

MONTANA DEPARTMENT OF ADMINISTRATION
Local Government Services Bureau

301 S. Park Avenue, Room 340, P.O. Box 200547, Helena, Montana 59620-0547

ENTITY # _____ (if known)

MONTANA
Town of Hot Springs
P.O. Box 669

Hot Springs

MONTANA

59845

**ANNUAL FINANCIAL
REPORT**



Fiscal Year Ended
June 30, 2014

OFFICE USE ONLY

Desk reviewed completed: _____

OFFICE USE ONLY

Prepared by: _____

Town of Hot Springs
COMPREHENSIVE ANNUAL FINANCIAL REPORT
TABLE OF CONTENTS
June 30, 2014

	<u>Page No.</u>
<u>Cover Page</u>	1
<u>Table of Contents</u>	2
<u>INTRODUCTORY SECTION (COVER PAGE)</u>	3
Letter of Transmittal	4
List of Elected and Appointed Officials	5
<u>FINANCIAL SECTION (COVER PAGE)</u>	6
MANAGEMENT DISCUSSION AND ANALYSIS (COVER PAGE)	7
Management Discussion and Analysis	8-18
BASIC FINANCIAL STATEMENTS (COVER PAGE)	19
Government-wide Financial Statements:	
Statement of Net Position	20
Statement of Activities	21
Fund Financial Statements:	
Balance Sheet - Governmental Funds	22
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	23
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	24
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	25
Statement of Net Position - Proprietary Funds	26
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds	27
Statement of Cash Flows - Major Proprietary Funds	28
Statement of Fiduciary Net Position - Fiduciary Funds	29
Statement of Changes in Fiduciary Net Position - Fiduciary Funds	N/A
Notes to the Financial Statements	
Notes to the Financial Statements	30-48
<u>REQUIRED SUPPLEMENTARY INFORMATION (COVER PAGE)</u>	49
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund	50-53
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Major Special Revenue Funds	54-55
<u>OTHER SUPPLEMENTARY INFORMATION (COVER PAGE)</u>	56
Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet - Nonmajor Special Revenue Funds	57
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Nonmajor Special Revenue Funds	58-73
Combining Balance Sheet - Nonmajor Debt Service Funds	N/A
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Nonmajor Debt Service Funds	N/A
Combining Balance Sheet - Nonmajor Capital Projects Funds	74
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Nonmajor Capital Projects Funds	75-77
Combining Balance Sheet - Permanent Funds	N/A
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Permanent Funds	N/A
Combining Statement of Net Position - Nonmajor Enterprise Funds	N/A
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position - Nonmajor Enterprise Funds	N/A
Combining Statement of Cash Flows - Nonmajor Enterprise Funds	N/A
Combining Statement of Net Position - Internal Service Funds	N/A
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position - Internal Service Funds	N/A
Combining Statement of Cash Flows - Internal Service Funds	N/A
Schedule of Federal/State Grants, Entitlements and Shared Revenues	78
Schedule of Cash Receipts and Disbursements - All Funds	79-80
Cash Reconciliation	81-82
<u>STATISTICAL SECTION (COVER PAGE)</u>	83
General Information	84

INTRODUCTORY SECTION

Town of Hot Springs
LETTER OF TRANSMITTAL
June 30, 2014

**Town of Hot Springs
ELECTED OFFICIALS/OFFICERS**

OFFICE	NAME OF CITY/TOWN OFFICIALS/OFFICERS	DATE TERM EXPIRES
Mayor		
Councilperson/Commissioner		
City manager		
Attorney		
Chief of police		
Clerk		
Clerk/Treasurer		
Deputy Clerk/Treasurer		
City Judge		
City Services Supervisor		
Utility billing/collection clerk		

In accordance with State law, I hereby transmit the
Town of Hot Springs
Annual Financial Report for the fiscal year ended
June 30, 2014

Respectfully submitted;

County Clerk and Recorder

Date

City/Town Clerk-Treasurer

Date

FINANCIAL SECTION

**MANAGEMENT'S
DISCUSSION
AND
ANALYSIS**

PAGES 8 THROUGH 18 LEFT INTENTIONALLY BLANK

BASIC FINANCIAL STATEMENTS

**Town of Hot Springs
Statement of Net Position
June 30, 2014**

	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets:			
Cash and investments	111,165.86	223,191.12	334,356.98
Taxes and assessments receivable, net	33,857.97	2,038.05	35,896.02
Accounts receivable - net	-	40,760.97	40,760.97
Total current assets	<u>145,023.83</u>	<u>265,990.14</u>	<u>411,013.97</u>
Noncurrent assets:			
Restricted cash and investments	-	69,205.63	69,205.63
Capital assets - land	10,103.00	11,350.00	21,453.00
Capital assets - construction in progress	-	1,918,996.92	1,918,996.92
Capital assets - net of depreciation	622,201.61	-	622,201.61
Total noncurrent assets	<u>632,304.61</u>	<u>1,999,552.55</u>	<u>2,631,857.16</u>
Total Assets	<u>777,328.44</u>	<u>2,265,542.69</u>	<u>3,042,871.13</u>
LIABILITIES			
Current liabilities:			
Due to other governments	25.00	-	25.00
Current portion of long-term capital liabilities	850.95	52,266.35	53,117.30
Current portion of compensated absences payable	2,657.50	1,674.50	4,332.00
Total current liabilities	<u>3,533.45</u>	<u>53,940.85</u>	<u>57,474.30</u>
Noncurrent liabilities:			
Deposits payable	-	1,925.00	1,925.00
Noncurrent portion of long-term capital liabilities	1,049.24	946,975.71	948,024.95
Noncurrent portion of compensated absences	7,973.50	5,023.50	12,997.00
Noncurrent portion of OPEB liability	6,034.19	2,813.49	8,847.68
Total noncurrent liabilities	<u>15,056.93</u>	<u>956,737.70</u>	<u>971,794.63</u>
Total Liabilities	<u>18,590.38</u>	<u>1,010,678.55</u>	<u>1,029,268.93</u>
DEFERRED INFLOWS OF RESOURCES			
NET POSITION			
Net investment in capital assets	630,404.42	931,104.86	1,561,509.28
Restricted for:			
Debt service	-	67,280.63	67,280.63
Public safety	3,971.33		3,971.33
Public works	8,670.72		8,670.72
Culture & recreation	12,667.85		12,667.85
Restricted for customer deposits		1,925.00	1,925.00
Unrestricted	103,023.74	254,553.65	357,577.39
Total net position	<u>758,738.06</u>	<u>1,254,864.14</u>	<u>2,013,602.20</u>

See accompanying notes to the financial statements

**Town of Hot Springs
Balance Sheet
Governmental Funds
June 30, 2014**

	2220		Other	Total Governmental
	General Fund	Library	Governmental Funds	Funds
ASSETS				
Current Assets:				
Cash and investments	\$ 61,393.77	\$ 10,886.88	\$ 38,885.21	\$ 111,165.86
Taxes and assessments receivable, net	<u>25,824.98</u>	<u>6,630.39</u>	<u>1,402.60</u>	<u>33,857.97</u>
Total Current Assets	<u>\$ 87,218.75</u>	<u>\$ 17,517.27</u>	<u>\$ 40,287.81</u>	<u>\$ 145,023.83</u>
Total Assets	<u>\$ 87,218.75</u>	<u>\$ 17,517.27</u>	<u>\$ 40,287.81</u>	<u>\$ 145,023.83</u>
LIABILITIES				
Current Liabilities:				
Due to other governments	<u>25.00</u>	<u>-</u>	<u>-</u>	<u>25.00</u>
Total Current Liabilities	<u>\$ 25.00</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25.00</u>
Total Liabilities	<u>\$ 25.00</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25.00</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred property tax/special assessment revenue	<u>25,824.98</u>	<u>6,630.39</u>	<u>1,402.60</u>	<u>33,857.97</u>
Total Deferred Inflows of Resources	<u>\$ 25,824.98</u>	<u>\$ 6,630.39</u>	<u>\$ 1,402.60</u>	<u>\$ 33,857.97</u>
Fund Balances				
Restricted for:	-	-	-	-
Public safety	-	-	3,971.33	3,971.33
Public works	-	-	8,670.72	8,670.72
Culture & recreation	-	10,886.88	1,780.97	12,667.85
Committed for:	-	-	-	-
General government	-	-	4,106.49	4,106.49
Assigned to:	-	-	-	-
Public safety	3,075.00	-	-	3,075.00
Capital projects	-	-	20,355.70	20,355.70
Unassigned	<u>58,293.77</u>	<u>-</u>	<u>-</u>	<u>58,293.77</u>
Total Fund Balance	<u>\$ 61,368.77</u>	<u>\$ 10,886.88</u>	<u>\$ 38,885.21</u>	<u>\$ 111,140.86</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 87,218.75</u>	<u>\$ 17,517.27</u>	<u>\$ 40,287.81</u>	<u>\$ 145,023.83</u>

See accompanying notes to the financial statements

Town of Hot Springs
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended
June 30, 2014

	2220		Other	Total
	General Fund	Library	Governmental Funds	Governmental Funds
REVENUES				
Taxes and assessments	\$ 163,500.76	\$ 31,394.25	\$ 8,121.24	\$ 203,016.25
Licenses and permits	2,428.00	-	-	2,428.00
Intergovernmental	43,277.36	3,247.37	19,062.73	65,587.46
Charges for services	9,753.77	975.32	-	10,729.09
Fines and forfeitures	15,148.00	-	-	15,148.00
Miscellaneous	61,688.67	4,406.04	-	66,094.71
Investment earnings	434.96	-	85.27	520.23
Total revenues	<u>\$ 296,231.52</u>	<u>\$ 40,022.98</u>	<u>\$ 27,269.24</u>	<u>\$ 363,523.74</u>
EXPENDITURES				
General government	\$ 76,289.01	\$ -	\$ -	\$ 76,289.01
Public safety	175,222.85	-	-	175,222.85
Public works	-	-	24,641.09	24,641.09
Public health	57.50	-	-	57.50
Culture and recreation	2,167.85	41,114.93	206.00	43,488.78
Debt service - principal	781.86	-	-	781.86
Debt service - interest	68.98	-	-	68.98
Total expenditures	<u>\$ 254,588.05</u>	<u>\$ 41,114.93</u>	<u>\$ 24,847.09</u>	<u>\$ 320,550.07</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 41,643.47</u>	<u>\$ (1,091.95)</u>	<u>\$ 2,422.15</u>	<u>\$ 42,973.67</u>
OTHER FINANCING SOURCES (USES)				
Intergovernmental contribution	(11.33)	-	-	(11.33)
Total other financing sources and uses	<u>\$ (11.33)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (11.33)</u>
Net change in fund balance	<u>\$ 41,632.14</u>	<u>\$ (1,091.95)</u>	<u>\$ 2,422.15</u>	<u>\$ 42,962.34</u>
Fund balances - beginning	\$ 19,736.63	\$ 11,978.83	\$ 36,463.06	\$ 68,178.52
Fund balances - beginning restated	\$ 19,736.63	\$ 11,978.83	\$ 36,463.06	\$ 68,178.52
Fund balances - ending	<u>\$ 61,368.77</u>	<u>\$ 10,886.88</u>	<u>\$ 38,885.21</u>	<u>\$ 111,140.86</u>

See accompanying notes to the financial statements

Town of Hot Springs
Reconciliation of the Governmental Funds Balance Sheet to the
Statement of Net Position
June 30, 2014

Total fund balances - governmental funds	\$	111,140.86
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		632,304.61
Other assets are not available for current-period expenditures and, therefore, are deferred inflows of resources in the funds		33,857.97
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.		(12,531.19)
Other post employment benefits (OPEB) liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.		(6,034.19)
Total net position - governmental activities	\$	<u><u>758,738.06</u></u>

See accompanying notes to the financial statements

Town of Hot Springs
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended
June 30, 2014

Net change in fund balances - total governmental funds	\$	42,962.34
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:		
- Depreciation expense		(67,688.18)
In the Statement of Activities, the loss or gain on the sale or disposal of capital assets is recognized. The fund financial statements recognize only the proceeds from the sale of these assets:		
- Gain (loss) on the disposal of capital assets		(200.00)
Tax and assessment revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:		
- Tax and assessment receivables (change in deferred revenues)		(9,424.31)
The change in compensated absences is shown as an expense on the Statement of Activities, but are not reported as an expenditure on the Statement of Revenues, Expenditures and Changes in Fund Balance:		
-Change in compensated absence liability		(1,383.33)
Repayment of debt principal is an expenditures in the governmental funds, but the repayment reduces long-term debt in the Statement of Net Assets:		
- Long-term debt principal payments		781.86
The change in other post employment benefits is reported as an expense on the Statement of Activities, but is not reported as an expenditure on the Statement of Revenues, Expenditures and Changes in Fund Balance:		
		(1,360.17)
Change in net position - Statement of Activities	\$	(36,311.79)

See accompanying notes to the financial statements

**Town of Hot Springs
Statement of Net Position
Proprietary Funds
June 30, 2014**

**Business-Type Activities
Enterprise Funds**

	5210	5310	
	Water	Sewer	Totals
ASSETS			
Current Assets			
Cash and investments	\$ 86,017.16	\$ 137,173.96	\$ 223,191.12
Taxes and assessments receivable, net	1,080.17	957.88	2,038.05
Accounts receivable - net	22,773.55	17,987.42	40,760.97
Total Current Assets	\$ 109,870.88	\$ 156,119.26	\$ 265,990.14
Noncurrent Assets			
Restricted cash and investments	\$ 55,525.89	\$ 13,679.74	\$ 69,205.63
Capital assets - land	2,350.00	9,000.00	11,350.00
Capital assets - construction in progress	1,455,395.31	463,601.61	1,918,996.92
Total Noncurrent Assets	\$ 1,513,271.20	\$ 486,281.35	\$ 1,999,552.55
Total Assets	\$ 1,623,142.08	\$ 642,400.61	\$ 2,265,542.69
 LIABILITIES			
Current Liabilities			
Current portion of long-term capital liabilities	40,421.82	11,844.53	52,266.35
Current portion of compensated absences payable	837.25	837.25	1,674.50
Total Current Liabilities	\$ 41,259.07	\$ 12,681.78	\$ 53,940.85
Noncurrent Liabilities			
Deposits payable	\$ 1,925.00	\$ -	\$ 1,925.00
Noncurrent portion of long-term capital liabilities	904,671.73	42,303.98	946,975.71
Noncurrent portion of compensated absences	2,511.75	2,511.75	5,023.50
Noncurrent portion of OPEB liability	1,385.82	1,427.67	2,813.49
Total Noncurrent Liabilities	\$ 910,494.30	\$ 46,243.40	\$ 956,737.70
Total Liabilities	\$ 951,753.37	\$ 58,925.18	\$ 1,010,678.55
 NET POSITION			
Government Wide Format:			
Net investment in capital assets	\$ 512,651.76	\$ 418,453.10	\$ 931,104.86
Restricted for debt service	53,600.89	13,679.74	67,280.63
Restricted for customer deposits	1,925.00	-	1,925.00
Unrestricted	103,211.06	151,342.59	254,553.65
Total Net Position	\$ 671,388.71	\$ 583,475.43	\$ 1,254,864.14

See accompanying notes to the financial statements

Town of Hot Springs
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Fiscal Year Ended
June 30, 2014
Business-Type Activities
Enterprise Funds

	5210	5310	
	Water	Sewer	Totals
OPERATING REVENUES			
Charges for services	\$ 177,327.97	\$ 123,463.18	\$ 300,791.15
Miscellaneous revenues	403.77	-	403.77
Total Operating Revenues	<u>\$ 177,731.74</u>	<u>\$ 123,463.18</u>	<u>\$ 301,194.92</u>
OPERATING EXPENSES			
Personal services	\$ 58,114.10	\$ 57,355.64	\$ 115,469.74
Supplies	14,838.50	15,845.77	30,684.27
Purchased services	25,922.09	20,911.37	46,833.46
Fixed charges	9,250.00	12,250.00	21,500.00
Depreciation	96,674.95	41,818.29	138,493.24
Total Operating Expenses	<u>\$ 204,799.64</u>	<u>\$ 148,181.07</u>	<u>\$ 352,980.71</u>
Operating Income (Loss)	<u>\$ (27,067.90)</u>	<u>\$ (24,717.89)</u>	<u>\$ (51,785.79)</u>
NON-OPERATING REVENUES (EXPENSES)			
Taxes/assessments revenue	\$ 20.01	\$ 220.09	\$ 240.10
Interest revenue	385.74	420.47	806.21
Debt service interest expense	(30,940.79)	(1,948.74)	(32,889.53)
Total Non-Operating Revenues (Expenses)	<u>\$ (30,535.04)</u>	<u>\$ (1,308.18)</u>	<u>\$ (31,843.22)</u>
Income (loss) before contributions, transfers, special & extraordinary items	<u>\$ (57,602.94)</u>	<u>\$ (26,026.07)</u>	<u>\$ (83,629.01)</u>
Capital contributions	\$ -	19,897.00	19,897.00
Change in net position	<u>\$ (57,602.94)</u>	<u>\$ (6,129.07)</u>	<u>\$ (63,732.01)</u>
Net Postition - Beginning of the year	731,000.16	587,346.09	1,318,346.25
Restatements	(2,008.51)	2,258.41	249.90
Net Position - Beginning of the year - Restated	<u>\$ 728,991.65</u>	<u>\$ 589,604.50</u>	<u>\$ 1,318,596.15</u>
Net Position - End of the year	<u>\$ 671,388.71</u>	<u>\$ 583,475.43</u>	<u>\$ 1,254,864.14</u>

See accompanying notes to the financial statements

Town of Hot Springs
STATEMENT OF CASH FLOWS
MAJOR PROPRIETARY FUNDS
FISCAL YEAR ENDED
June 30, 2014
Business-type Activities

Description	5210 Water	5310 Sewer	Total Major Business-Type Funds
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers	175,411.33	121,503.45	296,914.78
Cash paid to suppliers	(50,010.59)	(49,007.14)	(99,017.73)
Cash paid to employees	(57,220.19)	(57,220.08)	(114,440.27)
Cash received (paid) from customer deposits	(600.00)	-	(600.00)
Net cash provided (used) by operating activities	67,580.55	15,276.23	82,856.78
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from debt	941,945.00	57,000.00	998,945.00
Purchases/acquisition/construction of capital assets	0.00	(55,184.95)	(55,184.95)
Principal on debt	(950,053.43)	(68,295.72)	(1,018,349.15)
Interest paid on debt	(30,940.79)	(1,948.74)	(32,889.53)
Proceeds from intergovernmental capital grants	-	19,897.00	19,897.00
Net cash provided (used) by capital and related financing activities	(39,049.22)	(48,532.41)	(87,581.63)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest earnings	385.74	420.47	806.21
Net cash provided (used) by investing activities	385.74	420.47	806.21
Net increase (decrease) in cash and cash equivalents	28,917.07	(32,835.71)	(3,918.64)
Cash and cash equivalents as of:			
June 29, 2013	112,625.98	183,689.41	296,315.39
June 30, 2014	141,543.05	150,853.70	292,396.75
Operating income (loss)	(27,067.90)	(24,717.89)	(51,785.79)
Adjustments to reconcile operating income to net cash provided (used) by operating activities			
Depreciation expense	96,674.95	41,818.29	138,493.24
(Increase) Decrease in accounts receivable	(796.77)	(2,834.82)	(3,631.59)
Increase (decrease) in customer deposits	(600.00)	-	(600.00)
Increase (decrease) in compensated absences pay.	483.70	(253.06)	230.64
(Increase) decrease in assessments receivable	(1,543.65)	655.00	(888.65)
Increase (decrease) in OPEB liability	410.21	388.62	798.83
Unknown	20.01	220.09	240.10
Total adjustments	94,648.45	39,994.12	134,642.57
Net cash provided (used) by operating activities	67,580.55	15,276.23	82,856.78

Town of Hot Springs
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2014

		Agency Funds
ASSETS		
Cash and short-term investments	\$	21,016.00
Taxes and assessments receivable, net		105.00
Total receivables		105.00
Total Assets	\$	21,121.00
LIABILITIES		
Warrants payable	\$	21,016.00
Total Liabilities	\$	21,016.00
DEFERRED INFLOWS OF RESOURCES		
Deferred tax revenue		-
Total Deferred Inflows of Resources	\$	105.00
Net Position		
Held in trust for pension benefits and other purposes	\$	-

See accompanying notes to the financial statements

Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A. Reporting Entity

The government adopted the provision of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities* in the 2014 fiscal year. This Statement results in presentation changes due to the reclassification, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities, and reclassification, as outflows of resources (expenses) and inflows of resources (revenues), certain items that were previously reported as assets and liabilities.

The Town of Hot Springs is a political subdivision of the State of Montana governed by a Mayor and Council duly elected by the registered voters of the Town.

The accompanying financial statements present the primary government and its component units, entities for which the government is considered to be financially accountable. Blended component units are part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government, but is financially accountable to or fiscally dependent upon the primary government or their omission from the financial statements would be misleading or incomplete.

Blended Component Unit: None

Discretely Presented Component Unit: The Library Foundation .

The financial statement information for the Library Foundation was not available at the time the Town's financial statements were prepared. The Town's 2014 audited financial statements will discretely present as a component unit financial statements of the Library Foundation.

B.

The government-wide financial statements (i.e., 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. 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 governments is financially accountable. Internal service fund activity, if applicable, is eliminated to avoid "doubling up" revenues and expenses.

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide statements. Major individual governmental funds and major individual enterprise funds are reported in separate columns in the fund financial statements. All nonmajor governmental and enterprise funds are aggregated in one column and reported as "All other" in their respective fund financial statements.

Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - cont.**

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary 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.

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 government 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 compensated absences and judgments, are recorded only when payment is due.

Property taxes, licenses 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 period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government. Taxes and assessments receivable remaining uncollected at year end are offset by deferred tax/assessment revenue, a deferred inflow of resources, since they are not available to pay liabilities of the current period.

Both financial statements presented on the accrual basis of accounting and the modified accrual basis of accounting recognize grants and similar items, pending purely routine requirements such as filing reimbursement and/or progress reports, where all eligibility requirements imposed by the provider have been met, other than time requirements, as revenue in the current period. Grants and similar items received prior to meeting time requirements but after all eligibility requirements are met, are recognized as deferred inflows of resources until use is required or first permitted.

The government reports the following major governmental funds:

General Fund - This is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Library Fund - A special revenue fund that accounts for all financial resources of the Library and the use of those resources.

The government reports the following major proprietary funds:

Water Enterprise Fund - This fund is used to account for the operating and nonoperating revenues and expenses of the public water utility system. The fund is maintained on the full accrual basis of accounting.

Sewer Enterprise Fund - This fund is used to account for the operating and nonoperating revenues and expenses of the public sewer utility system. The fund is maintained on the full accrual basis of accounting.

Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - cont.**

C. Measurement focus, basis of accounting, and financial statement presentation - cont.

Additionally, the government reports the following fund types:

Fiduciary Funds

Trust & Agency Funds - Used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These may include (a) expendable trust funds, (b) nonexpendable trust funds, (c) pension trust funds and (d) agency funds.

The Governmental Accounting Standards Board (GASB) issued Statement No. 62. The Statement codifies the requirements of all pre-November 30, 1989 FASB and AICPA pronouncements that apply to state and local governments. Both the government-wide and proprietary fund financial statements follow the guidance of the Governmental Accounting Standards Board. Governments can continue to apply, as other accounting literature, post-November 30, 1989 FASB pronouncements that do not conflict with or contradict GASB pronouncements, including Statement No. 62. The government has adopted the provisions of GASB Statement No. 62.

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and the government's internal service funds are charges to customers for services provided. Operating expenses for enterprise funds and internal service funds include the cost of providing such services and the depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. Assets, deferred outflows of resources, liabilities, deferred outflows of resources, and fund balance/net position

1. Deposits and investments

The Town's cash and cash equivalents are considered to be cash on hand, demand and time deposits and short-term investments with original maturity dates of three months or less from the date of acquisition.

State statutes authorize the Town to invest in direct obligations of the U.S. Government, such as U.S. Treasury bills and notes and U.S. Government securities as defined by law, repurchase agreements and the State Short-Term Investment Pool (STIP)

Investments are reported at fair value. The State Short-Term Investment Pool operates in accordance with State laws and regulations and is administered by the State Department of Administration.

2. Receivables and payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at fiscal year end are referred to as either "due to/from other funds" (i.e., interfund loans due within one year) or "advances to/from other funds" (i.e. interfund loans to be repaid over the course of two or more years).

Advances between funds are not available for appropriation and are not expendable available financial resources.

Accounts receivables are shown net of allowance for uncollectibles. Property tax receivables are offset by deferred inflow of resource accounts since they are not available to pay liabilities of the current period. All property tax levies are set at the time of the adoption of the annual budget. The real estate taxes are payable in two installments, the first due by November 30 and the second by May 31. Personal property taxes are assessed in April or May and are payable within 30 days of the issuance of the notice.

3. Inventories and prepaid items

The Town did not have recorded inventories or prepaid items.

Certain payments reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - cont.**

D. Assets, deferred outflows of resources, liabilities, deferred outflows of resources, and fund balance/net position -cont.

4. Restricted assets

Certain assets of the enterprise funds are restricted for specific use as required by the bond indenture agreement covenants established with the issuance and sale of the revenue bonds representing a liability to the enterprise funds. These restricted assets represent cash and cash equivalents restricted for use to repay current debt, establish a reserve for future debt and the establish a replacement and depreciation reserve for the purpose of replacing the system in the future. The Town also restricts assets related to customer deposits payable.

5. Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, curbs, etc), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of one year. 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.

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

Property, plant, and equipment of the primary government, as well as the component units, is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	40
Building improvements	20-40
System infrastructure	25-40
Machinery & Equipment	5-10

6. Deferred outflows of resources

Deferred outflow of resources is a financial statement element. A deferred outflow of resources is a consumption of net assets by the government that is applicable to a future reporting period. The government-wide statement of net position, proprietary fund statement of net position, and governmental fund balance sheet report a separate section for deferred outflows of resources. Deferred outflows of resources may be disclosed on the face of the financial statements, in the notes to the financial statements, or a combination of both. The Town had no deferred outflows of resources as of June 30, 2014.

7. Compensated absences

As required by State law, the Town allows for employees to accumulate earned but unused vacation and sick leave benefits. Unused vacation leave benefits are 100 percent payable upon termination and 1/4 of unused sick leave benefits are payable upon termination. Such amounts are reported as liabilities in the appropriate governmental or business-type activity in the government wide statements. Expenditures for unpaid vacation and sick leave benefits are recorded when paid in the governmental funds on the modified accrual basis of accounting and expenses for vacation and sick leave benefits are recorded when accrued in the proprietary funds on the full accrual basis of accounting.

Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - cont.**

D. Assets, deferred outflows of resources, liabilities, deferred outflows of resources, and fund balance/net position -cont.

8. 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 bond issue 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 bond 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 issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

9. Deferred inflows of Resources

A deferred inflow of resources is an acquisition of net assets by the government that is applicable to a future reporting period. The government-wide statement of net position, proprietary fund statement of net position, and governmental fund balance sheet report a separate section for deferred inflows of resources. Deferred inflows of resources may be disclosed on the face of the financial statements, in the notes to the financial statements, or a combination of both. Deferred inflows of resources are disclosed on the face of the financial statements.

10. Fund balance/Net Position

Governmental Accounting Standards Board (GASB) Statement No. 54 requires presentation of governmental fund balances by specific purpose. In the governmental fund financial statements, the fund balance classifications are presented either discretely or in the aggregate for the following fund balance classifications: non-spendable, restricted, committed, assigned and unassigned. GASB Statement No. 63 resulted in presentation changes in the government-wide and proprietary fund financial statements. Among other changes, equity is classified as 'net position'. Components of net position are net investment in capital assets, restricted, and unrestricted. See notes K and L for further information.

2. **RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The governmental fund balance sheet includes a reconciliation between fund balance - total governmental funds and net position - governmental activities as reported in the government-wide statement of net position.

Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and

B. the government-wide statement of activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities.

Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014

3. **COMPLIANCE AND ACCOUNTABILITY**

A. **Budgetary Information**

The Town adopts an annual budget for all of its funds in accordance with Title 7, Chapter 6, Part 40 of the Montana Code Annotated. Statute requires the adoption of a preliminary budget, public hearings on the preliminary budget and the final adoption of the budget by the later of the first Thursday after the first Tuesday in September or within 30 calendar days of the receipt of the certified taxable valuations from the Department of Revenue (county assessor).

The Town must also submit a copy of the final budget to the Department of Administration by the later of October 1 or 60 days after the receipt of taxable values from the Department of Revenue.

State statute limits the making of expenditures or incurring of obligations to the amount of the final budget as adopted or as amended. Budget transfers and amendments are authorized by law, and in some instances, may require further public hearings. Any budget amendments providing for additional appropriations must identify the fund reserves, unanticipated revenue, or previously unbudgeted revenue that will fund the appropriations.

Appropriations are created by fund, function, and activity and may further be detailed by department. Expenditure limitations imposed by law extend to the department level which is identified as the legal level of budgetary control.

Encumbrance accounting is not employed for the governmental funds.

B. **Excess of expenditures over appropriations**

The Town had no funds with excess expenditures over appropriations in fiscal year ending June 30, 2104.

C. **Deficit fund equity**

The Town had no funds with deficit fund equity as of June 30, 2014.

**Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014**

4. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

As of June 30, 2014, the government had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
U.S. Treasuries		
Repurchase Agreements		
State Short-Term Investment Pool (STIP)		
Certificates of Deposits	\$ 61,611.31	
Total fair value	<u>\$ 61,611.31</u>	
Portfolio weighted average maturity		

Interest rate risk. The Town does not have a formal investment policy. However, the Town manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than one year.

Credit risk. State law authorizes the Town to invest in the State Short-Term Investment Pool (STIP); repurchase agreements; registered warrants of the County or of municipalities or school districts located in the County; U.S. government treasury bills, notes, bonds and other treasury obligations such as state and local government series; general obligations of certain agencies of the United States such as Federal Home Loan Bank; and U.S. government security money market funds if the fund meets certain conditions. Credit risk is minimized by compliance with State law.

Concentration of credit risk. The Town does not have a formal investment policy. However, the Town does not allow for an investment in any one issuer that is in excess of the amounts insured by FDIC.

Custodial credit risk. In the case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. For an investment, this is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State law governs the amount and types of security required to cover that portion of the deposits which is not guaranteed or insured according to law. Per state law, when negotioatiable securites are furnished, such securities may be placed in trust and the trustee's receipt may be accepted in lieu of actual securities when such receipt is in favor of the treasurer or town clerk and his successors. Sections 7-6-202 and 7-6-206, MCA severely limit the types of investments and time deposits which are permitted by the Town. Compliance with these statutes minimizes the Town's custodial credit risk.

B. Amounts due to/advanced from and due from/advanced to other funds

The Town had no Due from/advance to other funds and due to/advance from other funds as of June 30, 2014

Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014

4. DETAILED NOTES ON ALL FUNDS - cont.

C. Capital assets

Capital asset activity for the fiscal year ended June 30, 2014 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets not being depreciated				
Land	\$ 10,303		\$ (200)	\$ 10,103
Total capital assets not being depreciated	<u>\$ 10,303</u>	<u>\$ -</u>	<u>\$ (200)</u>	<u>\$ 10,103</u>
Capital assets being depreciated				
Buildings	\$ 264,170			\$ 264,170
Improvements other than buildings	\$ 65,587			\$ 65,587
Machinery and equipment	\$ 376,065			\$ 376,065
Infrastructure	\$ 634,982			\$ 634,982
Other	\$ -			\$ -
Total capital assets being depreciated	<u>\$ 1,340,804</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,340,804</u>
Less accumulated depreciation for:				
Buildings	\$ (111,388)	\$ (4,865)		\$ (116,253)
Improvements other than buildings	\$ (9,838)	\$ (3,279)		\$ (13,117)
Machinery and equipment	\$ (201,531)	\$ (25,775)		\$ (227,306)
Infrastructure	\$ (328,157)	\$ (33,769)		\$ (361,926)
Other	\$ -			\$ -
Total accumulated depreciation	<u>\$ (650,914)</u>	<u>\$ (67,688)</u>	<u>\$ -</u>	<u>\$ (718,602)</u>
Total capital assets being depreciated	<u>\$ 689,890</u>	<u>\$ (67,688)</u>	<u>\$ -</u>	<u>\$ 622,202</u>
Governmental activities capital assets net	<u>\$ 700,192</u>	<u>\$ (67,688)</u>	<u>\$ (200)</u>	<u>\$ 632,304</u>
Business-type activities:				
Capital assets not being depreciated				
Land	\$ 11,350			\$ 11,350
Construction in progress	\$ 30,000	\$ 44,897		\$ 74,897
Other	\$ -			\$ -
Total capital assets not being depreciated	<u>\$ 41,350</u>	<u>\$ 44,897</u>	<u>\$ -</u>	<u>\$ 86,247</u>
Capital assets being depreciated				
Buildings	\$ 82,511			\$ 82,511
Machinery and equipment	\$ 34,460	\$ 10,288		\$ 44,748
Source of supply	\$ 262,395			\$ 262,395
Treatment plant	\$ 1,172,903			\$ 1,172,903
Transmission and distribution	\$ 3,544,912			\$ 3,544,912
Other	\$ -			\$ -
Total capital assets being depreciated	<u>\$ 5,097,181</u>	<u>\$ 10,288</u>	<u>\$ -</u>	<u>\$ 5,107,469</u>
Less accumulated depreciation for:				
Buildings	\$ (65,232)	\$ (1,913)		\$ (67,145)
Machinery and equipment	\$ (9,253)	\$ (3,975)		\$ (13,228)
Source of supply	\$ (231,519)	\$ (1,863)		\$ (233,382)
Treatment plant	\$ (1,129,340)	\$ (3,531)		\$ (1,132,871)
Transmission and distribution	\$ (1,689,532)	\$ (127,211)		\$ (1,816,743)
Prior year accumulated depreciation	\$ -			\$ -
Total accumulated depreciation	<u>\$ (3,124,876)</u>	<u>\$ (138,493)</u>	<u>\$ -</u>	<u>\$ (3,263,369)</u>
Total capital assets being depreciated	<u>\$ 1,972,305</u>	<u>\$ (128,205)</u>	<u>\$ -</u>	<u>\$ 1,844,100</u>
Business-Type activities capital assets net	<u>\$ 2,013,655</u>	<u>\$ (83,308)</u>	<u>\$ -</u>	<u>\$ 1,930,347</u>

Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014

4. **DETAILED NOTES ON ALL FUNDS - cont.**

C. Capital assets - cont.

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government	\$ 709
Public safety	\$ 17,470
Public works	\$ 37,751
Culture and recreation	\$ 11,758
Total depreciation expense - governmental activities	<u>\$ 67,688</u>
Business-type activities:	
Water utilities	\$ 96,675
Sewer utilities	\$ 41,818
Total depreciation expense - business-type activities	<u>\$ 138,493</u>

D. Operating leases

The Town had no operating leases as of June 30, 2014.

E. Long-term debt

The Town has assumed the following long-term debt:

1. **General Obligation Bonds** The Town had no General Obligation Bonds outstanding as of June 30, 2014.

|

**Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014**

4. DETAILED NOTES ON ALL FUNDS - cont.

E. Long-term debt - cont.

2. **Revenue Bonds** Revenue Bonds payable at June 30, 2014 are comprised of the following issues:

Purpose	Issue Date	Interest Rate	Term of years	Final maturity	Bonds issued	Outstanding June 30, 2014	Annual serial payment
2014 SRF-Sewer Bond	4/8/14	1.250%	6 yrs	2020	\$ 57,000	51,000.00	varies
2014 WRF-Water Bond	4/8/14	2.500%	30 yrs	2044	\$ 941,945	941,945.00	varies
Total Revenue Bonds					\$ 998,945	992,945.00	-

The Town elected to restructure the 1999 SRF Sewer bond, the 2003 Water bond, and the 2005 Water bond in fiscal year 2014 resulting in a reduction in interest rates from 4% to 1.25%, 4.25% to 2.5%, and 4.5% to 2.5%, respectively.

3. **Special Assessment Bonds** The Town had no Special Assessment Bonds outstanding as of June 30, 2014.

4. **Contracts, Notes, or Loans**

Purpose	Original Amount	Date of Issue	Interest Rate	Outstanding 6/30/2014	Date of Last Payment
Computer System (General fund)	3,940.00	10/31/11	2.850%	\$ 1,899	10/31/2016
Computer System (Water fund)	6,530.00	10/31/11	2.850%	\$ 3,149	10/31/2016
Computer System (Sewer fund)	6,530.00	10/31/11	2.850%	\$ 3,149	10/31/2016
Total Contracts, Notes, or Loans	17,000.00			\$ 8,196	

F. **Property leased to others**

The following represents property owned by the County/City/Town which is leased to other governments, organizations, or individuals for specific purposes:

Whom leased to	Description of leased property	Duration of lease	Minimum annual payment

Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014

OTHER POST EMPLOYMENT BENEFITS (OPEB) NOTE DISCLOSURE

Post Employment Benefits Other Than Pensions (OPEB)

The Town allows its retired employees to continue to participate in its group health insurance plan at a premium rate that does not cover all of the related healthcare costs. This results in an OPEB referred to as an "implicit rate subsidy." OPEB is considered to be a long-term liability and is recorded on the modified accrual basis for governmental funds, and on the accrual basis for proprietary funds and the Government-wide Statements of Net Assets and Activities.

Plan Description: The Town is a member of the Montana Municipal Interlocal Authority (MMIA), a local government risk retention pool which administers the Town's group health insurance plan, an agent multiple-employer defined benefit plan. As required by State law (MCA 2-18-704), the Town provides its employees who retire, along with their eligible spouses and dependents, the option to continue to participate in the Town's group health insurance plan until the retiree becomes eligible for Medicare coverage. To continue this health insurance coverage, the retirees are required to pay the full amount of their premium. State law does not require that the Town provide the same premium rates to retirees as it pays for its active employees, nor does it require that the Town pay any portion of the retiree premiums. Premium rates and healthcare benefits may be administratively altered at the end of any contract year.

MMIA issues an annual financial report that can be obtained at:

Montana Municipal Interlocal Authority
PO Box 6669
Helena, MT 59604-6669

Funding Policy: The plan is unfunded by the Town, and retirees receiving benefits contribute 100% of their premium on a "pay-as-you-go" basis.

The Town pays 70% and the employee pays 30% of the premium costs for individual coverage. In Fiscal year 2014, The Town paid \$332.20 monthly towards the premium for its active full-time employees, and contributes nothing to the premium for retirees.

For the current fiscal year, monthly premiums for the Town's retirees, if any, and active employees were at the same rate of \$483.70 per month.

2 Active employees and -0- Retired members are receiving benefits through the Town's healthcare plan as of June 30, 2014.

Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014

OPEB Continued:

Annual Required Contributions: The annual required contribution (ARC), an actuarially determined amount, represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years.

<u>Annual OPEB Cost</u>	
Annual Required Contributions (ARC) as of June 30, 2014	2,398
Net OPEB Obligation at July 1, 2013	6,689
Interest on Net OPEB Obligation	
Amortization Factor	30
ARC Adjustments	0
Annual OPEB Cost	2,398

<u>Net OPEB Obligation</u>	FY 2012	FY 2013	FY 2014
Net OPEB Obligation at July 1st	4,143	6,213	6,689
Annual OPEB Cost (Expense)	2,070	476	2,398
Contributions Made	0	0	0
% of Annual OPEB Cost Contributed	0	0	0
Net OPEB Obligation at June 30th	6,213	6,689	9,087

Actuarial Methods and Assumptions: The Town was eligible and utilized the Alternative Measurement Method to calculate the annual required contribution (ARC) for fiscal year ending June 30, 2014. The AMM utilizes actuarial valuations that involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. As such, calculations using actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The AMM which uses actuarial calculations, reflect a long-term perspective. Consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities (AAL) and the actuarial value of assets.

Calculations are based on the types of benefits provided under the terms of substantive plan (the plan terms as understood by the Town and plan members) at the time of the Fiscal Year 2014 actuarial valuation and on the pattern of sharing of costs between the Town and plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual fund limitations on the pattern of cost sharing between the employer and plan members in the future.

For the alternative measurement method (AMM) valuation performed at June 30, 2014 the unit credit cost method was used. The health care cost trend rate was 5.7% for 2015 increasing to 6.7% for 2020. The assumed discount and long-term rate of return was 2.00%. The unfunded actuarial liability was calculated using the Unit Credit Cost method amortized as a Level Dollar Amount over an open period of 30 years.

The required Schedule of Funding Progress is designed to present multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014

OPEB Continued:

Actuarial methods and significant assumptions used: *(disclose items with * only if applicable)*

	FY 2012	FY 2013	FY 2014
	Unit Credit	Unit Credit	Unit Credit
Actuarial cost method:			
Method(s) used to determine the actuarial value of assets (N/A if OPEB not funded):	N/A	N/A	N/A
Inflation rate:			
Investment return:	1.64%	2.00%	2.00%
Participation rate:			
* Post-retirement benefit increases:			
* Projected salary increases:	2.00%	1.70%	1.70%
Healthcare cost trend rate (include different rates for successive year, if applicable)	5.50%	6.10%	6.60%
Amortization method (level dollar or level percentage or projected payroll):	level dollar	level dollar	level dollar
Amortization period and basis (e.g. 30 years; open OR closed):	30 years	30 years	30 years

Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014

OTHER POST EMPLOYMENT BENEFITS PLAN
RETIREE HEALTH INSURANCE
SCHEDULE OF FUNDING PROGRESS

The Town is required to have biennial OR triennial actuarial valuations.

* For single-employer or (agent) individual-employer OPEB plans with a total membership of 200 or more an actuarial valuation is required at least biennially.

* For single-employer or (agent) individual-employer OPEB plans with a total membership of fewer than 200 an actuarial valuation is required at least triennially.

* The Alternative Measurement Method (AMM) may be used if your government is either a sole or agent employer with fewer than 100 total plan members.

**Plan members are defined as:

1. Employees in active service
2. Terminated employees who have accumulated benefits but are not yet receiving them
3. Retired employees and beneficiaries currently receiving benefits

Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014

4. **DETAILED NOTES ON ALL FUNDS - cont.**

G. Pending Litigation

The following is a list of pending litigation against the entity and the amount of damages claimed by the plaintiff. Indicate in the potential of loss column if all or a portion of the damages will be covered by insurance if the entity suffers a loss.

Case	Damages requested	Potential of loss* (Mark with X)		
		1	2	3

*The potential for loss

1 - Probable - The future event or events are likely to occur.

2 - Reasonably possible - The chance of the future event or events occurring is more than remote but less than likely.

3 - Remote - The chance of the future event or events occurring is slight.

H. Restatements/prior period adjustments

During the current fiscal year, adjustments relating to prior year's transactions were made to the fund balance and net position accounts. The following is a schedule of these adjustments:

Fund	Amount	Reason for adjustment
Water Fund	(2,008.51)	restatement of prior year charge for service revenue
Sewer Fund	2,000.00	restatement of prior year principal loan pmts
Sewer Fund	242.76	restatement of prior year charge for service revenue
Sewer Fund	15.65	restatement of prior year expenses
Total	249.90	

I. Significant difference between deferred outflow of resources or deferred inflow of resources and the balance of the related asset or liability

There were no significant differences in fiscal year ending June 30, 2014.

J. Pension and retirement plans

The entity participates in the Montana Public Employees Retirement System. The contributions to the plans for the fiscal year are as follows:	Employer share of retirement contribution expenses	Employee share of retirement contribution	Total
a. Public Employee's Retirement System (City)			\$ -
b. Sheriff's Retirement System (County)			\$ -
c. Teacher's Retirement System (County)			\$ -
d. MPORS (City)			\$ -
Total			\$ -

Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014

4. DETAILED NOTES ON ALL FUNDS - cont.

K. Fund Balance/Net Position

1. Fund Balance

Statement No. 54 - "Fund Balance Reporting and Governmental The Governmental Fund Type Definitions". Statement No. 54, requires presentation of governmental fund balances by specific purpose. In the basic financial statements, the fund balance classifications are presented in the aggregate for the following fund balance classifications: non-spendable, restricted, committed, assigned and unassigned.

The non-spendable fund balance classification represents the portion of fund balances that cannot be spent either because it is not in spendable form such as inventories, the long-term portion of notes & loans receivable, land held for resale of which the future proceeds are not committed, and pre-paid expenses, or because of legal or contractual constraints such as the corpus of a permanent fund.

The restricted fund balance/net position classification includes amounts that can be spent only for specific purposes which are externally imposed either by:

- a) providers such as creditors (such as through debt covenants), grantors, contributors, and laws and regulations of other governments; or
- b) imposed by law through constitutional provisions or enabling legislation.

The committed fund balance classification includes amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision-making authority, Town Council through Resolution and does not lapse at year-end.

The assigned fund balance classification includes amounts that are intended to be used by the government for a specific purpose that do not meet the criteria to be classified as restricted or committed.

Assignments of fund balance may be created by the following designated individuals, positions or bodies:

 _____

by means of the following procedure:
(Describe the procedure)

 _____

Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in other classifications. In governmental funds other than the general fund, the unassigned classification is only used to report a deficit balance resulting from overpending for specific purposes for which amounts had been restricted, committed, or assigned.

2. Net Position

The government-wide and proprietary fund financial statements report net position. Net position represent the difference between assets plus deferred outflow of resources and liabilities plus deferred inflows of resources. Components of net position are net investment in capital assets, restricted, and unrestricted. Net investment in capital assets consists of capital assets net of accumulated depreciation plus capital related deferred outflows of resources, less outstanding balance of any related borrowing used for the acquisition, construction, or improvement of those assets and capital related deferred inflows of resources. Restricted net position is defined above (see J1.), and unrestricted net position is any portion of net position that does not meet the definition of net investment in capital assets and restricted.

Town of Hot Springs
NOTE TO THE FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014

4. **DETAILED NOTES ON ALL FUNDS - cont.**

- L. **Fund Balance Classifications** - GASB Statement No 54 requires presentation of specific purpose details by fund balance classification either on the face of the balance sheet-governmental funds, in the notes to the financial statements, or a combination of both.

Specific purposes details by fund balance classification are presented on the Balance Sheet-Governmental Funds.

**Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014**

4. DETAILED NOTES ON ALL FUNDS - cont.

M. Major Special Revenue Funds:

The purpose of each major special revenue fund and revenue source(s) is listed below:

<u>Major Special Revenue Fund:</u>	<u>Revenue Source(s):</u>
Library Fund-culture & recreation	Property tax revenue, State grants, charges for services, donations, and other miscellaneous revenues.

N. Spending policy:

The Town receives inflows from revenue and other financial sources from numerous sources for use in the General fund. The Fund will expend those resources on multiple purposes of the local government. The intention of this spending policy is to identify the expenditure order of resource categories for the General Fund. Resources will be categorized according to Generally Accepted Accounting Principles (GAAP) for state and local governments. When both restricted and unrestricted resources are available in the General Fund, the following spending policy will apply or the default will apply if a policy has not been adopted:

- 1st: Restricted
- 2nd: Committed
- 3rd: Assigned
- 4th: Unassigned

The Town receives inflows from revenue and other financial sources from numerous sources for use in the Special Revenue, Debt Service and Capital Projects funds. These funds will expend those resources on the specific purpose of the fund.

The intention of this spending policy is to identify the expenditure order of resource categories for these Funds. Resources will be categorized according to Generally Accepted Accounting Principles (GAAP) for state and local governments. When both restricted and unrestricted resources are available in these funds, the following spending policy will apply or the default will apply if a policy has not been adopted:

- 1st: _____
- 2nd: _____
- 3rd: _____

O. Minimum Fund Balance Policy:

The Town does not have a minimum fund balance policy in place.

Town of Hot Springs
NOTES TO THE BASIC FINANCIAL STATEMENTS
FISCAL YEAR ENDED
June 30, 2014

5. **BOC SUPPLEMENT SCHEDULE**

1. **Intergovernmental expenditures** - Of the expenditures reported, detail below those expenditures made to other governments on a cost-sharing basis.

Purpose	Amount - Omit Cents	
	Paid to local governments	Paid to state
Airports	M01	
Libraries	M52	
Health	M32	
Local schools	M12	
Welfare	M79	L79
Other	M89	L89

2. **Salaries and Wages** - Report here the total salaries and wages paid to all employees of your government before deductions for social security, retirement, etc. Include also salaries and wages paid to employees of any utility owned and operated by your government.

Amount - Omit cents

3. **Debt outstanding**

A. Long-term debt outstanding, issued and retired

Purpose	Bonds Outstanding July 1, 2013	Amount -- Omit cents			
		Bonds during the fiscal year		Outstanding as of June 30, 2014	
		Issued	Retired	General Obligation	Revenue bonds
Water utility	19A 948,758	29A 941,945.00	39A 948,758	41A \$	44A 941,945
Sewer utility	19X 63,000.00	29X 57,000.00	39X 69,000.00	41X \$	44X 51,000

B. Short-term debt

Type	Beginning of fiscal year	End of fiscal year
Registered warrants	61V	64V
Contracts payable		
Notes payable		
Totals		

4. **Cash balances by fund type** - Cash may consist of cash on hand, checking, savings, repurchase agreements, certificates of deposit, securities, or any other cash related item.

Type of funds	Amount -- Omits cents
General fund (1000)	W61 \$ 61,394
Special revenue funds (2000)	W61 \$ 45,542
Debt Service funds (3000)	W01 \$ -
Capital projects funds (4000)	W31 \$ 4,229
Enterprise funds (5000)	W61 \$ 292,397
Internal services funds (6000)	\$ -
Trust and agency funds (7000)	\$ 21,016
Permanent funds (8000)	\$ -
Total cash all funds	\$ 424,578

Form BOC-1

**REQUIRED
SUPPLEMENTARY
INFORMATION**

35. STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE- BUDGET AND ACTUAL - GENERAL FUND
For the year ending June 30, 2014

1000 GENERAL

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	132,475.00	132,475.00	142,071.62	9,596.62
Local option taxes	21,000.00	21,000.00	21,429.14	429.14
Licenses and permits				
Alcoholic beverage licenses	770.00	770.00	770.00	0.00
General business licenses	1,000.00	1,000.00	1,005.00	5.00
Building permits	475.00	475.00	375.00	(100.00)
Animal licenses	300.00	300.00	278.00	(22.00)
Intergovernmental revenue (See supplemental section for detail)				
State grants	42,500.00	42,500.00	0.00	(42,500.00)
State shared revenues	42,128.00	42,128.00	42,277.36	149.36
Local shared revenues	1,000.00	1,000.00	1,000.00	0.00
Charges for services				
General government	500.00	500.00	289.26	(210.74)
Public safety	11,250.00	11,250.00	7,993.26	(3,256.74)
Public works	650.00	650.00	1,471.25	821.25
Fines and forfeitures				
City court	18,000.00	18,000.00	15,148.00	(2,852.00)
Other fines and forfeitures	100.00	100.00	0.00	(100.00)
Miscellaneous	45,750.00	96,977.74	61,688.67	(35,289.07)
Investment and royalty earnings	450.00	450.00	434.96	(15.04)
Total revenues	318,348.00	369,575.74	296,231.52	(73,344.22)

EXPENDITURES

Current:				
General Government:				
Legislative services				
Personal services	20.00	20.00	10.56	9.44
Supplies/services/materials, etc	5,700.00	5,700.00	5,100.00	600.00
Executive services				
Personal services	6,484.00	6,484.00	6,485.46	(1.46)
Supplies/services/materials, etc	300.00	300.00	5.99	294.01
Judicial services				
Personal services	9,158.00	9,158.00	9,299.83	(141.83)
Supplies/services/materials, etc	3,050.00	3,050.00	1,303.44	1,746.56
Administrative services				
Financial services				
Personal services	5,014.00	5,014.00	7,489.07	(2,475.07)
Supplies/services/materials, etc	12,600.00	38,213.87	34,066.80	4,147.07
Elections				

35. STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE- BUDGET AND ACTUAL - GENERAL FUND
For the year ending June 30, 2014

1000 GENERAL

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Supplies/services/materials, etc	3,000.00	3,000.00	1,202.70	1,797.30
Purchasing services				
Personnel services				
Records administration				
Legal services				
Supplies/services/materials, etc	4,360.00	4,360.00	3,255.00	1,105.00
Planning and research services				
Facilities administration				
Supplies/services/materials, etc	10,270.00	10,270.00	8,921.00	1,349.00
Estate Administration				
Public school administration				
Other general government services				
Public Safety:				
Law enforcement services				
Personal services	128,301.00	128,301.00	133,146.01	(4,845.01)
Supplies/services/materials, etc	24,600.00	24,600.00	26,054.13	(1,454.13)
Detention and correction				
Probation and parole				
Fire protection				
Personal services	673.00	673.00	628.60	44.40
Supplies/services/materials, etc	19,850.00	19,850.00	15,394.11	4,455.89
Protective inspections				
Civil defense				
Emergency services				
Other public safety services				
Public Works:				
Public works administration				
Road and street services				
Airport				
Transit systems				
Water utilities				
Sewer utilities				
Natural gas/electric				
Solid waste services				
Cemetery services				
Public scales				
Weed control				
Personal services	1,200.00	1,200.00	0.00	1,200.00
Supplies/services/materials, etc	550.00	550.00	0.00	550.00
Flood control				
Central shop services				
Supplies/services/materials, etc	2,000.00	2,000.00	0.00	2,000.00
Other public works services				
Public Health:				

35. STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE- BUDGET AND ACTUAL - GENERAL FUND
 For the year ending June 30, 2014

1000 GENERAL

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Public health services				
Hospitals				
Nursing homes				
Mental health center				
Animal control services				
Supplies/services/materials, etc	200.00	200.00	57.50	142.50
Insect and pest controls				
Other public health services				
Social and Economic Services:				
Welfare				
Veteran's services				
Aging services				
Extension services				
Other social and economic services				
Culture and Recreation:				
Library services				
Supplies/services/materials, etc	1,000.00	1,000.00	0.00	1,000.00
Fairs				
Other community events				
Parks				
Supplies/services/materials, etc	400.00	400.00	0.00	400.00
Participant recreation				
Personal services	1,211.00	1,211.00	650.38	560.62
Supplies/services/materials, etc	62,000.00	62,000.00	1,517.47	60,482.53
Spectator recreation				
Other culture and recreation services				
Housing and Community Development:				
Community public facility projects				
Housing rehabilitation				
Economic development				
TSEP/Home/Infrastructure rehabilitation				
HOME - tenant based rental assistance				
Other housing and community development				
Conservation of Natural Resources:				
Soil conservation				
Water quality control				
Air quality control				
Other natural resources conservation				
Debt Service:				
Total expenditures	301,941.00	327,554.87	254,588.05	72,966.82
Excess of revenues over (under) expenditures	16,407.00	42,020.87	41,643.47	(377.40)

35. STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE- BUDGET AND ACTUAL - GENERAL FUND
 For the year ending June 30, 2014

1000 GENERAL

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)

OTHER FINANCING SOURCES (USES)				
Other financing uses	0.00	0.00	(11.33)	(11.33)

Total other financing sources (uses)	0.00	0.00	(11.33)	(11.33)

Net change in fund balance	16,407.00	42,020.87	41,632.14	(388.73)
Fund balance - July 1, 2013 - -As previously reported	19,736.63	19,736.63	19,736.63	0.00

Fund balance - July 1, 2013 - As restated	19,736.63	19,736.63	19,736.63	0.00

Fund balance - June 30, 2014	36,143.63	61,757.50	61,368.77	(388.73)
=====				

41. STATEMENT OF REVENUE, EXPENDITURE, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - MAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2014

2220 LIBRARY

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	33,823.00	31,210.00	31,394.25	184.25
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
State grants	3,247.00	3,247.00	3,247.37	0.37
Charges for services				
General government	600.00	600.00	975.32	375.32
Fines and forfeitures				
Miscellaneous	2,600.00	2,600.00	4,406.04	1,806.04
Total revenues	40,270.00	37,657.00	40,022.98	2,365.98
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Public Health				
Social and Economic Services				
Culture and Recreation				
Personal services	25,940.00	28,419.00	28,394.83	24.17
Supplies/services/materials, etc	13,203.00	13,203.00	12,720.10	482.90
Housing and Community Development				
Conservation of Natural Resources				
Debt Service				
Total expenditures	39,143.00	41,622.00	41,114.93	507.07
Excess of revenues over (under) expenditures	1,127.00	(3,965.00)	(1,091.95)	2,873.05
OTHER FINANCING SOURCES (USES)				
Net change in fund balance	1,127.00	(3,965.00)	(1,091.95)	2,873.05
Fund balance - July 1, 2013 - -As previously reported	11,978.83	11,978.83	11,978.83	0.00
Fund balance - July 1, 2013 - As restated	11,978.83	11,978.83	11,978.83	0.00
Fund balance - June 30, 2014	13,105.83	8,013.83	10,886.88	2,873.05

41. STATEMENT OF REVENUE, EXPENDITURE, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - MAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2014

2220 LIBRARY

Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
-----	-----	-----	-----
=====	=====	=====	=====

**OTHER
SUPPLEMENTARY
INFORMATION**

Town of Hot Springs
COMBINING BALANCE SHEET
ALL NON-MAJOR SPECIAL REVENUE FUNDS
 June 30, 2014

	2190	2210	2250	2390	2501	2810	2820	TOTAL NON- MAJOR SPECIAL REVENUE FUNDS
	Comp Insurance	Parks/Recreation	Planning	Drug Forfeiture	Street Lights	Police Training	Gas Tax	
ASSETS								
Current Assets								
Cash and investments	\$ 1,878.83	\$ 1,780.97	\$ 2,227.66	\$ 60.00	\$ 7,343.02	\$ 3,911.33	\$ 1,327.70	\$ 18,529.51
Taxes and assessments receivable, net	121.50	-	15.40	-	1,265.70	-	-	1,402.60
Total Current Assets	<u>2,000.33</u>	<u>1,780.97</u>	<u>2,243.06</u>	<u>60.00</u>	<u>8,608.72</u>	<u>3,911.33</u>	<u>1,327.70</u>	<u>19,932.11</u>
Total Assets	<u>2,000.33</u>	<u>1,780.97</u>	<u>2,243.06</u>	<u>60.00</u>	<u>8,608.72</u>	<u>3,911.33</u>	<u>1,327.70</u>	<u>19,932.11</u>
DEFERRED INFLOWS OF RESOURCES								
Deferred property tax/special assessment revenue	121.50	-	15.40	-	1,265.70	-	-	1,402.60
Total Deferred Inflows of Resources	<u>121.50</u>	<u>-</u>	<u>15.40</u>	<u>-</u>	<u>1,265.70</u>	<u>-</u>	<u>-</u>	<u>1,402.60</u>
FUND BALANCES								
Fund Format:								
Restricted for:	-	-	-	-	-	-	-	-
Public safety	-	-	-	60.00	-	3,911.33	-	3,971.33
Public works	-	-	-	-	7,343.02	-	1,327.70	8,670.72
Culture & recreation	-	1,780.97	-	-	-	-	-	1,780.97
Committed for:	-	-	-	-	-	-	-	-
General government	1,878.83	-	2,227.66	-	-	-	-	4,106.49
Total Fund Balance	<u>\$ 1,878.83</u>	<u>\$ 1,780.97</u>	<u>\$ 2,227.66</u>	<u>\$ 60.00</u>	<u>\$ 7,343.02</u>	<u>\$ 3,911.33</u>	<u>\$ 1,327.70</u>	<u>\$ 18,529.51</u>
Total Liabilities, Deferred Outflow of Resources and Fund Balance	<u>\$ 2,000.33</u>	<u>\$ 1,780.97</u>	<u>\$ 2,243.06</u>	<u>\$ 60.00</u>	<u>\$ 8,608.72</u>	<u>\$ 3,911.33</u>	<u>\$ 1,327.70</u>	<u>\$ 19,932.11</u>

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2014

2190 COMP. INSURANCE

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	400.00	400.00	559.92	159.92
Local option taxes	0.00	0.00	65.54	65.54
Special assessments	0.00	0.00	0.00	0.00
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
State shared revenues	0.00	0.00	0.00	0.00
Charges for services				
Fines and forfeitures				
Miscellaneous	0.00	0.00	0.00	0.00
Total revenues	400.00	400.00	625.46	225.46
EXPENDITURES				
Current:				
General Government				
Personal services	0.00	0.00	0.00	0.00
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Safety				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Works				
Personal services	0.00	0.00	0.00	0.00
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Health				
Social and Economic Services				
Culture and Recreation				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Housing and Community Development				
Conservation of Natural Resources				
Debt Service				
Miscellaneous	1,200.00	1,200.00	0.00	1,200.00
Total expenditures	1,200.00	1,200.00	0.00	1,200.00
Excess of revenues over (under) expenditures	(800.00)	(800.00)	625.46	1,425.46
OTHER FINANCING SOURCES (USES)				
Net change in fund balance	(800.00)	(800.00)	625.46	1,425.46

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
 For the year ending June 30, 2014

2190 COMP. INSURANCE

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Fund balance - July 1, 2013 - -As previously reported	1,253.37	1,253.37	1,253.37	0.00
Fund balance - July 1, 2013 - As restated	1,253.37	1,253.37	1,253.37	0.00
Fund balance - June 30, 2014	453.37	453.37	1,878.83	1,425.46

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2014

2210 PARKS / RECREATION

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	0.00	0.00	0.00	0.00
Local option taxes	0.00	0.00	0.00	0.00
Special assessments	0.00	0.00	0.00	0.00
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
State shared revenues	0.00	0.00	0.00	0.00
Charges for services				
Fines and forfeitures				
Miscellaneous	5,000.00	5,000.00	0.00	(5,000.00)
Total revenues	5,000.00	5,000.00	0.00	(5,000.00)
EXPENDITURES				
Current:				
General Government				
Personal services	0.00	0.00	0.00	0.00
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Safety				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Works				
Personal services	0.00	0.00	0.00	0.00
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Health				
Social and Economic Services				
Culture and Recreation				
Supplies/services/materials, etc	5,000.00	5,000.00	206.00	4,794.00
Housing and Community Development				
Conservation of Natural Resources				
Debt Service				
Miscellaneous	0.00	0.00	0.00	0.00
Total expenditures	5,000.00	5,000.00	206.00	4,794.00
Excess of revenues over (under) expenditures	0.00	0.00	(206.00)	(206.00)
OTHER FINANCING SOURCES (USES)				
Net change in fund balance	0.00	0.00	(206.00)	(206.00)

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
 For the year ending June 30, 2014

2210 PARKS / RECREATION

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Fund balance - July 1, 2013 - -As previously reported	1,986.97	1,986.97	1,986.97	0.00
Fund balance - July 1, 2013 - As restated	1,986.97	1,986.97	1,986.97	0.00
Fund balance - June 30, 2014	1,986.97	1,986.97	1,780.97	(206.00)

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2014

2250 PLANNING

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	20.00	20.00	52.31	32.31
Local option taxes	0.00	0.00	0.00	0.00
Special assessments	0.00	0.00	0.00	0.00
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
State shared revenues	0.00	0.00	0.00	0.00
Charges for services				
Fines and forfeitures				
Miscellaneous	0.00	0.00	0.00	0.00
Total revenues	20.00	20.00	52.31	32.31
EXPENDITURES				
Current:				
General Government				
Personal services	100.00	100.00	0.00	100.00
Supplies/services/materials, etc	300.00	300.00	0.00	300.00
Public Safety				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Works				
Personal services	0.00	0.00	0.00	0.00
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Health				
Social and Economic Services				
Culture and Recreation				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Housing and Community Development				
Conservation of Natural Resources				
Debt Service				
Miscellaneous	0.00	0.00	0.00	0.00
Total expenditures	400.00	400.00	0.00	400.00
Excess of revenues over (under) expenditures	(380.00)	(380.00)	52.31	432.31
OTHER FINANCING SOURCES (USES)				
Net change in fund balance	(380.00)	(380.00)	52.31	432.31

11/20/14

TOWN OF HOT SPRINGS

Page: 6 of 14

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2014

2250 PLANNING

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Fund balance - July 1, 2013 - -As previously reported	2,175.35	2,175.35	2,175.35	0.00
Fund balance - July 1, 2013 - As restated	2,175.35	2,175.35	2,175.35	0.00
Fund balance - June 30, 2014	1,795.35	1,795.35	2,227.66	432.31

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2014

2390 Drug Forfeiture

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	0.00	0.00	0.00	0.00
Local option taxes	0.00	0.00	0.00	0.00
Special assessments	0.00	0.00	0.00	0.00
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
State shared revenues	0.00	0.00	0.00	0.00
Charges for services				
Fines and forfeitures				
Miscellaneous	0.00	0.00	0.00	0.00
Total revenues	0.00	0.00	0.00	0.00
EXPENDITURES				
Current:				
General Government				
Personal services	0.00	0.00	0.00	0.00
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Safety				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Works				
Personal services	0.00	0.00	0.00	0.00
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Health				
Social and Economic Services				
Culture and Recreation				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Housing and Community Development				
Conservation of Natural Resources				
Debt Service				
Miscellaneous	0.00	0.00	0.00	0.00
Total expenditures	0.00	0.00	0.00	0.00
Excess of revenues over (under) expenditures	0.00	0.00	0.00	0.00
OTHER FINANCING SOURCES (USES)				
Net change in fund balance	0.00	0.00	0.00	0.00

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2014

2390 Drug Forfeiture

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Fund balance - July 1, 2013 - -As previously reported	60.00	60.00	60.00	0.00
Fund balance - July 1, 2013 - As restated	60.00	60.00	60.00	0.00
Fund balance - June 30, 2014	60.00	60.00	60.00	0.00

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2014

2501 STREET LIGHT DISTRICT A

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	0.00	0.00	0.00	0.00
Local option taxes	0.00	0.00	0.00	0.00
Special assessments	7,100.00	7,100.00	7,443.47	343.47
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
State shared revenues	0.00	0.00	0.00	0.00
Charges for services				
Fines and forfeitures				
Miscellaneous	0.00	0.00	0.00	0.00
Total revenues	7,100.00	7,100.00	7,443.47	343.47
EXPENDITURES				
Current:				
General Government				
Personal services	0.00	0.00	0.00	0.00
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Safety				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Works				
Personal services	0.00	0.00	0.00	0.00
Supplies/services/materials, etc	6,504.00	6,504.00	6,503.28	0.72
Public Health				
Social and Economic Services				
Culture and Recreation				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Housing and Community Development				
Conservation of Natural Resources				
Debt Service				
Miscellaneous	0.00	0.00	0.00	0.00
Total expenditures	6,504.00	6,504.00	6,503.28	0.72
Excess of revenues over (under) expenditures	596.00	596.00	940.19	344.19
OTHER FINANCING SOURCES (USES)				
Net change in fund balance	596.00	596.00	940.19	344.19

11/20/14

TOWN OF HOT SPRINGS

Page: 10 of 14

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2014

2501 STREET LIGHT DISTRICT A

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Fund balance - July 1, 2013 - -As previously reported	6,402.83	6,402.83	6,402.83	0.00
Fund balance - July 1, 2013 - As restated	6,402.83	6,402.83	6,402.83	0.00
Fund balance - June 30, 2014	6,998.83	6,998.83	7,343.02	344.19

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2014

2810 POLICE TRAINING

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	0.00	0.00	0.00	0.00
Local option taxes	0.00	0.00	0.00	0.00
Special assessments	0.00	0.00	0.00	0.00
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
State shared revenues	599.00	599.00	598.00	(1.00)
Charges for services				
Fines and forfeitures				
Miscellaneous	0.00	0.00	0.00	0.00
Total revenues	599.00	599.00	598.00	(1.00)
EXPENDITURES				
Current:				
General Government				
Personal services	0.00	0.00	0.00	0.00
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Safety				
Supplies/services/materials, etc	3,000.00	3,000.00	0.00	3,000.00
Public Works				
Personal services	0.00	0.00	0.00	0.00
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Health				
Social and Economic Services				
Culture and Recreation				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Housing and Community Development				
Conservation of Natural Resources				
Debt Service				
Miscellaneous	0.00	0.00	0.00	0.00
Total expenditures	3,000.00	3,000.00	0.00	3,000.00
Excess of revenues over (under) expenditures	(2,401.00)	(2,401.00)	598.00	2,999.00
OTHER FINANCING SOURCES (USES)				
Net change in fund balance	(2,401.00)	(2,401.00)	598.00	2,999.00

11/20/14

TOWN OF HOT SPRINGS

Page: 12 of 14

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2014

2810 POLICE TRAINING

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Fund balance - July 1, 2013 - -As previously reported	3,313.33	3,313.33	3,313.33	0.00
Fund balance - July 1, 2013 - As restated	3,313.33	3,313.33	3,313.33	0.00
Fund balance - June 30, 2014	912.33	912.33	3,911.33	2,999.00

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2014

2820 GASOLINE TAX FUND

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	0.00	0.00	0.00	0.00
Local option taxes	0.00	0.00	0.00	0.00
Special assessments	0.00	0.00	0.00	0.00
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
State shared revenues	18,464.00	18,464.00	18,464.73	0.73
Charges for services				
Fines and forfeitures				
Miscellaneous	0.00	0.00	0.00	0.00
Total revenues	18,464.00	18,464.00	18,464.73	0.73
EXPENDITURES				
Current:				
General Government				
Personal services	0.00	0.00	0.00	0.00
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Safety				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Public Works				
Personal services	8,060.00	8,060.00	7,370.68	689.32
Supplies/services/materials, etc	11,700.00	11,700.00	10,767.13	932.87
Public Health				
Social and Economic Services				
Culture and Recreation				
Supplies/services/materials, etc	0.00	0.00	0.00	0.00
Housing and Community Development				
Conservation of Natural Resources				
Debt Service				
Miscellaneous	0.00	0.00	0.00	0.00
Total expenditures	19,760.00	19,760.00	18,137.81	1,622.19
Excess of revenues over (under) expenditures	(1,296.00)	(1,296.00)	326.92	1,622.92
OTHER FINANCING SOURCES (USES)				
Net change in fund balance	(1,296.00)	(1,296.00)	326.92	1,622.92

11/20/14

TOWN OF HOT SPRINGS

Page: 14 of 14

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2014

2820 GASOLINE TAX FUND

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Fund balance - July 1, 2013 - -As previously reported	1,000.78	1,000.78	1,000.78	0.00
Fund balance - July 1, 2013 - As restated	1,000.78	1,000.78	1,000.78	0.00
Fund balance - June 30, 2014	(295.22)	(295.22)	1,327.70	1,622.92

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - TOTAL NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2014

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Property Taxes	420.00	420.00	612.23	192.23
Local option taxes	0.00	0.00	65.54	65.54
Special assessments	7,100.00	7,100.00	7,443.47	343.47
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
State shared revenues	19,063.00	19,063.00	19,062.73	(0.27)
Charges for services				
Fines and forfeitures				
Miscellaneous	5,000.00	5,000.00	0.00	(5,000.00)
Total revenues	31,583.00	31,583.00	27,183.97	(4,399.03)
EXPENDITURES				
Current:				
General Government				
Personal services	100.00	100.00	0.00	100.00
Supplies/services/materials, etc	300.00	300.00	0.00	300.00
Public Safety				
Supplies/services/materials, etc	3,000.00	3,000.00	0.00	3,000.00
Public Works				
Personal services	8,060.00	8,060.00	7,370.68	689.32
Supplies/services/materials, etc	18,204.00	18,204.00	17,270.41	933.59
Public Health				
Social and Economic Services				
Culture and Recreation				
Supplies/services/materials, etc	5,000.00	5,000.00	206.00	4,794.00
Housing and Community Development				
Conservation of Natural Resources				
Debt Service				
Miscellaneous	1,200.00	1,200.00	0.00	1,200.00
Total expenditures	35,864.00	35,864.00	24,847.09	11,016.91
Excess of revenues over (under) expenditures	(4,281.00)	(4,281.00)	2,336.88	6,617.88
OTHER FINANCING SOURCES (USES)				
Net change in fund balance	(4,281.00)	(4,281.00)	2,336.88	6,617.88

11/20/14

TOWN OF HOT SPRINGS

Page: 2 of 2

49. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - TOTAL NONMAJOR SPECIAL REVENUE FUNDS
For the year ending June 30, 2014

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
Fund balance - July 1, 2013 - -As previously reported	16,192.63	16,192.63	16,192.63	0.00
Fund balance - July 1, 2013 - As restated	16,192.63	16,192.63	16,192.63	0.00
Fund balance - June 30, 2014	11,911.63	11,911.63	18,529.51	6,617.88

**Town of Hot Springs
 COMBINING BALANCE SHEET
 ALL NON-MAJOR CAPITAL PROJECTS FUNDS
 June 30, 2014**

	4010 Capital Projects-Misc.	4011 Capital Improvement- Fire	TOTAL NON- MAJOR CAPITAL PROJECT FUNDS
ASSETS			
Current Assets			
Cash and investments	\$ 16,126.29	\$ 4,229.41	\$ 20,355.70
Total Current Assets	<u>\$ 16,126.29</u>	<u>\$ 4,229.41</u>	<u>\$ 20,355.70</u>
Total Assets	<u>16,126.29</u>	<u>4,229.41</u>	<u>20,355.70</u>
FUND BALANCES			
Fund Format:			
Assigned to:	-	-	-
Capital projects	16,126.29	4,229.41	20,355.70
Total Fund Balance	<u>\$ 16,126.29</u>	<u>\$ 4,229.41</u>	<u>\$ 20,355.70</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 16,126.29</u>	<u>\$ 4,229.41</u>	<u>\$ 20,355.70</u>

57. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR CAPITAL PROJECTS FUNDS

For the year ending June 30, 2014

4010 CAPITAL IMPROVEMENT-Misc

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)

REVENUES				
Taxes				
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
Charges for services				
Fines and forfeitures				
Miscellaneous				
Investment and royalty earnings	70.00	70.00	85.27	15.27

Total revenues	70.00	70.00	85.27	15.27

EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Public Health				
Social and Economic Services				
Culture and Recreation				
Housing and Community Development				
Conservation of Natural Resources				
Debt Service				

Excess of revenues over (under) expenditures	70.00	70.00	85.27	15.27

OTHER FINANCING SOURCES (USES)				

Net change in fund balance	70.00	70.00	85.27	15.27
Fund balance - July 1, 2013 - -As previously reported	16,041.02	16,041.02	16,041.02	0.00

Fund balance - July 1, 2013 - As restated	16,041.02	16,041.02	16,041.02	0.00

Fund balance - June 30, 2014	16,111.02	16,111.02	16,126.29	15.27
=====				

57. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - NONMAJOR CAPITAL PROJECTS FUNDS

For the year ending June 30, 2014

4011 Capital Imp. Fire

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)

REVENUES				
Taxes				
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
Charges for services				
Fines and forfeitures				
Miscellaneous				
Investment and royalty earnings	0.00	0.00	0.00	0.00

Total revenues	0.00	0.00	0.00	0.00

EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Public Health				
Social and Economic Services				
Culture and Recreation				
Housing and Community Development				
Conservation of Natural Resources				
Debt Service				

Excess of revenues over (under) expenditures	0.00	0.00	0.00	0.00

OTHER FINANCING SOURCES (USES)				

Net change in fund balance	0.00	0.00	0.00	0.00
Fund balance - July 1, 2013 - -As previously reported	4,229.41	4,229.41	4,229.41	0.00

Fund balance - July 1, 2013 - As restated	4,229.41	4,229.41	4,229.41	0.00

Fund balance - June 30, 2014	4,229.41	4,229.41	4,229.41	0.00
=====				

57. COMBINING STMT OF REV, EXPEND, & CHANGES IN FUND BALANCES - BUDGET & ACTUAL - TOTAL NONMAJOR CAPITAL PROJECTS FUNDS
For the year ending June 30, 2014

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Neg)
REVENUES				
Taxes				
Licenses and permits				
Intergovernmental revenue (See supplemental section for detail)				
Charges for services				
Fines and forfeitures				
Miscellaneous				
Investment and royalty earnings	70.00	70.00	85.27	15.27
Total revenues	70.00	70.00	85.27	15.27
EXPENDITURES				
Current:				
General Government				
Public Safety				
Public Works				
Public Health				
Social and Economic Services				
Culture and Recreation				
Housing and Community Development				
Conservation of Natural Resources				
Debt Service				
Excess of revenues over (under) expenditures	70.00	70.00	85.27	15.27
OTHER FINANCING SOURCES (USES)				
Net change in fund balance	70.00	70.00	85.27	15.27
Fund balance - July 1, 2013 - -As previously reported	20,270.43	20,270.43	20,270.43	0.00
Fund balance - July 1, 2013 - As restated	20,270.43	20,270.43	20,270.43	0.00
Fund balance - June 30, 2014	20,340.43	20,340.43	20,355.70	15.27

11/20/14
19:50:18

TOWN OF HOT SPRINGS
Account Query
For the Accounting Periods: 7/13 - 13/14

Page: 1 of 1
Report ID: L099

Accounts 331000-336999 SCHEDULE OF FEDERAL/STATE GRANTS, ENTITLEMENTS, & SHARED REVENUES

Account Object Fund	Opening Balance	Change	Closing Balance
330000 INTERGOVERNMENTAL REVENUES			
334100 Library Grant Funds			
2220 LIBRARY	0.00	2,353.00	2,353.00
Account Total:	0.00	2,353.00	2,353.00
334101 State Aid to Libraries			
2220 LIBRARY	0.00	894.37	894.37
Account Total:	0.00	894.37	894.37
334120 Treasure State Endowment Program			
5310 SEWER FUND	0.00	15,000.00	15,000.00
Account Total:	0.00	15,000.00	15,000.00
334121 DNRC Grants			
5310 SEWER FUND	0.00	4,897.00	4,897.00
Account Total:	0.00	4,897.00	4,897.00
Total State Grants: 23,144.37			
335040 Gasoline Tax Apportionment			
2820 GASOLINE TAX FUND	0.00	18,464.73	18,464.73
Account Total:	0.00	18,464.73	18,464.73
335050 Insurance Premium Apportionment			
2810 POLICE TRAINING	0.00	598.00	598.00
7120 FIRE RELIEF FUND	0.00	598.00	598.00
Account Total:	0.00	1,196.00	1,196.00
335230 State Entitlement Share			
1000 GENERAL	0.00	42,277.36	42,277.36
7120 FIRE RELIEF FUND	0.00	598.00 DR	598.00 DR
Account Total:	0.00	41,679.36	41,679.36
Total State Shared Revenues: 61,340.09			
Account Group Total:	0.00	84,484.46	84,484.46
Grand Total:	0.00	84,484.46	84,484.46

TOWN OF HOT SPRINGS
Schedule of Cash Receipts & Disbursements
For the Year 2013-2014

Fund/Account	Beginning Balance	Received	Transfers In	Disbursed	Transfers Out	Ending Balance
1000 GENERAL						
101000 Cash - Operating	14,781.48	296,409.22	116.67	947.83	252,077.80	58,281.74
101005 Debit Card acct	508.20	1,050.80	1,500.00	140.00	2,826.62	92.38
102130 Trans Veh Fee and Misc. Fire	4,271.95	955.00	0.00	0.00	2,407.30	2,819.65
103000 Petty Cash	200.00	0.00	0.00	0.00	0.00	200.00
Total Fund	19,761.63	298,415.02	1,616.67	1,087.83	257,311.72	61,393.77
Total 1000 GENERAL	19,761.63	298,415.02	1,616.67	1,087.83	257,311.72	61,393.77
2190 COMP. INSURANCE						
101000 Cash - Operating	1,253.37	625.46	0.00	0.00	0.00	1,878.83
2210 PARKS / RECREATION						
101000 Cash - Operating	1,986.97	0.00	0.00	0.00	206.00	1,780.97
2220 LIBRARY						
101000 Cash - Operating	11,911.72	37,821.70	0.00	100.42	38,813.23	10,819.77
101002 Cash - Grant	0.00	2,453.42	65.51	151.72	2,367.21	0.00
101003 Cash - Summer Reading Program Gr	17.11	0.00	0.00	0.00	0.00	17.11
103000 Petty Cash	50.00	0.00	0.00	0.00	0.00	50.00
Total Fund	11,978.83	40,275.12	65.51	252.14	41,180.44	10,886.88
2250 PLANNING						
101000 Cash - Operating	2,175.35	52.31	0.00	0.00	0.00	2,227.66
2390 Drug Forfeiture						
101000 Cash - Operating	60.00	0.00	0.00	0.00	0.00	60.00
2501 STREET LIGHT DISTRICT A						
101000 Cash - Operating	6,402.83	7,443.47	0.00	0.00	6,503.28	7,343.02
2810 POLICE TRAINING						
101000 Cash - Operating	3,313.33	598.00	0.00	0.00	0.00	3,911.33
2820 GASOLINE TAX FUND						
101000 Cash - Operating	998.65	19,827.23	53.36	140.00	19,411.54	1,327.70
101005 Debit Card acct	2.13	142.50	351.24	87.39	408.48	0.00
Total Fund	1,000.78	19,969.73	404.60	227.39	19,820.02	1,327.70
Total 2000	28,171.46	68,964.09	470.11	479.53	67,709.74	29,416.39
4010 CAPITAL IMPROVEMENT-Misc						
101000 Cash - Operating	7,553.03	0.00	0.00	0.00	0.00	7,553.03
102231 CD - Surplus Reserve	8,487.99	85.27	0.00	0.00	0.00	8,573.26
Total Fund	16,041.02	85.27				16,126.29
4011 Capital Imp. Fire						
101000 Cash - Operating	4,229.41	0.00	0.00	0.00	0.00	4,229.41
Total 4000	20,270.43	85.27	0.00	0.00	0.00	20,355.70
5210 WATER FUND						
101000 Cash - Operating	30,158.59	1,129,012.84	1,057.04	4,181.25	1,115,194.41	40,852.81
101005 Debit Card acct	56.66	546.25	1,450.00	312.00	1,492.14	248.77
102100 Cash - Customer Deposits	2,525.00	225.00	0.00	0.00	825.00	1,925.00
102201 CD WATER	8,222.23	82.61	0.00	0.00	0.00	8,304.84
102202 CD WATER	16,702.50	303.13	0.00	0.00	0.00	17,005.63
102210 RESTRICTED FOR CURRENT DEBT	0.00	4,484.00	55,884.00	37,639.00	0.00	22,729.00
102221 Restricted SRF Future Revenue Bo	0.00	45,400.00	0.00	0.00	0.00	45,400.00
102230 Cash - Surplus Reserve for Major	54,761.00	0.00	1,500.00	56,261.00	0.00	0.00
102240 Restricted Replacement & Depreci	0.00	377.00	4,500.00	0.00	0.00	4,877.00

TOWN OF HOT SPRINGS
Schedule of Cash Receipts & Disbursements
For the Year 2013-2014

Fund/Account	Beginning Balance	Received	Transfers In	Disbursed	Transfers Out	Ending Balance
103000 Petty Cash	200.00	0.00	0.00	0.00	0.00	200.00
Total Fund	112,625.98	1,180,430.83	64,391.04	98,393.25	1,117,511.55	141,543.05
5310 SEWER FUND						
101000 Cash - Operating	85,872.63	136,419.24	5,981.74	7,431.25	192,022.88	28,819.48
101005 Debit Card acct	110.88	501.25	1,450.00	257.00	1,535.32	269.81
102210 RESTRICTED FOR CURRENT DEBT	0.00	0.00	6,756.00	0.00	0.00	6,756.00
102221 Restricted SRF Future Revenue Bo	12,772.24	147.66	0.00	0.00	0.00	12,919.90
102222 Restricted SRF Current Loan Pay	736.00	0.00	7,920.00	0.00	8,656.00	0.00
102231 CD - Surplus Reserve	7,968.42	73.97	0.00	0.00	0.00	8,042.39
102232 CD Reserve RES & REPLC	19,486.35	198.84	0.00	0.00	0.00	19,685.19
102240 Restricted Replacement & Depreci	56,742.89	0.00	17,618.04	0.00	0.00	74,360.93
Total Fund	183,689.41	137,340.96	39,725.78	7,688.25	202,214.20	150,853.70
Total 5000	296,315.39	1,317,771.79	104,116.82	106,081.50	1,319,725.75	292,396.75
7120 FIRE RELIEF FUND						
101000 Cash - Operating	0.00	1,291.42	0.00	0.00	1,291.42	0.00
7458 Court Surcharge-Court Information Technology						
101000 Cash - Operating	0.00	580.00	0.00	0.00	580.00	0.00
7467 Law Enforcement Academy Surcharge						
101000 Cash - Operating	0.00	580.00	0.00	0.00	580.00	0.00
7910 PAYROLL CLEARING FUND						
101000 Cash - Operating	5,109.80	0.03	306,515.42	299,803.74	61.40	11,760.11
7930 CLAIMS CLEARING FUND						
101000 Cash - Operating	13,696.98	0.00	1,219,543.92	1,223,985.23	0.00	9,255.67
101002 Cash - Grant	0.00	0.00	2,367.21	2,367.21	0.00	0.00
101005 Debit Card acct	0.00	0.00	5,751.32	5,751.32	0.00	0.00
102130 Trans Veh Fee and Misc. Fire	0.00	0.00	2,407.30	2,407.30	0.00	0.00
102222 Restricted SRF Current Loan Pay	0.00	0.00	5,220.00	5,220.00	0.00	0.00
Total Fund	13,696.98	0.00	1,235,289.75	1,239,731.06	0.00	9,255.67
Total 7000	18,806.78	2,451.45	1,541,805.17	1,539,534.80	2,512.82	21,015.78
Totals	383,325.69	1,687,687.62	1,648,008.77	1,647,183.66	1,647,260.03	424,578.39

TOWN OF HOT SPRINGS
Cash/Bank Reconciliation
For the Accounting Period: 6/14

Fund/Account	Beginning Balance	Received	Transfers In	Disbursed	Transfers Out	Ending Balance
1000 GENERAL						
101000 Cash - Operating	26,514.48	53,193.86	0.00	21,215.27	200.00	58,293.07
101005 Debit Card acct	20.26	87.39	200.00	215.27	0.00	92.38
102130 Trans Veh Fee and Misc. Fire	2,819.65	0.00	0.00	0.00	0.00	2,819.65
103000 Petty Cash	200.00	0.00	0.00	0.00	0.00	200.00
Total Fund	29,554.39	53,281.25	200.00	21,430.54	200.00	61,405.10
2190 COMP. INSURANCE						
101000 Cash - Operating	1,790.25	88.58	0.00	0.00	0.00	1,878.83
2210 PARKS / RECREATION						
101000 Cash - Operating	1,780.97	0.00	0.00	0.00	0.00	1,780.97
2220 LIBRARY						
101000 Cash - Operating	7,123.56	6,745.08	0.00	3,048.87	0.00	10,819.77
101003 Cash - Summer Reading Program Gr	17.11	0.00	0.00	0.00	0.00	17.11
103000 Petty Cash	50.00	0.00	0.00	0.00	0.00	50.00
Total Fund	7,190.67	6,745.08		3,048.87		10,886.88
2250 PLANNING						
101000 Cash - Operating	2,226.90	0.76	0.00	0.00	0.00	2,227.66
2390 Drug Forfeiture						
101000 Cash - Operating	60.00	0.00	0.00	0.00	0.00	60.00
2501 STREET LIGHT DISTRICT A						
101000 Cash - Operating	6,679.31	1,205.65	0.00	541.94	0.00	7,343.02
2810 POLICE TRAINING						
101000 Cash - Operating	3,911.33	0.00	0.00	0.00	0.00	3,911.33
2820 GASOLINE TAX FUND						
101000 Cash - Operating	1,628.39	1,538.73	0.00	1,758.94	80.48	1,327.70
101005 Debit Card acct	6.91	0.00	80.48	87.39	0.00	0.00
Total Fund	1,635.30	1,538.73	80.48	1,846.33	80.48	1,327.70
4010 CAPITAL IMPROVEMENT-Misc						
101000 Cash - Operating	7,553.03	0.00	0.00	0.00	0.00	7,553.03
102231 CD - Surplus Reserve	8,565.98	7.28	0.00	0.00	0.00	8,573.26
Total Fund	16,119.01	7.28				16,126.29
4011 Capital Imp. Fire						
101000 Cash - Operating	4,229.41	0.00	0.00	0.00	0.00	4,229.41
5210 WATER FUND						
101000 Cash - Operating	37,225.81	17,945.84	100.00	9,261.84	5,157.00	40,852.81
101005 Debit Card acct	432.77	0.00	0.00	84.00	100.00	248.77
102100 Cash - Customer Deposits	1,775.00	150.00	0.00	0.00	0.00	1,925.00
102201 CD WATER	8,297.79	7.05	0.00	0.00	0.00	8,304.84
102202 CD WATER	16,979.67	25.96	0.00	0.00	0.00	17,005.63
102210 RESTRICTED FOR CURRENT DEBT	18,072.00	0.00	4,657.00	0.00	0.00	22,729.00
102221 Restricted SRF Future Revenue Bo	45,400.00	0.00	0.00	0.00	0.00	45,400.00
102240 Restricted Replacement & Depreci	4,377.00	0.00	500.00	0.00	0.00	4,877.00
103000 Petty Cash	200.00	0.00	0.00	0.00	0.00	200.00
Total Fund	132,760.04	18,128.85	5,257.00	9,345.84	5,257.00	141,543.05
5310 SEWER FUND						
101000 Cash - Operating	32,209.34	30,661.42	180.48	31,883.59	2,348.17	28,819.48
101005 Debit Card acct	534.29	0.00	0.00	84.00	180.48	269.81
102210 RESTRICTED FOR CURRENT DEBT	5,876.00	0.00	880.00	0.00	0.00	6,756.00

**GENERAL
INFORMATION
SECTION**

