

Required Supplementary Information

Required supplementary information includes financial information and disclosures required by the Governmental Accounting Standards Board but not considered a part of the basic financial statements.

CITY OF LEVELLAND, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT B-1

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
<i>Ad Valorem Taxes</i>	\$ 3,203,880	\$ 3,203,880	\$ 3,305,694	\$ 101,814
<i>Franchise Fees</i>	830,000	830,000	992,753	162,753
<i>Sales Tax</i>	2,131,250	2,131,250	2,655,321	524,071
<i>Licenses and Permits</i>	15,520	15,520	54,489	38,969
<i>Fines and Fees</i>	225,600	225,600	174,561	(51,039)
<i>Rents</i>	44,500	44,500	53,216	8,716
<i>Royalties</i>	45,000	45,000	52,742	7,742
<i>Interest</i>	55,500	55,500	41,518	(13,982)
<i>Federal</i>	--	--	11,394	11,394
<i>State</i>	12,500	12,500	9,912	(2,588)
<i>Local</i>	499,000	499,000	510,162	11,162
<i>Gifts & Bequests</i>	--	--	50	50
<i>Miscellaneous</i>	16,700	16,700	61,972	45,272
<i>Total Revenues</i>	<u>7,079,450</u>	<u>7,079,450</u>	<u>7,923,784</u>	<u>844,334</u>
EXPENDITURES:				
Current:				
<i>General government</i>	1,655,673	1,655,673	1,552,683	102,990
<i>Public Safety</i>	4,832,104	4,832,104	4,136,747	695,357
<i>Highways and streets</i>	1,325,478	1,325,478	1,200,321	125,157
<i>Culture and recreation</i>	601,174	601,174	466,805	134,369
<i>Economic and physical development</i>	154,340	154,340	150,792	3,548
<i>Airport</i>	63,179	63,179	51,483	11,696
<i>Total expenditures</i>	<u>8,631,948</u>	<u>8,631,948</u>	<u>7,558,831</u>	<u>1,073,117</u>
Excess (deficiency) of revenues (under) expenditures	(1,552,498)	(1,552,498)	364,953	1,917,451
Other financing sources (uses):				
<i>Sale of Assets</i>	1,000	1,000	41,827	40,827
<i>Operating transfers in</i>	278,000	278,000	274,896	(3,104)
<i>Operating transfers out</i>	(395,000)	(395,000)	(403,393)	(8,393)
<i>Total other financing sources (uses)</i>	<u>(116,000)</u>	<u>(116,000)</u>	<u>(86,670)</u>	<u>29,330</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(1,668,498)	(1,668,498)	278,283	1,946,781
Fund balance, October 1	4,704,501	4,704,501	5,319,125	614,624
Fund balance, September 30	<u>\$ 3,036,003</u>	<u>\$ 3,036,003</u>	<u>\$ 5,597,408</u>	<u>\$ 2,561,405</u>

CITY OF LEVELLAND, TEXAS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS
 TEXAS MUNICIPAL RETIREMENT SYSTEM
 YEAR ENDED SEPTEMBER 30, 2014

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2011	\$ 17,178,730	\$ 19,055,505	\$ 1,876,775	90.2%	\$ 3,832,459	49.0%
12/31/2012	18,476,152	19,983,606	1,507,454	92.5%	4,118,780	36.6%
12/31/2013	19,944,393	22,598,428	2,654,035	88.3%	4,317,638	61.5%

*Combining Statements and Budget Comparisons
as Supplementary Information*

This supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

CITY OF LEVELLAND, TEXAS
COMBINING BALANCE SHEET
ALL GENERAL FUNDS
SEPTEMBER 30, 2014

EXHIBIT C-1

	General Fund	Airport Fund	Insurance Reserve Fund	Totals September 30, 2014
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
ASSETS:				
<i>Cash</i>	\$ 3,208,959	\$ 81,709	\$ --	\$ 3,290,668
<i>Temporary Investments</i>	1,495,229	--	120,205	1,615,434
<i>Delinquent Taxes Receivable (Net)</i>	141,000	--	--	141,000
<i>Accounts Receivable</i>	586,841	12,321	--	599,162
<i>Special Assessments & Liens - Paving</i>	17,508	--	--	17,508
<i>Accrued Interest Receivable</i>	23	--	--	23
<i>Due From Other Funds</i>	430,308	--	--	430,308
<i>Unrealized Expenditures</i>	56,264	--	--	56,264
Total Assets	<u>\$ 5,936,132</u>	<u>\$ 94,030</u>	<u>\$ 120,205</u>	<u>\$ 6,150,367</u>
LIABILITIES:				
<i>Accounts Payable - Trade</i>	\$ 274,613	\$ 1,802	\$ --	\$ 276,415
<i>Unearned Revenue</i>	141,001	--	--	141,001
<i>Accrued Wages</i>	113,546	--	--	113,546
<i>Payroll Deductions - Payable</i>	394	--	--	394
<i>Other Payables</i>	1,500	--	--	1,500
<i>Bond Escrow Accounts Payable</i>	5,776	--	--	5,776
<i>Due To Other Funds</i>	14,327	--	--	14,327
Total Liabilities	<u>551,157</u>	<u>1,802</u>	<u>--</u>	<u>552,959</u>
FUND BALANCES:				
<i>Unassigned</i>	5,384,975	85,690	120,205	5,590,870
<i>Committed for Expansion/Improvements</i>	--	6,538	--	6,538
Total Fund Balances	<u>5,384,975</u>	<u>92,228</u>	<u>120,205</u>	<u>5,597,408</u>
Total Liabilities and Fund Balances	<u>\$ 5,936,132</u>	<u>\$ 94,030</u>	<u>\$ 120,205</u>	<u>\$ 6,150,367</u>

CITY OF LEVELLAND, TEXAS

EXHIBIT C-2

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - ALL GENERAL FUNDS
YEAR ENDED SEPTEMBER 30, 2014

	General Fund	Airport Fund	Insurance Reserve Fund	Totals September 30, 2014
REVENUES:				
<i>Ad Valorem Taxes</i>	\$ 3,305,694	\$ --	\$ --	\$ 3,305,694
<i>Franchise Fees</i>	992,753	--	--	992,753
<i>Sales Tax</i>	2,655,321	--	--	2,655,321
<i>Licenses and Permits</i>	54,489	--	--	54,489
<i>Fines and Fees</i>	174,561	--	--	174,561
<i>Rents</i>	--	53,216	--	53,216
<i>Royalties</i>	52,742	--	--	52,742
<i>Interest</i>	40,231	478	809	41,518
<i>Federal</i>	11,394	--	--	11,394
<i>State</i>	--	9,912	--	9,912
<i>Local</i>	510,162	--	--	510,162
<i>Gifts & Bequests</i>	50	--	--	50
<i>Miscellaneous</i>	40,379	21,593	--	61,972
<i>Total Revenues</i>	<u>7,837,776</u>	<u>85,199</u>	<u>809</u>	<u>7,923,784</u>
EXPENDITURES:				
Current:				
<i>General government</i>	1,552,683	--	--	1,552,683
<i>Public Safety</i>	4,136,747	--	--	4,136,747
<i>Highways and streets</i>	1,200,321	--	--	1,200,321
<i>Culture and recreation</i>	466,805	--	--	466,805
<i>Economic and physical development</i>	150,792	--	--	150,792
<i>Airport</i>	--	51,483	--	51,483
<i>Total expenditures</i>	<u>7,507,348</u>	<u>51,483</u>	<u>--</u>	<u>7,558,831</u>
Excess (deficiency) of revenues (under) expenditures	330,428	33,716	809	364,953
Other financing sources (uses):				
<i>Sale of Assets</i>	41,827	--	--	41,827
<i>Operating transfers in</i>	274,896	--	--	274,896
<i>Operating transfers out</i>	(403,393)	--	--	(403,393)
<i>Total other financing sources (uses)</i>	<u>(86,670)</u>	<u>--</u>	<u>--</u>	<u>(86,670)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	243,758	33,716	809	278,283
Fund balance, October 1	5,141,217	58,512	119,396	5,319,125
Fund balance, September 30	<u>\$ 5,384,975</u>	<u>\$ 92,228</u>	<u>\$ 120,205</u>	<u>\$ 5,597,408</u>

CITY OF LEVELLAND, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2014

	Special Revenue Funds	Debt Service Fund <u>Interest & Redemption Fund</u>	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-3)
ASSETS:				
<i>Cash</i>	\$ 793,489	\$ 55,536	\$ 420,702	\$ 1,269,727
<i>Temporary Investments</i>	345,397	--	938,522	1,283,919
<i>Delinquent Taxes Receivable (Net)</i>	7,651	16,634	--	24,285
<i>Accounts Receivable</i>	56,407	--	48,577	104,984
<i>Allowance for Uncollectibles</i>	--	--	(25,494)	(25,494)
<i>Due From State</i>	--	--	1,449	1,449
<i>Unrealized Expenditures</i>	314	--	--	314
 Total Assets	 <u>\$ 1,203,258</u>	 <u>\$ 72,170</u>	 <u>\$ 1,383,756</u>	 <u>\$ 2,659,184</u>
LIABILITIES:				
<i>Accounts Payable - Trade</i>	\$ 10,725	\$ 1,200	\$ 50,789	\$ 62,714
<i>Unearned Revenue</i>	8,172	16,635	--	24,807
<i>Accrued Wages</i>	5,244	--	--	5,244
<i>Due To Other Funds</i>	--	--	1,449	1,449
Total Liabilities	<u>24,141</u>	<u>17,835</u>	<u>52,238</u>	<u>94,214</u>
FUND BALANCES:				
<i>Restricted Fund Balances:</i>				
<i>Debt Retirement</i>	--	54,335	--	54,335
<i>Committed Fund Balances:</i>				
<i>Special Purposes</i>	1,179,117	--	--	1,179,117
<i>Expansion/Improvements</i>	--	--	1,331,518	1,331,518
Total Fund Balances	<u>1,179,117</u>	<u>54,335</u>	<u>1,331,518</u>	<u>2,564,970</u>
Total Liabilities and Fund Balances	<u>\$ 1,203,258</u>	<u>\$ 72,170</u>	<u>\$ 1,383,756</u>	<u>\$ 2,659,184</u>

CITY OF LEVELLAND, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Special Revenue Funds	Debt Service Fund Interest & Redemption Fund	Capital Projects Funds	Total Nonmajor Governmental Funds (See Exhibit A-5)
REVENUES:				
<i>Ad Valorem Taxes</i>	\$ 168,927	\$ 353,663	\$ 125,348	\$ 647,938
<i>Wastewater Revenue</i>	--	--	194,344	194,344
<i>Motel Occupancy Tax</i>	189,044	--	--	189,044
<i>Licenses and Permits</i>	27,712	--	--	27,712
<i>Rents</i>	--	--	5,195	5,195
<i>Royalties</i>	12,301	--	--	12,301
<i>Interest</i>	7,549	811	8,291	16,651
<i>Cemetery Spaces</i>	53,482	--	--	53,482
<i>Open and Close Graves</i>	76,850	--	--	76,850
<i>Federal</i>	116,762	--	33,574	150,336
<i>State</i>	2,194	--	--	2,194
<i>Local</i>	--	535,080	--	535,080
<i>Seized Funds</i>	3,556	--	--	3,556
<i>Building Security</i>	3,426	--	--	3,426
<i>Time Payment Fees</i>	899	--	--	899
<i>Sale of Assets</i>	241	--	--	241
<i>Developers Contribution</i>	--	--	2,500	2,500
<i>Miscellaneous</i>	4,568	--	25	4,593
<i>Total Revenues</i>	<u>667,511</u>	<u>889,554</u>	<u>369,277</u>	<u>1,926,342</u>
EXPENDITURES:				
<i>General government</i>	438,833	--	--	438,833
<i>Public Safety</i>	71,699	--	--	71,699
<i>Culture and recreation</i>	30,764	--	41,968	72,732
<i>Economic and physical development</i>	--	--	5,640	5,640
Debt service:				
<i>Principal</i>	--	545,000	--	545,000
<i>Interest and fiscal charges</i>	--	409,015	--	409,015
<i>Total expenditures</i>	<u>541,296</u>	<u>954,015</u>	<u>47,608</u>	<u>1,542,919</u>
Excess (deficiency) of revenues (under) expenditures	126,215	(64,461)	321,669	383,423
Other financing sources (uses):				
<i>Operating transfers in</i>	--	45,688	58,394	104,082
<i>Operating transfers out</i>	--	--	(215,678)	(215,678)
<i>Total other financing sources (uses)</i>	<u>--</u>	<u>45,688</u>	<u>(157,284)</u>	<u>(111,596)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	126,215	(18,773)	164,385	271,827
Fund balance, October 1	1,052,902	73,108	1,167,133	2,293,143
Fund balance, September 30	<u>\$ 1,179,117</u>	<u>\$ 54,335</u>	<u>\$ 1,331,518</u>	<u>\$ 2,564,970</u>

CITY OF LEVELLAND, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 SEPTEMBER 30, 2014

	<u>Cemetery Fund</u>	<u>LEOSE Account</u>	<u>Municipal Court Bldg. Security</u>
ASSETS:			
<i>Cash</i>	\$ 329,029	\$ --	\$ 10,104
<i>Temporary Investments</i>	171,718	--	--
<i>Delinquent Taxes Receivable (Net)</i>	7,651	--	--
<i>Accounts Receivable</i>	2,140	--	--
<i>Unrealized Expenditures</i>	314	--	--
Total Assets	<u>\$ 510,852</u>	<u>\$ --</u>	<u>\$ 10,104</u>
LIABILITIES:			
<i>Accounts Payable - Trade</i>	\$ 5,941	\$ --	\$ 58
<i>Unearned Revenue</i>	7,652	--	--
<i>Accrued Wages</i>	5,017	--	227
Total Liabilities	<u>18,610</u>	<u>--</u>	<u>285</u>
FUND BALANCES:			
<i>Committed for Special Purposes</i>	<u>492,242</u>	<u>--</u>	<u>9,819</u>
Total Fund Balances	<u>492,242</u>	<u>--</u>	<u>9,819</u>
Total Liabilities and Fund Balances	<u>\$ 510,852</u>	<u>\$ --</u>	<u>\$ 10,104</u>

<u>Time Payment Court Fee</u>	<u>Motel Occupancy Tax Fund</u>	<u>Court Computer</u>	<u>Police Special Fund</u>	<u>Voluntary Park Contribution</u>
\$ 2,768	\$ 329,107	\$ 10,851	\$ 11,453	\$ 18,842
--	137,990	--	--	35,689
--	--	--	--	--
--	54,267	--	--	--
--	--	--	--	--
<u>\$ 2,768</u>	<u>\$ 521,364</u>	<u>\$ 10,851</u>	<u>\$ 11,453</u>	<u>\$ 54,531</u>
\$ --	\$ 1,500	\$ 24	\$ 3,202	\$ --
--	--	--	--	--
--	--	--	--	--
<u>--</u>	<u>1,500</u>	<u>24</u>	<u>3,202</u>	<u>--</u>
<u>2,768</u>	<u>519,864</u>	<u>10,827</u>	<u>8,251</u>	<u>54,531</u>
<u>2,768</u>	<u>519,864</u>	<u>10,827</u>	<u>8,251</u>	<u>54,531</u>
<u>\$ 2,768</u>	<u>\$ 521,364</u>	<u>\$ 10,851</u>	<u>\$ 11,453</u>	<u>\$ 54,531</u>

CITY OF LEVELLAND, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 SEPTEMBER 30, 2014

	Incentive Grant Fund Main Street	PD Federal Seized Funds	Total Nonmajor Special Revenue Funds (See Exhibit C-1)
ASSETS:			
<i>Cash</i>	\$ 1,129	\$ 80,206	\$ 793,489
<i>Temporary Investments</i>	--	--	345,397
<i>Delinquent Taxes Receivable (Net)</i>	--	--	7,651
<i>Accounts Receivable</i>	--	--	56,407
<i>Unrealized Expenditures</i>	--	--	314
Total Assets	<u>\$ 1,129</u>	<u>\$ 80,206</u>	<u>\$ 1,203,258</u>
LIABILITIES:			
<i>Accounts Payable - Trade</i>	\$ --	\$ --	\$ 10,725
<i>Unearned Revenue</i>	520	--	8,172
<i>Accrued Wages</i>	--	--	5,244
Total Liabilities	<u>520</u>	<u>--</u>	<u>24,141</u>
FUND BALANCES:			
<i>Committed for Special Purposes</i>	<u>609</u>	<u>80,206</u>	<u>1,179,117</u>
Total Fund Balances	<u>609</u>	<u>80,206</u>	<u>1,179,117</u>
Total Liabilities and Fund Balances	<u>\$ 1,129</u>	<u>\$ 80,206</u>	<u>\$ 1,203,258</u>

CITY OF LEVELLAND, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Cemetery Fund	LEOSE Account	Municipal Court Bldg. Security
REVENUES:			
Ad Valorem Taxes	\$ 168,927	\$ --	\$ --
Motel Occupancy Tax	--	--	--
Licenses and Permits	--	--	--
Royalties	12,301	--	--
Interest	3,544	3	97
Cemetery Spaces	53,482	--	--
Open and Close Graves	76,850	--	--
Federal	--	--	--
State	--	2,194	--
Seized Funds	--	--	--
Building Security	--	--	3,426
Time Payment Fees	--	--	--
Sale of Assets	241	--	--
Miscellaneous	--	--	--
Total Revenues	315,345	2,197	3,523
EXPENDITURES:			
General government	283,084	--	--
Public Safety	--	2,197	11,575
Culture and recreation	--	--	--
Total expenditures	283,084	2,197	11,575
Excess (deficiency) of revenues (under) expenditures	32,261	--	(8,052)
Other financing sources (uses):			
Operating transfers in	--	--	--
Operating transfers out	--	--	--
Total other financing sources (uses)	--	--	--
Excess of revenues and other financing sources over (under) expenditures and other financing uses	32,261	--	(8,052)
Fund balance, October 1	459,981	--	17,871
Fund balance, September 30	\$ 492,242	\$ --	\$ 9,819

Time Payment Court Fee	Motel Occupancy Tax Fund	Court Computer	Police Special Fund	Voluntary Park Contribution
\$ --	\$ --	\$ --	\$ --	\$ --
--	189,044	--	--	--
--	--	--	--	27,712
--	--	--	--	--
16	3,091	87	56	469
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	3,556	--
--	--	--	--	--
899	--	--	--	--
--	--	--	--	--
--	--	4,568	--	--
<u>915</u>	<u>192,135</u>	<u>4,655</u>	<u>3,612</u>	<u>28,181</u>
--	155,749	--	--	--
--	--	8,140	3,057	--
--	--	--	--	30,764
<u>--</u>	<u>155,749</u>	<u>8,140</u>	<u>3,057</u>	<u>30,764</u>
915	36,386	(3,485)	555	(2,583)
--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
915	36,386	(3,485)	555	(2,583)
1,853	483,478	14,312	7,696	57,114
<u>\$ 2,768</u>	<u>\$ 519,864</u>	<u>\$ 10,827</u>	<u>\$ 8,251</u>	<u>\$ 54,531</u>

CITY OF LEVELLAND, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Incentive Grant Fund Main Street	PD Federal Seized Funds	Total Nonmajor Special Revenue Funds (See Exhibit C-2)
REVENUES:			
<i>Ad Valorem Taxes</i>	\$ --	\$ --	\$ 168,927
<i>Motel Occupancy Tax</i>	--	--	189,044
<i>Licenses and Permits</i>	--	--	27,712
<i>Royalties</i>	--	--	12,301
<i>Interest</i>	8	178	7,549
<i>Cemetery Spaces</i>	--	--	53,482
<i>Open and Close Graves</i>	--	--	76,850
<i>Federal</i>	--	116,762	116,762
<i>State</i>	--	--	2,194
<i>Seized Funds</i>	--	--	3,556
<i>Building Security</i>	--	--	3,426
<i>Time Payment Fees</i>	--	--	899
<i>Sale of Assets</i>	--	--	241
<i>Miscellaneous</i>	--	--	4,568
<i>Total Revenues</i>	<u>8</u>	<u>116,940</u>	<u>667,511</u>
EXPENDITURES:			
<i>General government</i>	--	--	438,833
<i>Public Safety</i>	--	46,730	71,699
<i>Culture and recreation</i>	--	--	30,764
<i>Total expenditures</i>	<u>--</u>	<u>46,730</u>	<u>541,296</u>
Excess (deficiency) of revenues (under) expenditures	8	70,210	126,215
Other financing sources (uses):			
<i>Operating transfers in</i>	--	--	--
<i>Operating transfers out</i>	--	--	--
<i>Total other financing sources (uses)</i>	<u>--</u>	<u>--</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	8	70,210	126,215
Fund balance, October 1	601	9,996	1,052,902
Fund balance, September 30	<u>\$ 609</u>	<u>\$ 80,206</u>	<u>\$ 1,179,117</u>

CITY OF LEVELLAND, TEXAS
CEMETERY FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-7

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES:			
<i>Ad Valorem Taxes</i>	\$ 161,917	\$ 168,927	\$ 7,010
<i>Royalties</i>	7,000	12,301	5,301
<i>Interest</i>	2,000	3,544	1,544
<i>Cemetery Spaces</i>	60,000	53,482	(6,518)
<i>Open and Close Graves</i>	65,000	76,850	11,850
<i>Sale of Assets</i>	--	241	241
<i>Total Revenues</i>	<u>295,917</u>	<u>315,345</u>	<u>19,428</u>
EXPENDITURES:			
<i>General government</i>	<u>311,921</u>	<u>283,084</u>	<u>28,837</u>
<i>Total expenditures</i>	<u>311,921</u>	<u>283,084</u>	<u>28,837</u>
 Excess (deficiency) of revenues (under) expenditures	 (16,004)	 32,261	 48,265
 Other financing sources (uses):			
<i>Operating transfers in</i>	--	--	--
<i>Operating transfers out</i>	--	--	--
<i>Total other financing sources (uses)</i>	<u>--</u>	<u>--</u>	<u>--</u>
 Excess of revenues and other financing sources over (under) expenditures and other financing uses	 (16,004)	 32,261	 48,265
 Fund balance, October 1	 320,052	 459,981	 139,929
Fund balance, September 30	<u>\$ 304,048</u>	<u>\$ 492,242</u>	<u>\$ 188,194</u>

CITY OF LEVELLAND, TEXAS
LEOSE ACCOUNT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-8

	Budget	Actual	Variance Positive (Negative)
REVENUES:			
<i>Interest</i>	\$ --	\$ 3	\$ 3
<i>State</i>	--	2,194	2,194
<i>Total Revenues</i>	<u> --</u>	<u> 2,197</u>	<u> 2,197</u>
EXPENDITURES:			
<i>Public Safety</i>	3,041	2,197	844
<i>Total expenditures</i>	<u> 3,041</u>	<u> 2,197</u>	<u> 844</u>
Excess (deficiency) of revenues (under) expenditures	(3,041)	--	3,041
Other financing sources (uses):			
<i>Operating transfers in</i>	--	--	--
<i>Operating transfers out</i>	--	--	--
<i>Total other financing sources (uses)</i>	<u> --</u>	<u> --</u>	<u> --</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(3,041)	--	3,041
Fund balance, October 1	3,041	--	(3,041)
Fund balance, September 30	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

CITY OF LEVELLAND, TEXAS
MUNICIPAL COURT BUILDING SECURITY
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-9

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES:			
<i>Interest</i>	\$ 200	\$ 97	\$ (103)
<i>Building Security</i>	4,400	3,426	(974)
<i>Total Revenues</i>	<u>4,600</u>	<u>3,523</u>	<u>(1,077)</u>
EXPENDITURES:			
<i>Public Safety</i>	17,770	11,575	6,195
<i>Total expenditures</i>	<u>17,770</u>	<u>11,575</u>	<u>6,195</u>
Excess (deficiency) of revenues (under) expenditures	(13,170)	(8,052)	5,118
Other financing sources (uses):			
<i>Operating transfers in</i>	--	--	--
<i>Operating transfers out</i>	--	--	--
<i>Total other financing sources (uses)</i>	<u>--</u>	<u>--</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(13,170)	(8,052)	5,118
Fund balance, October 1	20,777	17,871	(2,906)
Fund balance, September 30	<u>\$ 7,607</u>	<u>\$ 9,819</u>	<u>\$ 2,212</u>

CITY OF LEVELLAND, TEXAS
TIME PAYMENT COURT FEE
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-10

	Budget	Actual	Variance Positive (Negative)
REVENUES:			
<i>Interest</i>	\$ 20	\$ 16	\$ (4)
<i>Time Payment Fees</i>	800	899	99
<i>Total Revenues</i>	<u>820</u>	<u>915</u>	<u>95</u>
EXPENDITURES:			
<i>Public Safety</i>	1,600	--	1,600
<i>Total expenditures</i>	<u>1,600</u>	<u>--</u>	<u>1,600</u>
Excess (deficiency) of revenues (under) expenditures	(780)	915	1,695
Other financing sources (uses):			
<i>Operating transfers in</i>	--	--	--
<i>Operating transfers out</i>	--	--	--
<i>Total other financing sources (uses)</i>	<u>--</u>	<u>--</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(780)	915	1,695
Fund balance, October 1	1,712	1,853	141
Fund balance, September 30	<u>\$ 932</u>	<u>\$ 2,768</u>	<u>\$ 1,836</u>

CITY OF LEVELLAND, TEXAS
MOTEL OCCUPANCY TAX FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-11

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES:			
<i>Motel Occupancy Tax</i>	\$ 135,000	\$ 189,044	\$ 54,044
<i>Interest</i>	3,000	3,091	91
<i>Total Revenues</i>	<u>138,000</u>	<u>192,135</u>	<u>54,135</u>
EXPENDITURES:			
<i>General government</i>	176,240	155,749	20,491
<i>Total expenditures</i>	<u>176,240</u>	<u>155,749</u>	<u>20,491</u>
Excess (deficiency) of revenues (under) expenditures	(38,240)	36,386	74,626
Other financing sources (uses):			
<i>Operating transfers in</i>	--	--	--
<i>Operating transfers out</i>	--	--	--
<i>Total other financing sources (uses)</i>	<u>--</u>	<u>--</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(38,240)	36,386	74,626
Fund balance, October 1	438,312	483,478	45,166
Fund balance, September 30	<u>\$ 400,072</u>	<u>\$ 519,864</u>	<u>\$ 119,792</u>

CITY OF LEVELLAND, TEXAS
COURT COMPUTER
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-12

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES:			
<i>Interest</i>	\$ 100	\$ 87	\$ (13)
<i>Miscellaneous</i>	6,000	4,568	(1,432)
<i>Total Revenues</i>	<u>6,100</u>	<u>4,655</u>	<u>(1,445)</u>
EXPENDITURES:			
<i>Public Safety</i>	14,300	8,140	6,160
Total expenditures	<u>14,300</u>	<u>8,140</u>	<u>6,160</u>
Excess (deficiency) of revenues (under) expenditures	(8,200)	(3,485)	4,715
Other financing sources (uses):			
<i>Operating transfers in</i>	--	--	--
<i>Operating transfers out</i>	--	--	--
Total other financing sources (uses)	<u>--</u>	<u>--</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(8,200)	(3,485)	4,715
Fund balance, October 1	14,132	14,312	180
Fund balance, September 30	<u>\$ 5,932</u>	<u>\$ 10,827</u>	<u>\$ 4,895</u>

CITY OF LEVELLAND, TEXAS
POLICE SPECIAL FUND
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-13

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES:			
<i>Interest</i>	\$ 100	\$ 56	\$ (44)
<i>Seized Funds</i>	1,000	3,556	2,556
<i>Total Revenues</i>	<u>1,100</u>	<u>3,612</u>	<u>2,512</u>
 EXPENDITURES:			
<i>Public Safety</i>	<u>3,100</u>	<u>3,057</u>	<u>43</u>
Total expenditures	<u>3,100</u>	<u>3,057</u>	<u>43</u>
 Excess (deficiency) of revenues (under) expenditures	(2,000)	555	2,555
 Other financing sources (uses):			
<i>Operating transfers in</i>	--	--	--
<i>Operating transfers out</i>	<u>--</u>	<u>--</u>	<u>--</u>
Total other financing sources (uses)	<u>--</u>	<u>--</u>	<u>--</u>
 Excess of revenues and other financing sources over (under) expenditures and other financing uses	(2,000)	555	2,555
 Fund balance, October 1	8,655	7,696	(959)
Fund balance, September 30	<u>\$ 6,655</u>	<u>\$ 8,251</u>	<u>\$ 1,596</u>

CITY OF LEVELLAND, TEXAS
VOLUNTARY PARK CONTRIBUTION
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-14

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES:			
<i>Licenses and Permits</i>	\$ 24,000	\$ 27,712	\$ 3,712
<i>Interest</i>	200	469	269
<i>Total Revenues</i>	<u>24,200</u>	<u>28,181</u>	<u>3,981</u>
EXPENDITURES:			
<i>Culture and recreation</i>	35,000	30,764	4,236
<i>Total expenditures</i>	<u>35,000</u>	<u>30,764</u>	<u>4,236</u>
Excess (deficiency) of revenues (under) expenditures	(10,800)	(2,583)	8,217
Other financing sources (uses):			
<i>Operating transfers in</i>	--	--	--
<i>Operating transfers out</i>	(16,500)	--	16,500
<i>Total other financing sources (uses)</i>	<u>(16,500)</u>	<u>--</u>	<u>16,500</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(27,300)	(2,583)	24,717
Fund balance, October 1	56,056	57,114	1,058
Fund balance, September 30	<u>\$ 28,756</u>	<u>\$ 54,531</u>	<u>\$ 25,775</u>

CITY OF LEVELLAND, TEXAS
INTEREST & REDEMPTION FUND
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-15

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES:			
<i>Ad Valorem Taxes</i>	\$ 337,685	\$ 353,663	\$ 15,978
<i>Interest</i>	1,000	811	(189)
<i>Local</i>	580,718	535,080	(45,638)
<i>Total Revenues</i>	<u>919,403</u>	<u>889,554</u>	<u>(29,849)</u>
EXPENDITURES:			
Debt service:			
<i>Principal</i>	545,000	545,000	--
<i>Interest and fiscal charges</i>	400,806	409,015	(8,209)
<i>Total expenditures</i>	<u>945,806</u>	<u>954,015</u>	<u>(8,209)</u>
Excess (deficiency) of revenues (under) expenditures	(26,403)	(64,461)	(38,058)
Other financing sources (uses):			
<i>Operating transfers in</i>	--	45,688	45,688
<i>Operating transfers out</i>	--	--	--
<i>Total other financing sources (uses)</i>	<u>--</u>	<u>45,688</u>	<u>45,688</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(26,403)	(18,773)	7,630
Fund balance, October 1	62,103	73,108	11,005
Fund balance, September 30	<u>\$ 35,700</u>	<u>\$ 54,335</u>	<u>\$ 18,635</u>

CITY OF LEVELLAND, TEXAS
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
SEPTEMBER 30, 2014

	<u>Civic Improvement Fund</u>	<u>Texas Capital Fund</u>	<u>Wastewater System Improvement</u>
ASSETS:			
<i>Cash</i>	\$ 23,003	\$ 50,058	\$ 286,292
<i>Temporary Investments</i>	104,750	--	833,772
<i>Accounts Receivable</i>	--	--	48,577
<i>Allowance for Uncollectibles</i>	--	--	(25,494)
<i>Due From State</i>	--	--	--
Total Assets	<u>\$ 127,753</u>	<u>\$ 50,058</u>	<u>\$ 1,143,147</u>
LIABILITIES:			
<i>Accounts Payable - Trade</i>	\$ 2	\$ --	\$ 50,787
<i>Due To Other Funds</i>	--	--	--
Total Liabilities	<u>2</u>	<u>--</u>	<u>50,787</u>
FUND BALANCES:			
<i>Committed - Expansion/Improvements</i>	<u>127,751</u>	<u>50,058</u>	<u>1,092,360</u>
Total Fund Balances	<u>127,751</u>	<u>50,058</u>	<u>1,092,360</u>
Total Liabilities and Fund Balances	<u>\$ 127,753</u>	<u>\$ 50,058</u>	<u>\$ 1,143,147</u>

Tax Increment Financing	Tax Increment Financing #2	Texas Parks Grant	Total Nonmajor Capital Projects Funds (See Exhibit C-1)
\$ 59,915	\$ 1,434	\$ --	\$ 420,702
--	--	--	938,522
--	--	--	48,577
--	--	--	(25,494)
--	--	1,449	1,449
<u>\$ 59,915</u>	<u>\$ 1,434</u>	<u>\$ 1,449</u>	<u>\$ 1,383,756</u>
\$ --	\$ --	\$ --	\$ 50,789
--	--	1,449	1,449
<u>--</u>	<u>--</u>	<u>1,449</u>	<u>52,238</u>
59,915	1,434	--	1,331,518
<u>59,915</u>	<u>1,434</u>	<u>--</u>	<u>1,331,518</u>
<u>\$ 59,915</u>	<u>\$ 1,434</u>	<u>\$ 1,449</u>	<u>\$ 1,383,756</u>

CITY OF LEVELLAND, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Civic Improvement Fund	Texas Capital Fund	Wastewater System Improvement
REVENUES:			
<i>Ad Valorem Taxes</i>	\$ --	\$ --	\$ --
<i>Wastewater Revenue</i>	--	--	194,344
<i>Rents</i>	5,195	--	--
<i>Interest</i>	846	58	7,281
<i>Federal</i>	--	--	--
<i>Developers Contribution</i>	--	--	--
<i>Miscellaneous</i>	25	--	--
<i>Total Revenues</i>	<u>6,066</u>	<u>58</u>	<u>201,625</u>
EXPENDITURES:			
<i>Culture and recreation</i>	--	--	--
<i>Economic and physical development</i>	4,547	--	900
<i>Total expenditures</i>	<u>4,547</u>	<u>--</u>	<u>900</u>
Excess (deficiency) of revenues (under) expenditures	1,519	58	200,725
Other financing sources (uses):			
<i>Operating transfers in</i>	--	50,000	--
<i>Operating transfers out</i>	--	--	(145,094)
<i>Total other financing sources (uses)</i>	<u>--</u>	<u>50,000</u>	<u>(145,094)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	1,519	50,058	55,631
Fund balance, October 1	126,232	--	1,036,729
Fund balance, September 30	<u>\$ 127,751</u>	<u>\$ 50,058</u>	<u>\$ 1,092,360</u>

Tax Increment Financing	Tax Increment Financing #2	Texas Parks Grant	Total Nonmajor Capital Projects Funds (See Exhibit C-2)
\$ 79,660	\$ 45,688	\$ --	\$ 125,348
--	--	--	194,344
--	--	--	5,195
96	10	--	8,291
--	--	33,574	33,574
2,500	--	--	2,500
--	--	--	25
<u>82,256</u>	<u>45,698</u>	<u>33,574</u>	<u>369,277</u>
--	--	41,968	41,968
193	--	--	5,640
<u>193</u>	<u>--</u>	<u>41,968</u>	<u>47,608</u>
82,063	45,698	(8,394)	321,669
--	--	8,394	58,394
<u>(24,896)</u>	<u>(45,688)</u>	<u>--</u>	<u>(215,678)</u>
<u>(24,896)</u>	<u>(45,688)</u>	<u>8,394</u>	<u>(157,284)</u>
57,167	10	--	164,385
2,748	1,424	--	1,167,133
<u>\$ 59,915</u>	<u>\$ 1,434</u>	<u>\$ --</u>	<u>\$ 1,331,518</u>

CITY OF LEVELLAND, TEXAS
 CIVIC IMPROVEMENT FUND
 CAPITAL PROJECTS FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-18

	Budget	Actual	Variance Positive (Negative)
REVENUES:			
<i>Rents</i>	\$ 3,500	\$ 5,195	\$ 1,695
<i>Interest</i>	500	846	346
<i>Miscellaneous</i>	--	25	25
<i>Total Revenues</i>	<u>4,000</u>	<u>6,066</u>	<u>2,066</u>
EXPENDITURES:			
<i>Economic and physical development</i>	5,200	4,547	653
<i>Total expenditures</i>	<u>5,200</u>	<u>4,547</u>	<u>653</u>
Excess (deficiency) of revenues (under) expenditures	(1,200)	1,519	2,719
Other financing sources (uses):			
<i>Operating transfers in</i>	--	--	--
<i>Operating transfers out</i>	--	--	--
<i>Total other financing sources (uses)</i>	<u>--</u>	<u>--</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(1,200)	1,519	2,719
Fund balance, October 1	125,626	126,232	606
Fund balance, September 30	<u>\$ 124,426</u>	<u>\$ 127,751</u>	<u>\$ 3,325</u>

CITY OF LEVELLAND, TEXAS
 CDBG GRANTS FUND
 CAPITAL PROJECTS FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-19

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES:			
<i>Federal</i>	\$ 455,100	\$ 455,071	\$ (29)
<i>Total Revenues</i>	<u>455,100</u>	<u>455,071</u>	<u>(29)</u>
EXPENDITURES:			
<i>Economic and physical development</i>	455,100	455,071	29
<i>Total expenditures</i>	<u>455,100</u>	<u>455,071</u>	<u>29</u>
Excess (deficiency) of revenues (under) expenditures	--	--	--
Other financing sources (uses):			
<i>Operating transfers in</i>	--	--	--
<i>Operating transfers out</i>	--	--	--
<i>Total other financing sources (uses)</i>	<u>--</u>	<u>--</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	--	--	--
Fund balance, October 1	--	--	--
Fund balance, September 30	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

CITY OF LEVELLAND, TEXAS
 CAPITAL PROJECT BOND FUND
 CAPITAL PROJECTS FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-20

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES:			
<i>Interest</i>	\$ 5,000	\$ 5,952	\$ 952
<i>Total Revenues</i>	<u>5,000</u>	<u>5,952</u>	<u>952</u>
EXPENDITURES:			
Economic and physical development	<u>3,401,500</u>	<u>3,372,555</u>	<u>28,945</u>
Total expenditures	<u>3,401,500</u>	<u>3,372,555</u>	<u>28,945</u>
Excess (deficiency) of revenues (under) expenditures	(3,396,500)	(3,366,603)	29,897
Other financing sources (uses):			
<i>Operating transfers in</i>	--	--	--
<i>Operating transfers out</i>	<u>--</u>	<u>--</u>	<u>--</u>
Total other financing sources (uses)	<u>--</u>	<u>--</u>	<u>--</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(3,396,500)	(3,366,603)	29,897
Fund balance, October 1	4,221,805	4,243,258	21,453
Fund balance, September 30	<u>\$ 825,305</u>	<u>\$ 876,655</u>	<u>\$ 51,350</u>

CITY OF LEVELLAND, TEXAS
WASTEWATER SYSTEM IMPROVEMENT FUND
CAPITAL PROJECTS FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-21

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES:			
<i>Wastewater Revenue</i>	\$ 188,800	\$ 194,344	\$ 5,544
<i>Interest</i>	4,000	7,281	3,281
<i>Total Revenues</i>	<u>192,800</u>	<u>201,625</u>	<u>8,825</u>
EXPENDITURES:			
<i>Economic and physical development</i>	386,825	900	385,925
<i>Total expenditures</i>	<u>386,825</u>	<u>900</u>	<u>385,925</u>
Excess (deficiency) of revenues (under) expenditures	(194,025)	200,725	394,750
Other financing sources (uses):			
<i>Operating transfers in</i>	--	--	--
<i>Operating transfers out</i>	--	(145,094)	(145,094)
<i>Total other financing sources (uses)</i>	<u>--</u>	<u>(145,094)</u>	<u>(145,094)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(194,025)	55,631	249,656
Fund balance, October 1	1,004,172	1,036,729	32,557
Fund balance, September 30	<u>\$ 810,147</u>	<u>\$ 1,092,360</u>	<u>\$ 282,213</u>

CITY OF LEVELLAND, TEXAS
 TAX INCREMENT FINANCING
 CAPITAL PROJECTS FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-22

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
<i>Ad Valorem Taxes</i>	\$ 72,865	\$ 79,660	\$ 6,795
<i>Interest</i>	100	96	(4)
<i>Developers Contribution</i>	--	2,500	2,500
<i>Total Revenues</i>	<u>72,965</u>	<u>82,256</u>	<u>9,291</u>
EXPENDITURES:			
<i>Economic and physical development</i>	100	193	(93)
<i>Total expenditures</i>	<u>100</u>	<u>193</u>	<u>(93)</u>
Excess (deficiency) of revenues (under) expenditures	72,865	82,063	9,198
Other financing sources (uses):			
<i>Operating transfers in</i>	--	--	--
<i>Operating transfers out</i>	(28,000)	(24,896)	3,104
<i>Total other financing sources (uses)</i>	<u>(28,000)</u>	<u>(24,896)</u>	<u>3,104</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	44,865	57,167	12,302
Fund balance, October 1	2,030	2,748	718
Fund balance, September 30	<u>\$ 46,895</u>	<u>\$ 59,915</u>	<u>\$ 13,020</u>

CITY OF LEVELLAND, TEXAS
 TAX INCREMENT FINANCING #2
 CAPITAL PROJECTS FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-23

	Budget	Actual	Variance Positive (Negative)
REVENUES:			
<i>Ad Valorem Taxes</i>	\$ 34,889	\$ 45,688	\$ 10,799
<i>Interest</i>	--	10	10
<i>Total Revenues</i>	<u>34,889</u>	<u>45,698</u>	<u>10,809</u>
EXPENDITURES:			
Total expenditures	<u>--</u>	<u>--</u>	<u>--</u>
Excess (deficiency) of revenues (under) expenditures	34,889	45,698	10,809
Other financing sources (uses):			
<i>Operating transfers in</i>	--	--	--
<i>Operating transfers out</i>	<u>(25,000)</u>	<u>(45,688)</u>	<u>(20,688)</u>
Total other financing sources (uses)	<u>(25,000)</u>	<u>(45,688)</u>	<u>(20,688)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	9,889	10	(9,879)
Fund balance, October 1	1,416	1,424	8
Fund balance, September 30	<u>\$ 11,305</u>	<u>\$ 1,434</u>	<u>\$ (9,871)</u>

CITY OF LEVELLAND, TEXAS
 TEXAS PARKS GRANT
 CAPITAL PROJECTS FUND
 BUDGETARY COMPARISON SCHEDULE
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-24

	Budget	Actual	Variance Positive (Negative)
REVENUES:			
<i>Federal</i>	\$ 33,816	\$ 33,574	\$ (242)
<i>Total Revenues</i>	<u>33,816</u>	<u>33,574</u>	<u>(242)</u>
EXPENDITURES:			
<i>Culture and recreation</i>	50,316	41,968	8,348
<i>Total expenditures</i>	<u>50,316</u>	<u>41,968</u>	<u>8,348</u>
Excess (deficiency) of revenues (under) expenditures	(16,500)	(8,394)	8,106
Other financing sources (uses):			
<i>Operating transfers in</i>	16,500	8,394	(8,106)
<i>Operating transfers out</i>	--	--	--
<i>Total other financing sources (uses)</i>	<u>16,500</u>	<u>8,394</u>	<u>(8,106)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	--	--	--
Fund balance, October 1	--	--	--
Fund balance, September 30	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

CITY OF LEVELLAND, TEXAS
ENTERPRISE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT C-25

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
OPERATING REVENUES:			
<i>Street Light Revenue</i>	\$ 147,500	\$ 155,643	\$ (8,143)
<i>Refuse Collection Revenue</i>	1,992,000	2,111,769	(119,769)
<i>Water Revenue</i>	2,600,000	2,624,738	(24,738)
<i>Sewer Revenue</i>	900,000	939,199	(39,199)
<i>State Revenues</i>	--	17,108	(17,108)
<i>Miscellaneous</i>	295,000	597,335	(302,335)
Total Operating Revenues	<u>5,934,500</u>	<u>6,445,792</u>	<u>(511,292)</u>
OPERATING EXPENSES:			
<i>Administration</i>	406,623	451,110	(44,487)
<i>Water Production</i>	3,111,039	2,443,802	667,237
<i>Developers Capital Improvement</i>	--	2,046	(2,046)
<i>Wastewater Collection</i>	582,257	751,234	(168,977)
<i>Sanitation</i>	3,470,870	1,983,296	1,487,574
<i>Swimming Pool</i>	88,477	57,932	30,545
Total Operating Expenses	<u>7,659,266</u>	<u>5,689,420</u>	<u>1,969,846</u>
Operating Income (Loss)	<u>(1,724,766)</u>	<u>756,372</u>	<u>(2,481,138)</u>
NON-OPERATING REVENUES (EXPENSES):			
<i>Interest Income</i>	40,000	28,628	11,372
<i>Interest Expense</i>	--	(306,297)	306,297
Total Non-operating Revenues (Expenses)	<u>40,000</u>	<u>(277,669)</u>	<u>317,669</u>
Net Income (Loss) before Operating Transfers	<u>(1,684,766)</u>	<u>478,703</u>	<u>(2,163,469)</u>
TRANSFERS:			
<i>Operating transfers in</i>	345,000	492,464	(147,464)
<i>Operating transfers out</i>	(250,000)	(250,000)	--
Total Transfers	<u>95,000</u>	<u>242,464</u>	<u>(147,464)</u>
Net income	<u>(1,589,766)</u>	<u>721,167</u>	<u>(2,310,933)</u>
Net Position, October 1	2,977,529	19,273,154	(16,295,625)
Net Position, September 30	<u>\$ 1,387,763</u>	<u>\$ 19,994,321</u>	<u>\$ (18,606,558)</u>

CITY OF LEVELLAND, TEXAS
 COMBINING STATEMENT OF NET POSITION
 INTERNAL SERVICE FUNDS
 SEPTEMBER 30, 2014

	<u>Capital Equipment Reserve Fund</u>	<u>Insurance Claims Fund</u>	<u>Total Internal Service Funds (See Exhibit A-7)</u>
ASSETS:			
Current Assets:			
<i>Cash</i>	\$ 410,764	\$ --	\$ 410,764
<i>Temporary Investments</i>	554,114	428,436	982,550
<i>Due From Other Funds</i>	57,775	--	57,775
Total Current Assets	<u>1,022,653</u>	<u>428,436</u>	<u>1,451,089</u>
Noncurrent Assets:			
<i>Due From Other Funds</i>	888,888	--	888,888
Total Noncurrent Assets	<u>888,888</u>	<u>--</u>	<u>888,888</u>
Total Assets	<u>1,911,541</u>	<u>428,436</u>	<u>2,339,977</u>
LIABILITIES:			
<i>Accounts Payable - Trade</i>	14,701	--	14,701
Total Liabilities	<u>14,701</u>	<u>--</u>	<u>14,701</u>
NET POSITION:			
<i>Unrestricted</i>	1,896,840	428,436	2,325,276
<i>Total Net Position</i>	<u>\$ 1,896,840</u>	<u>\$ 428,436</u>	<u>\$ 2,325,276</u>

CITY OF LEVELLAND, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Capital Equipment Reserve Fund	Insurance Claims Fund	Total Internal Service Funds (See Exhibit A-8)
OPERATING REVENUES:			
Total Operating Revenues	\$ --	\$ --	\$ --
OPERATING EXPENSES:			
Total Operating Expenses	--	--	--
Operating Income (Loss)	--	--	--
NON-OPERATING REVENUES (EXPENSES):			
<i>Interest Income</i>	21,953	2,885	24,838
Total Non-operating Revenues (Expenses)	21,953	2,885	24,838
Net Income (Loss) before Operating Transfers	21,953	2,885	24,838
Net income	21,953	2,885	24,838
Net Position, October 1	1,874,887	425,551	2,300,438
Net Position, September 30	\$ 1,896,840	\$ 428,436	\$ 2,325,276

CITY OF LEVELLAND, TEXAS
COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Capital Equipment Reserve Fund	Insurance Claims Fund	Total Internal Service Funds (See Exhibit A-9)
Cash Flows from Operating Activities:			
<i>Cash Received from Customers</i>	\$ --	\$ --	\$ --
<i>Cash Received from Grants</i>	--	--	--
<i>Cash Receipts (Payments) for Quasi-external Operating Transactions with Other Funds</i>	--	--	--
<i>Cash Payments to Employees</i>	--	--	--
<i>Cash Payments to Suppliers for Goods and Services</i>	--	--	--
<i>Cash Payments for Grants to Other Organizations</i>	--	--	--
<i>Other Operating Cash Receipts (Payments)</i>	14,701	--	14,701
Net Cash Provided (Used) by Operating Activities	<u>14,701</u>	<u>--</u>	<u>14,701</u>
Cash Flows from Non-capital Financing Activities:			
<i>Principal Received on Loans Made to Other Funds</i>	124,517	--	124,517
<i>Loans Made to Other Funds</i>	(823,258)	--	(823,258)
<i>Transfers From (To) Primary Government</i>	--	--	--
<i>Transfers From (To) Other Funds</i>	--	--	--
Net Cash Provided (Used) by Non-capital Financing Activities	<u>(698,741)</u>	<u>--</u>	<u>(698,741)</u>
Cash Flows from Capital and Related Financing Activities:			
<i>Proceeds from Issuance of Long-term Debt</i>	--	--	--
<i>Principal and Interest Paid</i>	--	--	--
<i>Acquisition or Construction of Capital Assets</i>	--	--	--
<i>Proceeds from Sale of Capital Assets</i>	--	--	--
<i>Contributed Capital</i>	--	--	--
Net Cash Provided (Used) for Capital and Related Financing Activities	<u>--</u>	<u>--</u>	<u>--</u>
Cash Flows from Investing Activities:			
<i>Purchase of Investment Securities</i>	--	--	--
<i>Proceeds from Sale and Maturities of Securities</i>	--	--	--
<i>Interest and Dividends on Investments</i>	21,953	2,885	24,838
Net Cash Provided (Used) for Investing Activities	<u>21,953</u>	<u>2,885</u>	<u>24,838</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(662,087)	2,885	(659,202)
Cash and Cash Equivalents at Beginning of Year	1,626,965	425,551	2,052,516
Cash and Cash Equivalents at End of Year	<u>\$ 964,878</u>	<u>\$ 428,436</u>	<u>\$ 1,393,314</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:			
Operating Income (Loss)	\$ --	\$ --	\$ --
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities			
<i>Depreciation</i>	--	--	--
<i>Provision for Uncollectible Accounts</i>	--	--	--
Change in Assets and Liabilities:			
<i>Decrease (Increase) in Receivables</i>	--	--	--
<i>Increase (Decrease) in Accounts Payable</i>	14,701	--	14,701
<i>Increase (Decrease) in Accrued Wages Payable</i>	--	--	--
<i>Increase (Decrease) in Interfund Payables</i>	--	--	--
Total Adjustments	<u>14,701</u>	<u>--</u>	<u>14,701</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 14,701</u>	<u>\$ --</u>	<u>\$ 14,701</u>

Other Supplementary Information

This section includes financial information and disclosures not required by the Governmental Accounting Standards Board and not considered a part of the basic financial statements. It may, however, include information which is required by other entities.

KEITH DOWNS, C.P.A.
RUSS PINKERTON, C.P.A.



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EMAIL: pdpllp@pdpllp.com

Independent Auditor's Report on Internal Control over Financial Reporting and
On Compliance and Other Matters Based on an Audit of Financial Statements
Performed In Accordance With Government Auditing Standards

City Council
City of Levelland, Texas
1709 Avenue H
Levelland, Texas 79336

Members of the City Council:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Levelland, Texas, as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the City of Levelland, Texas's basic financial statements, and have issued our report thereon dated February 12, 2015.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Respectfully submitted,

Pate, Downs & Pinkerton, LLP

Pate, Downs & Pinkerton, LLP

Levelland, Texas
February 12, 2015

KEITH DOWNS, C.P.A.
RUSS PINKERTON, C.P.A.



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Independent Auditor's Report on Compliance for Each Major Program and
on Internal Control Over Compliance Required by OMB Circular A-133

City Council
City of Levelland, Texas
1709 Avenue H
Levelland, Texas 79336

Members of the City Council:

Report on Compliance for Each Major Federal Program

We have audited City of Levelland, Texas's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City of Levelland, Texas's major federal programs for the year ended September 30, 2014. The City of Levelland, Texas's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the City of Levelland, Texas complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended September 30, 2014.

Report on Internal Control Over Compliance

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

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

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

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

Respectfully submitted,

Pate, Downs & Pinkerton, LLP

Pate, Downs & Pinkerton, LLP

Levelland, Texas
February 12, 2015

CITY OF LEVELLAND, TEXAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

A. Summary of Auditor's Results

1. Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

One or more material weaknesses identified? Yes No

One or more significant deficiencies identified that are not considered to be material weaknesses? Yes None Reported

Noncompliance material to financial statements noted? Yes No

2. Federal Awards

Internal control over major programs:

One or more material weaknesses identified? Yes No

One or more significant deficiencies identified that are not considered to be material weaknesses? Yes None Reported

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? Yes No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
14.228	Community Development Block Grant

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee? Yes No

B. Financial Statement Findings

NONE

C. Federal Award Findings and Questioned Costs

NONE

CITY OF LEVELLAND, TEXAS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Finding/Recommendation

Finding 2013-1

On October 14, 2013, when entering revised pay rates from the new FY2013-2014 budget into the payroll system, the Director of Human Resources discovered that for the previous year the City of Levelland had over paid its full time paid firefighters. When the new pay rates were entered into the payroll system in October of 2012 the pay for firefighters was inadvertently entered at the rate the Assistant Fire Chief is paid. Upon discovery of this error the City Manager, Director of Human Resources, and the Director of Finance immediately began to evaluate ways to resolve the issue. The City Attorney and the City's Auditor were soon included in this effort and a plan to recapture the overpayments was developed using a combination of future payroll deductions and the limited use of accrued vacation and sick leave.

As a result of this problem the City has implemented two verification processes to help reduce the likelihood that a mistake such as this will happen again in the future. First, the pay plan spreadsheet which calculates the hourly rates based on the newly adopted budget has been revised to include a special highlighted section on firefighters pay. This highlighted section will draw attention to the fact that firefighter's pay is calculated differently and will show the correct amounts based on the adopted pay plan. The second new verification is a detailed report from the computer payroll system when the first payroll is run under a new budget. This payroll change report compares the previous and new pay rates in a side by side manner for each employee. The City Manager, Director of Finance, and the Director of Human Resources will all review this report to verify that the new pay rates have been correctly entered into the payroll system for all employees, and all three officials will sign off on the report. This was done prior to the second payroll for the payroll changes made in October 2013.

Current Status

Recommendations have been implemented with no further occurrences noted.

Management's Explanation If Not Implemented

Not Applicable

CITY OF LEVELLAND, TEXAS
CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED SEPTEMBER 30, 2014

NOT APPLICABLE

CITY OF LEVELLAND, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

EXHIBIT D-1

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
<u>U. S. DEPARTMENT OF TRANSPORTATION</u>			
Passed Through Texas Parks and Wildlife Department:			
Recreational Trail Program *	20.219	RT-012030	\$ 33,574
Total U. S. Department of Transportation			<u>33,574</u>
<u>U. S. DEPARTMENT OF JUSTICE</u>			
Direct Programs:			
Equitable Sharing Program	16.922	--	116,762
Joint Law Enforcement Operations	16.111	--	11,394
Total Direct Programs			<u>128,156</u>
Total U. S. Department of Justice			<u>128,156</u>
<u>U. S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT</u>			
Passed Through Texas Department of Agriculture:			
Community Development Block Grant *	14.228	7214032	455,071
Total U. S. Department of Housing & Urban Development			<u>455,071</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u><u>\$ 616,801</u></u>

* Indicates clustered program under OMB Circular A-133 Compliance Supplement

The accompanying notes are an integral part of this schedule.

CITY OF LEVELLAND, TEXAS

*NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014*

Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of City of Levelland, Texas and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the general purpose financial statements.