



AEM Financial Solutions™

December 14, 2015

Honorable Mayor and City Council
City of Le Sueur
203 South Second Street
Le Sueur, MN 56058

Introduction

Enclosed is the 2016 proposed final budget as prepared by city staff and AEM Financial Solutions. A preliminary budget and tax levy was approved and certified with the County before September 30, 2015. The preliminary levy certification reflects a 3% property increase. A final budget and tax levy is required to be certified with the County before December 28, 2015. As you are aware, the construction of the 2016 budget is a year-long process which includes Mayor, City Council and staff input, budget work sessions and culminating with a final document to be approved by City Council.

Key items in this year's budget:

- Overall City-wide levy reflects a 3% increase. This increase relates to the implementation of a pavement management program. Council has the option of decreasing the overall levy but cannot increase it.
- Wages and benefits
 - Health insurance increase of 4.7%
 - Proposed staffing change - change contracted communication services to full time shared position with School District that is proposed to begin on July 1, 2016 depending on the School Board's decision
 - Compensation adjustments based on implementation of compensation plan approved by Council on September 14, 2015
- General fund revenue
 - Decrease in building permit revenue
 - Elimination of Cable TV Franchise fee
- Community Center
 - Decrease in donations
 - Purchase of two ice compressor controllers, water heater and variable speed drive pool pump
 - Re-caulking of outdoor pool
- Fire
 - No major changes noted

The following are some of the key factors in developing the budget:

Minimum Wage Increase

As of August 2014, large employers (cities with a total budget greater than \$500,000) had to pay most employees covered by minimum wage law at a rate of at least \$8.00 per hour, and small employers must pay all applicable employees at a rate of at least \$6.50 per hour. On Aug. 1 of 2015 and 2016, the Minnesota minimum wage is scheduled to increase for both large and small employers.

As of August 1, 2015, the Minnesota minimum pay rate increased to \$9.00 per hour for large employers and to at least \$7.25 per hour for small employers. Then, on August 1, 2016, the Minnesota minimum pay rate will increase to \$9.50 per hour for large employers and to at least \$7.75 per hour for small employers.

There are two exceptions to these wage amounts for younger employees. First, large employers must pay employees under age 18 a rate of at least \$6.50 per hour.

Second, all employers may elect to pay employees under age 20 at a rate not less than \$6.50 per hour, but only for their first 90 consecutive days of employment. After the 90 days, the minimum hourly rate becomes \$8. Both of these rates were effective August 1, 2014, and both amounts are scheduled to increase each year.

As before, these minimum wage requirements do not pertain to elected officials; individuals who serve on any governmental board, commission, committee, or other similar body; city volunteers; or any individual employed, directly or indirectly, by the city to provide police or fire protection services.

Beginning in 2017 and each year after, the Department of Labor and Industry will determine with feedback of stakeholders any appropriate minimum wage increase. The minimum wage increase, if any, will be effective in August of the following year.

City sales and Use Tax Exemption.

Instrumentalities of cities, special districts, and joint powers boards will become exempt from state sales and use tax on January 1, 2017. Prior to the amendment, these entities were to become exempt on Jan. 1, 2016.

Levy Limits

At this time there are no levy limits.

Deadline for Certification of Final Levy

The final levy is to be certified to Le Sueur County no later than five business days following December 20, 2015. This would be December 28, 2015.

Tax Levy Summary

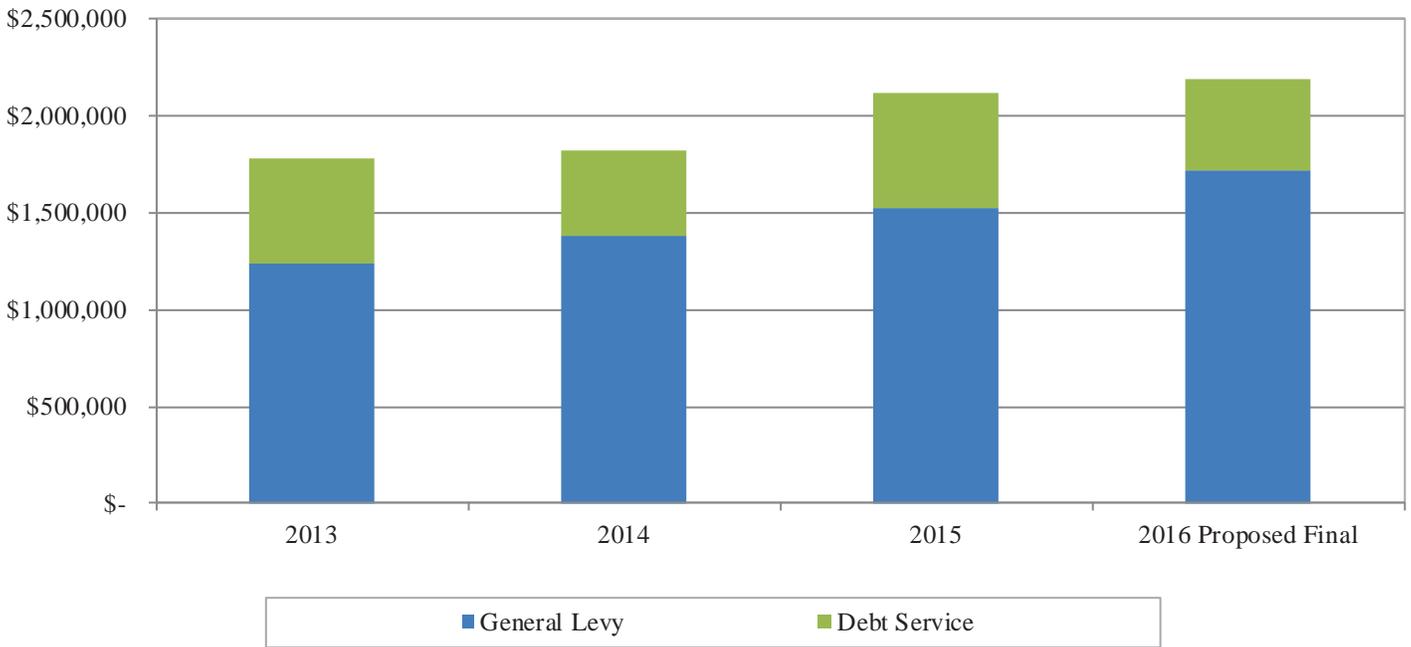
Overall, the tax levy includes levies for general operations, city infrastructure and debt services. The levy increased by 3.0% when compared to 2015. The 2015 budgeted and 2016 tax levies are listed below:

	2015 Budget	2016 Final Budget	Increase (Decrease)	% Change
Base Levy				
General	\$ 689,804	\$ 769,778	\$ 79,974	11.6%
Fire	119,482	-	(119,482)	-100.0%
Community Center	430,878	406,258	(24,620)	-5.7%
Sidewalk reconstruction	160,000	185,500	25,500	15.9%
Johnson Control Loan	122,000	122,000	-	0.0%
Pavement Management Plan	-	237,000	237,000	100.0%
Total Base Levy	1,522,164	1,720,536	198,372.00	13.0%
Debt Service				
	599,426		(599,426)	
2003 Participation Advance Refunding		-	-	
2004 Equipment Lease Purchase		-	-	
2008A GO Tax Abatement Bonds		50,000	50,000	
2009A GO Imp. Bonds		40,500	40,500	
2010A GO Equipment Cert.		-	-	
2010D GO Capital Improvement		54,500	54,500	
2011B SA GO Refunding Bonds		15,000	15,000	
2012A GO Improvement Bonds		70,000	70,000	
2013B GO Street Reconstruction		77,000	77,000	
2014A Recreational Facilities Bond		-	-	
2014B GO Refunding Bonds imp.		-	-	
2014B Go Refunding Bonds - Library		68,000	68,000	
2014B GO Refunding bonds - fire		90,000	90,000	
Total Debt Service Levy	599,426	465,000	(134,426)	-22.4%
Total City Wide Levy	\$ 2,121,590	\$ 2,185,536	\$ 63,946	3.0%

The increase in the 2016 Final Tax Levy can be primarily attributed to the following factor;

- Increase in Pavement Management Plan Levy of \$237,000

Levy Summary 2013 to 2016 Projected



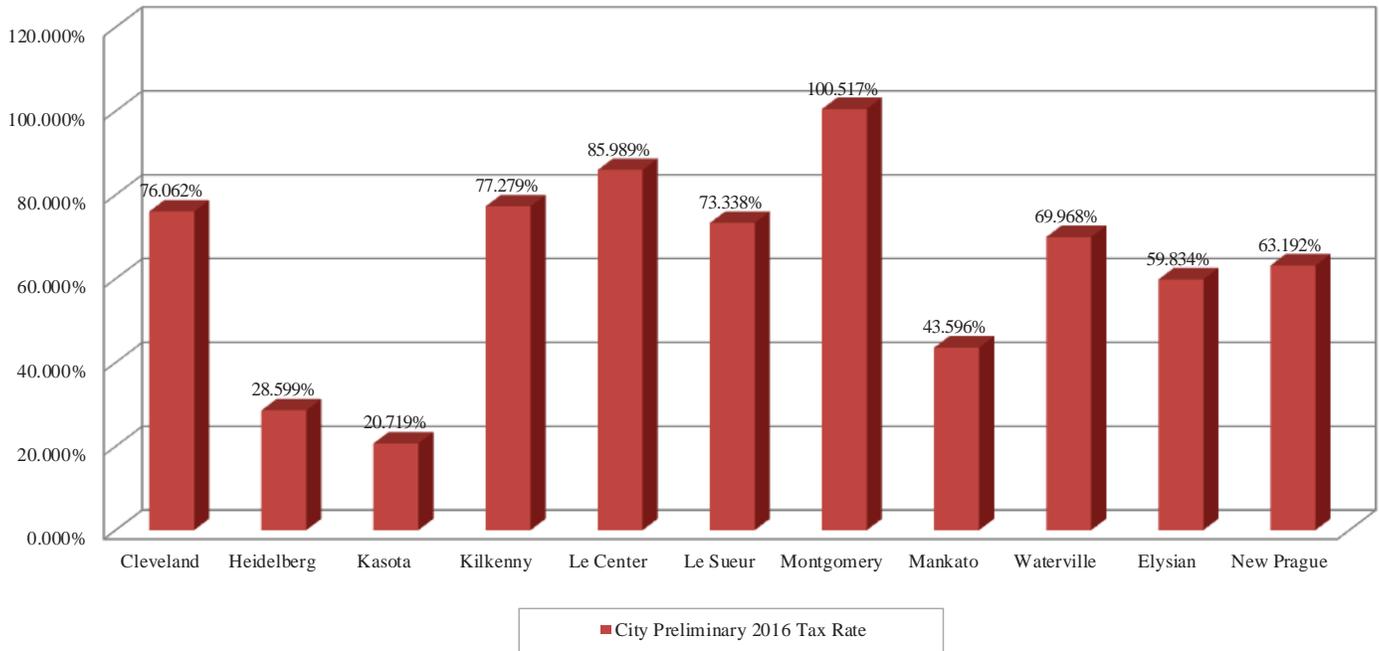
Summary of the City’s Tax Capacity

The past two years with comparison to the average percentage change for Le Sueur County is listed below:

Property Type	2013 Pay 2014	2014 Pay 2015	2015 Pay 2016	% Change
Commercial/Industrial	\$ 851,695	\$ 1,119,526	\$ 1,170,171	4.52%
Apartment	327,259	321,675	361,444	12.36%
Residential	1,191,811	1,200,708	1,234,272	2.80%
Agriculture	39,058	38,090	37,519	-1.50%
Other	28,205	28,238	29,539	4.61%
Total	\$ 2,438,028	\$ 2,708,237	\$ 2,832,945	4.60%

Tax Capacity Rates - 2014 - 2015, 2016 Estimate for Le Sueur

City of Le Sueur Tax Rate History Compared to other Le Sueur County Cities:



Impact on Homeowner Tax Bill

The Chart reflects a flat levy impact on homeowner's tax bill based on an increase in tax capacity.

Value of Home	2015 Actual	2016 Estimated	2016 Monthly	\$ Increase / (decrease)	% Increase / (decrease)
\$ 100,000	\$ 804	\$ 733	\$ 61	\$ (70)	-8.75%
136,700 *	1,099	1,003	84	(96)	-8.75%
150,000	1,206	1,100	92	(106)	-8.75%
200,000	1,607	1,467	122	(141)	-8.75%
250,000	2,009	1,833	153	(176)	-8.75%
300,000	2,411	2,200	183	(211)	-8.75%

* Average 2015 home value.

Conclusion

The purpose of the summary overview was to give a high level perspective of the overall budget. The remainder of this budget documents outlines each fund and the proposed changes. As a reminder, once the final 2016 levy is set the Council has the opportunity to modify the budget, but this must be completed through resolution.

**OFFICE OF THE COUNTY FINANCE DIRECTOR
LE SUEUR COUNTY
LE CENTER, MINNESOTA**

**CERTIFIED TAX LEVY CERTIFICATION: CITY OF LE SUEUR
2015 LEVY FOR TAXES PAYABLE 2016**

Total Budget (Certified)	\$3,799,278
Revenue and Receipts	\$ 671,566
Minus Certified Program Aid	\$
Minus Certified City Aid Distribution	\$ 942,376
Proposed Tax Levy Budget	\$2,185,536

Certified Tax Levy by Fund

Base Levy

1	General	\$	769,778
2	Community Center		401,058
3	Sidewalk reconstruction		185,500
4	Johnson Control Loan		122,000
5	Pavement Management Plan		242,000
	Total Base Levy		1,720,336

Debt Service

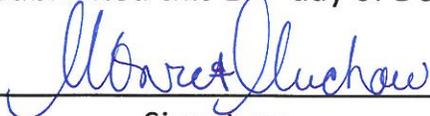
6	Referendum - 2014B Refunding Bonds - Library		68,000
7	Referendum - 2014B Refunding Bonds - Fire		90,000
	Total referendum debt		158,000

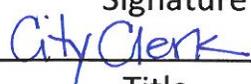
GO Debt

	2008A GO Tax Abatement Bonds		50,000
	2009A GO Imp. Bonds		40,500
	2010D GO Capital Improvement		54,500
	2011B SA GO Refunding Bonds		15,000
	2012A GO Improvement Bonds		70,000
	2013B GO Street Reconstruction		77,000
8	Total GO Debt		307,000

Total Proposed Tax Levy Budget **\$ 2,185,336**

Submitted this 17th day of December, 2015.



 Signature


 Title

RESOLUTION NO. 15-102

**RESOLUTION APPROVING 2016 FINAL GENERAL FUND BUDGET AND
2016 FINAL PROPERTY TAX LEVY**

WHEREAS, the City of Le Sueur is required by State law to approve a resolution setting forth an annual tax levy to the Le Sueur County Auditor; and

WHEREAS, Minnesota Statutes require approval of a final property tax levy and final budget on or before December 31st of each year; and

WHEREAS, the City Council has received the final budget document;

NOW THEREFORE BE IT RESOLVED by the City Council of the City of Le Sueur, that the Final 2016 budget shall be as follows:

**CITY OF LE SUEUR
2016 PROJECTED GENERAL REVENUE SOURCES**

	Budget		Percent Change
	2015	Proposed 2016	
Taxes	\$689,804	\$ 769,778	12%
Licenses and permits	110,400	95,700	-13%
Intergovernmental	1,008,510	1,028,376	2%
Charges for services	21,000	23,550	12%
Fines and forfeits	20,100	24,100	20%
Investment earnings	2,500	2,500	0%
Miscellaneous	91,050	91,016	0%
Transfer in	350,000	350,000	0%
Total Revenue	2,293,364	2,385,020	4%

2016 PROJECTED GENERAL EXPENDITURES

	Budget		Percent Change
	2015	Proposed 2016	
General Government	\$ 491,146	\$ 531,970	8%
Public Safety	968,140	961,850	-1%
Public Works	611,352	656,650	7%
Parks & Recreation	123,540	203,550	65%
Contingency	27,600	31,000	12%
Transfers out	26,086	-	-100%
Total Expenditures	2,247,864	2,385,020	6%

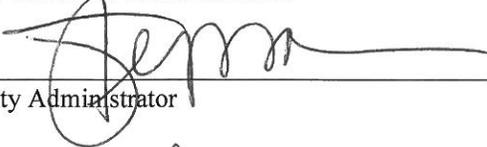
BE IT FURTHER RESOLVED that the City Council of the City of Le Sueur, Le Sueur County, Minnesota, that the following sums of money be levied for collection in 2016 upon the table property in said City of Le Sueur for the following purposes:

	<u>2016 Final Budget</u>
Base Levy	
General	\$ 769,778
Fire	-
Community Center	406,258
Sidewalk reconstruction	185,500
Johnson Control Loan	122,000
Pavement Management Plan (levy TBD based on Council decision)	<u>237,000</u>
Total Base Levy	1,720,536.00
Debt Service	
2003 Participation Advance Refunding	-
2004 Equipment Lease Purchase	-
2008A GO Tax Abatement Bonds	50,000
2009A GO Imp. Bonds	40,500
2010A GO Equipment Cert.	-
2010D GO Capital Improvement	54,500
2011B SA GO Refunding Bonds	15,000
2012A GO Improvement Bonds	70,000
2013B GO Street Reconstruction	77,000
2014A Recreational Facilities Bond	-
2014B GO Refunding Bonds imp.	-
2014B Go Refunding Bonds - Library	68,000
2014B GO Refunding bonds - fire	<u>90,000</u>
Total Debt Service Levy	465,000
Total City Wide Levy	\$ 2,185,536

And

BE IT FURTHER RESOLVED that AEM Financial Solutions is hereby authorized and directed to transmit this information to the County Auditor of Le Sueur County, Minnesota and the Minnesota Department of Revenue, if applicable, in the format requested as required by law.

Reviewed for Administration:



 City Administrator

Adopted by the City Council December 14th, 2015



 Mayor

Attest:



 City Clerk

CITY OF LE SUEUR, MINNESOTA
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES - SUMMARY
GENERAL FUND
ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2013-2014, PERIOD TO DATE JUNE 30, 2015 AND
BUDGET FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2016

	Actual		YTD	Budget		Percent
	2013	2014	6/30/15	2015	2016	Change
REVENUES						
Taxes	\$ 671,921	\$ 750,698	\$ 405,448	\$ 689,804	\$ 769,778	12%
Special Assessments	-	-	-	-	-	
Licenses and permits	197,249	105,338	59,542	110,400	95,700	-13%
Intergovernmental	850,780	1,004,439	28,497	1,008,510	1,028,376	2%
Charges for services	22,274	55,001	10,295	21,000	23,550	12%
Fines and forfeits	26,768	24,045	14,560	20,100	24,100	20%
Investment earnings	6,640	4,310	1,038	2,500	2,500	0%
Miscellaneous	178,135	143,330	84,871	91,050	91,016	0%
TOTAL REVENUES	1,953,767	2,087,161	604,251	1,943,364	2,035,020	5%
EXPENDITURES						
Mayor and council	28,233	27,713	17,910	32,770	32,000	-2%
Administration	296,440	247,492	140,130	279,315	302,570	8%
City clerk	70,693	93,364	55,634	75,141	103,700	38%
Accounting	71,917	58,046	47,182	61,920	72,700	17%
City attorney	43,204	21,484	11,022	35,000	13,000	-63%
Planning and zoning	6,486	10,284	3,060	7,000	8,000	14%
Police	838,958	844,146	393,128	918,040	911,800	-1%
Building inspection	221,823	72,896	22,442	50,100	50,050	0%
Streets	523,866	567,990	230,457	611,352	656,650	7%
Parks and recreation	109,493	114,906	56,976	123,540	203,550	65%
Library utilities	27,082	30,396	13,229	27,600	31,000	12%
TOTAL EXPENDITURES	2,238,196	2,088,719	991,171	2,221,778	2,385,020	7%
EXCESS REVENUES (EXPENDITURES)	(284,429)	(1,557)	(386,919)	(278,414)	(350,000)	26%
OTHER FINANCING SOURCES (USES)						
Transfers in	515,311	350,000	175,000	350,000	350,000	0%
TRANSFERS OUT	(31,584)	(26,710)	(13,043)	(26,086)	-	-100%
TOTAL OTHER FINANCING SOURCES (USES)	483,727	323,290	161,957	323,914	350,000	8%
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	\$ 199,298	\$ 321,733	\$ (224,962)	\$ 45,500	\$ -	

General Fund explanation of budget changes in revenue and expenditures

Building permit slight decrease due to unknown building activity	\$ (15,000)
Miscellaneous revenue anticipated to decrease due to the elimination of the Cable TV Franchise fee and increase for reimbursement for Communication Position	(18,000)
Decrease due to City no longer budgeting for airport obstruction	(27,000)
Budgeted for digital document managing program and increase in wage	11,000
Decrease due to the modification to legal fee service allocation for 2016 budget	22,000
Increase for additional street maintenance material	16,000
Increase due to increase salt prices	5,000
Increase for small hand tools	4,400
Increase due to budget modification to the allocation of Park Employees with offsetting reduction in Community Center Wages	39,000
Decrease in Transfer out relates to debt service dollars being budgeted for in specific debt funds	26,086

CITY OF LE SUEUR, MINNESOTA
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES - SUMMARY
COMMUNITY CENTER - 615
ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2013-2014, PERIOD TO DATE JUNE 30, 2015 AND
BUDGET FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2016

	Actual		YTD	Budget		Percent
	2013	2014	6/30/15	2015	2016	Change
REVENUES						
Taxes	\$ 301,790	\$ 317,320	\$ 215,439	\$ 430,878	\$ 406,258	-6%
Special Assessments	-	-	-	-	-	
Charges for services	367,513	436,505	279,207	480,350	467,200	-3%
Miscellaneous	38,990	35,493	1,710	38,900	23,000	-41% (1)
TOTAL REVENUES	708,294	789,317	496,355	950,128	896,458	-6%
EXPENDITURES						
Swimming Pool	76,831	70,712	16,513	75,710	86,250	14%
Personal Services	321,261	364,844	192,120	367,165	286,700	-22% (2)
Repairs and maintenance	64,437	56,549	28,286	60,400	94,500	56% (3)
Administrative and general	240,974	243,684	113,129	231,130	244,135	6%
Capital outlay	77,728	1,063	1,174	3,000	8,000	167% (4)
TOTAL EXPENDITURES	781,230	736,853	351,222	737,405	719,585	-2%
EXCESS REVENUES (EXPENDITURES)	(72,936)	52,465	145,133	212,723	176,873	-17%
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	0%
TRANSFER OUT	(118,473)	(119,275)	(106,362)	(212,723)	(176,873)	-17%
TOTAL OTHER FINANCING SOURCES (USES)	(118,473)	(119,275)	(106,362)	(212,723)	(176,873)	-17%
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	\$ (191,409)	\$ (66,810)	\$ 38,771	\$ -	\$ -	

Explanation of Changes

- (1) Donation decrease due to anticipated reduction from JCI and other donations such as the Giant Swim - \$15,900
- (2) Modification to how wage/benefit allocation was budgeted between Parks and Community Center and the General fund
- (3) Increase for budgeted purchases of two ice compressor controllers, water heater, and variable speed drive pool pump - \$27,000
- (4) Increase for re-caulking of outdoor pool - \$5,000

CITY OF LE SUEUR, MINNESOTA
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES - SUMMARY
FIRE - 225
ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2013-2014, PERIOD TO DATE JUNE 30, 2015 AND
BUDGET FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2016

	Actual		YTD	Budget		Percent
	2013	2014	6/30/15	2015	2016	Change
REVENUES						
Taxes	\$ 105,966	\$ 105,966	\$ 56,027	\$ 119,482	\$ -	-100%
Intergovernmental	-	-	-	-	-	
Charges for services	146,852	138,036	201,004	164,366	167,000	2%
Miscellaneous	-	30	-	-	-	0%
TOTAL REVENUES	252,818	244,032	257,031	283,848	167,000	-41%
EXPENDITURES						
Public Safety	47,066	56,430	22,183	57,000	52,100	-9%
Fire fighting	37,200	34,728	15,418	37,500	40,000	7%
Prevention	2,813	4,837	955	4,000	4,000	0%
Training	8,074	4,723	270	6,000	6,000	0%
Communications	1,204	952	501	1,500	1,500	0%
Repair services	16,655	6,536	3,399	7,000	6,750	-4%
Other services and charges	13,570	15,880	4,866	12,500	13,500	8%
Capital outlay	2,868	162	985	3,000	3,000	0%
TOTAL EXPENDITURES	129,449	124,248	48,578	128,500	126,850	-1%
EXCESS REVENUES (EXPENDITURES)	123,369	119,783	208,453	155,348	40,150	-74%
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	0%
TRANSFERS OUT	(148,842)	(151,687)	(80,174)	(160,348)	-	-100%
TOTAL OTHER FINANCING SOURCES (USES)	(148,842)	(151,687)	(80,174)	(160,348)	-	-100%
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES						
	\$ (25,473)	\$ (31,904)	\$ 128,279	\$ (5,000)	\$ 40,150	

Explanation of Changes

No Major Changes

CITY OF LE SUEUR
WATER FUND 601
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2013-2014, PERIOD TO DATE JUNE 30, 2015 AND
BUDGET FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2016

	Actual 2013	Actual 2014	YTD 6/30/2015	Budget 2015	Proposed 2016	Percent Change
Operating Revenues						
Charges for Services	\$ 985,960	\$ 1,129,974	\$ 502,521	\$ 1,032,000	\$ 1,042,500	1%
Operating Expenses						
Source of power	2,205	5,744	30	2,700	2,200	-19%
Power and pumping	99,128	110,255	43,279	94,250	93,750	-1%
Purification	73,885	68,144	3,428	20,000	18,000	-10%
Distribution	102,420	119,166	6,442	17,500	17,500	0%
Administrative and general	197,985	198,808	154,736	430,737	443,225	3%
Metering	16,554	14,702	6,615	14,165	17,800	26%
Depreciation	237,607	236,695	140,000	280,000	236,000	-16%
Total Operating Expenses	729,782	753,514	354,530	859,352	828,475	-4%
Operating Income (Loss)	256,177	376,460	147,991	172,648	214,025	24%
Nonoperating Revenues (Expenses)						
Investment earnings	299	43	16	300	-	-100%
Rental income	6,500	6,000	3,000	6,000	6,000	0%
Other income	55,211	10,815	379	8,700	6,000	-31%
Interest and related expenses	(37,210)	(28,343)	(8,741)	(17,228)	(6,583)	-62%
Issuance cost	-	(7,153)	(250)	-	-	0%
Total Nonoperating Revenues (Expenses)	24,800	(18,637)	(5,596)	(2,228)	5,418	-343%
Capital Contributions and Transfers						
Special assessments	2,832	2,832	3,885	5,000	5,000	0%
Connection fees	37,316	14,685	27,500	6,000	6,000	0%
Change in Net Position	321,126	375,340	173,780	181,420	230,443	27%
Net Position, January 1	4,200,756	4,521,882	4,897,222	4,897,222	5,078,642	4%
Net Position, December 31	\$ 4,521,882	\$ 4,897,222	\$ 5,071,002	\$ 5,078,642	\$ 5,309,085	5%

CITY OF LE SUEUR
SEWER FUND 602
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2013-2014, PERIOD TO DATE JUNE 30, 2015 AND
BUDGET FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2016

	Actual 2013	Actual 2014	YTD 6/30/2015	Budget 2015	Proposed 2016	Percent Change
Operating Revenues						
Charges for Services	\$ 1,118,311	\$ 1,544,589	\$ 755,871	\$ 1,974,299	\$ 1,974,299	0%
Operating Expenses						
Administrative and general	168,366	206,901	81,168	217,141	286,475	32%
Sanitary sewer cleaning	63,544	17,859	-	2,500	1,500	-40%
Sewer lift stations	27,786	15,106	2,593	14,100	14,000	-1%
Sewer treatment plants	434,611	564,705	207,438	513,000	567,500	11%
Metering	11,385	11,178	6,106	13,115	16,800	28%
Depreciation	570,502	600,299	285,250	570,500	570,500	0%
Total Operating Expenses	1,276,194	1,416,049	582,555	1,330,356	1,456,775	10%
Operating Income (Loss)	(157,883)	128,540	173,316	643,943	517,524	-20%
Nonoperating Revenues (Expenses)						
Income from investment in joint venture	81,531	407,821	-	-	-	0%
Investment earnings	1,037	-	-	1,000	1,000	0%
Other income	33,919	150,324	13,516	79,700	79,700	0%
Interest and related expenses	(225,827)	(170,204)	(80,554)	(166,858)	(148,948)	-11%
Bond premium	-	1,574	-	-	-	0%
Total Nonoperating Revenues (Expenses)	(109,340)	389,515	(67,037)	(86,158)	(68,248)	-21%
Capital Contributions and Transfers						
Special assessments	6,711	6,064	-	5,000	5,000	0%
Connection fees	43,700	15,068	27,500	-	6,000	0%
Change in Net Position	(216,812)	539,188	133,778	562,785	460,277	-18%
Net Position, January 1	7,171,351	6,954,539	7,493,727	7,493,727	8,056,512	8%
Net Position, December 31	6,954,539	7,493,727	7,627,505	8,056,512	8,516,788	6%

CITY OF LE SUEUR
ELECTRIC FUND 604
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2013-2014, PERIOD TO DATE JUNE 30, 2015 AND
BUDGET FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2016

	Actual 2013	Actual 2014	YTD 6/30/2015	Budget 2015	Proposed 2016	Percent Change
Operating Revenues						
Charges for Services	\$ 8,753,372	\$ 8,917,608	\$ 4,489,686	\$ 8,564,000	\$ 8,843,000	3%
Operating Expenses						
Administrative and general	922,127	948,236	562,780	870,910	1,051,700	21%
Purchased power	6,207,462	6,667,562	2,567,156	6,100,000	6,200,000	2%
Transmission and distribution	444,819	485,001	177,527	491,015	453,450	-8%
Customer collection and meter	38,502	42,425	18,962	39,835	33,700	-15%
Depreciation	432,085	480,889	212,500	425,000	420,000	-1%
Total Operating Expenses	8,044,996	8,624,113	3,538,925	7,926,760	8,158,850	3%
Operating Income (Loss)	708,376	293,495	950,761	637,240	684,150	7%
Nonoperating Revenues (Expenses)						
Investment earnings	28,648	19,518	1,504	1,000	1,000	0%
Other income	368,374	11,557	6,400	25,000	25,000	0%
Interest and related expenses	(44,780)	(35,796)	(14,116)	(26,663)	(23,738)	-11%
Total Nonoperating Revenues (Expenses)	352,242	(4,721)	(6,212)	(663)	2,262	-441%
Capital Contributions and Transfers						
Transfers	(350,000)	(350,000)	(175,000)	(350,000)	(350,000)	0%
Change in Net Position	710,619	(61,225)	769,548	286,577	336,412	17%
Net Position, January 1	7,738,616	8,449,235	8,388,009	8,388,009	8,674,586	3%
Net Position, December 31	\$ 8,449,235	\$ 8,388,009	\$ 9,157,558	\$ 8,674,586	\$ 9,010,998	4%