

Note 4 - Other Notes (Continued)

4-B. Contingent Liabilities

Grants - The City has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could result in a request for reimbursement to the grantor agency for costs disallowed under terms of the grant. The City believes such disallowances, will be immaterial except.

Litigation - The City is a defendant in various lawsuits and a number of claims for damages and personal injury are pending against the City. Although the outcome of these lawsuits and claims is not presently determinable, in the opinion of City's management and legal counsel, the resolution of these contingencies should not have a material adverse effect on the financial condition of the City.

4-C. Swan Lake Hydroelectric Facility and Related Party Transactions

The City's electric utility currently operates five hydroelectric and two diesel electric generating plants. The City owns four of the hydroelectric plants and the diesel plants. The fifth hydroelectric plant is the 22.5 mega-watt Swan Lake facility owned by the Southeast Alaska Power Agency (the "SEAPA"), a joint action agency organized under AS 42.45.300 by the City and the municipalities of Wrangell, Alaska and Petersburg, Alaska. The SEAPA is an Alaskan public corporation and an instrumentality of the member utilities, having a legal existence independent of and separate from the member utilities. The agency has no power to bind, obligate or impose any debt, liability, or obligation on any member utility. Each member utility appoints representatives to serve as voting members of the SEAPA's five-member governing board. The City appoints two representatives. Wrangell and Petersburg each appoint one representative. One representative serves at large on a rotating basis. The SEAPA is a jointly governed organization. Members of the jointly governed organization have neither ongoing financial interest nor financial responsibility for that organization.

The City operates and maintains the Swan Lake hydroelectric facility under the terms of a long-term operating agreement with the SEAPA. The City also purchases power from the SEAPA under the terms and conditions of a long-term power sales agreement. In 2014, the SEAPA paid the City \$820,871 to operate the Swan Lake hydroelectric facility. The City paid the SEAPA \$5,674,201 for power purchased from the Swan Lake hydroelectric facility. During 2014, approximately 51% of the City's total electric generation, or 87,923,000 kWh, was produced by the Swan Lake hydroelectric facility. At December 31, 2014, the amount due to the SEAPA was \$969,248.

4-D. Ketchikan Public Utilities-Sale of the Telecommunications Division

On April 6, 2010, the voters of the City authorized the sale of the Telecommunications Division of Ketchikan Public Utilities for no less than fair market value as determined by an appraiser, subject to City Council approval. The voters also approved the establishment of a rate stabilization fund to account for the net proceeds from the sale. The City has engaged a broker specializing in telecommunications transactions to locate a buyer. Several prospective buyers have approached the City but no offers have been tendered.

4-E. Violation of Stage I Disinfectants/Disinfection Byproducts Rule

In 2005, the Alaska Department of Environmental Conservation (ADEC) cited the municipal water system owned and operated by the City of Ketchikan d/b/a Ketchikan Public Utilities for exceeding acceptable levels of haloacetic acids. This occurrence was deemed to be a violation of the Stage I Disinfection and Disinfection Byproducts Rule and the City was ordered to correct the violation or begin water filtration. The City chose to construct a facility that uses ultraviolet for primary disinfection and chloramines for residual disinfection. In April 2014, the new water treatment facility was placed in service. While the initial results from operating the new facility showed an improvement in the levels of haloacetic acids, it was determined that the improvement was insufficient to correct the violation of the Stage I Disinfection and Disinfection Byproduct Rule. In addition, it has been determined that the municipal water system is experiencing water coliform levels that exceed acceptable levels. In December of 2014, the City entered into a second compliance order by consent with ADEC to construct a two-point chlorination facility in order to address the issue of elevated chloramines and coliform in the municipal water system. In June 2015, the City awarded a \$1.36 million contract to construct the two-point chlorination facility.

Note 4 - Other Notes (Continued)

4-F. Issuance of Debt

In 2015, the City issued general obligation refunding bond totaling \$2.28 million to refund its 1997 Hospital General Obligation Bond. Net present value savings of \$129,786 were realized. The refunding bond will mature in 2017.

Required Supplementary Information
City of Ketchikan, Alaska
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Revenues						
Taxes						
Real & personal property taxes	\$ 5,744,628	\$ 5,744,628	\$ 5,801,986	\$ -	\$ 5,801,986	\$ 57,358
Automobile & boat taxes	35,000	35,000	48,747	-	48,747	13,747
Penalty & interest	40,000	40,000	56,487	-	56,487	16,487
Senior citizen local contribution	(405,000)	(405,000)	(427,956)	-	(427,956)	(22,956)
Sales tax	4,874,000	4,874,000	3,746,390	-	3,746,390	(1,127,610)
Payments in lieu of taxes	10,000	10,000	11,896	-	11,896	1,896
	<u>10,298,628</u>	<u>10,298,628</u>	<u>9,237,550</u>	<u>-</u>	<u>9,237,550</u>	<u>(1,061,078)</u>
Payments in lieu of taxes						
Ketchikan public utilities fund	786,000	786,000	-	786,000	786,000	-
Port fund	319,000	319,000	-	319,000	319,000	-
Wastewater services fund	80,000	80,000	-	80,000	80,000	-
	<u>1,185,000</u>	<u>1,185,000</u>	<u>-</u>	<u>1,185,000</u>	<u>1,185,000</u>	<u>-</u>
Licenses and permits						
Entertainment	500	500	-	-	-	(500)
Building permits	73,500	73,500	95,788	-	95,788	22,288
Other	1,600	1,600	2,210	-	2,210	610
	<u>75,600</u>	<u>75,600</u>	<u>97,998</u>	<u>-</u>	<u>97,998</u>	<u>22,398</u>
Intergovernmental						
Federal fire grants	-	3,500	102,989	-	102,989	99,489
Liquor licenses tax	30,000	30,000	48,000	-	48,000	18,000
Other state revenues	648,550	688,493	2,480,548	(1,969,201)	511,347	(177,146)
Federal revenues	-	1,000	3,000	-	3,000	2,000
	<u>678,550</u>	<u>722,993</u>	<u>2,634,537</u>	<u>(1,969,201)</u>	<u>665,336</u>	<u>(57,657)</u>
Charges for services						
Ambulance	500,000	500,000	606,369	-	606,369	106,369
Rentals	13,000	13,000	16,567	-	16,567	3,567
Parking fees	90,000	90,000	76,520	-	76,520	(13,480)
Cemetery	1,000	1,000	842	-	842	(158)
Library services	622,100	622,100	641,607	-	641,607	19,507
Museum services	202,700	202,700	215,571	-	215,571	12,871
E-911 emergency dispatch services	400,000	400,000	418,178	-	418,178	18,178
Civic center services	147,500	147,500	90,717	-	90,717	(56,783)
Other charges	131,500	131,500	50,035	-	50,035	(81,465)
	<u>2,107,800</u>	<u>2,107,800</u>	<u>2,116,406</u>	<u>-</u>	<u>2,116,406</u>	<u>8,606</u>
Fines and forfeitures						
Parking fines	105,000	105,000	68,443	-	68,443	(36,557)
Other fines	8,500	8,500	29,034	-	29,034	20,534
Court deposits	38,000	38,000	14,788	-	14,788	(23,212)
	<u>151,500</u>	<u>151,500</u>	<u>112,265</u>	<u>-</u>	<u>112,265</u>	<u>(39,235)</u>
Investment earnings						
	1,000	1,000	285	-	285	(715)
Other revenue						
Miscellaneous	79,417	79,417	69,849	-	69,849	(9,568)
Interdepartmental charges						
	3,438,000	3,438,000	3,150,268	-	3,150,268	(287,732)
Total Revenues	<u>18,015,495</u>	<u>18,059,938</u>	<u>17,419,158</u>	<u>(784,201)</u>	<u>16,634,957</u>	<u>(1,424,981)</u>

Required Supplementary Information
City of Ketchikan, Alaska
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual (Cont'd)
For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Expenditures						
Current:						
General government						
Mayor and council	176,940	192,940	186,778	(9,147)	177,631	15,309
City Clerk	249,566	249,566	280,913	(31,416)	249,497	69
Law	384,062	384,062	341,312	(21,627)	319,685	64,377
City Manager	731,515	731,515	754,085	(99,523)	654,562	76,953
Finance	1,853,844	1,861,960	2,014,090	(214,452)	1,799,638	62,322
Information Technology	1,131,623	1,131,623	1,187,298	(105,425)	1,081,873	49,750
	<u>4,527,550</u>	<u>4,551,666</u>	<u>4,764,476</u>	<u>(481,590)</u>	<u>4,282,886</u>	<u>268,780</u>
Public safety						
Fire	3,235,110	3,265,773	3,616,698	(493,023)	3,123,675	142,098
Police	4,988,282	4,992,282	5,261,014	(724,970)	4,536,044	456,238
	<u>8,223,392</u>	<u>8,258,055</u>	<u>8,877,712</u>	<u>(1,217,993)</u>	<u>7,659,719</u>	<u>598,336</u>
Culture						
Library	1,331,852	1,332,852	1,293,286	(55,395)	1,237,891	94,961
Museum	886,787	895,567	792,777	(44,697)	748,080	147,487
Civic Center	435,989	435,989	441,728	(34,288)	407,440	28,549
	<u>2,654,628</u>	<u>2,664,408</u>	<u>2,527,791</u>	<u>(134,380)</u>	<u>2,393,411</u>	<u>270,997</u>
Health and welfare						
Public Health	15,000	15,000	11,211	-	11,211	3,789
Public works						
Engineering	1,710,554	1,710,554	1,555,163	(107,052)	1,448,111	262,443
Streets	1,782,125	1,782,125	1,630,234	(25,053)	1,605,181	176,944
Cemetery	86,000	86,000	74,513	2,456	76,969	9,031
Garage	526,055	526,055	479,516	(23,746)	455,770	70,285
Building Maintenance	429,575	429,575	367,971	160	368,131	61,444
	<u>4,534,309</u>	<u>4,534,309</u>	<u>4,107,397</u>	<u>(153,235)</u>	<u>3,954,162</u>	<u>580,147</u>
Total Expenditures	<u>19,954,879</u>	<u>20,023,438</u>	<u>20,288,587</u>	<u>(1,987,198)</u>	<u>18,301,389</u>	<u>1,722,049</u>
Deficiency of Revenues Under Expenditures	<u>(1,939,384)</u>	<u>(1,963,500)</u>	<u>(2,869,429)</u>	<u>1,202,997</u>	<u>(1,666,432)</u>	<u>297,068</u>

Required Supplementary Information
City of Ketchikan, Alaska
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual (Cont'd)
For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Other Financing Sources (Uses)						
Transfers in						
Sales tax hospital and other public works fund	420,000	420,000	420,000	-	420,000	-
Sales tax public works fund	2,000,000	2,000,000	2,000,000	-	2,000,000	-
Transient occupancy tax fund	364,000	364,000	312,049	-	312,049	(51,951)
Shoreline area fund	6,374	6,374	6,374	-	6,374	-
Bayview cemetery fund	5,000	5,000	5,000	-	5,000	-
Ketchikan public utilities fund	-	-	786,000	(786,000)	-	-
Port fund	138,835	138,835	430,642	(319,000)	111,642	(27,193)
Wastewater services fund	-	-	80,000	(80,000)	-	-
Transfers out						
GO bond debt service fund	(361,044)	(371,573)	(371,572)	-	(371,572)	1
Community grant fund	(51,147)	(51,147)	(51,147)	-	(51,147)	-
Sale of capital assets	10,000	10,000	17,696	-	17,696	7,696
Total Other Financing Sources (Uses)	2,532,018	2,521,489	3,635,042	(1,185,000)	2,450,042	(71,447)
Net Change in Fund Balances	592,634	557,989	765,613	17,997	783,610	225,621
Fund Balances Beginning of Year	3,513,662	3,513,662	4,074,588	(332,515)	3,742,073	228,411
Fund Balances End of Year	\$ 4,106,296	\$ 4,071,651	\$ 4,840,201	\$ (314,518)	\$ 4,525,683	\$ 454,032

City of Ketchikan, Alaska
Notes to Required Supplementary Information
For the Year Ended December 31, 2014

Note 1 – Budgetary Basis

The budget for the general fund is adopted on a basis consistent with generally accepted accounting principles (GAAP) except that outstanding encumbrances are reported as expenditures and payments made by the State of Alaska to the Alaska Public Employees Retirement System on behalf of the City are not included in the adopted budget for the General Fund.

GOVERNMENTAL FUNDS

City of Ketchikan, Alaska
Combining Balance Sheet
Nonmajor Governmental Funds - by Fund Type
December 31, 2014

	Nonmajor Special Revenue Funds	Nonmajor Capital Project Fund	Total Nonmajor Governmental Funds
Assets			
Cash and temporary investments	\$ 5,092,638	\$ 2,277,291	\$ 7,369,929
Restricted cash:			
Bond construction funds	-	515,815	515,815
Property seizure funds	162,752	-	162,752
Commercial passenger excise tax funds	-	-	-
Receivables:			
Accounts	308,148	-	308,148
Taxes	65,613	-	65,613
Intergovernmental	108,724	-	108,724
Interest	-	28,000	28,000
Advances from other funds	-	700,000	700,000
Unbilled revenue	53,216	-	53,216
Total Assets	\$ 5,791,091	\$ 3,521,106	\$ 9,312,197
Liabilities, Deferred Inflows of Resources and Fund Balances			
Liabilities			
Accounts payable	\$ 318,069	\$ -	\$ 318,069
Customer deposits payable	9,701	-	9,701
Interfund payable	25,077	-	25,077
Unearned revenue	128,153	-	128,153
Advances to other funds	-	-	-
Total Liabilities	481,000	-	481,000
Deferred Inflows of Resources	65,613	-	65,613
Fund Balances			
Restricted:			
Law enforcement	162,752	-	162,752
Commercial passenger excise tax	-	-	-
Bond construction funds	-	515,815	515,815
Assigned:			
Subsequent years budget	1,499,050	-	1,499,050
Public safety	-	-	-
Culture and tourism	178,479	-	178,479
Collection and disposal of solid waste	2,527,895	-	2,527,895
Cemetery operations	127,305	-	127,305
Harbor operations	748,997	-	748,997
Harbor construction	-	-	-
Public works projects	-	3,005,291	3,005,291
Total Fund Balances	5,244,478	3,521,106	8,765,584
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 5,791,091	\$ 3,521,106	\$ 9,312,197

City of Ketchikan, Alaska
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds - by Fund Type
For the Year Ended December 31, 2014

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Project Fund	Total Nonmajor Governmental Funds
Revenues				
Taxes	\$ 389,342	\$ -	\$ -	\$ 389,342
Intergovernmental	2,639,088	-	-	2,639,088
Charges for services	4,174,185	-	-	4,174,185
Fines and forfeitures	153,833	-	-	153,833
Investment earnings	(137)	-	28,117	27,980
Contributions	-	-	131,487	131,487
Miscellaneous	42,152	135,704	-	177,856
Total Revenues	<u>7,398,463</u>	<u>135,704</u>	<u>159,604</u>	<u>7,693,771</u>
Expenditures				
Current:				
Public safety	79,282	-	-	79,282
Health and welfare	2,417,264	-	-	2,417,264
Public works	2,861,981	-	12,010	2,873,991
Port and harbor	1,284,723	-	-	1,284,723
Debt Service:				
Principal retirement	-	1,180,000	-	1,180,000
Interest and fiscal charges	-	1,444,671	-	1,444,671
Total Expenditures	<u>6,643,250</u>	<u>2,624,671</u>	<u>12,010</u>	<u>9,279,931</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>755,213</u>	<u>(2,488,967)</u>	<u>147,594</u>	<u>(1,586,160)</u>
Other Financing Sources (Uses)				
Sale of capital assets	76	-	-	76
Transfers in	-	2,488,967	-	2,488,967
Transfers out	(317,049)	-	(488,730)	(805,779)
Total Other Financing Sources (Uses)	<u>(316,973)</u>	<u>2,488,967</u>	<u>(488,730)</u>	<u>1,683,264</u>
Net Change in Fund Balances	438,240	-	(341,136)	97,104
Fund Balances Beginning of Year	<u>4,806,238</u>	<u>-</u>	<u>3,862,242</u>	<u>8,668,480</u>
Fund Balances End of Year	<u>\$ 5,244,478</u>	<u>\$ -</u>	<u>\$ 3,521,106</u>	<u>\$ 8,765,584</u>

NONMAJOR SPECIAL REVENUE FUNDS

Transient Tax Fund – This fund is used to account for the proceeds of the seven (7) percent transient occupancy tax levied on hotel rent under Section 3.28 of the Ketchikan Municipal Code. These funds must be used primarily for the purpose of promoting the City but may be used for other purposes as determined by the City Council.

Solid Waste Services Fund – This fund is used to account for the revenues received from the collection and disposal of solid waste and the related expenditure of the funds.

Ketchikan Boat Harbor Fund – This fund is used to account for the revenues received from the operation of the boat harbor facilities. These revenues must be used to pay the cost of maintenance, operation and supervision of the City's boat harbor facilities as specified in Section 14.04.020 of the Ketchikan Municipal Code.

Bayview Cemetery Fund – This fund is used to account for revenues received that are dedicated to support the operation of the Bayview Cemetery and the related expenditure in these funds.

Federal and State Grant Fund – This fund is used to account for the receipt of grant revenues and to account for the related expenditures. This fund was formerly called the Pass-Through Grant Fund.

US Marshall Property Seizure Fund – This fund is used to account for revenues received from the seizure of assets during drug enforcement operations that are dedicated to law enforcement activities.

City of Ketchikan, Alaska
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2014

	Transient Tax	Solid Waste Services	Ketchikan Boat Harbor
Assets			
Cash and temporary investments	\$ 178,479	\$ 3,652,957	\$ 1,119,897
Restricted cash			
Receivables:			
Accounts	-	292,513	15,635
Taxes	65,613	-	-
Intergovernmental	-	-	21,617
Unbilled revenue	-	53,216	-
Total Assets	\$ 244,092	\$ 3,998,686	\$ 1,157,149
Liabilities, Deferred Inflows of Resources and Fund Balances			
Liabilities			
Accounts payable	\$ -	\$ 215,348	\$ 40,691
Customer deposits payable			9,701
Interfund payable	-	-	-
Unearned revenue	-	-	128,153
Total Liabilities	-	215,348	178,545
Deferred Inflows of Resources	65,613	-	-
Fund Balances			
Restricted:			
Law enforcement	-	-	-
Assigned:			
Subsequent years budget	-	1,255,443	229,607
Culture and tourism	178,479	-	-
Collection and disposal of solid waste	-	2,527,895	-
Cemetery operations	-	-	-
Harbor operations	-	-	748,997
Total Fund Balances	178,479	3,783,338	978,604
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 244,092	\$ 3,998,686	\$ 1,157,149

<u>Bayview Cemetery</u>	<u>Federal and State Grant</u>	<u>US Marshall Property Seizure</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 141,305	\$ -	\$ -	\$ 5,092,638
-	-	162,752	162,752
-	-	-	308,148
-	-	-	65,613
-	87,107	-	108,724
-	-	-	53,216
<u>\$ 141,305</u>	<u>\$ 87,107</u>	<u>\$ 162,752</u>	<u>\$ 5,791,091</u>
\$ -	\$ 62,030	\$ -	\$ 318,069
-	25,077	-	9,701
-	-	-	25,077
-	-	-	128,153
-	87,107	-	481,000
-	-	-	65,613
-	-	162,752	162,752
14,000	-	-	1,499,050
-	-	-	178,479
-	-	-	2,527,895
127,305	-	-	127,305
-	-	-	748,997
<u>141,305</u>	<u>-</u>	<u>162,752</u>	<u>5,244,478</u>
<u>\$ 141,305</u>	<u>\$ 87,107</u>	<u>\$ 162,752</u>	<u>\$ 5,791,091</u>

City of Ketchikan, Alaska
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014

	Transient Tax	Solid Waste Services	Ketchikan Boat Harbor
Revenues			
Taxes	\$ 389,342	\$ -	\$ -
Intergovernmental	-	20,727	121,815
Charges for services	-	2,907,531	1,247,810
Fines and forfeitures	-	-	1,953
Investment earnings	(5)	(88)	(57)
Miscellaneous	-	42,150	2
Total Revenues	<u>389,337</u>	<u>2,970,320</u>	<u>1,371,523</u>
Expenditures			
Current:			
Public safety	-	-	-
Health and welfare	-	-	-
Public works	-	2,856,706	-
Port and harbors	-	-	1,284,723
Total Expenditures	<u>-</u>	<u>2,856,706</u>	<u>1,284,723</u>
Excess of Revenues Over Expenditures	<u>389,337</u>	<u>113,614</u>	<u>86,800</u>
Other Financing Sources (Uses)			
Sale of capital assets	-	-	76
Transfers out	(312,049)	-	-
Total Other Financing Sources (Uses)	<u>(312,049)</u>	<u>-</u>	<u>76</u>
Net Change in Fund Balances	77,288	113,614	86,876
Fund Balances Beginning Of Year	<u>101,191</u>	<u>3,669,724</u>	<u>891,728</u>
Fund Balances End Of Year	<u>\$ 178,479</u>	<u>\$ 3,783,338</u>	<u>\$ 978,604</u>

<u>Bayview Cemetery</u>	<u>Federal and State Grant</u>	<u>US Marshall Property Seizure</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ -	\$ 389,342
-	2,496,546	-	2,639,088
18,844	-	-	4,174,185
-	-	151,880	153,833
(2)	-	15	(137)
-	-	-	42,152
<u>18,842</u>	<u>2,496,546</u>	<u>151,895</u>	<u>7,398,463</u>
-	79,282	-	79,282
-	2,417,264	-	2,417,264
5,275	-	-	2,861,981
-	-	-	1,284,723
<u>5,275</u>	<u>2,496,546</u>	<u>-</u>	<u>6,643,250</u>
<u>13,567</u>	<u>-</u>	<u>151,895</u>	<u>755,213</u>
-	-	-	76
<u>(5,000)</u>	<u>-</u>	<u>-</u>	<u>(317,049)</u>
<u>(5,000)</u>	<u>-</u>	<u>-</u>	<u>(316,973)</u>
8,567	-	151,895	438,240
<u>132,738</u>	<u>-</u>	<u>10,857</u>	<u>4,806,238</u>
<u>\$ 141,305</u>	<u>\$ -</u>	<u>\$ 162,752</u>	<u>\$ 5,244,478</u>

City of Ketchikan, Alaska
Transient Tax Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	(GAAP Basis) Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Revenues						
Taxes	\$ 350,000	\$ 350,000	\$ 389,342	\$ -	\$ 389,342	\$ 39,342
Investment earnings	10	10	(5)	-	(5)	(15)
Total Revenues	<u>350,010</u>	<u>350,010</u>	<u>389,337</u>	<u>-</u>	<u>389,337</u>	<u>39,327</u>
Other Financing Uses						
Transfers out						
General fund	(364,000)	(364,000)	(312,049)	-	(312,049)	51,951
Total Other Financing Uses	<u>(364,000)</u>	<u>(364,000)</u>	<u>(312,049)</u>	<u>-</u>	<u>(312,049)</u>	<u>51,951</u>
Net Change in Fund Balances	(13,990)	(13,990)	77,288	-	77,288	91,278
Fund Balances Beginning of Year	64,994	64,994	101,191	-	101,191	36,197
Fund Balances End of Year	<u>\$ 51,004</u>	<u>\$ 51,004</u>	<u>\$ 178,479</u>	<u>\$ -</u>	<u>\$ 178,479</u>	<u>\$ 127,475</u>

City of Ketchikan, Alaska
Solid Waste Services Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	(GAAP Basis) Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Revenues						
Intergovernmental	\$ -	\$ -	\$ 20,727	\$ (20,727)	\$ -	\$ -
Charges for services	2,973,000	2,973,000	2,907,531	-	2,907,531	(65,469)
Investment earnings	-	-	(88)	-	(88)	(88)
Miscellaneous	42,150	42,150	42,150	-	42,150	-
Total Revenues	<u>3,015,150</u>	<u>3,015,150</u>	<u>2,970,320</u>	<u>(20,727)</u>	<u>2,949,593</u>	<u>(65,557)</u>
Expenditures						
Current:						
Public works	3,437,337	3,437,337	2,856,706	(149,630)	2,707,076	730,261
Excess (Deficiency) of Revenues Over (Under) Expenditures	(422,187)	(422,187)	113,614	128,903	242,517	664,704
Fund Balances Beginning of Year	<u>3,443,898</u>	<u>3,443,898</u>	<u>3,669,724</u>	<u>(173,673)</u>	<u>3,496,051</u>	<u>52,153</u>
Fund Balances End of Year	<u>\$ 3,021,711</u>	<u>\$ 3,021,711</u>	<u>\$ 3,783,338</u>	<u>\$ (44,770)</u>	<u>\$ 3,738,568</u>	<u>\$ 716,857</u>

City of Ketchikan, Alaska
 Ketchikan Boat Harbor Fund
 Schedule of Revenues, Expenditures and
 Changes in Fund Balances - Budget and Actual
 For the Year Ended December 31, 2014

	Original Budget	Final Budget	(GAAP Basis) Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Revenues						
Intergovernmental	\$ 24,000	\$ 24,000	\$ 121,815	\$ (78,034)	\$ 43,781	\$ 19,781
Charges for services	1,272,000	1,272,000	1,247,810	-	1,247,810	(24,190)
Fines and forfeitures	6,000	6,000	1,953	-	1,953	(4,047)
Investment earnings	100	100	(57)	-	(57)	(157)
Miscellaneous	-	-	2	-	2	2
Total Revenues	<u>1,302,100</u>	<u>1,302,100</u>	<u>1,371,523</u>	<u>(78,034)</u>	<u>1,293,489</u>	<u>(8,611)</u>
Expenditures						
Current:						
Port and harbor	1,494,415	1,548,438	1,284,723	(22,303)	1,262,420	286,018
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(192,315)</u>	<u>(246,338)</u>	<u>86,800</u>	<u>(55,731)</u>	<u>31,069</u>	<u>277,407</u>
Other Financing Uses						
Sale of assets	-	-	76	-	76	76
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>76</u>	<u>-</u>	<u>76</u>	<u>76</u>
Net Change in Fund Balances	<u>(192,315)</u>	<u>(246,338)</u>	<u>86,876</u>	<u>(55,731)</u>	<u>31,145</u>	<u>277,483</u>
Fund Balances Beginning of Year	<u>834,212</u>	<u>834,212</u>	<u>891,728</u>	<u>-</u>	<u>891,728</u>	<u>57,516</u>
Fund Balances End of Year	<u>\$ 641,897</u>	<u>\$ 587,874</u>	<u>\$ 978,604</u>	<u>\$ (55,731)</u>	<u>\$ 922,873</u>	<u>\$ 334,999</u>

City of Ketchikan, Alaska
 Bayview Cemetery Fund
 Schedule of Revenues, Expenditures and
 Changes in Fund Balances - Budget and Actual
 For the Year Ended December 31, 2014

	Original Budget	Final Budget	(GAAP Basis) Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Revenues						
Charges for services	\$ 16,500	\$ 16,500	\$ 18,844	\$ -	\$ 18,844	\$ 2,344
Investment earnings	20	20	(2)	-	(2)	(22)
Total Revenues	<u>16,520</u>	<u>16,520</u>	<u>18,842</u>	<u>-</u>	<u>18,842</u>	<u>2,322</u>
Expenditures						
Current:						
Public works	24,000	24,000	5,275	(275)	5,000	19,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,480)	(7,480)	13,567	275	13,842	21,322
Other Financing Uses						
Transfers out						
General fund	(5,000)	(5,000)	(5,000)	-	(5,000)	-
Net Change in Fund Balances	(12,480)	(12,480)	8,567	275	8,842	21,322
Fund Balances Beginning of Year	103,739	103,739	132,738	(700)	132,038	28,299
Fund Balances End of Year	<u>\$ 91,259</u>	<u>\$ 91,259</u>	<u>\$ 141,305</u>	<u>\$ (425)</u>	<u>\$ 140,880</u>	<u>\$ 49,621</u>

City of Ketchikan, Alaska
 Federal and State Grant Fund
 Schedule of Revenues, Expenditures and
 Changes in Fund Balances - Budget and Actual
 For the Year Ended December 31, 2014

	Original Budget	Final Budget	(GAAP Basis) Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Revenues						
Intergovernmental	\$ 989,264	\$ 1,069,264	\$ 2,496,546	\$ -	\$ 2,496,546	\$ 1,427,282
Expenditures						
Current:						
Public safety	-	80,000	79,282	-	79,282	718
Health and welfare	989,264	989,264	2,417,264	(1,441,814)	975,450	13,814
Total Expenditures	989,264	1,069,264	2,496,546	(1,441,814)	1,054,732	14,532
Excess of Revenues Over Expenditures	-	-	-	1,441,814	1,441,814	1,441,814
Fund Balances Beginning of Year	-	-	-	(1,444,297)	(1,444,297)	(1,444,297)
Fund Balances End of Year	\$ -	\$ -	\$ -	\$ (2,483)	\$ (2,483)	\$ (2,483)

City of Ketchikan, Alaska
 US Marshall Property Seizure Fund
 Schedule of Revenues, Expenditures and
 Changes in Fund Balances - Budget and Actual
 For the Year Ended December 31, 2014

	Original Budget	Final Budget	(GAAP Basis) Actual	Reclassifications and Encumbrances	(Budgetary Basis) Actual	Variance Positive (Negative)
Revenues						
Fines & Forfeitures	\$ -	\$ -	\$ 151,880	\$ -	\$ 151,880	\$ 151,880
Investment earnings	-	-	15	-	15	15
Total Revenues	-	-	151,895	-	151,895	151,895
Net Change in Fund Balances	-	-	151,895	-	151,895	151,895
Fund Balances Beginning of Year	270	270	10,857	-	10,857	10,587
Fund Balances End of Year	\$ 270	\$ 270	\$ 162,752	\$ -	\$ 162,752	\$ 162,482



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NONMAJOR DEBT SERVICE FUNDS

General Obligation Bond Debt Service Fund – This fund is used to accumulate funds for the payment of principal and interest on general obligation bonds not accounted for in enterprise funds.

City of Ketchikan, Alaska
Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Fund
For the Year Ended December 31, 2014

	General Obligation Bond Debt Service
Revenues	
Miscellaneous income	\$ 135,704
Expenditures	
Principal retirement	1,180,000
Interest and fiscal charges	1,444,671
Total Expenditures	2,624,671
Deficiency of Revenues Under Expenditures	(2,488,967)
Other Financing Sources	
Transfers in	
General fund	371,572
Sales tax hospital & other public works fund	1,628,665
Community facilities development fund	488,730
Total Other Financing Sources	2,488,967
Net Change in Fund Balances	-
Fund Balances Beginning of Year	-
Fund Balances End of Year	\$ -

City of Ketchikan, Alaska
General Obligation Bond Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Miscellaneous income	\$ 146,233	\$ 146,233	\$ 135,704	\$ (10,529)
Expenditures				
Debt Service:				
Principal retirement	1,180,000	1,180,000	1,180,000	-
Interest and fiscal charges	1,408,007	1,444,672	1,444,671	1
Total Expenditures	2,588,007	2,624,672	2,624,671	1
Other Financing Sources				
Transfers in				
General fund	361,044	361,044	371,572	10,528
Sales tax hospital & other public works fund	1,592,000	1,628,665	1,628,665	
Community facilities development fund	488,730	488,730	488,730	-
Total Other Financing Sources	2,441,774	2,478,439	2,488,967	10,528
Net Change in Fund Balances	-	-	-	-
Fund Balances Beginning of Year	-	-	-	-
Fund Balances End of Year	\$ -	\$ -	\$ -	\$ -



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