

CITY OF CHESTER, SOUTH CAROLINA
RECONCILIATION OF TOTAL
GOVERNMENTAL FUND BALANCES TO NET POSITION OF GOVERNMENTAL ACTIVITIES
AS OF JUNE 30, 2015

Total fund balances - governmental funds, June 30, 2015		\$ 1,624,036
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds:		
Capital assets		7,823,994
Accumulated depreciation		(4,419,740)
Some revenue will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds:		
Property taxes		45,355
Long-term liabilities, including bonds payable and accrued interest payable, are not due and payable in the current period and therefore are not reported in the funds:		
Bonds payable		(175,666)
Lease financing		(177,721)
Other post employment benefits		(411,669)
Net pension liability		(4,507,202)
Compensated absences		(89,851)
Deferred outflows and inflows of resources related to pensions are applicable to future period and, therefore, are not reported in the governmental funds balance sheet		
Deferred outflows of resources		454,859
Deferred inflows of resources		(468,386)
Total net position - governmental activities, June 30, 2015		\$ (301,991)

See independent auditors' report and the accompanying notes to the financial statements.

CITY OF CHESTER, SOUTH CAROLINA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2015

	Program Revenues			Net Revenue (Expense) and Changes in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
PRIMARY GOVERNMENT					
Governmental Activities					
General government	\$ 1,203,411	\$ 14,614	\$ 406,793	\$ 60,443	\$ (721,561)
Public safety	3,427,283	1,674,092	33,685	-	(1,719,506)
Public works	1,017,385	486,368	-	-	(530,817)
Cultural and recreation	745,906	36,106	17,656	21,600	(670,544)
Interest and fiscal charges	8,300	-	-	-	(8,300)
Total Governmental	6,402,285	2,211,380	458,134	82,043	(3,650,728)
Business-Type Activities					
None	-	-	-	-	-
Total Primary Government	\$ 6,402,285	\$ 2,211,380	\$ 458,134	\$ 82,043	(3,650,728)
General Revenues					
Property taxes levied for:					
General purposes					1,298,858
Accommodations tax					21,280
Interest/investment income					15,287
Intergovernmental					1,120,489
Franchise fees					284,739
Business licenses					647,610
Contributed capital					92,660
Total general revenues					3,480,923
Changes in net position					(169,805)
Net Position, beginning					4,283,308
Prior Period Adjustments					73,917
Prior Period Adjustments, NPL					(4,489,411)
Net Position, beginning, restated					(132,186)
Net Position, ending					\$ (301,991)

See independent auditors' report and the accompanying notes to the financial statements.

CITY OF CHESTER, SOUTH CAROLINA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2015

Change in fund balances - governmental funds, JUNE 30, 2015	\$	(171,594)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlay as expenditures. In the government-wide statement of activities and changes in net position, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of capital assets recorded in the current period.		
		315,420
Depreciation expense on capital assets is reported in the government-wide statement of activities and changes in net position, but they do not require the use of current financial resources. Therefore depreciation expense is not reported as expenditures in governmental funds.		
		(270,197)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Issuance of new long-term debt		(59,844)
Principal payments on long-term debt		94,179
Compensated absences		13,850
Other post employment benefits		-
Pension contributions are reported in the City's governmental funds as expenditures. However, the government-wide statement of activities reports the cost of pension benefits earned net of employee contributions as pension expense.		
Pension contributions		331,789
Cost of benefits earned net of employee contributions		(363,107)
Some property tax will not be collected for several months after the County's fiscal year end, they are not considered "available" revenues in the governmental funds.		
		(60,301)
Change in net position - governmental activities, JUNE 30, 2015	\$	(169,805)

See independent auditors' report and the accompanying notes to the financial statements.

CITY OF CHESTER, SOUTH CAROLINA
BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF JUNE 30, 2015

	General Fund	Other Governmental Funds	Debt Service Fund	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 1,058,624	\$ 257,789	\$ -	\$ 1,316,413
Receivables (net of allowance for uncollectibles):				
Taxes	580,409	-	-	580,409
Intergovernmental	289,259	-	-	289,259
Other	84,544	200	-	84,744
Notes receivable, net	-	224,080	-	224,080
Due from other funds	263,286	109,561	-	372,847
Prepaid expenses	-	-	-	-
Capital lease receivable	70,327	-	-	70,327
Total Assets	<u>\$ 2,346,449</u>	<u>\$ 591,630</u>	<u>\$ -</u>	<u>\$ 2,938,079</u>
LIABILITIES AND FUND BALANCES				
Accounts payable	\$ 249,440	\$ -	\$ -	\$ 249,440
Accrued expenses	86,330	-	-	86,330
Deferred revenue	614,514	-	-	614,514
Due to other funds	27,242	336,517	-	363,759
Total Liabilities	<u>977,526</u>	<u>336,517</u>	<u>-</u>	<u>1,314,043</u>
FUND BALANCES				
Fund balances				
Restricted	-	255,113	-	255,113
Unassigned	1,368,923	-	-	1,368,923
Total Fund Balances	<u>1,368,923</u>	<u>255,113</u>	<u>-</u>	<u>1,624,036</u>
Total Liabilities and Fund Balances	<u>\$ 2,346,449</u>	<u>\$ 591,630</u>	<u>\$ -</u>	<u>\$ 2,938,079</u>

See independent auditors' report and accompanying notes to the financial statements.

CITY OF CHESTER, SOUTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2015

	General Fund	Other Governmental Fund	Debt Service Fund	Total Governmental Funds
REVENUES				
Taxes - property	\$ 1,302,002	\$ -	\$ -	\$ 1,302,002
Licenses and permits	932,349	-	-	932,349
Federal grants	-	-	-	-
Intergovernmental	1,141,539	540,178	-	1,681,717
Charges for services	2,209,732	-	-	2,209,732
Investment earnings	11,924	5,616	-	17,540
Payments in lieu of taxes	55,136	-	-	55,136
Drug forfeitures	-	1,162	-	1,162
Total Revenues	5,652,682	546,956	-	6,199,638
EXPENDITURES				
Current:				
General government	1,139,656	30	-	1,139,686
Public safety	3,347,023	7,968	-	3,354,991
Public works	985,313	-	-	985,313
Cultural and recreation	283,115	444,367	-	727,482
Capital outlay	-	213,785	-	213,785
Debt service	-	-	102,479	102,479
Total Expenditures	5,755,107	666,150	102,479	6,523,736
Excess revenue over (under) expenditures	(102,425)	(119,194)	(102,479)	(324,098)
OTHER FINANCING SOURCES (USES)				
Lease financing proceeds	-	-	59,844	59,844
Operating transfers in (out)	(66,268)	116,293	42,635	92,660
Total Other Financing Sources (Uses)	(66,268)	116,293	102,479	152,504
Net change in fund balances	(168,693)	(2,901)	-	(171,594)
Fund Balance, beginning of year	1,332,982	430,858	-	1,763,840
Prior Period Adjustments	204,634	(172,844)	-	31,790
Fund Balance, beginning of year, restated	1,537,616	258,014	-	1,795,630
Fund Balance, end of year	\$ 1,368,923	\$ 255,113	\$ -	\$ 1,624,036

See independent auditors' report and accompanying notes to the financial statements.

CITY OF CHESTER, SOUTH CAROLINA
 STATEMENT OF FIDUCIARY NET ASSETS
 AS OF JUNE 30, 2015

	Trust Funds	Agency Funds
ASSETS		
Cash	\$ 461,907	\$ 57,520
Due from/(to) City of Chester	(9,088)	-
Total Assets	\$ 452,819	\$ 57,520
LIABILITIES		
Due to City of Chester	\$ -	\$ 51,923
Due to others	-	20,217
Funds held in trust for others	452,819	(14,620)
Total Liabilities	\$ 452,819	\$ 57,520

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