


**NEIGHBORHOOD DEVELOPMENT FUND
Not-for-Profit Transmittal and Approval Form**

Applicant/Program: City of Rolling Hills / Sidewalk improvements for ADA compliance

Executive Summary of Request:
 These funds would be used to help the City of Rolling Hills pay for sidewalk improvements at 6 intersections. Specifically, these improvements would make these locations compliant with the ADA.

Is this program/project a fundraiser?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Is this applicant a faith based organization?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Does this application include funding for sub-grantee(s)?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No

I have reviewed the attached Neighborhood Development Fund Application and have found it complete and within Metro Council guidelines and request approval of funding in the following amount(s). I have read the organization's statement of public purpose to be furthered by the funds requested and I agree that the public purpose is legitimate. I have also completed the disclosure section below, if required.

<u>17</u> District #	 Council Member Signature	<u>\$10,000.00</u> Amount	<u>8/31/15</u> Date
-------------------------	---	------------------------------	------------------------

Primary Sponsor Disclosure
 List below any personal or business relationship you, your family or your legislative assistant have with this organization, its volunteers, its employees or members of its board of directors.

Approved by:

_____ Date _____
 Appropriations Committee Chairman

Clerk's Office Only:

Request Amount: _____ Committee Amended Appropriation: _____
 Original Appropriation: _____ Council Amended Appropriation: _____

**LOUISVILLE METRO COUNCIL
NEIGHBORHOOD DEVELOPMENT FUND APPLICATION CHECKLIST**

Legal Name of Applicant Organization: *The City of Rolling Hills*

Program Name and Request Amount: *Sidewalk improvements / ADA compliance*

	Yes/No/NA
Is the NDF Transmittal Sheet Signed by all Council Member(s) Appropriating Funding?	... <input checked="" type="checkbox"/> Y
Is the funding proposed by Council Member(s) less than or equal to the request amount?	... <input checked="" type="checkbox"/> Y
Is the proposed public purpose of the program viable and well-documented?	... <input checked="" type="checkbox"/> Y
Will all of the funding go to programs specific to Louisville/Jefferson County?	... <input checked="" type="checkbox"/> Y
Has Council or Staff relationship to the Agency been adequately disclosed on the cover sheet?	... <input checked="" type="checkbox"/> Y
Has prior Metro Funds committed/granted been disclosed?	... <input checked="" type="checkbox"/> Y
Is the application properly signed and dated by authorized signatory?	... <input checked="" type="checkbox"/> Y
Is proof of Tax Exempt status of 501(c) 3, 4, 6, 19, 1120-H included?	... <input type="checkbox"/> N/A
If Metro funding is for a separate taxing district is the funding appropriated for a program outside the legal responsibility of that taxing district?	... <input type="checkbox"/> No
Is the entity in good standing with: <ul style="list-style-type: none"> • Kentucky Secretary of State? • Louisville Metro Revenue Commission? • Louisville Metro Government? • Internal Revenue Service? • Louisville Metro Human Relations Commission? 	... <input checked="" type="checkbox"/> Y
Is the current Fiscal Year Budget included?	... <input checked="" type="checkbox"/> Y
Is the entity's board member list (with term length/term limits) included?	... <input checked="" type="checkbox"/> Y
Is recommended funding less than 33% of total agency operating budget?	... <input checked="" type="checkbox"/> Y
Does the application budget reflect only the revenue and expenses of the project/program?	... <input checked="" type="checkbox"/> Y
Is the cost estimate(s) from proposed vendor (if request is for capital expense) included?	... <input checked="" type="checkbox"/> Y
Is the most recent annual audit (if required by organization) included?	... <input checked="" type="checkbox"/> Y
Is a copy of Signed Lease (if rent costs are requested) included?	... <input type="checkbox"/> N/A
Is the Supplemental Questionnaire for churches/religious organizations (if requesting organization is faith-based) included?	... <input type="checkbox"/> N/A
Are the Articles of Incorporation of the Agency included?	... <input type="checkbox"/> N/A
Is the IRS Form W-9 included?	... <input checked="" type="checkbox"/> Y
Is the IRS Form 990 included?	... <input type="checkbox"/> N/A
Are the evaluation forms (if program participants are given evaluation forms) included?	... <input type="checkbox"/> N/A
Affirmative Action/Equal Employment Opportunity plan and/or policy statement included (if required to do so)?	... <input type="checkbox"/> N/A
Has the Agency agreed to participate in the BBB Charity review program? If so, has the applicant met the BBB Charity Review Standards?	... <input type="checkbox"/> N/A
Prepared by: <i>Kip Eatherly</i>	Date: <i>9-28-15</i>



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

SECTION 1 - APPLICANT INFORMATION			
Legal Name of Applicant Organization:		The City of Rolling Hills	
<i>(as listed on: http://www.sos.ky.gov/business/records)</i>			
Main Office Street & Mailing Address: PO Box 22445, Louisville, KY 40252			
Website: www.cityofrollinghillssky.com			
Applicant Contact:	Kay Hardy	Title:	Mayor
Phone:	(502) 426-1572	Email:	mayor@cityofrollinghillssky.com
Financial Contact:	Dan Linker	Title:	Finance Commissioner
Phone:	(502) 387-2917	Email:	Finance@cityofrollinghillssky.com
Organization's Representative who attended NDF Training:			
GEOGRAPHICAL AREA(S) WHERE PROGRAM ACTIVITIES ARE (WILL BE) PROVIDED			
Program Facility Location(s):	Within the city limits of the city of Rolling Hills, District 17 Metro Louisville		
Council District(s):	17	Zip Code(s):	40242
SECTION 2 - PROGRAM/PROJECT & FINANCIAL INFO			
PROGRAM/PROJECT NAME: Sidewalk improvements for ADA compliance and a more walkable city			
Total Request: (\$)	15000	Total Metro Award (this program) in previous year: (\$)	0
Purpose of Request (check all that apply):			
<input type="checkbox"/> Operating Funds (generally cannot exceed 33% of agency's total operating budget) <input type="checkbox"/> Programming/services/events for direct benefit to community or qualified individuals <input checked="" type="checkbox"/> Capital Project of the organization (equipment, furnishing, building, etc)			
The Following are Required Attachments:			
<input type="checkbox"/> IRS Exempt Status Determination Letter <input checked="" type="checkbox"/> Current Year Projected Budget <input checked="" type="checkbox"/> List of Board of Directors (include term & term limits) <input checked="" type="checkbox"/> Current financial statement <input type="checkbox"/> Most recent IRS Form 990 or 1120-H <input type="checkbox"/> Articles of Incorporation <input checked="" type="checkbox"/> Cost estimates from proposed vendor if request is for capital expense		<input type="checkbox"/> Signed lease if rent costs are being requested <input type="checkbox"/> IRS Form W9 <input type="checkbox"/> Evaluation forms if used in the proposed program <input checked="" type="checkbox"/> Annual audit (if required by organization) <input type="checkbox"/> Faith Based Organization Certification Form, if required <input checked="" type="checkbox"/> Staff including the 3 highest paid staff	
For the current fiscal year ending June 30, list all funds appropriated and/or received from Louisville Metro Government for this or any other program or expense, including funds received through Metro Federal Grants, from any department or Metro Council Appropriation (Neighborhood Development Funds). Attach additional sheet if necessary.			
Source:	N/A	Amount: (\$)	0
Source:	N/A	Amount: (\$)	0
Source:	N/A	Amount: (\$)	0
Has the applicant contacted the BBB Charity Review for participation? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
Has the applicant met the BBB Charity Review Standards? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			

Applicant's Initials DL



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

SECTION 3 – AGENCY DETAILS

Describe Agency's Vision, Mission and Services:

Vision - An affordable, diverse, progressive city where citizens feel safe, enjoy their neighborhoods and access their city government.

Our provide essential services to the residents of the City that increase the desirability of the City as a place to live, work, and visit.

Services - The city provides sanitation, safety (police patrol), neighborhood beautification, grounds/street/sidewalk maintenance and standard governance.



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

SECTION 4 - PROGRAM/PROJECT INITIATIVE

A: Describe the program/project start and end dates, a description of the program/project and applicable data with regards to specific client population the program will address (attach related flyers, planning minutes, designs, event permits, proposals for services/goods, etc.):

The program/project date is slated for the fiscal year beginning July 1, 2015 and ending June 30, 2016. The city of Rolling Hills currently provides for street and sidewalk maintenance on an annual and as needed basis to the residents of the city. However in keeping with the goals of the City of Louisville's Pedestrian Master Plan (http://louisvilleky.gov/sites/default/files/bike_louisville/1_draft_-_introduction.pdf) "to improve and expand current pedestrian deficiencies..." we would like to improve upon our existing walkways by bringing them up to ADA compliance mainly by removing the existing steps at curb access corners and installing new ramps with ADA compliant detectable warning systems.

B: Describe specifically how the funding will be spent including identification of funding to sub grantee(s):
Funding will be spent in support of the project described above for ADA sidewalk compliance work.



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

C: If this request is a fundraiser, please detail how the proceeds will be spent:

D: For Expenditure Reimbursement Only – The grant award period begins with the Metro Council approval date and ends on June 30 of Metro fiscal year in which the grant is approved. If any part of this funding request is for funds to be spent before the grant award period, identify the applicable circumstances:

Effective October 24, 2013, reimbursements should not be made unless an emergency can be demonstrated by the primary council sponsor. The funding request is a reimbursement of the following expenditures (attach invoices or proof of payment):

- ✓ Attach a copy of invoices and/or receipts to provide proof of purchase of activities associated with the work plan identified in this application.
- ✓ Attach a copy of cancelled checks to provide proof of payment of the invoices or receipts associated with the work plan identified in this application.

The funding request is a reimbursement of the following expenditures that will probably be incurred after the application date, but prior to the execution of the grant agreement:

- ✓ If selecting this option, the invoice, receipt and payment documentation should not be available as of the date of this application.

The Grantee will be required to submit financial reporting in accordance with the reporting schedule provided in the grant agreement.



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

E: Describe the program's benefits to those being served (measurable outcomes). Include the program's process for collecting data and the indicators that will be tracked to measure the benefits to those being served:
The programs benefits will be to remove existing non compliant corner access walks and replace them with compliant ones.

F: Briefly describe any existing collaborative relationships the organization has with other community organizations. Describe what those partners are bringing to the relationship in general and to this program/project specifically.
This project does not involve other organizations.



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

SECTION 5 – PROGRAM/PROJECT BUDGET SUMMARY

THE PROGRAM/PROJECT BUDGET SHOULD REALISTICALLY ESTIMATE WHAT AMOUNT IS NEEDED FROM METRO GOVERNMENT AND WHAT IS EXPECTED FROM OTHER SOURCES.

Program/Project Expenses	Column 2		
	Proposed Metro Funds	Non-Metro Funds	Total Funds
A: Personnel Costs Including Benefits			
B: Rent/Utilities			
C: Office Supplies			
D: Telephone			
E: In-town Travel			
F: Client Assistance (Attach Detailed List)			
G: Professional Service Contracts			
H: Program Materials			
I: Community Events & Festivals (Attach Detail List)			
J: Machinery & Equipment			
K: Capital Project	15000		15000
L: Other Expenses (Attach Detail List)			
*TOTAL PROGRAM/PROJECT FUNDS			
% of Program Budget	100 %	%	100%

List funding sources for total program/project costs in Column 2, Non-Metro Funds:

Other State, Federal or Local Government	
United Way	
Private Contributions (do not include individual donor names)	
Fees Collected from Program Participants	
Other (please specify)	
Total Revenue for Columns 2 Expenses **	

**Total of Column 1 MUST match "Total Request on Page 1, Section 2"*
***Must equal or exceed total in column 2.*

Applicant's Initials DL



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

Detail of In-Kind Contributions for this PROGRAM only: Includes Volunteers, Space, Utilities, etc. (Include anything not bought with cash revenues of the agency).

Donor*/Type of Contribution	Value of Contribution	Method of Valuation
<i>Total Value of In-Kind</i> (to match Program Budget Line Item. Volunteer Contribution & Other In Kind)		

*** DONOR INFORMATION REFERS TO WHO MADE THE IN KIND CONTRIBUTION. VOLUNTEERS NEED NOT BE LISTED INDIVIDUALLY, BUT GROUPED TOGETHER ON ONE LINE AS A TOTAL NOTING HOW MANY HOURS PER PERSON PER WEEK**

Agency Fiscal Year Start Date: July 1

Does your Agency anticipate a significant increase or decrease in your budget from the current fiscal year to the budget projected for next fiscal year? NO YES

If YES, please explain:



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

SECTION 6 – CERTIFICATIONS & ASSURANCES

By signing Section 7 of the Grant Application, the authorized official signing for the applicant organization certifies and assures to the best of his or her knowledge and/or belief the following Assurances and Certifications. If there is any reason why one or more of the assurances or certifications listed cannot be certified or assured, please explain in writing and attach to this application.

Standard Assurances

1. Applicant understands this application and its attachments as well as any resulting grant agreement, reports and proof of expenditure is subject to Kentucky's open records law.
2. Applicant will establish safeguards to prohibit employees or any person that receives compensation from awarded funds from using their position for a purpose that constitutes or presents the appearance of personal or organizational conflict of interest, or personal gain.
3. Applicant and any sub grantee will give Louisville Metro Government access to and the right to examine all paper or electronic records related to the awarded grant for up to five years of the grant agreement date.
4. Applicant assures compliance with the grant requirements and will monitor the performance of any third party (sub-grantee).
5. The Agency is in good standing with the Kentucky Secretary of State, Louisville Metro Government, the Jefferson County Revenue Commission, the Internal Revenue Service, and the Louisville Metro Human Relations Commission.
6. Applicant understands failure to provide the services, programs, or projects included in the agreement will result in funds being withheld or requested to be returned if previously disbursed.
7. Applicant understands they must return to Louisville Metro any unexpended funds by July 31 following the Metro Louisville's fiscal year end
8. Applicant understands they must provide proof of all expenditures (canceled checks, receipts, paid invoices). The Applicant understands the failure to provide proof of expenditures as required in the grant agreement could result in funding being withheld or request to be returned if previously disbursed.
9. Applicant understands if this application is approved, the grant agreement will identify an award period that begins with the Metro Council approval date, and will end with June 30 of the fiscal year in which the grant is approved. Expenditures associated with this award expected to occur prior to the award period (approval date) must be disclosed in this application in order to be considered compliant with the grant agreement.
10. Applicant understands if we choose to incur expenditures prior to the approval of the application by the Metro Council, there is no guarantee that funding will be reimbursed, as the Council may choose not to award the application.
11. Applicant understands if the grant agreement is not returned to Louisville Metro within 90 days of its mailing to the applicant, the approval is automatically revoked.

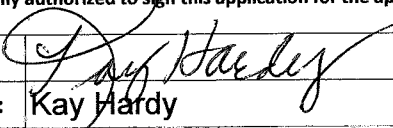
Standard Certifications

1. The Agency certifies it will not use Louisville Metro Government funds for any religious, political or fraternal Activities.
2. The Agency has a written Affirmative Action/Equal Opportunity Policy.
3. The Agency does not discriminate in employment or in provision of any service/program/activity/event based on age, color, disabled status, national origin, race, religion, sex, gender identity or sexual orientation, or Vietnam era veteran status.
4. The Agency certifies it will not require clients, recipients, or beneficiaries to participate in religious, political, fraternal or like activities in order to receive services/benefits provided with Louisville Metro Government funds.
5. The Agency understands the Americans with Disabilities Act (ADA) and makes reasonable accommodations.

Relationship Disclosure: List below any relationship you or any member of your Board of Directors or employees has with any Councilperson, Councilperson's family, Councilperson's staff or any Louisville Metro Government employee.

SECTION 7 – CERTIFICATIONS & ASSURANCES

I certify under the penalty of law the information in this application (including, without limitation, "Certifications and Assurances") is accurate to the best of my knowledge. I am aware my organization will not be eligible for funding if investigation at any time shows falsification. If falsification is shown after funding has been approved, any allocations already received and expended are subject to be repaid. I further certify that I am legally authorized to sign this application for the applying organization and have initialed each page of the application.

Signature of Legal Signatory:		Date:	4/30/2015
Legal Signatory: (please print):	Kay Hardy	Title:	Mayor
Phone:	(502) 426-1572	Extension:	
Email:	mayor@cityofrollinghillssky.com		

Board of Directors

Mayor – Kay Hardy, term expires 2018

Finance Commissioner – Dan Linker, term expires 2016

Sanitation Commissioner – William Bagwell, term expires 2016

Safety Commissioner – Paul Berrier, term expires 2016

Public Works Commissioner – Chris Wilmes, term expires 2016

Current financial statement

Income statement through current year provided in a separate attachment

Most recent IRS Form 990 or 1120-H

Form 990 is for organizations exempt from Income tax and I don't think this applies to us.

Form 1120-H is a Tax return for homeowners associations which I also don't think applies to us.

Articles of Incorporation

If we have these we can include them as a separate attachment otherwise list as "Not applicable".

Signed lease if rent costs are being requested

Not applicable.

IRS Form W9

Not applicable

Evaluation forms if used in the proposed program

Not applicable

Annual audit (if required by organization).

Provided as a separate attachment

Faith Based Organization Certification Form, if required

Not applicable

Staff including the 3 highest paid staff

City Officials are listed above. Only other paid staff listed below.

Judith Crow, City Clerk/Treasurer

IRS Exempt Status Determination Letter

Does not apply

Current Year Projected Budget

The information provided below is for the fiscal year beginning July 1, 2014 through June 30, 2015.

**ORDINANCE NO. 2 SERIES 2014
CITY OF ROLLING HILLS, KENTUCKY**

SECTION 1: That the annual budget for fiscal year beginning July 1, 2014 and ending June 30, 2015 is as follows:

	CITY INCOME	STATE ROAD FUND
ESTIMATED RESOURCES AVAILABLE 7/1/2014		
ESTIMATED REVENUE		
Property taxes	\$120,000.00	
Business and Alcohol License	\$2,000.00	
Cable TV	\$4,500.00	
Bank Shares	\$8,500.00	
Insurance Tax Income	\$51,500.00	
Sanitation Revenue	\$3,100.00	
State Municipal Road Aid		\$20,500.00
Inter-Fund Transfer	\$2,000.00	
	=====	=====
TOTAL ESTIMATED REVENUES	\$191,600.00	\$20,500.00
TOTAL EXTIMATED RESOURCES AND FUNDS		
ESTIMATED EXPENDITURES		
Sanitation	\$56,200.00	
Grounds Maintenance	\$34,300.00	
Police/Safety	\$32,000.00	
Road Fund Expenses		\$20,500.00
Street Lights	\$19,000.00	
Accounting Fees	\$5,300.00	
PVA	\$3,000.00	
Liability Insurance	\$5,000.00	
Legal Fees	\$6,600.00	
City Clerk/Treasurer	\$7,200.00	
General Government	\$23,000.00	
	=====	=====
TOTAL ESTIMATED EXPENDITURES	\$191,600.00	\$20,500.00

**CITY OF ROLLING HILLS
ORDINANCE NO. 2
SERIES 2015**

AN ORDINANCE adopting the City of Rolling Hills, Kentucky annual budget for the fiscal year July 1, 2015 through June 30, 2016 by:

Estimating revenues and resources and appropriating funds for the operation of City government:

WHEREAS an annual budget proposal sand message has been prepared and delivered to the City Commission; and

WHEREAS, the City Commission has reviewed such budget proposal and made necessary modifications,

NOW THEREFORE, be it ordained by the City of Rolling Hills, that the annual budget for the fiscal year beginning July 1, 2015 and ending June 30, 2016 is hereby adopted as follows:

Revenues

Property Taxes	\$ 120,000.00
Business and Alcohol License (Commercial)	\$ 2100.00
Business License (Rental)	\$ 6300.00
Cable TV	\$ 4500.00
Bank Shares	\$ 9000.00
Insurance Tax	\$ 51,500.00
Sanitation Income	\$ 3100.00
Municipal Road Aid	\$ 20,500.00
Interfund Transfer	\$ 51,800.00
TOTAL	\$ 268,800.00

Expenditures

Sanitation	\$ 56,300.00
City Maintenance	\$ 87,500.00
Police/Safety	\$ 32,200.00

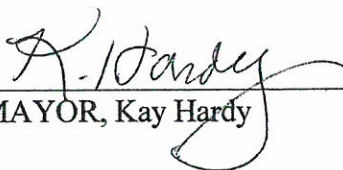
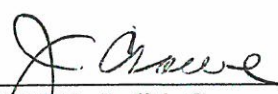
Road Fund Expense	\$ 20,500.00
Street Lights	\$ 21,000.00
Accounting Fees	\$ 5500.00
PVA	\$ 3000.00
Liability Insurance	\$ 6000.00
Legal	\$ 6600.00
City Clerk/Treasurer	\$ 7200.00
General Government	\$ 23,000.00
 TOTAL	 \$ 268,800.00

This Ordinance shall take effect upon its passage and approval and publication as required by law.

FIRST READING THE 12th day May, 2015.

SECOND READING THE 9th day of June, 2015.

PASSED AND APPROVED THE 9th day of June, 2015.

/S/  _____ ATTEST: /S/ 
MAYOR, Kay Hardy CITY CLERK, Judith Crowe

Those Voting Aye:

Those Voting Nay:

Kay Hardy, Mayor
Bill Bagwell, Commissioner
Dan Linker, Commissioner
Chris Wilmes, Commissioner-not present
Paul Berrier, Commissioner
Dan Linker, Commissioner-not present

Cost estimates from proposed vendor if request is for capital expense

Kaufman
114 North 11th Street
Louisville, KY 40203
502 589-9035 Office
502 584-5203 Fax
www.kaufmanconcretecutting.com

April 22, 2015

City of Rolling Hills
Attn: Kay Hardy
Via: kkhardy@tvc.com

Thank you for allowing **Kaufman** the opportunity to offer the following proposal for your upcoming project. Please accept our estimate, which includes material and labor, based on the scope of work outlined below.

Remove steps & sidewalk at:

- (1) Corner of Tiverton Ct. & Tiverton Way
- (2) 2 corners of Langdon & Tiverton
- (3) 2 corners of Glover & Langdon
- (4) 2 corners of Aylesbury & Langdon
- (5) 2 corners of Tangley & Langdon
- (6) 2 corners of Walthampton & Langdon

Will install 9 ramps in these areas 9' x 5' x 4 1/2" with detectable warning systems which is ADA compliant.

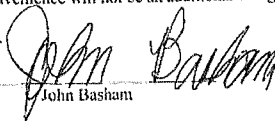
Lump Sum: \$14,739.00

Except as otherwise specifically provided to the contrary in this proposal, **Kaufman** is not responsible for damage to underground utilities such as wires, irrigation systems, cables, etc. Demolition of concrete flat work assumes that slab thickness is less than or equal to replacement thickness unless specifically indicated in contract language. Additional concrete removed will be an additional cost to base contract amount. Material is guaranteed as specified. Work to be completed in a workmanlike manner according to standard practices. There are no warranties against hairline crack, less than 1/8 inch. All agreements are contingent upon strikes, accidents or delays beyond our control. Owner is to carry fire, tornado and other necessary insurance. Our workers are covered by Workmen's Compensation Insurance. Unless specifically included in

this contract language, all work is scheduled Monday through Friday between 8a.m. and 5p.m.
Overtime worked for our convenience will not be an additional charge.

Proposal is valid for 30 days.

Authorized Signature _____


John Basham

The signature below signifies acceptance. You are authorized to perform work. Payment is to be made in full upon receipt of invoice.

Authorized Signature _____

Date of Acceptance _____

CITY OF ROLLING HILLS

RESOLUTION NO. 1

SERIES 2015

**A RESOLUTION AUTHORIZING PARTICIPATION IN THE
METRO LOUISVILLE CAPITAL IMPROVEMENT PROGRAM**

WHEREAS, the Louisville/ Jefferson County Metro Government has enacted Ordinance No.110, Series 2006, Section 97.100 of the Louisville/Jefferson County Metro Government Code of Ordinances (LMCO), establishing a Metro Partnership with Suburban Cities for a Capital Improvement Program (the "Program"), and;

WHEREAS the City of Rolling Hills, Ky (the "City") wishes to participate in the Program pursuant to LMCO 97.100(F).

NOW, THEREFORE, BE IT RESOLVED BY THE CITY AS FOLLOWS:

1. The City hereby elects to participate in the Program for capital projects which are authorized by LMCO 97.100.
2. The City agrees to construct projects funded in whole or in part by the Program in accordance with standards established and in compliance with LMCO 97.100.
3. This Resolution shall take effect after passage and approval as required by law.

PASSED AND APPROVED this 10th day of March, 2015

/s/ Mayor Kay Hardy by Crystal Chen City Atty
Mayor, Kay Hardy

Those voting: Aye

Kay Hardy, Mayor
Paul Berrier, Commissioner
Bill Bagwell, Commissioner
Dan Linker, Commissioner

Commissioner Chris Wilmes- Not present

Request for Taxpayer Identification Number and Certification

Give Form to the requester. Do not send to the IRS.

1 Name (as shown on your income tax return). Name is required on this line; do not leave this line blank.
City of Rolling Hills, Kentucky

2 Business name/disregarded entity name, if different from above

3 Check appropriate box for federal tax classification; check only one of the following seven boxes:
 Individual/sole proprietor or single-member LLC
 Limited liability company. Enter the tax classification (C=C corporation, S=S corporation, P=partnership) ▶
 C Corporation
 S Corporation
 Partnership
 Trust/estate
 Other (see instructions) ▶ Suburban City

4 Exemptions (codes apply only to certain entities, not individuals; see instructions on page 3):
 Exempt payee code (if any) 3
 Exemption from FATCA reporting code (if any) C
(Applies to accounts maintained outside the U.S.)

5 Address (number, street, and apt. or suite no.)
P O Box 22445

6 City, state, and ZIP code
Louisville, Ky 40252

7 List account number(s) here (optional)

Requester's name and address (optional)

Part I Taxpayer Identification Number (TIN)

Enter your TIN in the appropriate box. The TIN provided must match the name given on line 1 to avoid backup withholding. For individuals, this is generally your social security number (SSN). However, for a resident alien, sole proprietor, or disregarded entity, see the Part I instructions on page 3. For other entities, it is your employer identification number (EIN). If you do not have a number, see *How to get a TIN* on page 3.

Note. If the account is in more than one name, see the instructions for line 1 and the chart on page 4 for guidelines on whose number to enter.

Social security number
 [] - [] - []

or
 Employer identification number
 [] - [] - [] - [] - [] - []

Part II Certification

Under penalties of perjury, I certify that:

- The number shown on this form is my correct taxpayer identification number (or I am waiting for a number to be issued to me); and
- I am not subject to backup withholding because: (a) I am exempt from backup withholding, or (b) I have not been notified by the Internal Revenue Service (IRS) that I am subject to backup withholding as a result of a failure to report all interest or dividends, or (c) the IRS has notified me that I am no longer subject to backup withholding; and
- I am a U.S. citizen or other U.S. person (defined below); and
- The FATCA code(s) entered on this form (if any) indicating that I am exempt from FATCA reporting is correct.

Certification instructions. You must cross out item 2 above if you have been notified by the IRS that you are currently subject to backup withholding because you have failed to report all interest and dividends on your tax return. For real estate transactions, item 2 does not apply. For mortgage interest paid, acquisition or abandonment of secured property, cancellation of debt, contributions to an individual retirement arrangement (IRA), and generally, payments other than interest and dividends, you are not required to sign the certification, but you must provide your correct TIN. See the instructions on page 3.

Sign Here: Scott Crow CITY CLERK
 Signature of U.S. person: Treasurer
 Date: 10-1-2015

General Instructions

Section references are to the Internal Revenue Code unless otherwise noted.
 Future developments. Information about developments affecting Form W-9 (such as legislation enacted after we release it) is at www.irs.gov/ir9.

Purpose of Form

An individual or entity (Form W-9 requester) who is required to file an information return with the IRS must obtain your correct taxpayer identification number (TIN) which may be your social security number (SSN), individual taxpayer identification number (ITIN), adoption taxpayer identification number (ATIN), or employer identification number (EIN), to report on an information return the amount paid to you, or other amount reportable on an information return. Examples of information returns include, but are not limited to, the following:

- Form 1099-INT (interest earned or paid)
- Form 1099-DIV (dividends, including those from stocks or mutual funds)
- Form 1099-MISC (various types of income, prizes, awards, or gross proceeds)
- Form 1099-B (stock or mutual fund sales and certain other transactions by brokers)
- Form 1099-S (proceeds from real estate transactions)
- Form 1099-K (merchant card and third party network transactions)

- Form 1099 (home mortgage interest), 1099-E (student loan interest), 1099-T (tuition)
- Form 1099-C (canceled debt)
- Form 1099-A (acquisition or abandonment of secured property)

Use Form W-9 only if you are a U.S. person (including a resident alien), to provide your correct TIN.

If you do not return Form W-9 to the requester with a TIN, you might be subject to backup withholding. See *What is backup withholding?* on page 2.

By signing the filled-out form, you:

- Certify that the TIN you are giving is correct (or you are waiting for a number to be issued).
- Certify that you are not subject to backup withholding, or
- Claim exemption from backup withholding if you are a U.S. exempt payee. If applicable, you are also certifying that as a U.S. person, your allocable share of any partnership income from a U.S. trade or business is not subject to the withholding tax on foreign partners' share of effectively connected income, and
- Certify that FATCA code(s) entered on this form (if any) indicating that you are exempt from the FATCA reporting, is correct. See *What is FATCA reporting?* on page 2 for further information.

Oct. 1, 2015 10:51AM Rolling Hills Br 502 581 6938 P. 1 No. 4439

CITY OF ROLLING HILLS, KENTUCKY
FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2014 AND 2013

**CITY OF ROLLING HILLS, KENTUCKY
TABLE OF CONTENTS
YEARS ENDED JUNE 30, 2014 AND 2013**

	<u>Page</u>
INDEPENDENT AUDITORS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	2 - 4
FINANCIAL STATEMENTS	
GOVERNMENT-WIDE FINANCIAL STATEMENTS	
Statements of Net Position.....	5
Statements of Activities.....	6
FUND FINANCIAL STATEMENTS	
Balance Sheets – Governmental Funds.....	7
Reconciliation of the Balance Sheets – Governmental Funds to the Statements of Net Position	8
Statements of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	9
Reconciliation of the Statements of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds to the Statements of Activities	10
Budgetary Comparison Schedules – General Fund	11
Budgetary Comparison Schedules – Special Revenue Fund	12
NOTES TO FINANCIAL STATEMENTS	13 – 17
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	18 – 19



730 W. Market Street, Ste. 200 · Louisville, Kentucky 40202
Tel 502 585 3251 · Fax 502 584 3048 · www.welenken.com

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and City Commissioners
City of Rolling Hills, Kentucky

We have audited the accompanying financial statements of the governmental activities and each major fund of the City of Rolling Hills, Kentucky as of and for the years ended June 30, 2014 and 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the City of Rolling Hills, Kentucky, as of June 30, 2014 and 2013, and the respective changes in financial position for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 2 - 4 and 11-12 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 31, 2015, on our consideration of the City of Rolling Hills, Kentucky's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Rolling Hills, Kentucky's internal control over financial reporting and compliance.

WelenkenCPAs

Welenken CPAs
Louisville, Kentucky
March 31, 2015

MANAGEMENT'S DISCUSSION AND ANALYSIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

The City of Rolling Hills' ("City") discussion and analysis provides an overview of the City's financial activities for the fiscal year ended June 30, 2014. Since this information is designed to focus on the current year's activities, resulting changes, and currently known facts, it should be read in conjunction with the City's financial statements provided in this document.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis serves as an introduction to the City's basic financial statements, which consist of three components: government-wide financial statements, fund financial statements and notes to the financial statements. Other supplemental information in addition to the basic financial statements is also included.

A. Government-Wide Financial Statements

Government-wide financial statements include the Statement of Net Position and the Statement of Activities. The statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. In accrual accounting, revenues earned and expenses incurred in the fiscal year are taken into account in the financial statements regardless of when cash is actually received or paid.

The Statement of Net Position provides information on all City assets and liabilities, with the difference between assets and liabilities reported as net position. Increases or decreases in the net position over time are one indicator of whether the City's financial health is improving, stagnating, or deteriorating. Information on other factors, such as changes in the revenue structure and the condition of the City's assets, is also needed to assess the overall financial situation of the City.

The Statement of Activities provides information on the City's annual revenues and expenses, as well as other transactions that increase or reduce net position.

B. Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over segregated resources for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The City only has governmental funds to be presented in the fund financial statements.

Governmental funds focus on how money flows to and from those funds and the balances left at year-end that are available for spending. Funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can be readily converted to cash. The relationship between the governmental activities (reported in the Statement of Net Position and Statement of Activities) and the governmental funds is described in a reconciliation, which is presented immediately following the fund financial statements. Under accounting guidelines, the City considers both the General Fund and the Special Revenue Fund (municipal road aid) to be major governmental funds.

C. Notes to the Financial Statements

These notes provide additional information needed to fully understand the government-wide and fund financial statements

MANAGEMENT'S DISCUSSION AND ANALYSIS

D. Other Information

This report presents certain required supplementary information concerning the City's budgetary comparison schedules for the General Fund and the Special Revenue Fund, in addition to the basic financial statements and accompanying notes.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As previously indicated, net position may serve over time as a useful indicator of the City's financial position. A portion of the City's net position, \$123,602, or 22%, reflects its investment in capital assets. The City uses these capital assets to provide service to citizens and as a result, these assets are not available for future spending.

An additional portion of City net position, \$109,620, or 20%, represents resources (municipal road aid) that are subject to external restrictions on how they may be used. The remaining balance of \$317,393, or 58%, represents unrestricted net position which may be used to meet the City's ongoing obligations to citizens.

Governmental activities increased City net position by \$45,330. This increase has allowed for additional expendable funds and continues a positive financial trend for the City.

Total assets at June 30, 2014 were \$563,549, of which \$123,602, or 22%, consisted of capital assets. In comparison, total assets for the prior year were \$518,228, of which \$63,653, or 12%, consisted of capital assets.

Total revenues for the 2013-2014 fiscal year, were \$238,367, as compared to prior year total revenues of \$222,833. Approximately 48%, or \$113,707, of current year revenue is from property taxes, which is the largest source of revenue for the City. Property taxes were assessed at .193 per \$100 of assessed value.

Total expenses for the 2013-2014 fiscal year were \$193,037, which was \$1,908 less than prior year total expenses of \$194,945. The City's four major expenses and their percentage of total expenses are as follows:

	<u>2014</u>		<u>2013</u>	
Sanitation	\$ 56,276	29%	\$ 56,858	29%
Ground maintenance	\$ 20,995	11%	\$ 18,948	10%
Police contract	\$ 28,123	15%	\$ 27,498	14%
General government	\$ 21,465	11%	\$ 21,920	11%

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The financial reporting focus of the City of Rolling Hills' *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information, particularly *unassigned fund balance*, may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

MANAGEMENT'S DISCUSSION AND ANALYSIS

At the end of the fiscal year, the City's governmental funds reported combined ending fund balances of \$394,767. The General Fund is the chief operating fund of the City. At the end of the 2013-2014 fiscal year, the General Fund balance was \$285,147, of which \$209,835 is unassigned, which means it is available for spending at the government's discretion.

The Special Revenue Fund has a total fund balance of \$109,620. The net increase in the Special Revenue Fund balance was \$6,365 from the prior year.

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, the City's original budget remained the same. The actual charges to appropriations (expenditures) were \$48,234 greater than the final budgeted amounts. The most significant negative variance occurred in the City's road maintenance expenses paid by the General Fund but not included in the budget. The most significant positive variance occurred in the City's estimate of ground maintenance, which was budgeted at \$11,005 greater than actual.

In addition, resources available for appropriation were \$21,630 greater than the final budgeted amount. The final budget included \$39,000 of insurance tax revenue in comparison to the \$70,893 actually collected.

CAPITAL ASSETS AND DEBT ADMINISTRATION

A. Capital Assets

The City's investment in capital assets for governmental activities as of June 30, 2014 is \$123,602 (net of accumulated depreciation). This investment in capital assets includes infrastructure, street signs, and furniture and equipment.

B. Long-Term Debt

The City has no long term debt.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

There are currently no economic factors that are expected to change the outlook of the revenues or expenses for the City in the next year. In addition, no rate changes or large budget changes are anticipated.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general financial overview of the City. Questions or requests for additional financial information may be addressed to the Kay Hardy, Mayor, City of Rolling Hills, P.O. Box 22445, Louisville, KY 40252.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

**CITY OF ROLLING HILLS, KENTUCKY
STATEMENTS OF NET POSITION
JUNE 30, 2014 AND 2013**

	<u>Governmental Activity</u>	
	<u>2014</u>	<u>2013</u>
ASSETS		
Cash	\$ 281,515	\$ 224,757
Certificates of deposit	107,422	193,355
Property taxes receivable	33,922	27,376
Other receivables	16,776	8,919
Prepaid expenses	312	168
Capital assets, net of depreciation	<u>123,602</u>	<u>63,653</u>
Total Assets	<u>563,549</u>	<u>518,228</u>
 LIABILITIES		
Accounts payable	12,047	12,208
Accrued expenses	<u>887</u>	<u>735</u>
Total Liabilities	<u>12,934</u>	<u>12,943</u>
 NET POSITION		
Investment in capital assets	123,602	63,653
Unrestricted	317,393	338,377
Restricted	<u>109,620</u>	<u>103,255</u>
Total net position	<u>\$ 550,615</u>	<u>\$ 505,285</u>

See accompanying Notes to Financial Statements.

**CITY OF ROLLING HILLS, KENTUCKY
STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2014 AND 2013**

Governmental Activities				
	2014		2013	
	Expenses	Charges for Services	Expenses	Charges for Services
PRIMARY GOVERNMENT	Total		Total	
<u>FUNCTIONS/PROGRAMS</u>				
General government	\$ 71,682	\$ 19,023	\$ 66,875	\$ 17,052
Roads and sidewalks	15,961	24,913	24,766	20,801
Sanitation	56,276	9,093	56,858	1,846
Public safety	28,123	-	27,498	-
Public works	20,995	-	18,948	-
	\$	\$	\$	\$
	193,037	53,029	194,945	39,699
Total Primary Government	(140,008)		(155,246)	
<u>GENERAL REVENUES</u>				
Property taxes	\$ 113,707		\$ 117,271	
Insurance taxes	70,893		61,810	
Investment earnings	578		2,091	
Miscellaneous	160		1,962	
	185,338		183,134	
Total general revenues	45,330		27,888	
CHANGE IN NET ASSETS	505,285		477,397	
NET POSITION, BEGINNING OF YEAR	\$ 550,615		\$ 505,285	
NET POSITION, END OF YEAR	\$ 505,285		\$ 505,285	

See accompanying Notes to Financial Statements.

FUND FINANCIAL STATEMENTS

**CITY OF ROLLING HILLS, KENTUCKY
BALANCE SHEETS - GOVERNMENTAL FUNDS
JUNE 30, 2014 AND 2013**

ASSETS

	2014		2013	
	General Fund	Special Revenue Fund	General Fund	Special Revenue Fund
Cash	\$ 223,469	\$ 58,046	\$ 179,426	\$ 45,331
Certificates of deposit	107,422	-	193,355	-
Property taxes receivable	33,922	-	27,376	-
Other receivables	16,776	-	8,919	-
Due from General Fund	-	51,574	-	57,924
Prepaid expenses	312	-	168	-
TOTAL ASSETS	\$ 381,901	\$ 109,620	\$ 409,244	\$ 103,255
				Total Governmental Funds
				\$ 224,757
				193,355
				27,376
				8,919
				57,924
				168

LIABILITIES AND FUND BALANCES

LIABILITIES				
Accounts payable	\$ 12,047	\$ -	\$ 12,208	\$ -
Accrued expenses	887	-	735	-
Due to Special Revenue Fund	51,574	-	57,924	-
TOTAL LIABILITIES	64,508	-	70,867	-

DEFERRED INFLOWS OF RESOURCES

Unavailable revenue - property taxes	32,246	-	27,376	-
TOTAL DEFERRED INFLOWS OF RESOURCES	32,246	-	27,376	-

FUND BALANCES

Nonspendable				
Prepaid items	312	-	168	-
Restricted				
Special Revenue Fund		109,620		103,255
Assigned				
Designated for roads	20,000	-	20,000	-
Designated for equipment	30,000	-	30,000	-
Designated for emergency	25,000	-	25,000	-
Unassigned	209,835	-	235,833	-
TOTAL FUND BALANCES	285,147	109,620	311,001	103,255

TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES

	\$ 381,901	\$ 109,620	\$ 409,244	\$ 103,255
				Total Governmental Funds
				\$ 512,499

See accompanying Notes to Financial Statements.

**CITY OF ROLLING HILLS, KENTUCKY
RECONCILIATION OF THE BALANCE SHEETS - GOVERNMENTAL
FUNDS TO THE STATEMENTS OF NET POSITION
YEARS ENDED JUNE 30, 2014 AND 2013**

	2014	2013
Total fund balances for governmental funds	\$ 394,767	\$ 414,256
Total net position reported for governmental activities in the statement of net position is different because:		
Certain property tax collections and other revenues are not available to pay for current-period expenditures and therefore are reported as deferred inflows of resources in the funds	32,246	27,376
Capital assets, net of depreciation, used in governmental activities are not financial resources and, therefore, not reported in the general fund	123,602	63,653
Total net position of governmental activities	\$ 550,615	\$ 505,285

See accompanying Notes to Financial Statements.

CITY OF ROLLING HILLS, KENTUCKY
STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
YEARS ENDED JUNE 30, 2014 AND 2013

	2014			2013		
	General Fund	Special Revenue Fund	Total Governmental Funds	General Fund	Special Revenue Fund	Total Governmental Funds
REVENUES						
Property taxes	\$ 113,377	\$ -	\$ 113,377	\$ 111,591	\$ -	\$ 111,591
Insurance taxes	70,893	-	70,893	61,810	-	61,810
Municipal road aid	-	24,913	24,913	-	20,801	20,801
Bank deposit tax	8,504	-	8,504	9,248	-	9,248
Licenses, fees, fines, and miscellaneous	2,663	-	2,663	5,292	-	5,292
Cable TV franchise	3,477	-	3,477	4,474	-	4,474
Sanitation revenue	9,093	-	9,093	1,846	-	1,846
Interest income	573	5	578	702	54	756
Total Revenues	208,580	24,918	233,498	194,963	20,855	215,818
EXPENDITURES						
Sanitation	56,276	-	56,276	56,858	-	56,858
Ground maintenance	20,995	-	20,995	18,948	-	18,948
Police contract	28,123	-	28,123	27,498	-	27,498
Street lights and signs	20,185	-	20,185	17,799	-	17,799
Road maintenance	60,934	18,475	79,409	7,850	9,223	17,073
Property valuation assessment	2,946	-	2,946	2,969	-	2,969
Accounting	5,450	-	5,450	5,250	-	5,250
Insurance	4,924	-	4,924	4,906	-	4,906
Legal fees	6,600	-	6,600	6,600	-	6,600
City Clerk/Treasurer salary	6,536	-	6,536	5,948	-	5,948
General government	21,465	78	21,543	21,920	-	21,920
Total Expenditures	234,434	18,553	252,987	176,546	9,223	185,769
Excess (deficit) of revenues over expenditures	(25,854)	6,365	(19,489)	18,417	11,632	30,049
CHANGES IN FUND BALANCES	(25,854)	6,365	(19,489)	18,417	11,632	30,049
FUND BALANCES, BEGINNING OF YEAR	311,001	103,255	414,256	292,584	91,623	384,207
FUND BALANCES, END OF YEAR	\$ 285,147	\$ 109,620	\$ 394,767	\$ 311,001	\$ 103,255	\$ 414,256

See accompanying Notes to Financial Statements.

**CITY OF ROLLING HILLS, KENTUCKY
RECONCILIATION OF THE STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE
STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2014 AND 2013**

	2014	2013
Net change in fund balances - total governmental funds	\$ (19,489)	\$30,049
<p>The change in net assets reported for governmental activities in the statement of activities is different because:</p>		
Certain property tax collections are not available to pay for current-period expenditures and therefore are reported as deferred inflows of resources in the funds	4,870	7,015
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$71,345 and \$0 for 2014 and 2013, respectively) are greater (less) than depreciation (\$11,396 and \$9,176, for 2014 and 2013, respectively) in the current period	59,949	(9,176)
Change in net assets of governmental activities	\$ 45,330	\$27,888

See accompanying Notes to Financial Statements.

**CITY OF ROLLING HILLS, KENTUCKY
BUDGETARY COMPARISON SCHEDULES - GENERAL FUND
YEARS ENDED JUNE 30, 2014 AND 2013**

	2014				2013				Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	
	Original	Final			Original	Final			
Budgetary undesignated fund balance, July 1	\$ 311,001	\$ 311,001	\$ 311,001	\$ -	\$ 312,945	\$ 312,945	\$ 292,584	\$ (20,361)	
Resources (inflows):									
Property taxes	120,000	120,000	113,377	(6,623)	110,000	110,000	111,591	1,591	
Insurance taxes	39,000	39,000	70,893	31,893	39,626	39,626	61,810	22,184	
Bank deposit tax	10,000	10,000	8,504	(1,496)	10,000	10,000	9,248	(752)	
Licenses, fees, fines, and miscellaneous	2,400	2,400	2,663	263	1,900	1,900	5,292	3,392	
Newsletter ads	750	750	-	(750)	750	750	-	(750)	
Cable TV franchise	4,500	4,500	3,477	(1,023)	4,500	4,500	4,474	(26)	
Sanitation revenue	3,100	3,100	9,093	5,993	3,500	3,500	1,846	(1,654)	
Interest income	3,200	3,200	573	(2,627)	7,050	7,050	702	(6,348)	
Transfer from other funds	4,000	4,000	-	(4,000)	5,000	5,000	-	(5,000)	
Amounts available for appropriation	497,951	497,951	519,581	21,630	495,271	495,271	487,547	(7,724)	
Charges to appropriations (outflows):									
Sanitation	56,200	56,200	56,276	(76)	56,200	56,200	56,858	(658)	
Ground maintenance	32,000	32,000	20,995	11,005	32,000	32,000	18,948	13,052	
Police contract	34,500	34,500	28,123	6,377	32,000	32,000	27,498	4,502	
Street lights and signs	19,000	19,000	20,185	(1,185)	19,000	19,000	17,799	1,201	
Road maintenance	-	-	60,934	(60,934)	-	-	7,850	(7,850)	
Property valuation assessment	2,800	2,800	2,946	(146)	2,800	2,800	2,969	(169)	
Accounting	3,600	3,600	5,450	(1,850)	3,400	3,400	5,250	(1,850)	
Insurance	5,000	5,000	4,924	76	5,000	5,000	4,906	94	
Legal fees	7,500	7,500	6,600	900	7,500	7,500	6,600	900	
City Clerk/Treasurer salary	6,426	6,426	6,536	(110)	6,426	6,426	5,948	478	
General government	19,174	19,174	21,465	(2,291)	18,000	18,000	21,920	(3,920)	
Total charges to appropriations	186,200	186,200	234,434	(48,234)	182,326	182,326	176,546	5,780	
Budgetary undesignated fund balance, June 30	\$ 311,751	\$ 311,751	\$ 285,147	\$ (26,604)	\$ 312,945	\$ 312,945	\$ 311,001	\$ (1,944)	

See accompanying Notes to Financial Statements.

**CITY OF ROLLING HILLS, KENTUCKY
BUDGETARY COMPARISON SCHEDULES - SPECIAL REVENUE FUND
YEARS ENDED JUNE 30, 2014 AND 2013**

	2014			2013			Variance with Final Budget Positive (Negative)
	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	
Budgetary fund balance, July 1	\$ 103,255	\$ 103,255	\$ 103,255	\$ 91,623	\$ 91,623	\$ 91,623	\$ -
Resources (inflows):							
Municipal road aid	14,500	14,500	24,913	14,500	14,500	20,801	6,301
Interest income	-	-	5	-	-	54	54
Transfer from other funds	4,000	4,000	-	5,000	5,000	-	(5,000)
Amounts available for appropriation	121,755	121,755	128,173	111,123	111,123	112,478	1,355
Charges to appropriations (outflows):							
Street lights and signs	2,500	2,500	-	3,500	3,500	-	3,500
Road maintenance	16,000	16,000	18,475	16,000	16,000	9,223	6,777
General government	-	-	78	-	-	-	-
Total charges to appropriations	18,500	18,500	18,553	19,500	19,500	9,223	10,277
Budgetary fund balance, June 30	\$ 103,255	\$ 103,255	\$ 109,620	\$ 91,623	\$ 91,623	\$ 103,255	\$ 11,632

See accompanying Notes to Financial Statements.

CITY OF ROLLING HILLS, KENTUCKY NOTES TO FINANCIAL STATEMENTS

NOTE A - DESCRIPTION OF ORGANIZATION

The City of Rolling Hills, Kentucky (City) was incorporated in 1966, and operates under the Kentucky Revised Statutes, as amended. The City operates under the Mayor-Commissioner form of government and provides the following services as authorized by its charter: streets, sanitation, public improvements, planning and zoning, and general administrative services. As required by accounting principles generally accepted in the United States of America (GAAP), the accompanying basic financial statements present the activities of the City.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Implementation of New Accounting Standards

For the fiscal year ended June 30, 2014 (retroactively applied to 2013), the City implemented GASB Statement No. 65, Items Previously Reported as Assets and Liabilities. The effect of the implementation on the fund financial statements was to decrease 2013 property tax revenue by \$7,015, decrease fund balance - beginning by \$20,361 and to record 2013 deferred inflows of resources of \$27,376 on the balance sheet - governmental funds.

Government-Wide Financial Statements

The government-wide financial statements (i.e. the statements of net position and the statements of activities) report information on all of the activities of the City. The effect of interfund activity has been removed from these statements.

Government-wide statements distinguish between governmental-type and business-type activities. Governmental type activities are those financed through property taxes, intergovernmental revenues, municipal aid, and other non-exchange revenues and are usually reported in governmental and internal service funds. The City has no business-type activities.

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

Reporting on governmental-type activities is based on FASB Statements and Interpretations issued after November 30, 1989, except where they conflict or contradict GASB pronouncements.

Fund Financial Statements

The accounts of the City are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

CITY OF ROLLING HILLS, KENTUCKY

NOTES TO FINANCIAL STATEMENTS

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The City reports the following major governmental funds:

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

The Special Revenue Fund is used to account for the proceeds or specific revenue sources (other than special assessments, expendable trust or major capital projects) that are legally restricted to expenditures for specified purposes. Municipal road aid revenue and expenditures are accounted for within this fund.

Separate fund financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when earned or, for property tax revenues, in the period for which levied, and expenses are recognized when a liability is incurred, regardless of the timing of related cash flows in the statement of activities.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period.

Property taxes, franchise taxes, licenses, municipal road aid, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the City.

Budgetary Accounting

The City follows the procedures established pursuant to Section 91A.030 of the Kentucky Revised Statutes in establishing the budgetary data reflected in the financial statements. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles.

Budgeted amounts in the financial statements are as adopted by ordinance of the City including any authorized revisions.

Management's Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts reported in the financial statements and accompanying notes. Although these estimates are based on management's knowledge of current events and actions it may undertake in the future, they may ultimately differ from actual results.

**CITY OF ROLLING HILLS, KENTUCKY
NOTES TO FINANCIAL STATEMENTS**

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash

The City's checking accounts, money market accounts and certificates of deposit were insured by federal depository insurance or by collateral held by the custodial banks in the City's name. Kentucky Revised Statutes authorize municipalities to invest in obligations of the United States and its agencies, obligations of the Commonwealth of Kentucky and its agencies, shares in savings and loan associations insured by federal agencies and in deposits in national or state chartered banks insured by federal agencies and larger amounts in such institutions providing such banks pledge as security obligations of the United States or its agencies.

Property Taxes and Other Receivables

Property taxes and other receivables are recorded at gross amounts with uncollectible amounts recognized under the direct write-off method. No allowance for uncollectible accounts has been provided since it is believed that the amount of such allowance would not be material to the basic financial statements.

Capital Assets

Capital assets are reported in the governmental activity column in the government-wide financial statements. Capital assets are defined by the City as assets with an initial individual cost of \$1,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Under the requirements of GASB Statement No. 34, the City is considered a Phase 3 government as its total annual revenues are less than \$10 million. Such governments are not required to report major general infrastructure assets, although the City has chosen to record these assets prospectively from July 1, 2003.

Capital assets of the City are depreciated using the straight-line method over the following estimated useful lives:

Infrastructure	10 – 16 Years
Street signs, furniture, and equipment	5 – 10 Years

Deferred Inflows of Resources

In addition to liabilities, the balance sheets – governmental funds report a separate section for deferred inflows of resources. This separate financial statement element is for certain receivables that are not available to pay for current-period expenditures and arises only under the modified accrual basis of accounting. Accordingly, the items, unavailable revenue, is reported only in the balance sheets – governmental funds. The governmental funds report unavailable revenue from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

**CITY OF ROLLING HILLS, KENTUCKY
NOTES TO FINANCIAL STATEMENTS**

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net Position/Fund Balances

In the statement of net position, the difference between the City's assets and liabilities is recorded as net position. The three components of net position are as follows:

Net Investment in Capital Assets – This category records capital assets net of accumulated depreciation.

Restricted Net Position – Net position that is restricted by external sources such as banks or by law are reported separately as restricted net position. When assets are required to be retained in perpetuity, these non-expendable net positions are recorded separately from expendable net position. These are components of restricted net position. The City has restricted net position related to municipal road aid monies.

Unrestricted Net Position – This category represents net position not appropriate for expenditures or legally segregated for a specific future use.

In the balance sheet of governmental funds, fund balances are segregated as follows:

Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted – amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements, or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of the other governments.

Committed – amounts that can be used only for specific purposes determined by a formal action of the City Commission. The Commission is the highest level of decision making authority for the City. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Commission.

Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the Commission adopted policy, only the City Commission may assign amounts for specific purposes.

Unassigned – all other spendable amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the City Commission has provided otherwise in its commitment or assignment functions.

**CITY OF ROLLING HILLS, KENTUCKY
NOTES TO FINANCIAL STATEMENTS**

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Subsequent Events

The City has evaluated subsequent events through March 31, 2015, the date the financial statements were available to be issued.

NOTE C – CAPITAL ASSETS

	<u>2014</u>			
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
Infrastructure	\$ 111,549	\$ 71,345	\$ -	\$ 182,894
Street signs	12,248	-	-	12,248
Furniture and equipment	<u>2,042</u>	<u>-</u>	<u>-</u>	<u>2,042</u>
Total Cost	125,839	71,345	-	197,184
Less: accumulated depreciation	(62,186)	(11,396)	-	(73,582)
Net Book Value	<u>\$ 63,653</u>	<u>\$ 59,949</u>	<u>\$ -</u>	<u>\$ 123,602</u>

	<u>2013</u>			
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
Infrastructure	\$ 111,549	\$ -	\$ -	\$ 111,549
Street signs	12,248	-	-	12,248
Furniture and equipment	<u>2,042</u>	<u>-</u>	<u>-</u>	<u>2,042</u>
Total Cost	125,839	-	-	125,839
Less: accumulated depreciation	(53,010)	(9,176)	-	(62,186)
Net Book Value	<u>\$ 72,829</u>	<u>\$ (9,176)</u>	<u>\$ -</u>	<u>\$ 63,653</u>

NOTE D – PROPERTY TAXES

As generally provided in the Constitution of the Commonwealth of Kentucky, the City's property tax is levied each July 1 on the assessed value listed as of the prior January 1 for all real property located in the City. The Jefferson County Property Valuation Administrator establishes assessed values. The face value amount payment dates are July 1 to September 1. All unpaid taxes become delinquent September 1 and are assessed a 20% penalty and 1% interest per month until paid.

Property taxes revenues are recognized when they become available. Delinquent taxes are considered fully collectible and therefore no allowance for uncollectible taxes is provided.

**INDEPENDENT AUDITORS' 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**

To the Honorable Mayor and City Commissioners
City of Rolling Hills, Kentucky

We have audited, in accordance with 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 and each major fund of City of Rolling Hills, Kentucky, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated March 31, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City'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 City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City'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'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 City'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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Welenken CPAs

Welenken CPAs

Louisville, Kentucky
March 31, 2015

Kentucky Secretary of State Alison Lundergan Grimes

Secretary of State / Administration / Land Office / Kentucky Cities

Land Office

Rolling Hills, Kentucky

Search Again

Class (ending Dec. 31, 2014):	5
Class (effective Jan. 1, 2015):	Home Rule
Status:	Active
Incorporated:	1966-03-04
County:	Jefferson
Area Development	KIPDA
County Seat	No
Form Of Government:	Mayor - Council
Type of Election (City Officials):	Non-Partisan
City Waives Primary Election (City Officials):	Yes

There are no pictures for Rolling Hills, Kentucky.
Post one on our website today. [Click Here.](#)

Interactive Map (Courtesy Kentucky Geography Network)

Notes: Declaration of Reclassification states year of incorporation was circa 1978.

City Links:
[ADD Website](#)
[County Website](#)

County Links:
[Jefferson County Clerk](#)
[Jefferson County Genealogy](#)
[Jefferson County History & Genealogy](#)
[Jefferson County PVA](#)

Population Estimates:

1990:	1106
1991:	1130
1992:	1153
1993:	1162
1994:	1164
1995:	1164
1996:	1156
1997:	1157
1998:	1159
1999:	1188

Mayor	Edward Brennan
Meeting Times:	2nd Tue 7:30pm
Office Hours:	Mon-Fri 9:00am-5:00pm

*Compiled by the Ky. State Data Center. Population Estimates may change as city boundaries are adjusted.

U.S. Decennial Census (April 1):	2000: 907	1990: 1,135	1980: 1,122	1970: 1,313
----------------------------------	-----------	-------------	-------------	-------------

Current Filings (KRS 81.045 to present date)

Date Filed	Type	Ordinance	Map Status	Notes
2014-08-04	Declaration (TIFF) (PDF)	pursuant to HB 331 (2014)		Acknowledgment of Reclassification (Home Rule), Statement of Form of Government (Mayor-Council), Name of City, & Year of Incorporation
1981-01-16	KRS 81.045 Filing		MAPPABLE	

Pre KRS 81.045 Filings (1942 to July 15, 1980)

Date Filed	Type	Ordinance	Notes
1966-03-07	Incorporation	#96686	Circuit Court Judgment

Contact Site Map

Privacy Security Disclaimer Accessibility

© Commonwealth of Kentucky
All rights reserved.

Kentucky Unbridled Spirit