liabilities and net position	<u>\$ 56,657</u>	<u>\$ 58,916</u>

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

CITY OF BONNER SPRINGS, KANSAS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
For the Year Ended December 31, 2014

	Private Purpose <u>Trust</u>
Additions:	
Charges for services	\$ 2,286
Donations	17,001
Interest income	<u>857</u>
Total additions	<u>20,144</u>
Deductions	
Contractual	<u>15,121</u>
Total deductions	<u>15,121</u>
Change in net position	5,023
Net position, January 1	<u>51,409</u>
Net position, December 31	<u>\$ 56,432</u>

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

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. *Reporting Entity*

The City of Bonner Springs (the City) is a municipal corporation governed by a mayor and city council. As required by accounting principles generally accepted in the United States of America, these financial statements present the City and its component unit entities for which the City is considered to be financially accountable. The discretely presented component units are reported in separate columns in the combined financial statements to emphasize they are legally separate from the City.

*Component Units that are Discretely Presented.* The Bonner Springs City Library (Library) serves the citizens within the City's jurisdiction. Acquisition or disposition of real property by the Library must be approved by the City. Bond issues must be approved by the City. The Library is presented as a governmental fund type with a December 31st year-end.

The Housing Authority of the City of Bonner Springs (Housing Authority) operates the City's housing projects. The Housing Authority can sue and be sued, and can buy, sell or lease real property. Bond issuances must be approved by the City. The Housing Authority is presented as a governmental fund type. Complete financial statements for the Housing Authority may be obtained at its office at 420 North Park, Bonner Springs, Kansas.

B. *Government-wide and fund financial statements*

The statement of net position and the statement of activities report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges between the City's governmental and business-type activities. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational requirements of a particular program. Taxes and other items which are not classified as program revenues are presented as general revenues of the City.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column in the fund financial statements.

C. *Measurement Focus, Basis of Accounting and Basis of Presentation*

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

CITY OF BONNER SPRINGS, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
Year ended December 31, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

*C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)*

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

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund's ongoing operations. The principal operating revenues of the City's proprietary funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The internal service funds account for operations that provide services to other departments or agencies of the government, or to other governments, on a cost-reimbursement basis.

The private purpose trust funds are used to account for resources legally held in trust. Agency funds are custodial in nature and do not measure results of operations or have a measurement focus. Agency funds do, however, use the accrual basis of accounting.

The City reports the following major governmental funds:

The General Fund is used to account for resources traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund.

The Library Fund is used to account for taxes collected and remitted to the Bonner Springs City Library.

The Debt Service Fund is used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the City is obligated in some manner for the payment.

CITY OF BONNER SPRINGS, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
Year ended December 31, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

*C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)*

The City reports the following major proprietary funds:

Solid Waste Fund accounts for funds derived from customer service charges for solid waste disposal. All activities necessary to provide such services are accounted for in this fund.

Wastewater Collection/Treatment Fund is used to account for all sewer operations including administration, maintenance, financing and related debt service and billing collection. All operations are financed by means of customer user fees which are established by the governing body.

Water Treatment/Distribution Fund is used to account for the provision of water service to the residents of the City. All activities necessary to provide water service are accounted for in this fund, including administration, operations, maintenance, financing and related debt service and billing collection.

*D. Assets, Liabilities and Equity*

1. Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the year are referred to as either "interfund receivables/payables" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All trade and property tax receivables are shown net of an allowance for uncollectibles, if any.

Collection of current year property tax by the County Treasurer is not completed, apportioned or distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes. Consequently, current year property taxes receivable are not available as a resource that can be used to finance the current year operations of the City and therefore are not susceptible to accrual. Accruals of uncollected current year property taxes are offset by deferred revenue and are identical to the adopted budget for 2015.

It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the accounting period, and further, the amounts thereof are not material in relationship to the financial statements taken as a whole.



CITY OF BONNER SPRINGS, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
Year ended December 31, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. *Assets, Liabilities and Equity (Continued)*

1. Receivables and Payables (Continued)

The determination of assessed valuations and the collection of property taxes for all political subdivisions in the State of Kansas are the responsibility of the various counties. The County Appraiser annually determines assessed valuations on January 1 and the County Clerk spreads the annual assessment on the tax rolls. Property taxes are levied as of November 1 and become a lien on the property as of that date. Payments are due November 1, becoming delinquent, with penalty, December 21. Payments of 50% are accepted through December 20, with the second 50% then being due on or before May 10 of the following year.

The County Treasurer is the tax collection agent for all taxing entities within the County. The initial distribution to the subdivisions, including the City, is on or before January 20 of the ensuing year. Additional amounts are distributed on five (5) subsequent dates throughout the calendar year.

2. Inventories

Inventories are valued at cost using the first-in / first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when purchased rather than when consumed.

3. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Capital assets used in governmental fund types of the City are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their estimated fair value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type is included in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

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

<u>Assets</u>	<u>Years</u>
Buildings	20-75
Improvements Other Than Buildings	20-75
Machinery and Equipment	5-10
Infrastructure	20-75

CITY OF BONNER SPRINGS, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
Year ended December 31, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

*D. Assets, Liabilities and Equity (Continued)*

4. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation, compensatory and sick pay benefits. Vacation and sick pay is accrued when incurred in the government-wide and proprietary funds and reported as a fund liability. Vacation and sick pay that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it.

5. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

6. Fund Equity

In the fund financial statements, governmental funds report fund balance in the following classifications: nonspendable, restricted, committed, assigned and unassigned. Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. Restricted fund balance indicates that constraints have been placed on the use of resources either by being externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Committed fund balances include amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the city council. Assigned fund balances include amounts that are constrained by the City management's intent to be used for specific purposes, but are neither restricted nor committed. Unassigned fund balance represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available restricted amounts is considered to be spent first. When an expenditure is incurred for purposes for which committed, assigned, or unassigned fund balance is available, the following is the order in which resources will be expended: committed, assigned and unassigned.

CITY OF BONNER SPRINGS, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
Year ended December 31, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Equity (Continued)

6. Fund Equity (Continued)

The following is the detail for fund balance classifications in the financial statements:

	<u>Major Governmental Funds</u>			Other Governmental Funds	Total Governmental Funds
	<u>General</u>	<u>Library</u>	<u>Debt Service</u>		
Fund Balances:					
Nonspendable for:					
Inventory	\$ 16,648	\$ -	\$ -	\$ -	\$ 16,648
Restricted for:					
Public housing	-	-	-	186,116	186,116
Public safety	-	-	-	190,113	190,113
Public works	-	-	-	229,624	229,624
Culture and recreation	-	3,630	-	550,881	554,511
Debt retirement	-	-	266,219	-	266,219
Capital improvements	-	-	-	785,353	785,353
Committed for:					
Culture and recreation	-	-	-	233,635	233,635
Public works	-	-	-	200,449	200,449
Economic development	-	-	-	2,908	2,908
Risk management	-	-	-	136,170	136,170
Assigned for:					
General government	1,900	-	-	-	1,900
Public safety	3,435	-	-	-	3,435
Culture and recreation	139	-	-	2,518	2,657
Public works	39,636	-	-	38,054	77,690
Unassigned:	<u>3,013,076</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,013,076</u>
 Total Fund Balances	 <u>\$ 3,074,834</u>	 <u>\$ 3,630</u>	 <u>\$ 266,219</u>	 <u>\$ 2,555,821</u>	 <u>\$ 5,900,504</u>

7. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

8. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Deferred outflows/inflows of resources (Continued)

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has only one type of item that qualifies for reporting in this category. The government funds report unavailable revenues from one source: property taxes. The government-wide statements of net position report only the unavailable revenue for property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

9. Net Position

Net position represents the difference between assets and liabilities. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

*Budgetary Information*

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, special revenue funds (unless specifically exempted by statute), Debt Service Fund, and enterprise funds. 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 the local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of the notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the City Council 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 City Council may amend the budget at that time. During the current year, the City amended the following funds:

<u>Fund</u>	<u>Adopted</u>	<u>Amended</u>
CIP Sales Tax	\$ -	\$ 350,100
Library Sales Tax	437,940	837,280
Soccer	11,455	15,755
Street Projects	539,100	902,226
Tiblow Transit	90,533	93,533
Center CID Funding Agreement	-	11,190
Waste Water	1,658,907	1,718,907

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2014

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

*Budgetary Information (Continued)*

The statutes permit management to transfer 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 statutory basis of accounting, in which revenues are recognized when cash is received, and expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year end.

A legal operating budget is not required for certain special revenue funds, capital project funds and trust funds.

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 council.

The actual data presented in the budgetary comparison statements differs from the data presented in accordance with accounting principles generally accepted in the United States of America (GAAP). The following is a summary of the effects on the ending fund balances caused by the difference in accounting between the budgetary basis and GAAP.

	<u>Major Governmental Funds</u>				
	<u>General</u>	<u>Library</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
GAAP FUND BALANCE					
December 31, 2014	\$ 3,074,834	\$ 3,630	\$ 266,219	\$ 2,555,821	\$ 5,900,504
Adjustments:					
Unreserved fund balances not subject to the Kansas Budget Law:					
Centennial Park	-	-	-	[395]	[395]
FEMA Mitigation Grant	-	-	-	259	259
Senior Center Activities	-	-	-	[1,169]	[1,169]
PHA Investment	-	-	-	[186,116]	[186,116]
Federal Sharing (Police)	-	-	-	-	-
LLEBG Grant #98-07	-	-	-	[132]	[132]
Stormwater	-	-	-	[252,633]	[252,633]
Capital Improvement Sales Tax	-	-	-	[63,727]	[63,727]
Fire Equipment Grant	-	-	-	[9,476]	[9,476]
Nonmajor Capital Projects	-	-	-	[721,626]	[721,626]
Accounts receivable	-	-	-	[60,176]	[60,176]
Inventory	[16,648]	-	-	-	[16,648]
Reserve for encumbrances	[45,110]	-	-	[17,822]	[62,932]
Total deductions	<u>[61,758]</u>	<u>-</u>	<u>-</u>	<u>[1,313,013]</u>	<u>[1,374,771]</u>
BUDGETARY FUND BALANCE					
December 31, 2014	<u>\$ 3,013,076</u>	<u>\$ 3,630</u>	<u>\$ 266,219</u>	<u>\$ 1,242,808</u>	<u>\$ 4,525,733</u>

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2014

III. DETAILED NOTES ON ALL FUNDS

A. *Deposits and Investments*

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

Investments. 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. As of December 31, 2014, the City held no such investments.

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.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has no designated "peak periods". All deposits were legally secured at December 31, 2014.

At December 31, 2014, the City's carrying amount of deposits was \$9,061,837 and the bank balance was \$9,341,634. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance and the balance of \$9,091,634 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

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

The Housing Authority of Bonner Springs' deposits and investments can only be placed in the following, as per HUD requirements: direct obligations of the United States federal government, obligations of government agencies, securities of government sponsored agencies, demand and savings deposits, time deposits and repurchase agreements. Investments are stated at cost.

CITY OF BONNER SPRINGS, KANSAS  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year ended December 31, 2014

III. DETAILED NOTES ON ALL FUNDS (Continued)

*B. Receivables*

Receivables as of year-end are as follows:

	<u>General</u>	<u>Library</u>	<u>Debt Service</u>	<u>Solid Waste</u>	<u>Wastewater Collection Treatment</u>	<u>Water Treatment Distribution</u>	<u>Other Govt. Funds</u>	<u>Totals</u>
Receivables:								
Taxes	\$ 1,656,636	\$ 355,317	\$ 309,029	\$ -	\$ -	\$ -	\$ -	\$ 2,320,982
Accounts	<u>2,764</u>	<u>-</u>	<u>-</u>	<u>23,764</u>	<u>76,931</u>	<u>94,888</u>	<u>65,754</u>	<u>264,101</u>
Total receivables	<u>\$ 1,659,400</u>	<u>\$ 355,317</u>	<u>\$ 309,029</u>	<u>\$ 23,764</u>	<u>\$ 76,931</u>	<u>\$ 94,888</u>	<u>\$ 65,754</u>	<u>\$ 2,585,083</u>

*C. Interfund Receivables and Payables*

The composition of interfund balances as of December 31, 2014, is as follows:

	<u>Due From</u>	<u>Due To</u>
General	\$ 8,181	\$ -
Other Governmental Funds	<u>-</u>	<u>8,181</u>
Total	<u>\$ 8,181</u>	<u>\$ 8,181</u>

CITY OF BONNER SPRINGS, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
Year ended December 31, 2014

III. DETAILED NOTES ON ALL FUNDS (Continued)

*D. Capital Assets*

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

	Balance <u>12/31/13</u>	<u>Restatement</u>	Balance Restated <u>12/31/2013</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>12/31/14</u>
City governmental activities:						
Capital assets, not being depreciated						
Construction in progress	\$ 51,942	\$ -	\$ 51,942	\$ 152,612	\$ 204,554	\$ -
Land	918,248	-	918,248	115,000	-	1,033,248
Capital assets, being depreciated						
Buildings	12,678,613	-	12,678,613	295,677	-	12,974,290
Improvements other than buildings	457,845	-	457,845	-	-	457,845
Machinery and equipment	5,757,860	[157,112]	5,600,747	218,215	91,570	5,727,392
Infrastructure	<u>14,737,468</u>	<u>-</u>	<u>14,737,468</u>	<u>204,554</u>	<u>-</u>	<u>14,942,022</u>
Total capital assets	<u>34,601,975</u>	<u>[157,112]</u>	<u>34,444,863</u>	<u>986,058</u>	<u>296,124</u>	<u>35,134,797</u>
Less accumulated depreciation for:						
Buildings	2,008,244	-	2,008,244	272,920	-	2,281,163
Improvements other than buildings	197,575	-	197,575	25,362	-	222,937
Machinery and equipment	3,962,756	[143,286]	3,819,470	432,263	91,570	4,160,163
Infrastructure	<u>3,743,471</u>	<u>-</u>	<u>3,743,471</u>	<u>691,737</u>	<u>-</u>	<u>4,435,207</u>
Total accumulated depreciation	<u>9,912,046</u>	<u>[143,286]</u>	<u>9,768,759</u>	<u>1,422,281</u>	<u>91,570</u>	<u>11,099,470</u>
Governmental activities capital assets, net	<u>\$ 24,689,929</u>	<u>\$ [13,826]</u>	<u>\$ 24,676,103</u>	<u>\$ [436,223]</u>	<u>\$ 204,554</u>	<u>\$ 24,035,327</u>
Business-type activities:						
Capital assets, not being depreciated						
Construction in progress	\$ 3,206,596	\$ -	\$ 3,206,596	\$ 956,821	\$ 3,629,862	\$ 533,554
Land	465,577	-	465,577	-	-	465,577
Capital assets, being depreciated						
Plant	27,180,884	-	27,180,884	3,810,815	-	30,991,699
Machinery and equipment	<u>586,027</u>	<u>-</u>	<u>586,027</u>	<u>5,390</u>	<u>-</u>	<u>591,417</u>
Total capital assets	<u>31,439,084</u>	<u>-</u>	<u>31,439,084</u>	<u>4,773,026</u>	<u>3,629,862</u>	<u>32,582,248</u>
Less accumulated depreciation for:						
Plant	10,901,243	-	10,901,243	692,705	-	11,593,948
Machinery and equipment	<u>442,348</u>	<u>-</u>	<u>442,348</u>	<u>27,761</u>	<u>-</u>	<u>470,109</u>
Total accumulated depreciation	<u>11,343,592</u>	<u>-</u>	<u>11,343,592</u>	<u>720,466</u>	<u>-</u>	<u>12,064,057</u>
Business-type activities capital assets, net	<u>\$ 20,095,492</u>	<u>\$ -</u>	<u>\$ 20,095,492</u>	<u>\$ 4,052,560</u>	<u>\$ 3,629,862</u>	<u>\$ 20,518,190</u>



CITY OF BONNER SPRINGS, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
Year ended December 31, 2014

III. DETAILED NOTES ON ALL FUNDS (Continued)

*D. Capital Assets (Continued)*

The City's depreciation expense was charged to governmental functions as follows:

Governmental Activities:

General government	\$ 96,007
Public safety	417,782
Highways and streets	696,857
Culture and recreation	<u>211,635</u>

Total depreciation \$ 1,422,281

Business-type Activities:

Wastewater Collection/Treatment	\$ 457,824
Water Treatment/Distribution	<u>262,641</u>

Total depreciation \$ 720,466

CITY OF BONNER SPRINGS, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
Year ended December 31, 2014

III. DETAILED NOTES ON ALL FUNDS (Continued)

*E. Long-term Debt*

During the year ended December 31, 2014, the following changes occurred in long term liabilities:

Governmental Activities

	Balance January 1, 2014	Additions/ Adjustments	Reductions	Balance December 31, 2014	Amounts Due Within One Year
General obligation bonds	\$ 9,449,305	\$ 222,339	\$ 1,714,950	\$ 7,956,693	\$ 946,280
Compensated absences	809,614	445,981	456,473	799,122	456,473
	<u>\$ 10,258,919</u>	<u>\$ 668,320</u>	<u>\$ 2,171,423</u>	<u>\$ 8,755,815</u>	<u>\$ 1,402,753</u>

Business Type Activities

	Balance January 1, 2014	Additions/ Adjustments	Reductions	Balance December 31, 2014	Amounts Due Within One Year
General obligation bonds	\$ 8,494,963	\$ 1,756,445	\$ 1,186,337	\$ 9,065,071	\$ 667,185
Temporary notes payable	1,750,000	-	1,750,000	-	-
Notes payable	-	183,817	-	183,817	-
Compensated absences	95,158	21,518	45,348	71,328	45,348
	<u>\$ 10,340,121</u>	<u>\$ 1,961,780</u>	<u>\$ 2,981,685</u>	<u>\$ 9,320,216</u>	<u>\$ 712,533</u>

*General Obligation Bonds.* The City issues General Obligation Bonds to provide funds for the acquisition and construction of major capital facilities. General Obligation Bonds have been issued for both general government and proprietary fund activities. These bonds are reported in the proprietary funds if they are expected to be repaid from proprietary fund revenues. In addition, general obligation bonds have been issued to refund other general obligation bonds.

CITY OF BONNER SPRINGS, KANSAS  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year ended December 31, 2014

III. DETAILED NOTES ON ALL FUNDS (Continued)

E. Long-term Debt (Continued)

General Obligation Bonds are direct obligations and pledge the full faith and credit of the City. These bonds generally are issued with set amounts of principal maturing each year. General Obligation Bonds currently outstanding are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Outstanding Balance</u>	<u>Original Amount</u>
Improvement and Refunding			
Series 2006	3.6% to 4.25%	\$ 855,000	\$ 3,500,000
Series 2007	3.9% to 5.0%	690,000	1,120,000
Series 2008	3.6% to 4.3%	1,345,000	1,680,000
Series 2009	2.0% to 4.4%	4,665,000	7,605,000
Series 2011	2.0% to 4.2%	7,487,980	8,765,000
Series 2014	2.0% to 3.0%	<u>1,978,784</u>	1,978,784
		<u>\$ 17,021,764</u>	

<u>Allocation</u>	
Governmental Activities	\$ 7,956,693
Business Type Activities	<u>9,065,071</u>
	<u>\$ 17,021,764</u>

Annual debt service requirements to maturity for the general obligation bonds are as follows:

<u>Year Ending December 31,</u>	<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>Totals</u>
2015	\$ 1,215,400	\$ 968,923	\$ 2,184,323
2016	1,239,437	961,841	2,201,278
2017	846,787	970,077	1,816,864
2018	781,337	965,524	1,746,861
2019	782,611	969,366	1,751,977
2020 - 2024	3,551,493	3,995,075	7,546,568
2025 - 2029	1,370,657	2,221,907	3,592,564
2030 - 2034	<u>57,835</u>	<u>273,235</u>	<u>331,070</u>
Total Principal and Interest	9,845,556	11,325,949	21,171,505
Total Interest	<u>1,888,863</u>	<u>2,260,878</u>	<u>4,149,741</u>
Total Principal	<u>\$ 7,956,693</u>	<u>\$ 9,065,071</u>	<u>\$ 17,021,764</u>

CITY OF BONNER SPRINGS, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
Year ended December 31, 2014

III. DETAILED NOTES ON ALL FUNDS (Continued)

*E. Long-term Debt (Continued)*

The City has entered into an agreement for a loan from the Kansas Department of Health and Environment. The City is currently authorized for a loan in the amount of \$900,000 with an interest rate of 2.25%. As of December 31, 2014, the City had made \$183,817 of loan draws.

*Special Assessments.* As provided by Kansas statutes, projects financed in part by special assessments are financed through general obligation bonds of the City and are retired from the Debt Service 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 Debt Service Fund. The special assessments receivable are not recorded as revenue when levied against the respective property owners as such amounts are not available to finance current year operations. The special assessment debt is a contingent liability of the City to the extent of property owner defaults which have historically been immaterial.

*F. Conduit Debt Obligations.* From time to time, the City has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, the State of Kansas, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2014, there were seven series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of \$7,322,232.

IV. OTHER INFORMATION

*A. Contingent Liabilities*

Amounts received or receivable from grantor agencies are subject to audit and adjustment by these agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS  
Year ended December 31, 2014

IV. OTHER INFORMATION (Continued)

B. *Defined Benefit Pension Plan*

*Plan description* - The City participates in the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Fireman’s Retirement System (KP&F). Both are cost-sharing multiple-employer defined benefit pension plans as provided by Kansas law. KPERS and KP&F provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS and KP&F issue a publicly available financial report that includes financial statements and required supplementary information. Those reports may be obtained by writing to KPERS at 611 South Kansas Ave., Suite 100, Topeka, Kansas 66603 or by calling 1-888-275-5737.

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

C. *Interfund Transfers*

A reconciliation of all transfers by fund type for 2014 follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory Authority</u>
Water Treatment/Distribution	General	\$ 97,325	K.S.A. 12-825d
Wastewater Collection/Treatment	General	33,000	K.S.A. 12-825d
Solid Waste	General	10,500	K.S.A. 12-825d
General	Wastewater Collection/Treatment	9,750	City Ordinance 2178
Nonmajor Governmental Funds	Wastewater Collection/Treatment	525,604	City Ordinance 2178
Debt Service	Wastewater Collection/Treatment	541,169	City Ordinance 2178
Wastewater Collection/Treatment	Debt Service	566,169	K.S.A. 12-825d
Wastewater Collection/Treatment	Nonmajor Governmental Funds	596,785	K.S.A. 12-825d
Nonmajor Governmental Funds	Water Treatment/Distribution	583,766	City Ordinance 2178
Debt Service	Water Treatment/Distribution	988,322	City Ordinance 2178
Water Treatment/Distribution	Nonmajor Governmental Funds	1,438,935	K.S.A. 12-825d
Water Treatment/Distribution	Debt Service	371,257	K.S.A. 12-825d
Nonmajor Governmental Funds	Nonmajor Governmental Funds	379,958	City Ordinance 2178
Nonmajor Governmental Funds	General	177,667	City Ordinance 2178
General	Nonmajor Governmental Funds	642,637	City Ordinance 2178
Nonmajor Governmental Funds	Debt Service	1,132,061	City Ordinance 2178
	Total	<u>\$ 8,094,905</u>	

CITY OF BONNER SPRINGS, KANSAS  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year ended December 31, 2014

IV. OTHER INFORMATION (Continued)

*D. 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. No significant reductions in insurance coverage from that of the prior year have occurred. Settlements have not exceeded commercial insurance coverage in any of the past three fiscal years.

*E. Restatement*

Following the close of the previous fiscal year, it was discovered that several asset disposals were not recorded in the accounting records. Also, it was discovered that adjustments to beginning net position in the Water Treatment/Distribution and Wastewater Collection/Treatment funds were needed to eliminate prior periods unamortized balance of deferred bond costs. The effects are as follows:

	Governmental Activities	Wastewater Collection/ Treatment	Water Treatment/ Distribution
Net position, January 1, 2014	\$ 20,067,802	\$ 6,113,780	\$ 7,194,308
Prior periods deferred bond costs adjustment	-	[86,389]	[12,946]
Prior periods asset disposal adjustment	<u>[13,826]</u>	<u>-</u>	<u>-</u>
Net position, January 1, 2014, restated	<u>\$ 20,053,976</u>	<u>\$ 6,027,391</u>	<u>\$ 7,181,362</u>

*F. Postemployment Healthcare Plan*

**Plan Description.** The City provides for a continuation of medical, prescription drug, hearing and vision insurance benefits to eligible early retirees and their spouses. The City provides retiree healthcare benefits through the Midwest Public Risk (MPR), which is a risk pool comprised of approximately 115 entity members. It has been determined that MPR functions as an agent multiple-employer plan. K.S.A. 12-5040 requires all local governmental entities in the state that provide a group health care plan to make participation available to all retirees and dependents until the retiree reaches the age of 65 years. No separate financial report is issued for the Plan.

**Funding Policy.** The contribution requirements of plan participants and the City are established and amended by the City. The required contribution is based on projected pay-as-you-go financing requirements. Plan participants contributed approximately 100% of the total premiums to the Plan, through their required contribution of \$6,022 to \$8,410 (depending on the retiree selected coverage level) per year for retiree-only coverage and \$13,970 to \$19,887 per year for retiree plus spouse or children coverage, and \$16,551 to \$22,697 per year for retiree and family coverage.

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2014

IV. OTHER INFORMATION (Continued)

F. Postemployment Healthcare Plan (Continued)

Annual OPEB Cost and Net OPEB Obligation. The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

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

Annual required contribution (ARC)	\$ 40,549
Interest on Net OPEB Obligation	9,378
Adjustment to the ARC	<u>[19,809]</u>
Annual OPEB cost (expense)	30,118
Benefit payments	<u>10,000</u>
Change in net OPEB obligation	20,118
Net OPEB obligation - beginning of year	<u>215,965</u>
Net OPEB obligation - end of year	<u>\$ 236,083</u>

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

Fiscal Year Ended	Annual OPEB Cost	Annual OPEB Cost Contributed	Net OPEB Obligation
December 31, 2012	\$ 33,226	\$ 11,581	\$ 185,510
December 31, 2013	36,455	6,000	215,965
December 31, 2014	30,118	10,000	236,083

Funding Status and Funding Progress. As of July 1, 2013, the most recent actuarial valuation date, the Plan was not funded. The actuarial accrued liability for benefits was \$312,289 and the actuarial value of asset was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$312,289. The covered payroll (annual payroll of active employees covered by the plan) was \$4,211,840, and the ratio of the UAAL to the covered payroll was 7.41%.

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

CITY OF BONNER SPRINGS, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
Year ended December 31, 2014

IV. OTHER INFORMATION (Continued)

F. Postemployment Healthcare Plan (Continued)

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

As of July 1, 2013, the most recent actuarial valuation date, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.50% investment rate of return, which is the rate of the employer's own investments as there are no plan assets and an annual healthcare cost trend of 7.00% initially, reduced by decrements to an ultimate rate of 5.00% after eight years. The UAAL is being amortized as a level dollar over an open thirty-year period.



CITY OF BONNER SPRINGS, KANSAS  
 OTHER POST-EMPLOYMENT BENEFITS  
 REQUIRED SUPPLEMENTARY INFORMATION  
 Year ended December 31, 2014

Schedule of Funding Progress

Actuarial Valuation <u>Date</u>	Actuarial Value of <u>Assets (a)</u>	Actuarial Accrued <u>Liability (b)</u>	Unfund AAL <u>(b) - (a)</u>	Funded Ratio <u>(a/b)</u>	Covered Payroll <u>(c)</u>	UAAL as Percent of Payroll <u>(b-a)/(c)</u>
7/1/2009	\$ -	\$ 322,236	\$ 322,236	0.00%	\$ 3,491,983	9.23%
7/1/2011	-	233,461	233,461	0.00%	3,614,148	6.46%
7/1/2013	-	312,289	312,289	0.00%	4,211,840	7.41%

CITY OF BONNER SPRINGS, KANSAS

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
December 31, 2014

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 1,796,801	\$ 752,948	\$ 2,549,749
Receivables (net of allowance for uncollectibles)			
Accounts	65,754	-	65,754
Due from other funds	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 1,862,555</u>	<u>\$ 752,948</u>	<u>\$ 2,615,503</u>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 8,030	\$ 23,400	\$ 31,430
Accrued liabilities	20,071	-	20,071
Due to other funds	259	7,922	8,181
Total liabilities	<u>28,360</u>	<u>31,322</u>	<u>59,682</u>
<b>EQUITY</b>			
Fund balances			
Restricted	1,220,461	721,626	1,942,087
Committed	573,162	-	573,162
Assigned	40,572	-	40,572
Total equity	<u>1,834,195</u>	<u>721,626</u>	<u>2,555,821</u>
Total liabilities and equity	<u>\$ 1,862,555</u>	<u>\$ 752,948</u>	<u>\$ 2,615,503</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 For the Year Ended December 31, 2014

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total</u>
Revenues			
Taxes	\$ 1,205,545	\$ 673,319	\$ 1,878,864
Intergovernmental	488,194	633,818	1,122,012
Charges for services	745,705	90,000	835,705
Use of money and property	3,549	2,026	5,575
Reimbursements	53,796	-	53,796
Miscellaneous	8,761	89,767	98,528
Total revenues	<u>2,505,550</u>	<u>1,488,930</u>	<u>3,994,480</u>
Expenditures			
Current			
General government	749,497	-	749,497
Public safety	1,654,696	-	1,654,696
Public works	136,956	-	136,956
Capital outlay	80,434	1,424,640	1,505,074
Debt service			
Principal	820,448	-	820,448
Interest and other charges	8,038	-	8,038
Total expenditures	<u>3,450,069</u>	<u>1,424,640</u>	<u>4,874,709</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[944,519]</u>	<u>64,290</u>	<u>[880,229]</u>
Other financing sources [uses]			
Bond proceeds	222,339	-	222,339
Transfers in	2,712,683	345,632	3,058,315
Transfers out	<u>[2,488,395]</u>	<u>[310,661]</u>	<u>[2,799,056]</u>
Total other financing sources [uses]	<u>446,627</u>	<u>34,971</u>	<u>481,598</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>[497,892]</u>	<u>99,261</u>	<u>[398,631]</u>
Fund balances, January 1	<u>2,332,087</u>	<u>622,365</u>	<u>2,954,452</u>
Fund balance, December 31	<u>\$ 1,834,195</u>	<u>\$ 721,626</u>	<u>\$ 2,555,821</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 December 31, 2014

ASSETS	<u>Emergency Medical</u>	<u>Centennial Park</u>	<u>Convention &amp; Tourism Promotion</u>	<u>Drug &amp; Alcohol</u>	<u>Soccer</u>	<u>Economic Development</u>	<u>Park Dedication</u>
Cash and cash equivalents	\$ 19,287	\$ 395	\$ 168,601	\$ 120,329	\$ 6,206	\$ 2,908	\$ 50,279
Receivables							
Accounts	<u>60,176</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 79,463</u>	<u>\$ 395</u>	<u>\$ 168,601</u>	<u>\$ 120,329</u>	<u>\$ 6,206</u>	<u>\$ 2,908</u>	<u>\$ 50,279</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable	\$ 3,981	\$ -	\$ 1,969	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	-
Accrued liabilities	<u>15,306</u>	<u>-</u>	<u>1,726</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>19,287</u>	<u>-</u>	<u>3,695</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Restricted	60,176	-	164,906	120,329	6,206	-	-
Committed	-	395	-	-	-	2,908	50,279
Assigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances [deficit]	<u>60,176</u>	<u>395</u>	<u>164,906</u>	<u>120,329</u>	<u>6,206</u>	<u>2,908</u>	<u>50,279</u>
Total liabilities and fund balances	<u>\$ 79,463</u>	<u>\$ 395</u>	<u>\$ 168,601</u>	<u>\$ 120,329</u>	<u>\$ 6,206</u>	<u>\$ 2,908</u>	<u>\$ 50,279</u>

<u>Risk Management</u>	<u>Senior Center</u>	<u>Special Parks &amp; Recreation</u>	<u>Street Projects</u>	<u>Summer Ball</u>	<u>Recreation Program</u>	<u>Swimming Pool</u>	<u>Tiblow Transit</u>
\$ 136,170	\$ 1,505	\$ 102,467	\$ 216,484	\$ 19,957	\$ 62,626	\$ -	\$ 1,738
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 136,170</u>	<u>\$ 1,505</u>	<u>\$ 102,467</u>	<u>\$ 216,484</u>	<u>\$ 19,957</u>	<u>\$ 62,626</u>	<u>\$ -</u>	<u>\$ 1,738</u>
\$ -	\$ 106	\$ -	\$ 731	\$ -	\$ 740	\$ -	\$ 98
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>1,399</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,640</u>
<u>-</u>	<u>1,505</u>	<u>-</u>	<u>731</u>	<u>-</u>	<u>740</u>	<u>-</u>	<u>1,738</u>
-	-	-	-	-	-	-	-
136,170	-	99,949	200,449	19,957	61,886	-	-
<u>-</u>	<u>-</u>	<u>2,518</u>	<u>15,304</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>136,170</u>	<u>-</u>	<u>102,467</u>	<u>215,753</u>	<u>19,957</u>	<u>61,886</u>	<u>-</u>	<u>-</u>
<u>\$ 136,170</u>	<u>\$ 1,505</u>	<u>\$ 102,467</u>	<u>\$ 216,484</u>	<u>\$ 19,957</u>	<u>\$ 62,626</u>	<u>\$ -</u>	<u>\$ 1,738</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS (Continued)  
 December 31, 2014

	FEMA Mitigation Grant	Senior Center Activities	PHA Investment	Federal Sharing [Police]	LLEBG Grant #98-07	Aquatic Facility Sales Tax	Library Sales Tax
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ 1,549	\$ 186,116	\$ -	\$ 132	\$ -	\$ 379,769
Receivables							
Accounts	<u>-</u>	<u>25</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ -</u>	<u>\$ 1,574</u>	<u>\$ 186,116</u>	<u>\$ -</u>	<u>\$ 132</u>	<u>\$ -</u>	<u>\$ 379,769</u>
<b>LIABILITIES AND FUND BALANCES</b>							
Liabilities							
Accounts payable	\$ -	\$ 405	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	259	-	-	-	-	-	-
Accrued liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>259</u>	<u>405</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Restricted	[259]	-	186,116	-	132	-	379,769
Committed	-	1,169	-	-	-	-	-
Assigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances [deficit]	<u>[259]</u>	<u>1,169</u>	<u>186,116</u>	<u>-</u>	<u>132</u>	<u>-</u>	<u>379,769</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$ 1,574</u>	<u>\$ 186,116</u>	<u>\$ -</u>	<u>\$ 132</u>	<u>\$ -</u>	<u>\$ 379,769</u>

<u>Stormwater</u>	<u>Center CID Funding Agreement</u>	<u>Bonner Springs Center CID City Contribution</u>	<u>Bonner Springs Center CID Sales Tax</u>	<u>Bonner Springs Fire Equipment Grant</u>	<u>Capital Improvement Sales Tax</u>	<u>Mozilla Fire Grant</u>	<u>2014-A G.O. Bonds</u>	<u>Totals</u>
\$ 247,080	\$ -	\$ -	\$ -	\$ 9,476	\$ 63,727	\$ -	\$ -	\$ 1,796,801
<u>5,553</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>65,754</u>
<u>\$ 252,633</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,476</u>	<u>\$ 63,727</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,862,555</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,030
-	-	-	-	-	-	-	-	259
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,071</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>28,360</u>
229,883	-	-	-	9,476	63,727	-	-	1,220,461
-	-	-	-	-	-	-	-	573,162
<u>22,750</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>40,572</u>
<u>252,633</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,476</u>	<u>63,727</u>	<u>-</u>	<u>-</u>	<u>1,834,195</u>
<u>\$ 252,633</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,476</u>	<u>\$ 63,727</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,862,555</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
For the Year Ended December 31, 2014

	Emergency Medical	Centennial Park	Convention & Tourism	Drug & Alcohol	Soccer	Economic Development
<b>Revenues</b>						
Taxes	\$ -	\$ -	\$ 95,294	\$ 57,276	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Use of money and property	-	-	337	236	-	18
Charges for services	351,787	-	-	-	17,090	-
Reimbursements	1,695	-	260	-	-	-
Miscellaneous	-	50	-	-	-	-
<b>Total revenues</b>	<u>353,482</u>	<u>50</u>	<u>95,891</u>	<u>57,512</u>	<u>17,090</u>	<u>18</u>
<b>Expenditures</b>						
Current						
Personal services	408,456	-	46,815	-	2,508	-
Contractual	225,727	30	41,866	10,030	2,694	11,918
Commodities	50,348	-	15,211	410	5,682	332
Capital outlay	1,476	-	-	-	-	-
Debt service						
Principal	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-
<b>Total expenditures</b>	<u>686,007</u>	<u>30</u>	<u>103,892</u>	<u>10,440</u>	<u>10,884</u>	<u>12,250</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[332,525]</u>	<u>20</u>	<u>[8,001]</u>	<u>47,072</u>	<u>6,206</u>	<u>[12,232]</u>
<b>Other financing sources [uses]</b>						
Bond proceeds	-	-	-	-	-	-
Transfers in	352,777	-	-	-	-	-
Transfers [out]	-	-	-	[56,250]	-	-
<b>Total other financing sources [uses]</b>	<u>352,777</u>	<u>-</u>	<u>-</u>	<u>[56,250]</u>	<u>-</u>	<u>-</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>20,252</u>	<u>20</u>	<u>[8,001]</u>	<u>[9,178]</u>	<u>6,206</u>	<u>[12,232]</u>
Fund balances [deficit], January 1	<u>39,924</u>	<u>375</u>	<u>172,907</u>	<u>129,507</u>	<u>-</u>	<u>15,140</u>
Fund balances [deficit], December 31	<u>\$ 60,176</u>	<u>\$ 395</u>	<u>\$ 164,906</u>	<u>\$ 120,329</u>	<u>\$ 6,206</u>	<u>\$ 2,908</u>



Park Dedication	Risk Management	Senior Center	Special Parks & Recreation	Street Projects	Summer Ball	Recreation Program	Swimming Pool	Tiblow Transit
\$ -	\$ -	\$ -	\$ 57,276	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	6,450	-	348,005	-	-	-	50,720
95	280	-	175	621	19	53	-	-
5,000	-	-	-	-	34,888	110,511	125,933	2,443
-	20,359	25	264	-	2,129	-	1,325	27,739
-	-	-	536	-	120	1,000	80	6,975
<u>5,095</u>	<u>20,639</u>	<u>6,475</u>	<u>58,251</u>	<u>348,626</u>	<u>37,156</u>	<u>111,564</u>	<u>127,338</u>	<u>87,877</u>
-	-	39,559	-	-	6,660	63,812	135,684	46,003
-	20,060	5,238	30,596	1,007,739	11,421	8,793	36,728	15,138
-	-	1,752	-	-	10,462	9,206	25,199	17,756
-	6,950	-	-	-	7,600	-	11,554	35,174
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>-</u>	<u>27,010</u>	<u>46,549</u>	<u>30,596</u>	<u>1,007,739</u>	<u>36,143</u>	<u>81,811</u>	<u>209,165</u>	<u>114,071</u>
<u>5,095</u>	<u>[6,371]</u>	<u>[40,074]</u>	<u>27,655</u>	<u>[659,113]</u>	<u>1,013</u>	<u>29,753</u>	<u>[81,827]</u>	<u>[26,194]</u>
-	-	-	-	-	-	-	-	-
-	-	40,074	-	430,591	-	-	81,827	26,194
-	-	-	[11,554]	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>40,074</u>	<u>[11,554]</u>	<u>430,591</u>	<u>-</u>	<u>-</u>	<u>81,827</u>	<u>26,194</u>
5,095	[6,371]	-	16,101	[228,522]	1,013	29,753	-	-
<u>45,184</u>	<u>142,541</u>	<u>-</u>	<u>86,366</u>	<u>444,275</u>	<u>18,944</u>	<u>32,133</u>	<u>-</u>	<u>-</u>
<u>\$ 50,279</u>	<u>\$ 136,170</u>	<u>\$ -</u>	<u>\$ 102,467</u>	<u>\$ 215,753</u>	<u>\$ 19,957</u>	<u>\$ 61,886</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS (Continued)  
 For the Year Ended December 31, 2014

	FEMA Mitigation Grant	Senior Center Activities	PHA Investment	Federal Sharing [Police]	LLEBG Grant #98-07	Aquatic Facility Sales Tax	Library Sales Tax
Revenues							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 84,291	\$ 497,849
Intergovernmental	-	-	-	-	-	-	-
Use of money and property	-	-	366	-	-	119	556
Charges for services	-	6,028	-	-	-	-	-
Reimbursements	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
<u>Total revenues</u>	<u>-</u>	<u>6,028</u>	<u>366</u>	<u>-</u>	<u>-</u>	<u>84,410</u>	<u>498,405</u>
Expenditures							
Current							
Personal services	-	-	-	-	-	-	-
Contractual	-	4,941	-	-	-	-	-
Commodities	-	-	-	-	-	-	-
Capital outlay	-	-	-	861	-	-	-
Debt service							
Principal	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-
<u>Total expenditures</u>	<u>-</u>	<u>4,941</u>	<u>-</u>	<u>861</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess [deficiency] of revenues over [under] expenditures	<u>-</u>	<u>1,087</u>	<u>366</u>	<u>[861]</u>	<u>-</u>	<u>84,410</u>	<u>498,405</u>
Other financing sources [uses]							
Bond proceeds	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers [out]	-	[1,332]	-	-	-	[101,525]	[837,280]
<u>Total other financing sources [uses]</u>	<u>-</u>	<u>[1,332]</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>[101,525]</u>	<u>[837,280]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>-</u>	<u>[245]</u>	<u>366</u>	<u>[861]</u>	<u>-</u>	<u>[17,115]</u>	<u>[338,875]</u>
Fund balances [deficit], January 1	<u>[259]</u>	<u>1,414</u>	<u>185,750</u>	<u>861</u>	<u>132</u>	<u>17,115</u>	<u>718,644</u>
Fund balances [deficit], December 31	<u>\$ [259]</u>	<u>\$ 1,169</u>	<u>\$ 186,116</u>	<u>\$ -</u>	<u>\$ 132</u>	<u>\$ -</u>	<u>\$ 379,769</u>

Stormwater	Center CID Funding Agreement	Bonner Springs Center CID City Contribution	Bonner Springs Center CID Sales Tax	Bonner Springs Fire Equipment Grant	Capital Improvement Sales Tax	Mozilla Fire Grant	2014-A G.O. Bonds	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 413,559	\$ -	\$ -	\$ 1,205,545
-	-	-	63,019	-	-	20,000	-	488,194
521	-	-	-	-	149	-	4	3,549
92,025	-	-	-	-	-	-	-	745,705
-	-	-	-	-	-	-	-	53,796
-	-	-	-	-	-	-	-	8,761
<u>92,546</u>	<u>-</u>	<u>-</u>	<u>63,019</u>	<u>-</u>	<u>413,708</u>	<u>20,000</u>	<u>4</u>	<u>2,505,550</u>
-	-	-	-	-	-	-	-	749,497
79,955	11,190	24,656	63,019	-	-	2,720	40,237	1,654,696
598	-	-	-	-	-	-	-	136,956
-	-	-	-	-	-	16,819	-	80,434
-	-	-	-	-	-	-	820,448	820,448
-	-	-	-	-	-	-	8,038	8,038
<u>80,553</u>	<u>11,190</u>	<u>24,656</u>	<u>63,019</u>	<u>-</u>	<u>-</u>	<u>19,539</u>	<u>868,723</u>	<u>3,450,069</u>
<u>11,993</u>	<u>[11,190]</u>	<u>[24,656]</u>	<u>-</u>	<u>-</u>	<u>413,708</u>	<u>461</u>	<u>[868,719]</u>	<u>[944,519]</u>
-	-	-	-	-	-	-	222,339	222,339
-	-	24,656	-	-	119	-	1,756,445	2,712,683
<u>[19,828]</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>[350,100]</u>	<u>[461]</u>	<u>[1,110,065]</u>	<u>[2,488,395]</u>
<u>[19,828]</u>	<u>-</u>	<u>24,656</u>	<u>-</u>	<u>-</u>	<u>[349,981]</u>	<u>[461]</u>	<u>868,719</u>	<u>446,627</u>
[7,835]	[11,190]	-	-	-	63,727	-	-	[497,892]
<u>260,468</u>	<u>11,190</u>	<u>-</u>	<u>-</u>	<u>9,476</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,332,087</u>
<u>\$ 252,633</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,476</u>	<u>\$ 63,727</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,834,195</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

COMBINING BALANCE SHEET  
 NONMAJOR CAPITAL PROJECT FUNDS  
 December 31, 2014

	<u>K7/134th Waterline Relocate</u>	<u>Riverview Waterline Relocate</u>	<u>Powell Drive/43rd Street</u>	<u>Bonner Pointe TIF Fund</u>
ASSETS				
Cash and investments	\$ -	\$ -	\$ 523,665	\$ 2,343
Due from other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 523,665</u>	<u>\$ 2,343</u>
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other funds	<u>-</u>	<u>6,272</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>6,272</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Restricted	<u>-</u>	<u>[6,272]</u>	<u>523,665</u>	<u>2,343</u>
Total fund balances [deficit]	<u>-</u>	<u>[6,272]</u>	<u>523,665</u>	<u>2,343</u>
Total liabilities and equity	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 523,665</u>	<u>\$ 2,343</u>

<u>Capital Improvement</u>	<u>Emergency Services Capital</u>	<u>Sidewalk Escrow</u>	<u>K7/134th Sewer Relocate</u>	<u>County Infrastructure</u>	<u>134th Street Relocate</u>
\$ -	\$ 181,926	\$ 34,420	\$ -	\$ -	\$ -
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 181,926</u>	<u>\$ 34,420</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>181,926</u>	<u>34,420</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>181,926</u>	<u>34,420</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 181,926</u>	<u>\$ 34,420</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS  
 COMBINING BALANCE SHEET  
 NONMAJOR CAPITAL PROJECT FUNDS (Continued)  
 December 31, 2014

	118th Street Waterline <u>Relocate</u>	Walking Trail <u>Phase IV</u>	Temporary Note <u>2012 - 1</u>	Bonner Pointe TIF <u>Increment</u>
ASSETS				
Cash and investments	\$ 24	\$ -	\$ -	\$ -
Due from other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 24</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Restricted	<u>24</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances [deficit]	<u>24</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and equity	<u>\$ 24</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Well #5 Rehab</u>	<u>Cedar Ridge Lift Station</u>	<u>K32 Street Construction</u>	<u>Filter Backwash Tank</u>	<u>Lake Forest Lift Station Rehab</u>	<u>Totals</u>
\$ -	\$ -	\$ -	\$ -	\$ 10,570	\$ 752,948
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,570</u>	<u>\$ 752,948</u>
\$ -	\$ -	\$ -	\$ 23,400	\$ -	\$ 23,400
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,650</u>	<u>-</u>	<u>7,922</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>25,050</u>	<u>-</u>	<u>31,322</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>[25,050]</u>	<u>10,570</u>	<u>721,626</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>[25,050]</u>	<u>10,570</u>	<u>721,626</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,570</u>	<u>\$ 752,948</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECT FUNDS

For the Year Ended December 31, 2014

	K7/134th Waterline <u>Relocate</u>	Riverview Waterline <u>Relocate</u>	Powell Drive/43rd <u>Street</u>	Bonner Pointe <u>TIF Fund</u>
Revenues				
Use of money and property	\$ -	\$ -	\$ 956	\$ -
Taxes	-	-	-	-
Intergovernmental	86,985	-	-	-
Charges for services	-	-	90,000	-
Miscellaneous	32,140	1,800	-	-
Total revenues	119,125	1,800	90,956	-
Expenditures				
Contractual	<u>184,751</u>	<u>11,047</u>	-	-
Total expenditures	<u>184,751</u>	<u>11,047</u>	-	-
Excess [deficiency] of revenues over [under] expenditures	<u>[65,626]</u>	<u>[9,247]</u>	<u>90,956</u>	<u>-</u>
Other financing sources [uses]				
Transfers in	202	-	-	-
Transfers [out]	<u>[1,919]</u>	-	-	-
Total other financing sources [uses]	<u>[1,717]</u>	-	-	-
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>[67,343]</u>	<u>[9,247]</u>	<u>90,956</u>	<u>-</u>
Fund balances [deficit], January 1	67,343	14,632	432,709	2,343
Prior period adjustment	-	<u>[11,657]</u>	-	-
Fund balances [deficit], January 1, restated	<u>67,343</u>	<u>2,975</u>	<u>432,709</u>	<u>2,343</u>
Fund balances [deficit], December 31	<u>\$ -</u>	<u>\$ [6,272]</u>	<u>\$ 523,665</u>	<u>\$ 2,343</u>



<u>Capital Improvement</u>	<u>Emergency Services Capital</u>	<u>Sidewalk Escrow</u>	<u>K7/134th Sewer Relocate</u>	<u>County Infrastructure</u>	<u>134th Street Street Relocate</u>
\$ -	\$ 560	\$ 68	\$ -	\$ -	\$ -
-	497,849	-	-	-	-
-	-	-	439,163	-	67,888
-	-	-	-	-	-
-	-	-	54,964	-	25
-	498,409	68	494,127	-	67,913
-	347,822	-	355,077	-	51,821
-	347,822	-	355,077	-	51,821
-	150,587	68	139,050	-	16,092
-	50,100	-	26	-	-
[120]	[268,501]	-	[2,165]	[1,315]	[20,967]
[120]	[218,401]	-	[2,139]	[1,315]	[20,967]
[120]	[67,814]	68	136,911	[1,315]	[4,875]
120	249,740	34,352	[136,911]	1,315	4,875
-	-	-	-	-	-
120	249,740	34,352	[136,911]	1,315	4,875
<u>\$ -</u>	<u>\$ 181,926</u>	<u>\$ 34,420</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES  
 NONMAJOR CAPITAL PROJECT FUNDS (CONTINUED)  
 For the Year Ended December 31, 2014

	118th Street Waterline <u>Relocate</u>	Walking Trail <u>Phase IV</u>	Temporary Note <u>2012 - 1</u>	Bonner Pointe TIF <u>Increment</u>
Revenues				
Use of money and property	\$ -	\$ -	\$ 442	\$ -
Taxes	-	-	-	175,470
Intergovernmental	39,782	-	-	-
Charges for services	-	-	-	-
Miscellaneous	<u>28</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>39,810</u>	<u>-</u>	<u>442</u>	<u>175,470</u>
Expenditures				
Contractual	<u>9,511</u>	<u>720</u>	<u>-</u>	<u>175,470</u>
Total expenditures	<u>9,511</u>	<u>720</u>	<u>-</u>	<u>175,470</u>
Excess [deficiency] of revenues over [under] expenditures	<u>30,299</u>	<u>[720]</u>	<u>442</u>	<u>-</u>
Other financing sources [uses]				
Transfers in	-	720	318	-
Transfers [out]	<u>-</u>	<u>-</u>	<u>[15,674]</u>	<u>-</u>
Total other financing sources [uses]	<u>-</u>	<u>720</u>	<u>[15,356]</u>	<u>-</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>30,299</u>	<u>-</u>	<u>[14,914]</u>	<u>-</u>
Fund balances [deficit], January 1	[30,275]	-	3,257	-
Prior period adjustment	<u>-</u>	<u>-</u>	<u>11,657</u>	<u>-</u>
Fund balances [deficit], January 1, restated	<u>[30,275]</u>	<u>-</u>	<u>14,914</u>	<u>-</u>
Fund balances [deficit], December 31	<u>\$ 24</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Well #5 Rehab</u>	<u>Cedar Ridge Lift Station</u>	<u>K32 Street Construction</u>	<u>Filter Backwash Tank</u>	<u>Lake Forest Lift Station Rehab</u>	<u>Totals</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,026
-	-	-	-	-	673,319
-	-	-	-	-	633,818
-	-	-	-	-	90,000
-	810	-	-	-	89,767
-	810	-	-	-	1,488,930
<u>131,017</u>	<u>8,947</u>	<u>23,915</u>	<u>38,350</u>	<u>86,192</u>	<u>1,424,640</u>
<u>131,017</u>	<u>8,947</u>	<u>23,915</u>	<u>38,350</u>	<u>86,192</u>	<u>1,424,640</u>
<u>[131,017]</u>	<u>[8,137]</u>	<u>[23,915]</u>	<u>[38,350]</u>	<u>[86,192]</u>	<u>64,290</u>
138,517	9,487	-	49,500	96,762	345,632
-	-	-	-	-	[310,661]
<u>138,517</u>	<u>9,487</u>	<u>-</u>	<u>49,500</u>	<u>96,762</u>	<u>34,971</u>
<u>7,500</u>	<u>1,350</u>	<u>[23,915]</u>	<u>11,150</u>	<u>10,570</u>	<u>99,261</u>
[7,500]	[1,350]	23,915	[36,200]	-	622,365
-	-	-	-	-	-
<u>[7,500]</u>	<u>[1,350]</u>	<u>23,915</u>	<u>[36,200]</u>	<u>-</u>	<u>622,365</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ [25,050]</u>	<u>\$ 10,570</u>	<u>\$ 721,626</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - ACTUAL AND BUDGET  
EMERGENCY MEDICAL SERVICE FUND  
For the Year Ended December 31, 2014

	GAAP Basis Actual	Adjustments	Budgetary Basis Actual	Original Budget	Amended Budget	Variance Positive [Negative]
Revenues						
Charges for services	\$ 353,482	\$ [171,057]	\$ 182,425	\$ 155,000	\$ 155,000	\$ 27,425
Total revenues	<u>353,482</u>	<u>[171,057]</u>	<u>182,425</u>	<u>155,000</u>	<u>155,000</u>	<u>27,425</u>
Expenditures						
Personal services	408,456	-	408,456	441,374	441,374	32,918
Contractual	225,727	[145,960]	79,767	85,096	85,096	5,329
Commodities	50,348	[3,369]	46,979	49,550	49,550	2,571
Capital outlay	1,476	[1,476]	-	-	-	-
Total expenditures	<u>686,007</u>	<u>[150,805]</u>	<u>535,202</u>	<u>576,020</u>	<u>576,020</u>	<u>40,818</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[332,525]</u>	<u>[20,252]</u>	<u>[352,777]</u>	<u>[421,020]</u>	<u>[421,020]</u>	<u>68,243</u>
Other financing sources [uses]						
Transfers in	<u>352,777</u>	<u>-</u>	<u>352,777</u>	<u>421,020</u>	<u>421,020</u>	<u>[68,243]</u>
Total other financing sources [uses]	<u>352,777</u>	<u>-</u>	<u>352,777</u>	<u>421,020</u>	<u>421,020</u>	<u>[68,243]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	20,252	\$ <u>[20,252]</u>	-	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Fund balance, January 1	<u>39,924</u>		<u>-</u>			
Fund balance, December 31	<u>\$ 60,176</u>		<u>\$ -</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE - ACTUAL AND BUDGET  
 CONVENTION AND TOURISM PROMOTION FUND  
 For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	Adjustments	Budgetary Basis <u>Actual</u>	Original Budget	Final Budget	Variance Positive [Negative]
Revenues						
Taxes	\$ 95,294	\$ -	\$ 95,294	\$ 85,000	\$ 85,000	\$ 10,294
Reimbursements	260	-	260	-	-	260
Use of money and property	<u>337</u>	<u>-</u>	<u>337</u>	<u>350</u>	<u>350</u>	<u>[13]</u>
Total revenues	<u>95,891</u>	<u>-</u>	<u>95,891</u>	<u>85,350</u>	<u>85,350</u>	<u>10,541</u>
Expenditures						
Personal services	46,815	-	46,815	47,536	47,536	721
Contractual	41,866	[5,786]	36,080	50,630	50,630	14,550
Commodities	<u>15,211</u>	<u>-</u>	<u>15,211</u>	<u>5,200</u>	<u>5,200</u>	<u>[10,011]</u>
Total expenditures	<u>103,892</u>	<u>[5,786]</u>	<u>98,106</u>	<u>103,366</u>	<u>103,366</u>	<u>5,260</u>
Excess [deficiency] of revenues over [under] expenditures	[8,001]	<u>\$ 5,786</u>	[2,215]	<u>\$ [18,016]</u>	<u>\$ [18,016]</u>	<u>\$ 15,801</u>
Fund balance, January 1	<u>172,907</u>		<u>167,121</u>			
Fund balance, December 31	<u>\$ 164,906</u>		<u>\$ 164,906</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - ACTUAL AND BUDGET  
DRUG AND ALCOHOL FUND

For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive <u>[Negative]</u>
Revenues						
Taxes	\$ 57,276	\$ -	\$ 57,276	\$ 45,000	\$ 45,000	\$ 12,276
Use of money and property	236	-	236	250	250	[14]
Total revenues	<u>57,512</u>	<u>-</u>	<u>57,512</u>	<u>45,250</u>	<u>45,250</u>	<u>12,262</u>
Expenditures						
Contractual services	10,030	-	10,030	25,000	25,000	14,970
Commodities	410	-	410	-	-	[410]
Total expenditures	<u>10,440</u>	<u>-</u>	<u>10,440</u>	<u>25,000</u>	<u>25,000</u>	<u>14,560</u>
Excess [deficiency] of revenues over [under] expenditures	<u>47,072</u>	<u>-</u>	<u>47,072</u>	<u>20,250</u>	<u>20,250</u>	<u>26,822</u>
Other financing sources [uses]						
Transfer [out]	<u>[56,250]</u>	<u>-</u>	<u>[56,250]</u>	<u>[56,250]</u>	<u>[56,250]</u>	<u>-</u>
Total other financing sources [uses]	<u>[56,250]</u>	<u>-</u>	<u>[56,250]</u>	<u>[56,250]</u>	<u>[56,250]</u>	<u>-</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>[9,178]</u>	<u>\$ -</u>	<u>[9,178]</u>	<u>\$ [36,000]</u>	<u>\$ [36,000]</u>	<u>\$ 26,822</u>
Fund balance, January 1	<u>129,507</u>		<u>129,507</u>			
Fund balance, December 31	<u>\$ 120,329</u>		<u>\$ 120,329</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - ACTUAL AND BUDGET  
SOCCER FUND

For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Charges for services	\$ 17,090	\$ -	\$ 17,090	\$ 12,000	\$ 17,000	\$ 90
Total revenues	<u>17,090</u>	<u>-</u>	<u>17,090</u>	<u>12,000</u>	<u>17,000</u>	<u>90</u>
Expenditures						
Personnel services	2,508	-	2,508	1,005	1,005	[1,503]
Contractual services	2,694	-	2,694	6,100	8,100	5,406
Commodities	<u>5,682</u>	<u>-</u>	<u>5,682</u>	<u>4,350</u>	<u>6,650</u>	<u>968</u>
Total expenditures	<u>10,884</u>	<u>-</u>	<u>10,884</u>	<u>11,455</u>	<u>15,755</u>	<u>4,871</u>
Excess [deficiency] of revenues over [under] expenditures	6,206	\$ -	6,206	\$ 545	\$ 1,245	\$ 4,961
Fund balance, January 1	-		-			
Fund balance, December 31	<u>\$ 6,206</u>		<u>\$ 6,206</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE - ACTUAL AND BUDGET  
 ECONOMIC DEVELOPMENT FUND  
 For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Fines and fees	\$ -	\$ -	\$ -	\$ 15,200	\$ 15,200	\$ [15,200]
Use of money and property	18	-	18	-	-	18
Total revenues	18	-	18	15,200	15,200	[15,182]
Expenditures						
Contractual services	11,918	-	11,918	11,774	11,774	[144]
Commodities	332	-	332	800	800	468
Total expenditures	12,250	-	12,250	12,574	12,574	324
Excess [deficiency] of revenues over [under] expenditures	[12,232]	\$ -	[12,232]	\$ 2,626	\$ 2,626	\$ [14,858]
Fund balance, January 1	15,140		15,140			
Fund balance, December 31	\$ 2,908		\$ 2,908			

See independent auditor's report on the financial statements.



CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE - ACTUAL AND BUDGET  
 PARK DEDICATION FUND  
 For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Charges for services	\$ 5,000	\$ -	\$ 5,000	\$ 4,000	\$ 4,000	\$ 1,000
Use of money and property	<u>95</u>	<u>-</u>	<u>95</u>	<u>40</u>	<u>40</u>	<u>55</u>
Total revenues	<u>5,095</u>	<u>-</u>	<u>5,095</u>	<u>4,040</u>	<u>4,040</u>	<u>1,055</u>
Expenditures						
Contractual services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess [deficiency] of revenues over [under] expenditures	5,095	<u>\$ -</u>	5,095	<u>\$ 4,040</u>	<u>\$ 4,040</u>	<u>\$ 1,055</u>
Fund balance, January 1	<u>45,184</u>		<u>45,184</u>			
Fund balance, December 31	<u>\$ 50,279</u>		<u>\$ 50,279</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE - ACTUAL AND BUDGET  
 RISK MANAGEMENT FUND  
 For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	Original <u>Budget</u>	Final <u>Budget</u>	Variance Positive [Negative]
Revenues						
Reimbursements	\$ 20,359	\$ -	\$ 20,359	\$ -	\$ -	\$ 20,359
Use of money and property	<u>280</u>	<u>-</u>	<u>280</u>	<u>200</u>	<u>200</u>	<u>80</u>
Total revenues	<u>20,639</u>	<u>-</u>	<u>20,639</u>	<u>200</u>	<u>200</u>	<u>20,439</u>
Expenditures						
Contractual services	20,060	-	20,060	141,934	141,934	121,874
Capital outlay	<u>6,950</u>	<u>-</u>	<u>6,950</u>	<u>-</u>	<u>-</u>	<u>[6,950]</u>
Total expenditures	<u>27,010</u>	<u>-</u>	<u>27,010</u>	<u>141,934</u>	<u>141,934</u>	<u>114,924</u>
Excess [deficiency] of revenues over [under] expenditures	[6,371]	<u>\$ -</u>	[6,371]	<u>\$ [141,734]</u>	<u>\$ [141,734]</u>	<u>\$ 135,363</u>
Fund balance, January 1	<u>142,541</u>		<u>142,541</u>			
Fund balance, December 31	<u>\$ 136,170</u>		<u>\$ 136,170</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - ACTUAL AND BUDGET  
SENIOR CENTER FUND

For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Intergovernmental	\$ 6,450	\$ -	\$ 6,450	\$ 6,450	\$ 6,450	\$ -
Reimbursements	<u>25</u>	<u>-</u>	<u>25</u>	<u>-</u>	<u>-</u>	<u>25</u>
Total revenues	<u>6,475</u>	<u>-</u>	<u>6,475</u>	<u>6,450</u>	<u>6,450</u>	<u>25</u>
Expenditures						
Personal services	39,559	-	39,559	40,350	40,350	791
Contractual services	5,238	-	5,238	5,330	5,330	92
Commodities	<u>1,752</u>	<u>-</u>	<u>1,752</u>	<u>2,600</u>	<u>2,600</u>	<u>848</u>
Total expenditures	<u>46,549</u>	<u>-</u>	<u>46,549</u>	<u>48,280</u>	<u>48,280</u>	<u>1,731</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[40,074]</u>	<u>-</u>	<u>[40,074]</u>	<u>[41,830]</u>	<u>[41,830]</u>	<u>1,756</u>
Other financing sources [uses]						
Transfer in	<u>40,074</u>	<u>-</u>	<u>40,074</u>	<u>41,830</u>	<u>41,830</u>	<u>[1,756]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>-</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, January 1	<u>-</u>		<u>-</u>			
Fund balance, December 31	<u>\$ -</u>		<u>\$ -</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE - ACTUAL AND BUDGET  
 SPECIAL PARKS AND RECREATION FUND  
 For the Year Ended December 31, 2014

	GAAP Basis Actual	Adjustments	Budgetary Basis Actual	Original Budget	Final Budget	Variance Positive [Negative]
Revenues						
Intergovernmental	\$ 57,276	\$ -	\$ 57,276	\$ 45,000	\$ 45,000	\$ 12,276
Miscellaneous	536	-	536	-	-	536
Reimbursements	264	-	264	-	-	264
Use of money and property	175	-	175	300	300	[125]
Total revenues	<u>58,251</u>	<u>-</u>	<u>58,251</u>	<u>45,300</u>	<u>45,300</u>	<u>12,951</u>
Expenditures						
Contractual	30,596	[5,789]	24,807	39,142	39,142	14,335
Total expenditures	<u>30,596</u>	<u>[5,789]</u>	<u>24,807</u>	<u>39,142</u>	<u>39,142</u>	<u>14,335</u>
Excess [deficiency] of revenues over [under] expenditures	<u>27,655</u>	<u>5,789</u>	<u>33,444</u>	<u>6,158</u>	<u>6,158</u>	<u>27,286</u>
Other financing sources [uses]						
Transfer [out]	<u>[11,554]</u>	<u>-</u>	<u>[11,554]</u>	<u>[21,200]</u>	<u>[21,200]</u>	<u>9,646</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	16,101	<u>\$ 5,789</u>	21,890	<u>\$ [15,042]</u>	<u>\$ [15,042]</u>	<u>\$ 36,932</u>
Fund balance, January 1	<u>86,366</u>		<u>78,059</u>			
Fund balance, December 31	<u>\$ 102,467</u>		<u>\$ 99,949</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - ACTUAL AND BUDGET  
STREET PROJECTS FUND

For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	Original <u>Budget</u>	Final <u>Budget</u>	Variance Positive [Negative]
Revenues						
Intergovernmental	\$ 348,005	\$ -	\$ 348,005	\$ 308,862	\$ 323,862	\$ 24,143
Use of money and property	<u>621</u>	<u>-</u>	<u>621</u>	<u>400</u>	<u>500</u>	<u>121</u>
Total revenues	<u>348,626</u>	<u>-</u>	<u>348,626</u>	<u>309,262</u>	<u>324,362</u>	<u>24,264</u>
Expenditures						
Contractual services	<u>1,007,739</u>	<u>[144,957]</u>	<u>862,782</u>	<u>539,100</u>	<u>902,226</u>	<u>39,444</u>
Total expenditures	<u>1,007,739</u>	<u>[144,957]</u>	<u>862,782</u>	<u>539,100</u>	<u>902,226</u>	<u>39,444</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[659,113]</u>	<u>144,957</u>	<u>[514,156]</u>	<u>[229,838]</u>	<u>[577,864]</u>	<u>63,708</u>
Other financing sources [uses]						
Transfer in	<u>430,591</u>	<u>-</u>	<u>430,591</u>	<u>210,243</u>	<u>466,368</u>	<u>[35,777]</u>
Total other financing sources [uses]	<u>430,591</u>	<u>-</u>	<u>430,591</u>	<u>210,243</u>	<u>466,368</u>	<u>[35,777]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>[228,522]</u>	<u>\$ 144,957</u>	<u>[83,565]</u>	<u>\$ [19,595]</u>	<u>\$ [111,496]</u>	<u>\$ 27,931</u>
Fund balance, January 1	<u>444,275</u>		<u>284,014</u>			
Fund balance, December 31	<u>\$ 215,753</u>		<u>\$ 200,449</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - ACTUAL AND BUDGET  
SUMMER BALL FUND

For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
<b>Revenues</b>						
Charges for services	\$ 34,888	\$ -	\$ 34,888	\$ 35,400	\$ 35,400	\$ [512]
Miscellaneous	120	-	120	-	-	120
Reimbursements	2,129	-	2,129	-	-	2,129
Use of money and property	19	-	19	-	-	19
Total revenues	<u>37,156</u>	<u>-</u>	<u>37,156</u>	<u>35,400</u>	<u>35,400</u>	<u>1,756</u>
<b>Expenditures</b>						
Personal services	6,660	-	6,660	6,500	6,500	[160]
Contractual services	11,421	-	11,421	11,800	11,800	379
Commodities	10,462	-	10,462	11,950	11,950	1,488
Capital outlay	7,600	-	7,600	16,000	16,000	8,400
Total expenditures	<u>36,143</u>	<u>-</u>	<u>36,143</u>	<u>46,250</u>	<u>46,250</u>	<u>10,107</u>
Excess [deficiency] of revenues over [under] expenditures	1,013	<u>\$ -</u>	1,013	<u>\$ [10,850]</u>	<u>\$ [10,850]</u>	<u>\$ 11,863</u>
Fund balance, January 1	<u>18,944</u>		<u>18,944</u>			
Fund balance, December 31	<u>\$ 19,957</u>		<u>\$ 19,957</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE - ACTUAL AND BUDGET  
 RECREATION PROGRAM FUND  
 For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
<b>Revenues</b>						
Charges for services	\$ 110,511	\$ -	\$ 110,511	\$ 143,120	\$ 143,120	\$ [32,609]
Miscellaneous	1,000	-	1,000	-	-	1,000
Use of money and property	53	-	53	-	-	53
Total revenues	<u>111,564</u>	<u>-</u>	<u>111,564</u>	<u>143,120</u>	<u>143,120</u>	<u>[31,556]</u>
<b>Expenditures</b>						
Personal services	63,812	-	63,812	90,145	90,145	26,333
Contractual services	8,793	-	8,793	32,050	32,050	23,257
Commodities	9,206	-	9,206	15,000	15,000	5,794
Total expenditures	<u>81,811</u>	<u>-</u>	<u>81,811</u>	<u>137,195</u>	<u>137,195</u>	<u>55,384</u>
Excess [deficiency] of revenues over [under] expenditures	29,753	<u>\$ -</u>	29,753	<u>\$ 5,925</u>	<u>\$ 5,925</u>	<u>\$ 23,828</u>
Fund balance, January 1	<u>32,133</u>		<u>32,133</u>			
Fund balance, December 31	<u>\$ 61,886</u>		<u>\$ 61,886</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - ACTUAL AND BUDGET  
SWIMMING POOL FUND

For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Charges of services	\$ 125,933	\$ -	\$ 125,933	\$ 162,600	\$ 162,600	\$ [36,667]
Miscellaneous	80	-	80	-	-	80
Reimbursements	<u>1,325</u>	<u>-</u>	<u>1,325</u>	<u>-</u>	<u>-</u>	<u>1,325</u>
Total revenues	<u>127,338</u>	<u>-</u>	<u>127,338</u>	<u>162,600</u>	<u>162,600</u>	<u>[35,262]</u>
Expenditures						
Personal services	135,684	-	135,684	150,650	150,650	14,966
Contractual services	36,728	-	36,728	54,224	54,224	17,496
Commodities	25,199	-	25,199	35,850	35,850	10,651
Capital outlay	<u>11,554</u>	<u>-</u>	<u>11,554</u>	<u>21,200</u>	<u>21,200</u>	<u>9,646</u>
Total expenditures	<u>209,165</u>	<u>-</u>	<u>209,165</u>	<u>261,924</u>	<u>261,924</u>	<u>52,759</u>
Excess [deficiency] of revenues over [under] expenditures	[81,827]	-	[81,827]	[99,324]	[99,324]	17,497
Other financing sources [uses]						
Transfer in	<u>81,827</u>	<u>-</u>	<u>81,827</u>	<u>99,324</u>	<u>99,324</u>	<u>[17,497]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	-	<u>\$ -</u>	-	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, January 1	<u>-</u>		<u>-</u>			
Fund balance, December 31	<u>\$ -</u>		<u>\$ -</u>			

See independent auditor's report on the financial statements.



CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - ACTUAL AND BUDGET  
TIBLOW TRANSIT FUND

For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
<b>Revenues</b>						
Intergovernmental	\$ 50,720	\$ -	\$ 50,720	\$ 59,100	\$ 59,100	\$ [8,380]
Charges of services	2,443	-	2,443	3,200	3,200	[757]
Reimbursements	27,739	-	27,739	-	-	27,739
Miscellaneous	<u>6,975</u>	<u>-</u>	<u>6,975</u>	<u>3,800</u>	<u>3,800</u>	<u>3,175</u>
Total revenues	<u>87,877</u>	<u>-</u>	<u>87,877</u>	<u>66,100</u>	<u>66,100</u>	<u>21,777</u>
<b>Expenditures</b>						
Personal services	46,003	-	46,003	52,914	52,914	6,911
Contractual services	15,138	-	15,138	14,519	14,519	[619]
Commodities	17,756	-	17,756	18,100	18,100	344
Capital outlay	<u>35,174</u>	<u>-</u>	<u>35,174</u>	<u>5,000</u>	<u>8,000</u>	<u>[27,174]</u>
Total expenditures	<u>114,071</u>	<u>-</u>	<u>114,071</u>	<u>90,533</u>	<u>93,533</u>	<u>[20,538]</u>
Excess [deficiency] of revenues over [under] expenditures	[26,194]	-	[26,194]	[24,433]	[27,433]	1,239
<b>Other financing sources [uses]</b>						
Transfer in	<u>26,194</u>	<u>-</u>	<u>26,194</u>	<u>24,433</u>	<u>27,433</u>	<u>[1,239]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	-	<u>\$ -</u>	-	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, January 1	<u>-</u>		<u>-</u>			
Fund balance, December 31	<u>\$ -</u>		<u>\$ -</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE - ACTUAL AND BUDGET  
 AQUATIC FACILITY SALES TAX FUND  
 For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	Original <u>Budget</u>	Final <u>Budget</u>	Variance Positive <u>[Negative]</u>
<b>Revenues</b>						
Intergovernmental	\$ 84,291	\$ -	\$ 84,291	\$ 84,000	\$ 84,000	\$ 291
Use of money and property	119	-	119	350	350	[231]
Total revenues	<u>84,410</u>	<u>-</u>	<u>84,410</u>	<u>84,350</u>	<u>84,350</u>	<u>60</u>
<b>Expenditures</b>						
Contractual services	-	-	-	33,771	33,771	33,771
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,771</u>	<u>33,771</u>	<u>33,771</u>
Excess [deficiency] of revenues over [under] expenditures	84,410	-	84,410	50,579	50,579	33,831
<b>Other financing sources [uses]</b>						
Transfer [out]	<u>[101,525]</u>	<u>-</u>	<u>[101,525]</u>	<u>[892,294]</u>	<u>[892,294]</u>	<u>790,769</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	[17,115]	<u>\$ -</u>	[17,115]	<u>\$ [841,715]</u>	<u>\$ [841,715]</u>	<u>\$ 824,600</u>
Fund balance, January 1	<u>17,115</u>		<u>17,115</u>			
Fund balance, December 31	<u>\$ -</u>		<u>\$ -</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE - ACTUAL AND BUDGET  
 LIBRARY SALES TAX FUND  
 For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Taxes	\$ 497,849	\$ -	\$ 497,849	\$ 417,000	\$ 471,750	\$ 26,099
Use of money and property	556	-	556	600	600	[44]
Total revenues	<u>498,405</u>	<u>-</u>	<u>498,405</u>	<u>417,600</u>	<u>472,350</u>	<u>26,055</u>
Expenditures						
Contractual services	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess [deficiency] of revenues over [under] expenditures	498,405	-	498,405	417,600	472,350	26,055
Other financing sources [uses]						
Transfer [out]	<u>[837,280]</u>	<u>-</u>	<u>[837,280]</u>	<u>[437,940]</u>	<u>[837,280]</u>	<u>-</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	[338,875]	<u>\$ -</u>	[338,875]	<u>\$ [20,340]</u>	<u>\$ [364,930]</u>	<u>\$ 26,055</u>
Fund balance, January 1	<u>718,644</u>		<u>718,644</u>			
Fund balance, December 31	<u>\$ 379,769</u>		<u>\$ 379,769</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE - ACTUAL AND BUDGET  
 CENTER CID FUNDING AGREEMENT FUND  
 For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures						
Contractual services	<u>11,190</u>	<u>-</u>	<u>11,190</u>	<u>-</u>	<u>11,190</u>	<u>-</u>
Total expenditures	<u>11,190</u>	<u>-</u>	<u>11,190</u>	<u>-</u>	<u>11,190</u>	<u>-</u>
Excess [deficiency] of revenues over [under] expenditures	[11,190]	\$ -	[11,190]	\$ -	\$ [11,190]	\$ -
Fund balance, January 1	<u>11,190</u>		<u>11,190</u>			
Fund balance, December 31	<u>\$ -</u>		<u>\$ -</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE - ACTUAL AND BUDGET  
 BONNER SPRINGS CENTER CID CITY CONTRIBUTION FUND  
 For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures						
Contractual services	<u>24,656</u>	<u>-</u>	<u>24,656</u>	<u>33,000</u>	<u>33,000</u>	<u>8,344</u>
Total expenditures	<u>24,656</u>	<u>-</u>	<u>24,656</u>	<u>33,000</u>	<u>33,000</u>	<u>8,344</u>
Excess [deficiency] of revenues over [under] expenditures	[24,656]	-	[24,656]	[33,000]	[33,000]	8,344
Other financing sources [uses]						
Transfer in	<u>24,656</u>	<u>-</u>	<u>24,656</u>	<u>33,000</u>	<u>33,000</u>	<u>[8,344]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	-	<u>\$ -</u>	-	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, January 1	-		-			
Fund balance, December 31	<u>\$ -</u>		<u>\$ -</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE - ACTUAL AND BUDGET  
 BONNER SPRINGS CENTER CID SALES TAX FUND  
 For the Year Ended December 31, 2014

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Intergovernmental	\$ 63,019	\$ -	\$ 63,019	\$ 100,000	\$ 100,000	\$ [36,981]
Total revenues	<u>63,019</u>	<u>-</u>	<u>63,019</u>	<u>100,000</u>	<u>100,000</u>	<u>[36,981]</u>
Expenditures						
Contractual services	<u>63,019</u>	<u>-</u>	<u>63,019</u>	<u>100,000</u>	<u>100,000</u>	<u>36,981</u>
Total expenditures	<u>63,019</u>	<u>-</u>	<u>63,019</u>	<u>100,000</u>	<u>100,000</u>	<u>36,981</u>
Excess [deficiency] of revenues over [under] expenditures	-	<u>\$ -</u>	-	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, January 1	<u>-</u>		<u>-</u>			
Fund balance, December 31	<u>\$ -</u>		<u>\$ -</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCE - ACTUAL AND BUDGET  
 DEBT SERVICE FUND  
 For the Year Ended December 31, 2014

	GAAP Basis Actual	Adjustment	Budgetary Basis Actual	Original Budget	Final Budget	Variance Positive [Negative]
Revenues						
Taxes	\$ 430,289	\$ -	\$ 430,289	\$ 420,755	\$ 420,755	\$ 9,534
Special assessments	132,285	-	132,285	125,000	125,000	7,285
Use of money and property	1,234	-	1,234	2,000	2,000	[766]
Total revenues	<u>563,808</u>	<u>-</u>	<u>563,808</u>	<u>547,755</u>	<u>547,755</u>	<u>16,053</u>
Expenditures						
Debt service						
Principal	891,277	1,249,582	2,140,859	2,579,150	2,579,150	438,291
Interest	311,824	279,909	591,733	664,242	664,242	72,509
Cash basis reserve	-	-	-	50,000	50,000	50,000
Total expenditures	<u>1,203,101</u>	<u>1,529,491</u>	<u>2,732,592</u>	<u>3,293,392</u>	<u>3,293,392</u>	<u>560,800</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[639,293]</u>	<u>[1,529,491]</u>	<u>[2,168,784]</u>	<u>[2,745,637]</u>	<u>[2,745,637]</u>	<u>576,853</u>
Other financing sources [uses]						
Transfer in	2,069,487	-	2,069,487	2,574,139	2,574,139	[504,652]
Transfer [out]	[1,529,491]	1,529,491	-	-	-	-
Total other financing sources [uses]	<u>539,996</u>	<u>1,529,491</u>	<u>2,069,487</u>	<u>2,574,139</u>	<u>2,574,139</u>	<u>[504,652]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>[99,297]</u>	<u>\$ -</u>	<u>[99,297]</u>	<u>\$ [171,498]</u>	<u>\$ [171,498]</u>	<u>\$ 72,201</u>
Fund balance, January 1	<u>365,516</u>		<u>365,516</u>			
Fund balance, December 31	<u>\$ 266,219</u>		<u>\$ 266,219</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 FIDUCIARY FUNDS  
 December 31, 2014

	Private Purpose Trust			
	Senior Center	Bonner Beautiful	Cemetery	Senior Trust Scholarship
<b>ASSETS</b>				
Cash and cash equivalents	\$ 15,280	\$ 6,438	\$ 4,320	\$ 9,375
Total assets	<u>\$ 15,280</u>	<u>\$ 6,438</u>	<u>\$ 4,320</u>	<u>\$ 9,375</u>
<b>LIABILITIES AND NET POSITION</b>				
Liabilities				
Accounts payable	\$ -	\$ 225	\$ -	\$ -
Total liabilities	<u>-</u>	<u>225</u>	<u>-</u>	<u>-</u>
Net position				
Unreserved				
Undesignated	<u>15,280</u>	<u>6,213</u>	<u>4,320</u>	<u>9,375</u>
Total liabilities and net position	<u>\$ 15,280</u>	<u>\$ 6,438</u>	<u>\$ 4,320</u>	<u>\$ 9,375</u>



Private Purpose Trust (Continued)

<u>Dare Concert</u>	<u>Daly</u>	<u>Recreation Scholarship</u>	<u>Law Enforcement Trust</u>	<u>Ambulance Trust</u>	<u>Total</u>
\$ 5,520	\$ 17	\$ 15,326	\$ -	\$ 381	\$ 56,657
<u>\$ 5,520</u>	<u>\$ 17</u>	<u>\$ 15,326</u>	<u>\$ -</u>	<u>\$ 381</u>	<u>\$ 56,657</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 225
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 225</u>
\$ 5,520	\$ 17	\$ 15,326	\$ -	\$ 381	\$ 56,432
<u>\$ 5,520</u>	<u>\$ 17</u>	<u>\$ 15,326</u>	<u>\$ -</u>	<u>\$ 381</u>	<u>\$ 56,657</u>

See independent auditor's report on the financial statements.

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CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 FIDUCIARY FUNDS  
 December 31, 2014

	Agency Funds				<u>Total</u>
	<u>Service &amp; Court Bonds</u>	<u>Alcohol &amp; Drug Safety</u>	<u>Payroll Clearing</u>	<u>Public Housing</u>	
<b>ASSETS</b>					
Cash and cash equivalents	\$ 24,745	\$ 27,327	\$ 6,871	\$ [27]	\$ 58,916
Total assets	<u>\$ 24,745</u>	<u>\$ 27,327</u>	<u>\$ 6,871</u>	<u>\$ [27]</u>	<u>\$ 58,916</u>
<b>LIABILITIES AND NET POSITION</b>					
Liabilities					
Accounts payable	\$ 24,745	\$ 27,327	\$ 6,871	\$ [27]	\$ 58,916
Total liabilities	<u>24,745</u>	<u>27,327</u>	<u>6,871</u>	<u>[27]</u>	<u>58,916</u>
Net position					
Unreserved					
Undesignated	-	-	-	-	-
Total liabilities and net position	<u>\$ 24,745</u>	<u>\$ 27,327</u>	<u>\$ 6,871</u>	<u>\$ [27]</u>	<u>\$ 58,916</u>

CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS

For the Year Ended December 31, 2014

	Private Purpose Trust			
	Senior <u>Center</u>	Bonner <u>Beautiful</u>	<u>Cemetery</u>	Senior Trust <u>Scholarship</u>
Additions				
Charges for services	\$ 264	\$ -	\$ -	\$ 1,642
Interest income	130	13	7	18
Donations	-	200	2,085	400
Total additions	<u>394</u>	<u>213</u>	<u>2,092</u>	<u>2,060</u>
Deductions				
Contractual	<u>501</u>	<u>378</u>	<u>1,392</u>	<u>1,104</u>
Total deductions	<u>501</u>	<u>378</u>	<u>1,392</u>	<u>1,104</u>
Change in Net Position	[107]	[165]	700	956
Net position, January 1	<u>15,387</u>	<u>6,378</u>	<u>3,620</u>	<u>8,419</u>
Net position, December 31	<u>\$ 15,280</u>	<u>\$ 6,213</u>	<u>\$ 4,320</u>	<u>\$ 9,375</u>

Private Purpose Trust (Continued)

<u>Dare Concert</u>	<u>Daly</u>	<u>Recreation Scholarship</u>	<u>Law Enforcement Trust</u>	<u>Ambulance Trust</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$ 380	\$ 2,286
-	-	20	668	1	857
<u>6,000</u>	<u>-</u>	<u>8,316</u>	<u>-</u>	<u>-</u>	<u>17,001</u>
<u>6,000</u>	<u>-</u>	<u>8,336</u>	<u>668</u>	<u>381</u>	<u>20,144</u>
<u>3,920</u>	<u>-</u>	<u>5,164</u>	<u>2,662</u>	<u>-</u>	<u>15,121</u>
<u>3,920</u>	<u>-</u>	<u>5,164</u>	<u>2,662</u>	<u>-</u>	<u>15,121</u>
2,080	-	3,172	[1,994]	381	5,023
<u>3,440</u>	<u>17</u>	<u>12,154</u>	<u>1,994</u>	<u>-</u>	<u>51,409</u>
<u>\$ 5,520</u>	<u>\$ 17</u>	<u>\$ 15,326</u>	<u>\$ -</u>	<u>\$ 381</u>	<u>\$ 56,432</u>

See independent auditor's report on the financial statements.

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**GOVERNMENTAL AUDIT SECTION**

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CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended December 31, 2014

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Expenditures
<u>U.S. Department of Transportation</u>		
Passed Through Kansas Department of Transportation Highway Planning and Construction	20.205	\$ 349,706
5311 Transport	20.509	78,459
State and Community Highway Safety	20.600	<u>2,509</u>
Total U.S. Department of Transportation		<u>430,674</u>
<u>U.S. Department of Housing and Urban Development</u>		
PHA - Operating Subsidy	14.850	128,157
PHA - Capital Fund Program	14.872	<u>84,521</u>
Total U.S. Department of Housing and Urban Development		<u>212,678</u>
<u>U.S. Environmental Protection Agency</u>		
Passed Through Kansas Department of Health and Environment Capitalization Grants for Drinking Water State Revolving Funds	66.468	<u>167,717</u>
Total U.S. Environmental Protection Agency		<u>167,717</u>
Total Expenditures of Federal Awards		<u>\$ 811,069</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended December 31, 2014

1. General

The accompanying Schedule of Expenditures of Federal Awards presents the expenditures of all federal financial assistance programs of the City of Bonner Springs, Kansas. All expenditures of federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other governmental agencies are included on the schedule.

2. Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented in accordance with accounting principles generally accepted in the United States of America.

CITY OF BONNER SPRINGS, KANSAS  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 For the Year Ended December 31, 2014

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	_____ Yes <u>  X  </u> No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	_____ Yes <u>  X  </u> None reported
Noncompliance material to financial statements noted?	_____ Yes <u>  X  </u> No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	_____ Yes <u>  X  </u> No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	_____ Yes <u>  X  </u> None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	_____ Yes <u>  X  </u> No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
20.205	Highway Planning & Construction
66.468	Capitalization Grants for Drinking Water

Dollar threshold used to distinguish between type A and type B programs:	\$300,000
Auditee qualified as low-risk auditee?	_____ Yes <u>  X  </u> No

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)  
For the Year Ended December 31, 2014

Section II - Financial Statement Findings

None Noted

Section III - Federal Award Findings and Questioned Costs

None Noted



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE WITH "GOVERNMENT AUDITING STANDARDS"

Mayor and City Council  
City of Bonner Springs, Kansas

We have audited, in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* - issued by the Comptroller General of the United States, and the Kansas Municipal Audit and Accounting Guide, the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate discretely presented component unit and the aggregate remaining fund information of the City of Bonner Springs, Kansas, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated August 19, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A deficiency in internal controls exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charge with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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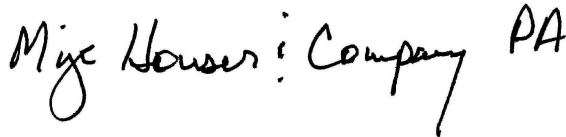
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534 S Kansas Ave, Suite 400 ■ Topeka, KS 66603-3454 ■ 785.234.5573 p ■ 785.234.1037 f  
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211 E Eighth Suite A ■ Lawrence, KS 66044-2771 ■ 785.842.8844 p ■ 785.842.9049 f

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Mike Houser: Company PA". The signature is written in a cursive style.

Certified Public Accountants  
Lawrence, Kansas

August 19, 2015



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON  
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Mayor and City Council  
City of Bonner Springs, Kansas

Report on Compliance for Each Major Federal Program

We have audited the compliance of the City of Bonner Springs, Kansas, with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2014. The City's major federal financial programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the Kansas Municipal Audit and Accounting Guide. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on the City's compliance.

Opinion on Each Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2014.

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## Report on Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program in order to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charge with governance.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

*Mike Houser: Company PA*

Certified Public Accountants  
Lawrence, Kansas

August 19, 2015