

### INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

Mayor and City Council City of Severy Severy, Kansas

Management is responsible for the accompanying historical financial statements of the City of Severy, included in the accompanying prescribed form for the year ended December 31, 2015, in accordance with the Kansas Department of Administration – Municipal Services. We have performed a compilation engagement of the historical financial information in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the historical financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these historical financial statements.

We have also compiled the accompanying forecasted budget in the accompanying prescribed form of the City of Severy for the years ending December 31, 2016 and 2017 in accordance with attestation standards established by the American Institute of Certified Public Accountants.

A compilation of forecasted statements limited to presenting in the form of a forecast, information that is the representation of management and does not include evaluation of the support for the assumptions underlying the forecast. We have not examined the forecasts and, accordingly, do not express an opinion or any other form of assurance on the accompanying forecasted statements or assumptions. Furthermore, there will usually be differences between the forecasted and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

### Other Matters

The historical financial statements included in the accompanying prescribed form are intended to comply with the requirements of the Kansas Department of Administration – Municipal Services, and are not intended to be presented in accordance with accounting principles generally accepted in the United States of America.

The budget included in the accompanying prescribed form is intended to comply with the requirements of the Kansas Department of Administration – Municipal Services, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

JARRED, GILMORE & PHILLIPS, PA

Garrea, Gienow ! Anieips, Po

Certified Public Accountants

Chanute, Kansas August 1, 2016

Jarred, Gilmore & Phillips, PA

CERTIFIED PUBLIC ACCOUNTANTS

### **CERTIFICATE**

To the Clerk of Greenwood County, State of Kansas We, the undersigned, officers of

### City of Severy

certify that: (1) the hearing mentioned in the attached publication was held; (2) after the Budget Hearing this budget was duly approved and adopted as the maximum expenditures for the various funds for the year 2017; and

(3) the Amount(s) of 2016 Ad Valorem Tax are within statutory limitations. 2017 Adopted Budget Amount of County Page 2016 Ad **Budget Authority** Clerk's for Expenditures Table of Contents: No. Valorem Tax Use Only Computation to Determine Limit for 2017 2 Allocation of MVT, RVT, and 16/20M Vehicle 3 Schedule of Transfers 4 Statement of Indebtedness 5 Statement of Lease-Purchases 6 Computation to Determine State Library Grant **Fund** K.S.A. 101,310 General 12-101a 7 66,060 12-140S 8 Cemetery 11,133 6,140 Employee Benefits 12-16,102 8 10,815 2,874 Special Highway 9 9,186 Parks 9 1,030 Water Utility 10 164,056 Sewer Utility 10 43,221 Solid Waste Utility 11 25,275 Street Sales Tax 11 Non-Budgeted Funds-A 12 Non-Budgeted Funds-B 13 75,074 Totals XXXXXX Reolution required? Notice of the vote to adopt required to be published? County Clerk's Use Only Yes **Budget Summary** 14 Neighborhood Revitalization Rebate Nov 1, 2016 Total Assessed Valuation Assisted by: Philip A. Jarred, CPA Jarred, Gilmore & Phillips, PA Address: 1815 S Santa Fe Chanute, KS 66720 Email: pjarred@jgppa.com 2016 Attest: County Clerk Governing Body

See accompanying summary of significant forecast assumptions and accountants' compilation report.

1. Total tax levy amount in 2016 budget

2017

**Amount of Levy** 

### Computation to Determine Limit for 2017

	Debt service levy in 2016 budget	\$	0
3	. Tax levy excluding debt service	\$	70,895
	2016 Valuation Information for Valuation Adjustments		
4	. New improvements for 2016: +		
5	. Increase in personal property for 2016:	•	
	5a. Personal property 2016 + 42,555		
	5b. Personal property 2015 - 46,770		
	5c. Increase in personal property (5a minus 5b) + 0		
	$\frac{0}{\text{(Use Only if > 0)}}$		
6.	Valuation of annexed territory for 2016:		
	6a. Real estate + 0		
	6b. State assessed + 0		
	6c. New improvements - 0		
	6d. Total adjustment (sum of 6a, 6b, and 6c) + 0		
7.	Valuation of property that has changed in use during 2016:0		
8.	Total valuation adjustment (sum of 4, 5c, 6d &7)1,402		
9.	Total estimated valuation July 1, 2016 792,738		
10.	Total valuation less valuation adjustment (9 minus 8) 791,336		
11.	Factor for increase (8 divided by 10) 0.00177		
12.	Amount of increase (11 times 3)	\$	126
13.	2017 budget tax levy, excluding debt service, prior to CPI adjustment (3 plus 12)	\$	71,021
14.	Debt service levy in this 2017 budget		0
15.	2017 tax levy, including debt service, prior to CPI adjustment (13 plus 14)		71,021
16.	Consumer Price Index for all urban consumers for calendar year 2015		0.125%
17.	Consumer Price Index adjustment (3 times 16)	\$	89
	N. 1 1 0. 1		
١8.	Maximum levy for budget year 2017, including debt service, not requiring 'notice of vote publication	1'	
	or adoption of a resolution prior to adoption of the budget (15 plus 17)	\$	71,110

If the 2017 adopted budget includes a total property tax levy exceeding the dollar amount in line 18 you must, prior to adoption of such budget, adopt a resolution authorizing such levy and, subsequent to adoption of such budget, publish notice of vote by the governing body to adopt such budget in the official county newspaper and attach a copy of the published notice to this budget.

In no event will such resolution or published notice of the vote be required if the total budget year tax levy is \$1,000 or less. See accompanying summary of significant forecast assembly to an accountants' compilation report.

### Allocation of MV, RV, 16/20M, Commercial Vehicle, and Watercraft Tax Estimates

Budgeted Funds	Ad Valorem Levy		Allo	cation for Year	2017	
for 2016	Tax Year 2015	MVT	RVT	16/20M Veh	Comm Veh	Watercraft
General	56,000	10,606	212	26	462	0
Cemetery	6,214	1,177	24	3	51	0
Employee Benefits	8,681	1,644	33	4	72	0
`						
	·					
TOTAL	70,895	13,427	269	33	585	0
County Treas Motor Ve	ehicle Estimate	13,427				
County Treas Recreation	-		269			
County Treas 16/20M V	Vehicle Estimate	_		33	•	
County Treas Commerc	cial Vehicle Tax Estima	ite			585	
County Treas Watercra	ft Tax Estimate					0
Motor Vehicle Factor	_	0.18939				
	Recreational Vehicle		0.00379	_		
		16/20M Vehicle	e Factor	0.00047	•	

See accompanying summary of significant forecast assumptions and accountants' compilation report.

Commercial Vehicle Factor

Watercraft Factor

0.00826

0.00000

2017

### **Schedule of Transfers**

Expenditure	Receipt	Actual	Current	Proposed	Transfers
Fund Transferred	Fund Transferred	Amount for	Amount for	Amount for	Authorized by
From:	To:	2015	2016	2017	Statute
Water Utility	General	13,869	0	0	K.S.A. 12-825d
Sewer Utility	General	2,257	6,000	6,000	K.S.A. 12-825d
General	Fire Reserve	500	3,000	0	K.S.A. 79-2934
Employee Benefits	Health Care Trust	4,167	0	0	K.S.A. 79-2934
*					
					-
					·
	Totals	20,793	9,000	6,000	
	Adjustments*				-
	Adjusted Totals	20,793	9,000	6,000	

\*Note: Adjustments are required only if the transfer is being made in 2016 and/or 2017 from a non-budgeted fund. See accompanying summary of significant forecast assumptions and accountants' compilation report.

### STATEMENT OF INDEBTEDNESS

City of Severy

	Date	Date	Interest		Beginning Amount	4.		Amo	Amount Due	Amor	Amount Due
Type of	fo	of	Rate	Amount	Outstanding		Date Due	20	2016	20	2017
Debt	Issue	Retirement	%	Issued	Jan 1,2016	Interest	Principal	Interest	Principal	Interest	Principal
General Obligation:											
None											
											-
											-
							·				
Total G.O. Bonds					0			0	0	0	0
Revenue Bonds:											
Water Supply Loan	12/22/1999	8/1/2020	4.30%	143,624	49,760	2/1, 8/1	2/1, 8/1	2,212	8,897	1,793	9,315
Pollution Control Loan	11/26/2007	9/1/2029	2.72%	153,840	109,981	3/1, 9/1	3/1, 9/1	2,945	6,843	2,758	7,031
				-							
T-4-1D					150 710			10.4.0	07 11 11 11	1 1 1 1 1	16.346
Other:					137,144			151,65	13,/40	4,331	10,040
Temporary Notes:								-			
Series 2015	9/29/2015	9/29/2017	2.00%	275.000	275,000	67/6	9/29	0	0	11,000	275,000
Series 2016	3/24/2016		2.00%	520,000	, 0	67/6	67/6	0	0	15,744	520,000
				,							
Total Other					275,000			0	0	26,744	795,000
Total Indebtedness					434,742			5,157	15,740	31,295	811,346
		ļ					]:				

See accompanying summary of significant forecast assumptions and accountants' compilation report.

# STATEMENT OF CONDITIONAL LEASE-PURCHASE AND CERTIFICATE OF PARTICIPATION\*

7	8,016	8,016	29,767					Totals
-								
7								
		-						
	,							
· 1								
	8,016	8,016	29,767	87,626	3.55	72	3/15/2012	Cat Tractor Backhoe
	2017	2016	Jan 1 2016	(Beginning Principal)	%	(Months)	Date	Item Purchased
	Due	Due	Balance On	Financed	Rate	Contract	Contract	
	Payments	Payments	Principal	Amount	Interest	Term of		
·				Total				
ļ								

\*\*\*If you are merely leasing/renting with no intent to purchase, do not list--such transactions are not lease-purchases.

See accompanying summary of significant forecast assumptions and accountants' compilation report.

### FUND PAGE FOR FUNDS WITH A TAX LEVY

FUND PAGE FOR FUNDS WITH A TAX			
Adopted Budget	Prior Year	Current Year	Proposed Budget
General	Actual for 2015	Estimate for 2016	Year for 2017
Unencumbered Cash Balance Jan 1	12,102	10,446	6,730
Receipts:	·		
Ad Valorem Tax \	46,311	51,520	xxxxxxxxxxxxxxx
Delinquent Tax	4,902	4,480	4,893
Motor Vehicle Tax	11,151	9,959	10,606
Recreational Vehicle Tax	184	200	212
16/20M Vehicle Tax	31	24	26
Commercial Vehicle Tax	. 0	434	462
Watercraft Tax	0	0	0
Gross Earning (Intangible) Tax	0	0	0
LAVTR	0	0	0
City and County Revenue Sharing	0	0	0
Franchise Tax	9,894	9,346	9,500
Donations	285	55	55
Reimbursed Expenses	4,695	1,621	1,621
Operating Transfer from			
Solid Waste Utility Fund	0	0	0
Sewer Utility Fund	2,257	6,000	6,000
Water Utility Fund	13,869	0,000	0,000
The state of the s	10,000		
		<del></del>	
			****
,			
			***************************************
-			
		*****	
·			
	**************************************		
In Lieu of Taxes (IRB)	0	0	0
Interest on Idle Funds	54	37	37
Neighborhood Revitalization Rebate	0	0	0
Miscellaneous	530	83	0
Does miscellaneous exceed 10% Total Rec			
Total Receipts	94,163	83,759	33,413
Resources Available:	106,265	94,205	40,143

See accompanying summary of significant forecast assumptions and accountants' compilation report.

FUND PA	AGE -	GENER	AL
---------	-------	-------	----

Adopted Budget	Prior Year	Current Year	Proposed Budget
General General	Actual for 2015	Estimate for 2016	Year for 2017
Resources Available:	106,265	94,205	40,143
	100,203	94,203	40,143
Expenditures:	83,074	84,475	82,628
General Government			
Streets	4,229	0	4,300
Debt Service	8,016	0	0
Capital Outlay	0	0	14,382
	0	0	0
	0	0	0
	0	0	0
	0	0	U
Sub-Total detail page	95,319	84,475	101,310
Operating Transfers to			
Fire Reserve Fund	500	3,000	0
The Reserve Fund	300	3,000	
			·
<u>.</u>			
-			
	····		
`			
Cash Forward (2017 column)	0	0	0
Miscellaneous	0		0
Does miscellaneous exceed 10% Total Exp		<u>~</u>	
Total Expenditures	95,819	87,475	101,310
Unencumbered Cash Balance Dec 31	10,446		xxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxx
2015/2016/2017 Budget Authority Amount:	95,866		101,310
2013/2010/2017 Duaget Authority Amount:		Appropriated Balance	101,310
		Appropriated Balance are/Non-Appr Balance	101 210
	rotat Expenditu		101,310
	alim manual Committee Doc	Tax Required	61,167
D	elinquent Comp Rate:		4,893
	Amount of 2	2016 Ad Valorem Tax	66,060

See accompanying summary of significant forecast assumptions and accountants' compilation report. Page No. 7a

Page Total	95,319	84,475	101,310
Total	0	0	0
Total	0	0	0
	<u> </u>	<u> </u>	<u> </u>
Total	0	0	0
			····
A			
Total	0	0	0
Total		Δ.	
Total	0	0	14,382
Сарнаі Ошіаў	U	0	14,382
Capital Outlay  Capital Outlay	0	0	14,382
Total	8,016	0	0
Capital Lease	8,016	0	0
Debt Service	0.016		0
Total	4,229	0	4,300
Contractual Services	4,229	0	4,300
Streets			1.000
Total	83,074	84,475	82,628
•			
Capital Outlay	0	0	0
Commodities	12,586	7,662	7,662
Contractual Services	41,049	47,157	43,827
Personal Services	29,439	29,656	31,139
General Government			
Expenditures:	7 Total Tot 2013	Estimate for 2010	104 101 2017
<b>General Fund - Detail Expenditures</b>	I ACHIAL IOF ZULO		TEAL TOL ZOLZ
Adopted Budget	Prior Year Actual for 2015	Current Year Estimate for 2016	Proposed Budget Year for 2017

(Note: Should agree with general sub-totals.)

See accompanying summary of significant forecast assumptions and accountants' compilation report.

Page No. 7b

FUND PAGE FOR FUNDS WITH A TAX LEVY

Adopted Budget	Prior Year	Current Year	Proposed Budget
Cemetery	Actual for 2015	Estimate for 2016	Year for 2017
Unencumbered Cash Balance Jan 1	1,411	2,648	2,738
Receipts:			
Ad Valorem Tax	5,590	5,717	xxxxxxxxxxxxxx
Delinquent Tax	475	497	455
Motor Vehicle Tax	1,107	1,202	1,177
Recreational Vehicle Tax	20	24	24
16/20M Vehicle Tax	4	3	3
Commercial Vehicle Tax	0	52	51
Watercraft Tax	0	0	0
Sale of Lots	900	300	300
Burial Fees	1,600	700	700
Interest on Idle Funds	0		0
Neighborhood Revitalization Rebate	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Rec			
Total Receipts	9,696	8,495	2,710
Resources Available:	11,107	11,143	5,448
Expenditures:			
General Government			
Personal Services	3,059	3,058	3,211
Contractual Services	5,400	5,347	6,000
Commodities	0	0	1,922
Cash Basis Reserve (2017 column)	0	0	0
Miscellaneous	0	0	0
Does miscellanous exceed 10% of Total Ex			
Total Expenditures	8,459	8,405	
Unencumbered Cash Balance Dec 31	2,648	2,738	xxxxxxxxxxxxxxx
2015/2016/2017 Budget Authority Amount		10,452	11,133
		Appropriated Balance	
	Total Expenditu	re/Non-Appr Balance	
		Tax Required	5,685
De	elinquent Comp Rate:	8.0%	455
	Amount of 2	2016 Ad Valorem Tax	6,140

Adopted Budget	Prior Year	Current Year	Proposed Budget
Employee Benefits	Actual for 2015	Estimate for 2016	Year for 2017
Unencumbered Cash Balance Jan 1	6,247	5,906	6,188
Receipts:			
Ad Valorem Tax	10,541	7,987	xxxxxxxxxxxxxxx
Delinquent Tax	1,155	694	213
Motor Vehicle Tax	2,881	2,266	1,644
Recreational Vehicle Tax	40	45	33
16/20M Vehicle Tax	6	6	4
Commercial Vehicle Tax	0	99	72
Watercraft Tax	0	0	0
Donations	18	0	0
Interest on Idle Funds	0	0	0
Neighborhood Revitalization Rebate	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Rec			
Total Receipts	14,641	11,097	1,966
Resources Available:	20,888	17,003	8,154
Expenditures:			
General Government			
Personal Services	10,815	10,815	10,815
Operating Transfers to			
Health Care Trust Fund	4,167	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% of Total E			
Total Expenditures	14,982	10,815	10,815
Unencumbered Cash Balance Dec 31	5,906	6,188	xxxxxxxxxxxxxxx
2015/2016/2017 Budget Authority Amount	15,000	23,650	10,815
		Appropriated Balance	
	Total Expenditu	re/Non-Appr Balance	10,815
		Tax Required	2,661
De	elinquent Comp Rate:	8.0%	213
	Amount of 2	016 Ad Valorem Tax	2,874

See accompanying summary of significant forecast assumptions and accountants' compilation report. Page No.  $$8\,$ 

### FUND PAGE FOR FUNDS WITH NO $\underline{TAX}$ LEVY

Adopted Budget	Prior Year	Current Year	Proposed Budget
Special Highway	Actual for 2015	Estimate for 2016	Year for 2017
Unencumbered Cash Balance Jan 1	16,756	1,331	2,926
Receipts:			
State of Kansas Gas Tax	6,420	6,320	6,260
County Transfers Gas	2,812	0	. 0
Sales Tax	26,276	0	0
Donations	18	18	
Interest on Idle Funds	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Rec			
Total Receipts	35,526	6,338	6,260
Resources Available:	52,282	7,669	9,186
Expenditures:			
General Government			
Personal Services	24,726	1,443	1,515
Contractual Services	4,300	3,220	3,220
Commodities	21,925	80	4,451
Capital Outlay	0	0	0
Operating Transfer to:			
Street Sales Tax	0	0	0
Cash Forward (2017 column)	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Exp			
Total Expenditures	50,951	4,743	9,186
Unencumbered Cash Balance Dec 31	1,331	2,926	0
2015/2016/2017 Budget Authority Amoun	6,380	68,586	9,186

See Tab A

### Adopted Budget

Prior Year	Current Year	Proposed Budget
Actual for 2015	Estimate for 2016	Year for 2017
1,021	20	0
1,030	1,030	1,030
0	0	0
0	. 0	0
1,030	1,030	1,030
2,051	1,050	1,030
0	0	0
0	1,050	1,030
702	0	0
1,329	0	0
0	0	0
0	0	0
2,031	1,050	1,030
20	0	(
2,440	2,750	1,030
	1,021 1,030  0 0 1,030 2,051  0 0 702 1,329  0 0 2,031	Actual for 2015 Estimate for 2016  1,021 20  1,030 1,030  0 0 0 0 0 0 1,030  2,051 1,050  0 0 1,050  702 0 1,329 0 1,329 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0

### FUND PAGE FOR FUNDS WITH NO TAX LEVY

FUND PAGE FOR FUNDS WITH NO T			
Adopted Budget	Prior Year	Current Year	Proposed Budget
Water Utility	Actual for 2015	Estimate for 2016	Year for 2017
Unencumbered Cash Balance Jan 1	4,714	31,384	22,274
Receipts:			· "
Water Receipts	76,756	74,432	74,432
Tower Maintenance Fee	11,769	11,951	11,951
Water KDHE Collections	42,939	53,830	53,830
Penalties	748	747	747
Bulk Water Sales	780	789	789
Reconnection Fees	445	0	-0
Donations	18	0	0
Interest on Idle Funds	27	33	33
Miscellaneous	870	3,195	0
Does miscellaneous exceed 10% Total Rec			
Total Receipts	134,352	144,977	141,782
Resources Available:	139,066	176,361	164,056
Expenditures:			
Distribution			
Personal Services	17,634	29,645	31,128
Contractual Services	24,609		26,075
Commodities	23,388		36,101
Capital Outlay	10,192	2,900	20,992
Water Tower Maintenance	6,882	0	15,000
Debt Service			
Principal - Revolving Loan	8,497		0
Interest - Revolving Loan	2,611	1,690	0
Principal - Revolving Loan Payoff	0	45,363	0
Interest - Temporary Notes	0	0	26,744
Capital Lease - Backhoe	0	8,016	8,016
Operating Transfers to			
General Fund	13,869		0
Cash Forward (2017 column)	0		0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Exp			
Total Expenditures	107,682		164,056
Unencumbered Cash Balance Dec 31	31,384		. 0
2015/2016/2017 Budget Authority Amount	171,755	192,519	164,056

### Adopted Budget

1 dopted Budget			
-	Prior Year	Current Year	Proposed Budget
Sewer Utility	Actual for 2015	Estimate for 2016	Year for 2017
Unencumbered Cash Balance Jan 1	41,207	32,990	18,148
Receipts:			
Sewer Collections	25,891	25,073	25,073
Penalties	81	0	0
Interest on Idle Funds	0	0	0
Miscellaneous	3	0	0
Does miscellaneous exceed 10% Total Rec			
Total Receipts	25,975	25,073	25,073
Resources Available:	67,182	58,063	43,221
Expenditures:			
Collections			
Personal Services	11,935	22,581	23,710
Contractual Services	9,011	1,198	2,000
Commodities	348	348	1,722
Capital Outlay	852	0	0
Debt Service			
Principal - Revolving Loan	6,661	6,843	7,031
Interest - Revolving Loan	3,128	2,945	2,758
Transfers to General Fund	2,257	6,000	6,000
Cash Forward (2017 column)	0	0	.0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Exp	·		
Total Expenditures	34,192		43,221
Unencumbered Cash Balance Dec 31	32,990		0
2015/2016/2017 Budget Authority Amount	51,231	55,433	43,221

### FUND PAGE FOR FUNDS WITH NO TAX LEVY

Adopted Budget	Prior Year	Current Year	Proposed Budget
Solid Waste Utility	Actual for 2015	Estimate for 2016	Year for 2017
Unencumbered Cash Balance Jan 1	455	-622	41
Receipts:			
Collection Fees	22,427	24,679	25,129
Penalties	95	89	89
Interest on Idle Funds	15	16	. 16
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Rec			
Total Receipts	22,537	24,784	25,234
Resources Available:	22,992	24,162	25,275
Expenditures:			
General Government			
Personal Services	0	0	C
Contractual Services	23,614	24,121	25,275
Commodities	0	0	C
Capital Outlay	0	0	
Operating Transfer to			
General Fund	0	0	, С
Cash Forward (2017 column)	0	0	0
Miscellaneous	. 0	0	C
Does miscellaneous exceed 10% Total Exp			
Total Expenditures	23,614	24,121	25,275
Unencumbered Cash Balance Dec 31	-622	41	0
2015/2016/2017 Budget Authority Amoun	44,355	24,121	25,275

### See Tab B

### Adopted Budget

racetta zauget		T	
·	Prior Year	Current Year	Proposed Budget
Street Sales Tax	Actual for 2015	Estimate for 2016	Year for 2017
Unencumbered Cash Balance Jan 1	0	0	19,729
Receipts:			
Sales Tax	0	22,158	24,158
Operating Transfer from:			
Special Highway	0	0	- 0
Interest on Idle Funds	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Rec			
Total Receipts	0	22,158	24,158
Resources Available:	0	22,158	43,887
Expenditures:			
General Government			
Personal Services	0	2,429	2,550
Contractual Services	0	0	0
Commodities	0	0	0
Capital Outlay	0	0	41,337
Cash Forward (2017 column)	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Exp			
Total Expenditures	0	2,429	43,887
Unencumbered Cash Balance Dec 31	0	19,729	0
2015/2016/2017 Budget Authority Amoun	0	22,158	43,887

2017

## NON-BUDGETED FUNDS (A)

(Only the actual budget year for 2015 is to be shown)

Non-Budgeted Funds-A

(1) Fund Name:		(2) Fund Name:	•	(3) Fund Name:		(4) Fund Name:		(5) Fund Name:			
Cemetery Upkeep Reser Fire Reserve	eep Reser	Fire Reserve		<b>Equipment Reserve</b>	erve	Water Project		Firemans Relief	J.		
Unencumbered		Unencumbered		Unencumbered		Unencumbered		Unencumbered		Total	_
Cash Balance Jan 1	4,412	Cash Balance Jan 1	399	Cash Balance Jan 1	195	Cash Balance Jan 1	0	Cash Balance Jan 1	247	5,253	
Receipts:		Receipts:		Receipts:		Receipts:		Receipts:			7
Interest	5	Miscellaneous	120			Bond Proceeds	275,000	Donations	120		
		Operating Transfers				Interest	26				
		General Fund	200			Reimbursed Expense	7				
	-										
Total Receipts	5	Total Receipts	620	Total Receipts	0	Total Receipts	275,033	Total Receipts	120	275,778	
Resources Available:	4,417	Resources Available:	1,019	Resources Available:	195	Resources Available:	275,033	Resources Available:	367	281,031	
Expenditures:		Expenditures:		Expenditures:		Expenditures:		Expenditures:			-
		General Government				General Government					
		Capital Outlay	616			Contractual Services	205				
						Commodities	161				
						Capital Outlay	151,045				
					-	-					
Total Expenditures	0	Total Expenditures	919	Total Expenditures	0	Total Expenditures	151,411	Total Expenditures	0	152,330	
Cash Balance Dec 31	4,417	Cash Balance Dec 31	100	Cash Balance Dec 31	195	Cash Balance Dec 31	123,622	Cash Balance Dec 31	367	128,701	*
						. 1				128,701	* *

\*\*Note: These two block figures should agree.

See accompanying summary of significant forecast assumptions and accountants' compilation report.

Page No.

Total 5,735

## NON-BUDGETED FUNDS (B)

0

(Only the actual budget year for 2015 is to be shown)

Non-Budgeted Funds-B	unds-B.								
(1) Fund Name:		(2) Fund Name:		(3) Fund Name:		(4) Fund Name:		(5) Fund Name:	
Health Care Trust	.nst		0		0		0		0
Unencumbered		Unencumbered		Unencumbered		Unencumbered		Unencumbered	
Cash Balance Dec 31	5,735	Cash Balance Dec 31							
Receipts:		Receipts:		Receipts:		Receipts:		Receipts:	
Operating Transfer				-					
Employee Benefits Fu	4,167								
									-
Total Receipts	4,167	Total Receipts	0						
Resources Available:	9,902	Resources Available:	0						
Expenditures:		Expenditures:		Expenditures:		Expenditures:		Expenditures:	
General Government									
Personal Services	9,902			,					
-									
Total Expenditures	9,902	Total Expenditures	0						
Cash Balance Dec 31	0	Cash Balance Dec 31	0	Cash Balance Dec 31	0	Cash Balance Dec 31	0	Cash Balance Dec 31	0

4,167

\*\*Note: These two block figures should agree.

\* \* \* \*

9,902

See accompanying summary of significant forecast assumptions and accountants' compilation report.

Page No. 13

### NOTICE OF BUDGET HEARING

The governing body of

### **City of Severy**

will meet on August 22, 2016 at 7:00 PM at City Hall for the purpose of hearing and answering objections of taxpayers relating to the proposed use of all funds and the amount of ad valorem tax. Detailed budget information is available at City Hall and will be available at this hearing.

### **BUDGET SUMMARY**

Proposed Budget 2017 Expenditures and Amount of 2016 Ad Valorem Tax establish the maximum limits of the 2017 budget. Estimated Tax Rate is subject to change depending on the final assessed valuation.

	Prior Year Actua	l for 2015	Current Year Estim	ate for 2016	Propose	ed Budget for 2017	
		Actual		Actual	Budget Authority	Amount of 2016	Estimate
FUND	Expenditures	Tax Rate *	Expenditures	Tax Rate *	for Expenditures	Ad Valorem Tax	Tax Rate *
General	95,819	64.151	87,475	69.542	101,310		83.332
Cemetery	8,459	7.744	8,405	7.717	11,133		7.745
Employee Benefits	14,982	14.601	10,815	10.780	10,815		3.625
Special Highway	50,951		4,743		9,186	, , , , , , , , , , , , , , , , , , , ,	3.023
Parks	2,031		1,050	· · · · · · · · · · · · · · · · · · ·	1,030		
Water Utility	107,682		154,087		164,056		
Sewer Utility	34,192		39,915		43,221	, , , , , , , , , , , , , , , , , , , ,	
Solid Waste Utility	23,614		24,121		25,275		
Street Sales Tax			2,429		43,887		
Non-Budgeted Funds-A	152,330				+3,007		
Non-Budgeted Funds-B	9,902						
Totals	499,962	86.496	333,040	88.039	409,913	75,074	94.702
Less: Transfers	20,793		9,000	33,103	6,000	73,074	94.702
Net Expenditure	479,169		324,040		403,913		
Total Tax Levied	68,572	F	70,895	4.4	XXXXXXXXXXXXXXXXX		
Assessed			70,070		**************		
Valuation	792,781		805,275	ĺ	792,738		
Outstanding Indebtedness,		-	003,213	i	192,138		
January 1,	2014		2015		2016		
G.O. Bonds	0	Γ	0	ſ	0		
Revenue Bonds	189,497	F	174,899		159,742		
Other	0	<u> </u>	0		275,000		
Lease Purchase Principal	154,562	F	36,467	ŀ	29,767		
Total	344,059	F	211,366	ŀ	464,509		
*Tax rates are expressed in		<b>=</b>	211,500	Ŀ	404,303		

City of Severy

City Official Title:

City Clerk

See accompanying summary of significant forecast assumptions and accountants' compilation report.

Page No.

14

### City of Severy, Kansas Summary of Significant Forecast Assumptions For the Years Ended December 31, 2016 and 2017

This financial forecast presents, to the best of management's knowledge and belief, the City's expected summarized financial information for the forecasted periods. Accordingly, the forecast reflects management's judgement as of August 1, 2016, the date of this forecast, of the expected conditions and its expected course of action. The presentation of prospective information is for compliance with Kansas law requiring municipalities to file an annual budget with their respective county and the Kansas Department of Administration - Municipal Services office. The assumptions disclosed herein are those that management believes are significant to the forecast. There will usually be differences between the forecasted and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

### Forecasted Results for the Year Ending December 31, 2016

Forecasted results for the year ending December 31, 2016, were calculated by annualizing the results of operations for the period January 1, 2016, through June 30, 2016, with the following adjustments:

Property tax receipts for tax levying funds were estimated based upon a collection rate of 92% of the amount of taxes levied for 2016.

Receipts for motor vehicle tax, recreational vehicle tax, 16/20 M vehicle tax, commercial tax, and watercraft tax in tax levying funds were based upon estimates provided by the county during preparation of the 2016 annual budget.

State highway gas tax receipts were based upon estimates updated and provided from the League of Kansas Municipalities.

### Forecasted Results for the Year Ending December 31, 2017

Forecasted results for the year ending December 31, 2017, were based upon the forecasted results of operations for the year ending December 31, 2016. With the exception of the items listed below, receipts and expense amounts from 2016 were used for 2017.

### Receipts

Property tax receipts for tax levying funds were estimated based upon estimated assessed valuations provided by the county and limited, overall, to the amount calculated to be in compliance with the Kansas tax lid law.

Receipts for motor vehicle tax, recreational vehicle tax, 16/20 M vehicle tax, commercial tax, and watercraft tax in tax levying funds were based upon estimates provided by the county for preparation of the 2017 annual budget.

State highway gas tax receipts were based upon estimates updated and provided from the League Kansas of Municipalities.

### **Expenses**

Expenses for personal services were estimated based upon a 5% increase over 2016 estimated amounts.

The City is transferring \$6,000 from the Sewer Utility Fund to the General Fund in 2016 and 2017 and \$3,000 from the General Fund to the Fire Reserve Fund in 2016.

### **CITY OF SEVERY**

P.O. BOX 128

**SEVERY, KS. 67137** 

PHONE: 620-736-2323

FAX: 620-736-2349

August 1, 2016

Jarred, Gilmore & Phillips, PA

PO Box 779

Chanute, Kansas 66720

In connection with your compilation of the forecasted financial information and summaries of significant assumptions of the City of Severy, Kansas, for the years ended December 31, 2016 and 2017, we make the following representations:

- 1. The financial forecast presents our assumptions and, to the best of our knowledge and belief, the City's expected results of operations for the period in conformity with the 2016-2017 State of Kansas City Budget Form expected to be used by the City during the forecast period, which are consistent with the principles that the City of Severy, Kansas, uses in preparing its historical financial statements.
- 2. The financial forecast is presented in conformity with guidelines for presenting a financial forecast established by the American Institute of Public Accountants.
- 3. The financial forecast reflects our judgement, based on present circumstances, of the expected conditions and our expected course of action.

- 4. We have made available to you all significant information that we believe is relevant to the forecast.
- 5. We believe that the assumptions underlying the forecast are reasonable and appropriate.

6. To the best of our knowledge and belief, the documents and records supporting the assumptions are appropriate.

Signature: Signature: Signature:

Title: Mayor Title: City Clerk