

THE CITY OF MCPHERSON, KANSAS
FINANCIAL STATEMENT
FOR THE YEAR ENDED
DECEMBER 31, 2017

**City of McPherson, Kansas
City of Second Class
Incorporated March 4, 1874
For the Year Ended December 31, 2017**

BOARD OF CITY COMMISSIONERS

**Robert D. Moore
Commissioner of
Public Facilities**

**Thomas A. Brown
Mayor**

**Larry E. Wiens
Commissioner of
Streets and Utilities**

CITY OFFICIALS

**Jeffrey A. Houston
City Attorney**

**Nick Gregory, MPA
City Administrator**

**William S. Mills
Municipal Court Judge**

**Mark R. Moffitt, CPA, CGMA
City Treasurer/Finance Director**

**Jeffrey Deal
Fire Chief**

**Robert McClarty
Chief of Police**

**Tim S. Maier
General Manager, Board
of Public Utilities**

**Wayne Burns
Director of
Public Land & Facilities**

**Jeffrey C. Woodward, P.E.
Public Works Director/
City Engineer**

**Seith Snow
Planning & Zoning Administrator**

**Ryan Rank
Building Inspector**

**Brian L. Bina
City Prosecutor**

**Tamra K. Seely, CMC, SHRM-CP
City Clerk/HR Officer**

**Kody A. Kraemer
Cemetery Sexton**

**Bo C. Modellmog, MPA
Asst. City Administrator**

**Milton Collins
Code Enforcement Officer
& Sanitation Office**

CITY OF MCPHERSON, KANSAS
For the Year Ended December 31, 2017

TABLE OF CONTENTS

	<u>Page Numbers</u>
Independent Auditor's Report	1 – 2
 <u>FINANCIAL SECTION</u> 	
Statement 1	
Summary Statement of Receipts, Expenditures and Unencumbered Cash – Regulatory Basis.....	3 – 4
Notes to Financial Statement	5 – 17
 <u>REGULATORY – REQUIRED SUPPLEMENTARY INFORMATION</u> 	
Schedule 1	
Summary of Expenditures – Actual and Budget – Regulatory Basis	18
Schedule 2	
Schedule of Receipts and Expenditures – Actual and Budget – Regulatory Basis	
 <u>General Fund</u> 	
2-1	
General Operating Fund	19 – 24
 <u>Special Purpose Funds</u> 	
2-2	
Animal Shelter Fund	25
2-3	
Consolidated Street and Highway Fund.....	26
2-4	
Employee Benefits (Non-Public Safety) Contribution Fund	27
2-5	
Employee Benefits (Public Safety) Contribution Fund	28
2-6	
Forfeited Property Fund – Police Department	29
2-7	
Industrial Development Fund	30
2-8	
Library Fund	31
2-9	
Library Employee Benefits Fund	32
2-10	
McPherson Landfill Improvement Corporation.....	33
2-11	
McPherson Land Bank Fund.....	34
2-12	
Municipal Building Fund	35
2-13	
Municipal Court Fund	36
2-14	
Municipal Court ADSAP Fund.....	37
2-15	
Municipal Golf Course Fund.....	38
2-16	
Operation Warmth Fund.....	39
2-17	
Special Alcohol Program Fund.....	40
2-18	
Special Park and Recreation Fund	41
2-19	
Swimming Pool Maintenance and Operation Fund.....	42
2-20	
Sales Tax Revenue Fund.....	43
2-21	
Tourism and Convention Promotion Fund	44

CITY OF MCPHERSON, KANSAS
For the Year Ended December 31, 2017

TABLE OF CONTENTS (CONT.)

REGULATORY – REQUIRED SUPPLEMENTARY INFORMATION (CONT.)

**Page
Numbers**

Special Purpose Funds (Cont.)

2-22	Health Self-Insurance Fund	45
2-23	Worker's Compensation Self-Insurance Fund	46

Bond and Interest Fund

2-24	Bond and Interest Fund	47
------	------------------------------	----

Capital Projects Funds

2-25	Capital Improvement Fund	48 – 49
2-26	Equipment Reserve Fund	50

Business Funds

2-27	Electric Utility Fund	51
2-28	Sewer Recovery Fund	52
2-29	Solid Waste Collection Fund	53
2-30	Storm Water Utility Fund	54
2-31	Wastewater System Maintenance and Operation Fund	55
2-32	Wastewater System Surplus Fund	56
2-33	Water Utility Fund	57

Trust Funds

2-34	Salthouse-Broadway Cemetery Trust Fund	58
2-35	Cemetery Endowment Fund	59
2-36	Fire Insurance Proceeds Fund	60
2-37	Police Benefit Fund	61

Related Municipal Entity

Schedule 3	Schedule of Receipts and Expenditures – Regulatory Basis	
	Library Board	62

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Commission
McPherson, Kansas 67460

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of McPherson, Kansas, a Municipal Financial Reporting Entity as of and for the year ended December 31, 2017 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement 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 entity'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 statement.

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

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the City of McPherson, Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Hutchinson Office

200 N. Main • Hutchinson, KS 67504-2889
P: 888.414.0123 • F: 620.662.3350

McPherson Office

123 S. Main • McPherson, KS 67460
P: 888.241.1826 • F: 620.241.6926

Wichita Office

220 W. Douglas, Ste. 300 • Wichita, KS 67202
P: 316.265.5600 • F: 316.265.8021

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of McPherson, Kansas as of December 31, 2017, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of McPherson, Kansas as of December 31, 2017, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the 2017 fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-actual-related municipal entity (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the 2017 basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2017 basic financial statement. The 2017 information has been subjected to the auditing procedures applied in the audit of the 2017 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2017 basic financial statement or to the 2017 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the 2017 basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City of McPherson, Kansas as of and for the year ended December 31, 2016 (not presented herein), and have issued our report thereon dated July 3, 2017, which contained an unmodified opinion on the basic financial statement. The 2016 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://www.admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2016 actual column (2016 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended December 31, 2017 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2016 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2016 basic financial statement. The 2016 comparative information was subjected to the auditing procedures applied in the audit of the 2016 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2016 basic financial statement or to the 2016 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2016 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2016, on the basis of accounting described in Note 1.

Swindoll, Janzen, Hawk & Loyd, LLC

Swindoll, Janzen, Hawk & Loyd, LLC
McPherson, Kansas
July 6, 2018

CITY OF MCPHERSON, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASHRegulatory Basis

For the Year Ended December 31, 2017

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
GENERAL FUND						
General Operating Fund	\$ 4,344,286	\$ 9,486,678	\$ 9,308,990	\$ 4,521,974	\$ 732,842	\$ 5,254,816
SPECIAL PURPOSE FUNDS						
Animal Shelter Fund	67,483	-	67,483	-	-	-
Consolidated Street and Highway Fund	3,476,161	2,574,515	3,140,143	2,910,533	46,274	2,956,807
Employee Benefits (Non-Public Safety) Contribution Fund	473,863	3,528,417	3,491,004	511,276	1,716	512,992
Employee Benefits (Public Safety) Contribution Fund	531,153	975,217	1,349,933	156,437	12,150	168,587
Forfeited Property Fund - Police Department	8,368	4,687	1,750	11,305	-	11,305
Industrial Development Fund	416,916	68,382	76,000	409,298	-	409,298
Library Fund	-	711,841	711,841	-	-	-
Library Employee Benefits Fund	-	151,425	151,425	-	-	-
McPherson Landfill Improvement Corporation	2,291	2	40	2,253	-	2,253
McPherson Land Bank Fund	240,320	61,600	-	301,920	-	301,920
Municipal Building Fund	239,281	97,523	102,191	234,613	6,983	241,596
Municipal Court Fund	26,971	329,004	324,953	31,022	-	31,022
Municipal Court ADSAP Fund	23,506	426	-	23,932	-	23,932
Municipal Golf Course Fund	17,529	491,855	504,422	4,962	8,201	13,163
Operation Warmth Fund	2,236	3,949	4,494	1,691	-	1,691
Special Alcohol Program Fund	132,438	30,436	22,669	140,205	-	140,205
Special Park and Recreation Fund	69,929	30,436	48,832	51,533	3,798	55,331
Swimming Pool Maintenance and Operation Fund	360,135	314,009	399,791	274,353	9,387	283,740
Sales Tax Revenue Fund	1,708,099	1,573,248	1,451,594	1,829,753	-	1,829,753
Tourism and Convention Promotion Fund	263,985	322,147	360,949	225,183	8,844	234,027
Health Self-Insurance Fund	173,050	2,826,828	2,291,644	708,234	-	708,234
Worker's Compensation Self-Insurance Fund	503,699	144,994	153,494	495,199	-	495,199
Total Special Purpose Funds	8,737,413	14,240,941	14,654,652	8,323,702	97,353	8,421,055
BOND AND INTEREST FUND						
Bond and Interest Fund	798,740	5,010,865	5,236,777	572,828	-	572,828
CAPITAL PROJECTS FUNDS						
Capital Improvement Fund	1,027,302	6,686,102	5,053,530	2,659,874	334,736	2,994,610
Equipment Reserve Fund	1,551,212	654,262	282,688	1,922,786	-	1,922,786
Total Capital Projects Funds	2,578,514	7,340,364	5,336,218	4,582,660	334,736	4,917,396

The notes to the financial statement are an integral part of this statement.

CITY OF MCPHERSON, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH**Regulatory Basis**

For the Year Ended December 31, 2017

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
BUSINESS FUNDS						
Electric Utility Fund	\$ 35,095,065	\$ 61,776,854	\$ 59,467,740	\$ 37,404,179	\$ 4,914,449	\$ 42,318,628
Sewer Recovery Fund	437,668	47,909	11,130	474,447	-	474,447
Solid Waste Collection Fund	1,513,097	1,064,146	942,728	1,634,515	73,696	1,708,211
Storm Water Utility Fund	140,334	1,602,954	595,147	1,148,141	49,683	1,197,824
Wastewater System Maintenance and Operation Fund	3,922,078	1,901,250	1,853,587	3,969,741	49,407	4,019,148
Wastewater System Surplus Fund	915,920	676,543	728,853	863,610	-	863,610
Water Utility Fund	7,029,951	4,153,230	3,992,012	7,191,169	407,140	7,598,309
Total Business Funds	49,054,113	71,222,886	67,591,197	52,685,802	5,494,375	58,180,177
TRUST FUNDS						
Salthouse - Broadway Cemetery Trust Fund	42,949	237	2,800	40,386	-	40,386
Cemetery Endowment Fund	89,478	7,603	-	97,081	-	97,081
Police Benefit Fund	12,177	5,274	6,566	10,885	-	10,885
Total Trust Funds	144,604	13,114	9,366	148,352	-	148,352
Total	65,657,670	107,314,848	102,137,200	70,835,318	6,659,306	77,494,624
RELATED MUNICIPAL ENTITY						
Library Board	539,928	1,042,519	1,050,584	531,863	44,305	576,168
Total Reporting Entity	\$ 66,197,598	\$ 108,357,367	\$ 103,187,784	\$ 71,367,181	\$ 6,703,611	\$ 78,070,792
COMPOSITION OF CASH						
Cash on Hand - City Clerk						\$ 650
Cash on Hand - Board of Public Utilities						600
Cash on Hand - Municipal Court						100
Cash on Hand - Municipal Golf Course						420
Cash in Bank and Certificates of Deposit						66,986,863
Investments - KS Municipal Investment Pool						10,505,991
Total						77,494,624
Related Municipal Entity						576,168
Total Reporting Entity						\$ 78,070,792

CITY OF MCPHERSON, KANSAS
NOTES TO FINANCIAL STATEMENT
For the Year Ended December 31, 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Municipal Financial Reporting Entity

The City of McPherson, Kansas (the City) is a municipal corporation governed by an elected three-member commission. The financial statement presents the City of McPherson (a municipal financial reporting entity) and its related municipal entities. The Board of Public Utilities of McPherson, Kansas (the BPU) consists of the municipal electric and water utilities that provide services to approximately 8,500 electric and 5,700 water customers. The BPU's operational control and administration is under a three-member appointed Board of Directors. However, the BPU is owned by and is a part of the municipality of the City because the City holds the corporate powers of the BPU. The BPU is considered an administrative agency of the City by statute. The City has the following related municipal entity shown on Schedule 3.

Library Board. The City of McPherson Library Board operates the City's public library. Acquisition or disposition of real property by the Library Board must be approved by the City. Bond issuances must also be approved by the City. Complete financial records for the Library Board may be reviewed at the administrative offices of the entity at 214 W. Marlin, McPherson, Kansas, 67460.

The City also has a related municipal entity as follows shown on Schedule 2 as a Special Purpose Fund.

McPherson Landfill Improvement Corporation. The City of McPherson owns a former landfill site south of McPherson. Complete financial records for the McPherson Landfill Improvement Corporation may be reviewed at the administrative offices of the entity at 400 E. Kansas, McPherson, Kansas, 67460.

(b) Regulatory Basis Fund Types

General Fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Fund – used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest Fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital Project Fund – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Business Fund – funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund, etc.).

Trust Fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency Fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (i.e. payroll clearing fund, county treasurer tax collection accounts, etc.).

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

(c) Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The *Kansas Municipal Audit and Accounting Guide (KMAAG)* regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for the application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

(d) Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

- 1) Preparation of the budget for the succeeding calendar year on or before August 1st.
- 2) Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- 3) Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
- 4) Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for the year 2017.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for Capital Project Funds, Agency Funds, Trust Funds and certain Special Purpose Funds and the Related Municipal Entity as noted in the presentation of the appropriate Schedule 2.

Spending in funds which are not subject to the legal annual operating budget requirement are controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

No statute violations noted in 2017.

3. DEPOSITS AND INVESTMENTS

As of December 31, 2017, the City had the following investments:

Investment Type	Fair Value	Investments Maturities (in Years)				Rating
		Less than 1	1-5	6-10	More than 10	
Kansas Municipal Investment Pool	\$ 10,505,991	\$ 10,505,991	\$ -	\$ -	\$ -	N/A

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of returns on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has an investment policy that does not further limit its investment choices. The rating of the City's investment is noted above.

Concentration of credit risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The City's allocation of investments as of December 31, 2017, is as follows:

Investments	Percentage of Investments
Kansas Municipal Investment Pool	100%

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured by December 31, 2017.

At December 31, 2017, the City's and Library's carrying amount of deposit was \$67,563,032 and the bank balance was \$67,771,335. The bank balance was held by seven banks resulting in a concentration of credit risk. Of the bank balance, \$1,750,000 was covered by federal depository insurance and \$66,021,335 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial credit risk – investments. For an investment, this is the risk that in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

At December 31, 2017, the City had invested \$10,505,991 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

4. LONG-TERM DEBT

Changes in long-term liabilities for the City for the year ended December 31, 2017 were as follows:

Issue	Interest Issue	Date of Issue	Amount of Issue	Original Date of Final Maturity	Balance Beginning of Year	Additions	Reductions of Principal	Balance End of Year	Interest Paid
General Obligation Bonds:									
Series 131 of 2006	4.00% to 5.00%	7/15/06	\$ 1,470,000	8/1/26	\$ 725,000	\$ -	\$ 725,000	\$ -	\$ 30,935
Series 132 of 2007	4.15% to 5.50%	8/1/07	1,040,000	8/1/27	520,000	-	520,000	-	23,490
Series 133 of 2009	2.55% to 4.50%	7/30/09	1,045,000	8/1/29	715,000	-	715,000	-	29,175
Series 134 of 2011	2.00% to 3.50%	6/15/11	2,965,000	8/1/23	970,000	-	970,000	-	26,800
Series 135 of 2012	2.00% to 3.10%	8/1/12	340,000	8/1/32	285,000	-	15,000	270,000	8,340
Series 136 of 2013	2.00% to 4.00%	8/15/13	9,585,000	8/1/33	7,060,000	-	1,085,000	5,975,000	212,000
Series 137 of 2015	2.00% to 3.00%	7/22/15	3,750,000	7/1/25	3,065,000	-	745,000	2,320,000	76,150
Series 138 of 2017	2.00% to 3.00%	7/26/17	2,660,000	8/1/37	-	2,660,000	-	2,660,000	-
Total General Obligation Bonds					13,340,000	2,660,000	4,775,000	11,225,000	406,890
Revenue Bonds:									
Series 2011	3.00% to 4.00%	10/13/11	5,445,000	9/1/20	2,595,000	-	2,595,000	-	92,825
Series 2012	2.00% to 4.00%	7/5/12	11,085,000	10/1/27	8,690,000	-	665,000	8,025,000	287,319
Total Revenue Bonds					11,285,000	-	3,260,000	8,025,000	380,144
Temporary Notes:									
Series 2015-A	.45%	12/15/15	360,000	12/15/17	360,000	-	360,000	-	2,624
Series 2016-A	0.75%	8/29/16	54,000	12/15/17	54,000	-	54,000	-	369
Series 2017-A	1.18%	12/1/17	2,600,000	12/1/18	-	2,600,000	-	2,600,000	-
Total Temporary Notes					414,000	2,600,000	414,000	2,600,000	2,993
Kansas Revolving Fund Loans:									
1999 Wastewater Improvement	2.78%	4/19/99	1,127,000	9/1/20	282,446	-	67,500	214,946	8,051
2007 Wastewater Improvement	2.50%	10/6/07	11,346,393	3/1/29	7,665,715	-	521,608	7,144,107	207,246
2015 Wastewater Improvement	2.13%	3/25/15	4,863,464	3/1/36	-	3,754,144	317,323	3,436,821	44,252
Total Kansas Revolving Fund Loans					7,948,161	3,754,144	906,431	10,795,874	259,549
Capital Leases:									
Aerial Platform Truck	4.95%	9/11/09	866,722	1/28/20	385,049	-	89,402	295,647	19,060
Golf Carts	3.95%	4/4/16	97,100	4/4/18	63,472	-	31,121	32,351	2,507
Total Capital Leases					448,521	-	120,523	327,998	21,567
Total Contractual Indebtedness					\$ 33,435,682	\$ 9,014,144	\$ 9,475,954	\$ 32,973,872	\$ 1,071,143

Continuing Disclosure Requirements

The City of McPherson as Issuer and Dissemination Agent, did not post the prior year Annual Audit Report to EMMA (Electronic Municipal Market Access) on a timely basis (a requirement of no later than 210 days after the year-end) as reflected in the continuing disclosure instruction of the City's bond documents. The 2016 Annual Audit Report was posted to EMMA on July 25, 2017.

Arbitrage Calculations

Based on the opinion letters from Gilmore & Bell, P.C. of Kansas City, MO, the City of McPherson, as Issuer, is in compliance with the arbitrage rebate calculations pursuant to Code Section 148(f) of the Internal Revenue Code of 1986 as amended.

4. LONG-TERM DEBT (CONT.)

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	Year								
	2018	2019	2020	2021	2022	2023-2027	2028-2032	2033-2037	Total
Principal:									
General Obligation Bonds:									
Series 135 of 2012	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 90,000	\$ 105,000	\$ -	\$ 270,000
Series 136 of 2013	1,115,000	770,000	795,000	815,000	840,000	1,140,000	410,000	90,000	5,975,000
Series 137 of 2015	835,000	370,000	385,000	140,000	140,000	450,000	-	-	2,320,000
Series 138 of 2017	540,000	345,000	355,000	355,000	265,000	555,000	145,000	100,000	2,660,000
Total General Obligation Bonds	2,505,000	1,500,000	1,550,000	1,325,000	1,260,000	2,235,000	660,000	190,000	11,225,000
Revenue Bonds:									
Series 2012	685,000	705,000	735,000	755,000	780,000	4,365,000	-	-	8,025,000
Temporary Notes									
Series 2017-A	2,600,000	-	-	-	-	-	-	-	2,600,000
Kansas Revolving Fund Loans:									
1999 Wastewater Improvement	69,562	71,685	73,699	-	-	-	-	-	214,946
2007 Wastewater Improvement	536,051	550,893	566,147	581,823	597,933	3,247,370	1,063,890	-	7,144,107
2015 Wastewater Improvement	173,915	141,118	144,123	147,193	150,328	801,058	890,083	989,003	3,438,821
Total Kansas Revolving Fund Loans	779,528	763,696	783,969	729,016	748,261	4,048,428	1,953,973	989,003	10,795,874
Capital Lease:									
Aerial Platform Truck	93,828	98,472	103,347	-	-	-	-	-	295,647
Golf Carts	32,351	-	-	-	-	-	-	-	32,351
Total Capital Lease	126,179	98,472	103,347	-	-	-	-	-	327,998
Total Principal	6,695,707	3,067,168	3,172,316	2,809,016	2,788,261	10,648,428	2,613,973	1,179,003	32,973,872
Interest:									
General Obligation Bonds:									
Series 135 of 2012	8,040	7,740	7,440	6,975	6,510	25,110	10,075	-	71,890
Series 136 of 2013	184,875	154,213	131,113	107,263	82,813	168,463	71,900	3,825	904,465
Series 137 of 2015	61,250	44,550	33,450	21,900	17,700	27,150	-	-	206,000
Series 138 of 2017	68,336	56,600	49,700	42,600	31,950	77,100	25,500	9,000	360,786
Total General Obligation Bonds	322,501	263,103	221,703	178,738	138,973	297,823	107,475	12,825	1,543,141
Revenue Bonds:									
Series 2012	267,369	246,819	218,619	203,000	172,800	420,863	-	-	1,529,470
Temporary Notes									
Series 2017-A	30,680	-	-	-	-	-	-	-	30,680
Kansas Revolving Fund Loans:									
1999 Wastewater Improvement	5,990	3,866	1,678	-	-	-	-	-	11,534
2007 Wastewater Improvement	192,803	177,960	162,706	147,030	130,920	396,896	29,390	-	1,237,705
2015 Wastewater Improvement	36,702	69,500	66,494	63,424	60,289	252,029	163,004	64,086	775,528
Total Kansas Revolving Fund Loans	235,495	251,326	230,878	210,454	191,209	648,925	192,394	64,086	2,024,767
Capital Lease:									
Aerial Platform Truck	14,635	9,990	5,116	-	-	-	-	-	29,741
Golf Carts	1,278	-	-	-	-	-	-	-	1,278
Total Capital Lease	15,913	9,990	5,116	-	-	-	-	-	31,019
Total Interest	871,958	771,238	676,316	592,192	502,982	1,367,611	299,869	76,911	5,159,077
Total Principal and Interest	\$ 7,567,665	\$ 3,838,406	\$ 3,848,632	\$ 3,401,208	\$ 3,291,243	\$ 12,016,039	\$ 2,913,842	\$ 1,255,914	\$ 38,132,949

5. PENSION COSTS AND EMPLOYEE BENEFITS

(a) Defined Benefit Pension Plan

Plan Description. The City and the BPU participates in the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen's Retirement System (KP&F). Both are part of a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS and KP&F issue a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7.15% of covered salary. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1 and KPERS 2 and KPERS 3 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium from the period of January 1, 2017 through September 30, 2017 for Death and Disability Program) and the statutory contribution rate was 8.46% for KPERS and 19.03% for KP&F for the fiscal year ended December 31, 2017. Contributions to the pension plan from the City and BPU were \$725,360 for KPERS and \$516,568 for KP&F (Library was \$39,447) for the year ended December 31, 2017.

Net Pension Liability. At December 31, 2017, the City and BPU's proportionate share of the collective net pension liability reported by KPERS was \$6,870,430 and \$4,981,533 for KP&F (Library was \$387,853). The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The City and BPU's proportion of the net pension liability was based on the ratio of the City and BPU's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

(b) Deferred Compensation Plan

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all employees who qualify under the plan terms, and permits employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

5. PENSION COSTS AND EMPLOYEE BENEFITS (CONT.)

(c) Other Employee Benefits

Vacation – Vacation leave shall be accrued from the employee's date of employment as stipulated hereinafter. If not taken, vacation leave shall accrue from year to year up to the maximum provided depending upon the employee's years of service. No vacation leave shall be taken until a new employee has completed the evaluation period.

Each permanent full-time employee will accrue vacation leave as follows:

<u>Maximum Years of Service</u>	<u>Hours Accrued Per Year</u>	<u>Maximum Accumulation</u>
0 to 5 years	80 working hours	120 working hours
5 to 15 years	120 working hours	180 working hours
15 to 25 years	160 working hours	240 working hours
After 25 years	200 working hours	300 working hours

An employee shall be paid for all accumulated unused vacation leave upon termination.

Sick leave – All full and part-time employees shall be entitled to sick leave with pay for absences resulting from personal illness, injuries, accidents or other physical incapacities, occurring either on or off the job. Full-time employees shall earn one working day of sick leave for each full month of service. Part-time employees shall receive the equivalent of a regularly scheduled day for each full month of service. Other employees shall not have paid sick leave. An employee beginning work on or before the 15th of the month shall get credit for a full month. On termination of employment an employee shall not be paid for accumulated sick leave. Accordingly, no provision for accumulated sick leave has been made in the accompanying financial statement.

(d) Other Post Employment Benefits

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan until they reach 65 years of age. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in the financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

6. SELF-INSURANCE PROGRAM

The City is responsible for a potential liability up to \$100,000 per individual per year for health care claims. This plan had fixed costs of \$93,786. Management believes claims incurred, but not reported, are insignificant at December 31, 2017. Starting December 31, 2007, the City chose to not self-insure for workers' compensation. Changes in health insurance claims liability for 2017 and 2016 were as follows:

	<u>2017</u>	<u>2016</u>
Beginning Balance	\$ 20,000	\$ 160,000
Additions	1,818,067	2,481,401
Payments	<u>(1,758,067)</u>	<u>(2,621,401)</u>
Ending Balance	<u>\$ 80,000</u>	<u>\$ 20,000</u>

7. SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES

The McPherson Area Solid Waste Utility (the Utility), of which the City of McPherson is a member, is subject to the U.S. Environmental Protection Agency rule "Solid Waste Disposal Facility Criteria" which establishes closure requirements for all municipal solid waste landfills that receive solid waste after October 9, 1991. The Utility is responsible for operating and other costs including postclosure costs while it is in existence. Any possible contributions by Utility members required to fund postclosure requirements is not determinable at this time.

The City is subject to various laws and regulations with respect to environmental matters such as air and water quality. The effect of any future changes in environmental laws and/or regulations cannot be estimated. However, compliance with such changes may necessitate substantial expenditures.

8. CLAIMS AND JUDGMENTS

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of the date of this report, grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

The City is exposed to various risks of loss related to property loss; torts; theft of, damage to, and destruction of assets; errors and omissions; employee injuries and natural disasters. The City has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2016 to 2017 and there were no settlements that exceeded insurance coverage in the past three years.

During the ordinary course of its operations, the City is a party to various claims, legal actions and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material impact on the City.

9. LANDFILL CLOSURE AND POSTCLOSURE CARE COST

The City of McPherson and the Kansas Department of Health and Environment (KDHE) entered into a voluntary settlement agreement as of November 6, 1992. The settlement agreement concerns the preparation of a remedial investigation and feasibility study, and participation in good faith negotiations for remedial activities, if required, to be determined following opportunity for public involvement for an area known as the "McPherson City Landfill" located near McPherson, Kansas.

In entering into this settlement agreement, the KDHE and the City of McPherson were going to determine the nature and extent of contamination and any threat to the public health, welfare or the environment caused by the release or threatened release of hazardous substances, pollutants or contaminants at or from the McPherson City Landfill. Once these determinations were made the City of McPherson submitted a work plan for Phase I activities. They were also required to submit plans for Phase II, III and IV, which dealt with closure and postclosure activities. As of July 29, 2005, the City of McPherson had performed entirely the closure activities of the settlement agreement at a total cost of approximately \$424,000. Postclosure expenditures are estimated to be approximately \$450,000 spread over a twenty-year period.

10. CAPITAL LEASE – RECREATION COMPLEX

During the year ended December 31, 1996, the City entered into a Lease Purchase Agreement with Security Bank of Kansas City, as lessor, providing for the acquisition and construction of an outdoor recreational complex (the "Project") to be operated and maintained by the McPherson Recreation Commission (the "Commission"). Funds for acquisition and construction were raised by the lessor by the issuance of Certificates of Participation in the Lease Purchase Agreement in the amount of \$1,000,000. As part of this financing structure, the bank, acting as lessor and trustee for the owners of the Certificates of Participation, paid the purchase price for the site for the Project, which was deeded to the City. The City then leased the site to the bank under a Site Lease, and leased it and the improvements constructed back from the bank under the Lease Purchase Agreement. The terms of the Site Lease and the Lease Purchase Agreement run simultaneously. Rentals payable under the Lease Purchase Agreement will be adequate to pay the owners of the Certificates of Participation their original investment plus interest. Upon payment of all rental payments under the Lease Purchase Agreement, the City has the right to own the Project free of any claims of the bank.

On November 12, 2013, the Certificates of Participation Series were paid in full. This fulfilled the contractual obligations of the Lease Purchase Agreement.

On August 15, 2013, the City issued General Obligation Bonds Series 136, of which, \$800,000 of the bond proceeds were for the purpose of funding a large portion of public building improvements to the existing Grant Field Complex in the form of additional restrooms and storage, additional ball fields including fences, dugouts, and bleachers, as well as irrigation system to the new fields and existing fields and project drainage system. The total estimated cost of the project was \$976,500. The \$800,000 portion of the bond issue is funded by 20-year bonds and is scheduled to be paid by lease payments from the Commission. In June 2013, the Commission entered into a 10-year lease ending May 31, 2023 to lease Grant Field Complex from the City. The lease will automatically renew for a second 10-year term unless either party notifies the other in writing 90 days or more before the end of the first term. The Commission shall pay the City annual rental payments enough to pay all debt services related to, or associated with, the facility and are summarized below:

<u>Year</u>	<u>Total Basic Rental Payment</u>	<u>Principal Component</u>	<u>Interest Component</u>
2018	\$ 60,362	\$ 35,000	\$ 25,362
2019	59,400	35,000	24,400
2020	58,350	35,000	23,350
2021	57,300	35,000	22,300
2022	56,250	35,000	21,250
2023-2027	291,600	205,000	86,600
2028-2032	288,275	245,000	43,275
2033	<u>57,338</u>	<u>55,000</u>	<u>2,338</u>
	<u>\$ 928,875</u>	<u>\$ 680,000</u>	<u>\$ 248,875</u>

11. REVENUE BONDS

The various bond ordinances require that certain restricted funds be established to ensure the payment of bonds and interest and to enable the City to meet future needs arising from unusual maintenance requirements or income shortfalls. The ordinances also require the City, among other things, to establish rates and collect charges sufficient to pay the operating maintenance and debt service costs of the utilities and to provide net operating income before depreciation and payment in lieu of taxes, of at least 125% for the electric fund and 125% for the water fund of the maximum annual debt service due on the outstanding bonds. As of December 31, 2017, the City exceeded this coverage requirement for electric and water debt. All of the City's utility plant facilities are pledged under the terms of the ordinances. The City was in compliance with all other requirements of the revenue bond ordinances at December 31, 2017.

12. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
Operating transfers (City):			
General Operating	Municipal Golf Course	Ord. 2999	\$ 30,000
General Operating	Capital Improvement	K.S.A. 12-1,118	100,000
General Operating	Consolidated Street and Highway	K.S.A. 12-1,119	350,000
General Operating	Swimming Pool Maintenance and Operation	Ord. 2708	160,000
General Operating	Equipment Reserve	K.S.A. 12-1,117	497,555
General Operating	Municipal Building	Ord. 2887	75,000
General Operating	Bond and Interest	Ord. 3042	87,500
Animal Shelter	General Operating	Close fund	67,483
Consolidated Street and Highway	Equipment Reserve	K.S.A. 12-1,117	120,000
Consolidated Street and Highway	Capital Improvement	K.S.A. 12-1,118	850,596
Consolidated Street and Highway	Bond and Interest	Ord. 3179	259,100
Municipal Court	Municipal Court ADSAP	K.S.A. 8-1008	426
Sales Tax Revenue	Capital Improvement	K.S.A. 12-1,118	627,057
Sales Tax Revenue	Bond and Interest	Ord. 3069	824,537
Electric Utility	General Operating	K.S.A. 12-825d	1,759,776
Solid Waste Collection	General Operating	K.S.A. 12-2104	50,000
Water Utility	General Operating	K.S.A. 12-825d	53,258
Wastewater System Maintenance and Operation	General Operating	K.S.A. 12-630a	70,000
Wastewater System Maintenance and Operation	Bond and Interest	K.S.A. 12-630a	<u>199,331</u>
Total Operating transfers (City)			<u>6,181,619</u>
Operating transfers (Library):			
Library	Library Board	K.S.A. 12-1220	711,841
Library Employee Benefits	Library Board	K.S.A. 12-16,102	<u>151,425</u>
Total Operating transfers (Library)			<u>863,266</u>
Total Operating transfers (municipal financial reporting entity)			<u>\$ 7,044,885</u>

13. OTHER RELATIONSHIPS

McPherson Area Solid Waste Utility

The City of McPherson along with McPherson County and seven other cities located within McPherson County entered into an interlocal agreement, authorized by State Statute, to form the McPherson Area Solid Waste Utility (the Utility) effective July 17, 1991. The purpose of the Utility is to assist its Members in planning, technical and financial matters for comprehensive solid waste management and accomplish the desired objectives of an effective county-wide solid waste management program, including the operation of a cooperative solid waste management program and the operation of a cooperative solid waste processing and disposal system for the benefit of its Members.

Management of the Utility is carried out by an appointed three member Board of Directors. The City appoints one member to the Board of Directors, McPherson County appoints a second Director and the third Director is appointed collectively by the other seven Members of the Utility.

The agreement and the Utility may be terminated by written consent of at least two-thirds of the Members, provided that prior to such termination all contractual obligations and indebtedness of the Utility have been paid in full or sufficient resources have been escrowed for the payment of such obligations in full when due. Upon such termination, the Board of Directors shall liquidate the Utility and distribute the assets in a manner that, in its discretion, it deems appropriate. Accordingly, any ongoing financial interest or access to the Utility's resources is indeterminable until such action is taken by its Board of Directors. In addition, no Member shall be permitted to withdraw for twenty years or such sooner time as provision is made for the payment or discharge of the debt incurred by the County or assumed by the Utility. Any withdrawing Member shall not be entitled to distribution of any real or personal property of the Utility by reason of its withdrawal.

The Board of Directors shall determine the methods of obtaining financing for the Utility. The County provided the initial financing for the acquisition of land to be used as a site for disposal of refuse, constructing structures and acquiring equipment necessary for the sanitary disposal of refuse in McPherson County. Effective January 1, 1992, the fiscal accounting and operations of the Utility were transferred from McPherson County to management of the Utility.

Financial information of the McPherson Area Solid Waste Utility is not included in this report. Complete financial statements may be obtained from the administrative offices of the entity at 1431 17th Ave, McPherson, KS 67460.

McPherson City/County Airport

The McPherson Airport Authority (the Authority) was established as provided for by applicable State Statutes. The property and business of the Authority is managed by its Board of Directors. The Board consists of five directors. Four directors are selected by the governing bodies of the City and County, two by the City and two by the County, and one at-large director is selected by the other four. Each entity provides ongoing financial responsibility through annual appropriations for the operation of the airport on an equal basis, as determined through the preparation of an annual operating budget. The City of McPherson levies property taxes for its allocation and McPherson County funding is provided from the County's General Fund.

The Authority is authorized only to issue revenue bonds, notes or other evidence of indebtedness payable from airport revenues. Title to the airport property remains with the City and County as equal co-owners. Title to all real and personal property purchased with funds of the Authority will be acquired, held and disposed of in the name of the Authority unless otherwise required by law or by the terms of a gift or grant. The Authority may be dissolved by vote of at least two-thirds (2/3) of the respective governing body members of each owner. The Board of Directors of the Authority shall liquidate the assets of the Authority and distribute the assets of the Authority or the net proceeds thereof to the City and County in a manner to be determined by it pursuant to law. Full possession and use of the Airport shall revert to the owners as equal tenants in common upon termination of the Authority.

The Authority was awarded a \$1,976,801 federal grant in 2015 to Rehabilitate and Realign (parallel) Taxiway A and Reconstruct Taxiway A3. The design of this project was completed in 2015 and has a projected cost of \$2,196,446 including the cost of the design. Construction of the project is expected to begin in 2018 when the first federal funds are expected to be received. The project is expected to be completed in 2018 or early 2019. The City and County will be expected to share in funding the required local 10% match of the project.

Complete financial information for the McPherson City/County Airport may be obtained from the administrative offices of the entity at 1000 S. Bypass, McPherson, KS 67460.

14. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with expenditures (excluding principal and interest, legal fees, etc.) from inception are as follows:

	<u>Project Authorization</u>	<u>Expenditures to Date</u>
Calvary Street	\$ 280,855	\$ 212,334
Centennial Drive Widening	521,458	518,135
Centennial SSD #092B & 092C	2,426,742	2,392,825
Lift Station #4 (Anna & N High Drive)	790,907	743,052
Ave A Transportation Alternative - Phase I	1,161,732	1,110,502
Ave A Transportation Alternative - Phase II	605,911	323,011
Mowhawk Interchange	700,000	500,000
Barnstormers SSD #201	557,829	157,542
Barnstormers Paving Improvement	1,559,450	284,308
Community Building	426,963	270,742
Tennis Court Improvement	496,917	365,367
Premier SSD #202	362,667	15,697
Premier Paving Improvement	643,789	103,349
Hulse Area Drainage Improvement	269,146	167,249
Total	<u>\$ 10,804,366</u>	<u>\$ 7,164,113</u>

15. SUBSEQUENT EVENTS

On January 17, 2018 the City was awarded a \$300,000 Community Development Block Grant (CDBG) by the Kansas Department of Commerce. The CDBG is a federal program designed to benefit low to moderate income families by providing specific home improvements. The grant allows for housing rehabilitation for five owner occupied homes, six rental units and two home demolitions. This CDBG project is expected to be completed by the Fall of 2019.

In the Summer of 2015 construction began on West Trunk Line, Centennial Drive Sewer, Lift Station #4 and SSD #033C Improvements, as well as the reconstruction of Wastewater Treatment Plant Road. Most of these projects were completed in 2016. The final project, Lift Station #4 was completed in May 2018. Initially the estimated cost of these projects was \$5,863,464, however the actual costs totaled only \$4,259,216 and has been funded with a Kansas Department of Health and Environment Revolving Loan Fund. Interest payments on the draw downs of the revolving loan are currently being made every six months. The final amortization schedule of this loan is expected to be set in late summer of 2018.

In 2015 the City entered into agreement with the Kansas Department of Transportation to receive fund reimbursement under the Federal-Aid Transportation Act for Transportation Alternatives (TA) projects by a pass through Federal Surface Transportation Program (STP). This TA sidewalk project will be constructed from Wall Park (south central part of the City) proceeding east and running parallel to East Avenue A and ending at Thunderbird Street. The estimated cost of the project including engineering is \$1,161,732 of which the City is responsible for 40% of the original estimate of \$504,850. Any cost over the \$504,850 will be the responsibility of the City. As of December 31, 2017 the accumulated amount spent on this project was only \$1,110,502.

On April 15, 2016 the City received notice that it had been awarded an additional maximum TA federal funding in the amount of \$1,102,144. This second project (Phase II) starts on east Avenue A where the first project ended (Thunderbird Street) and proceeds east to Centennial Drive and then north to the retail area near Centennial Drive and Kansas Avenue. The projected total cost of this second TA project is \$1,377,680. The City's responsibility is the 20% match (\$275,536) plus all design, right of way acquisition and utility costs, as well as any non-participating costs over the federal award. As of December 31, 2017 the accumulated amount of this Phase II of the project was \$323,011. Phase II of this TA project is expected to be completed by the end of 2018.

15. SUBSEQUENT EVENTS (CONT.)

On May 8, 2017 the City Commission approved a design/build agreement for the renovation of the Community Building. This project is expected to cost approximately \$4,300,000 and will be started once the building is inspected and any asbestos material is remediated. The estimated one year renovation is anticipated to begin in the Summer of 2018. In May of 2018 it was determined that this project will qualify for historical tax credits. After the completion of the project it is expected that the historical tax credits will be sold and an anticipated \$1,010,000 that would be netted from the sale. This remainder of the cost is anticipated to be funded by current and accumulated revenue from a one-half cent sales tax issue passed in August of 2012, as well as a 24-month Temporary Note issued later in 2018 with the Temporary Note being repaid by the same sales tax revenue stream. Later in 2018 the City is expected to issue a Temporary Note of up to \$2,000,000 to bridge the financing of the Community Building Renovation.

On May 15, 2017 the City Commission approved \$396,949 in improvements to the Wall Park Tennis Courts for post tension concrete overlay on the existing six courts as well as building four new Quickstart (youth) tennis courts with the same post tension concrete overlay concept. On July 24, 2017 the Commission approved \$99,968 in drainage improvements that needed to be done in the area. On June 4, 2018 an amount of \$155,679 was approved by the Commission to construct a new pavilion and rest rooms on the project site. With a couple of minor change orders the cost of the total project is anticipated to be \$664,738 and is expected be completed in the early Fall of 2018. These projects are being funded out of the one-half cent sales tax issue passed in August of 2012, with the exception of \$99,968 of the drainage work being paid out of the Storm Water Utility Fund. Through 2017, private donations in the amount of \$77,082 have also partially funded this project.

Later in the Summer or Fall of 2018 the City intends to bond a few street paving and storm drainage projects as well as extend the one year \$2,700,000 2017 Temporary Note for another 12 months. The majority of the 2017 Temporary Note was used to fund the development of two residential housing projects located in the southeast quadrant of the City, and is intended to be bonded and put to specials in 2019. The City will keep all of the new expected 2018 financing under \$10,000,000 in order to be bank qualified.

Management has evaluated the effects on the financial statement of subsequent events occurring through the date of this report, which is the date at which the financial statement was available to be issued.

CITY OF MCPHERSON, KANSAS
REGULATORY – REQUIRED
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2017

CITY OF MCPHERSON, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

(Budgeted Funds Only)

For the Year Ended December 31, 2017

	<u>Certified Budget</u>	<u>Adjustment for for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
GENERAL FUND:					
General Operating Fund	\$ 12,796,569	\$ -	\$ 12,796,569	\$ 9,308,990	\$ (3,487,579)
SPECIAL PURPOSE FUNDS:					
Animal Shelter Fund	-	67,483	67,483	67,483	-
Consolidated Street and Highway Fund	5,516,859	-	5,516,859	3,140,143	(2,376,716)
Employee Benefits (Non-Public Safety) Contribution Fund	1,274,833	-	1,274,833	848,656	(426,177)
Employee Benefits (Public Safety) Contribution Fund	1,436,580	-	1,436,580	1,349,933	(86,647)
Industrial Development Fund	458,333	-	458,333	76,000	(382,333)
Library Fund	731,757	-	731,757	711,841	(19,916)
Library Employee Benefits Fund	154,373	-	154,373	151,425	(2,948)
McPherson Land Bank Fund	647,000	-	647,000	-	(647,000)
Municipal Building Fund	297,990	-	297,990	102,191	(195,799)
Municipal Golf Course Fund	582,068	-	582,068	504,422	(77,646)
Special Alcohol Program Fund	171,809	-	171,809	22,669	(149,140)
Special Park and Recreation Fund	134,273	-	134,273	48,832	(85,441)
Swimming Pool Maintenance and Operation Fund	635,837	-	635,837	399,791	(236,046)
Sales Tax Revenue Fund	3,630,055	-	3,630,055	1,451,594	(2,178,461)
Tourism and Convention Promotion Fund	809,465	-	809,465	360,949	(448,516)
BOND AND INTEREST FUND:					
Bond and Interest Fund	3,372,190	-	3,372,190	2,821,890	(550,300)
BUSINESS FUNDS:					
Sewer Recovery Fund	489,987	-	489,987	11,130	(478,857)
Solid Waste Collection Fund	2,505,913	-	2,505,913	942,728	(1,563,185)
Storm Water Utility Fund	1,207,832	-	1,207,832	595,147	(612,685)
Wastewater System Maintenance and Operation Fund	4,945,770	-	4,945,770	1,853,587	(3,092,183)
Wastewater System Surplus Fund	1,589,269	-	1,589,269	728,853	(860,416)

CITY OF MCPHERSON, KANSAS

GENERAL OPERATING FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		2017		
	2016			Variance -
	Actual	Actual	Budget	Over
				(Under)
Receipts				
Taxes -				
Ad valorem property tax	\$ 2,262,214	\$ 2,753,837	\$ 2,850,658	\$ (96,821)
Delinquent tax	27,398	32,744	-	32,744
Motor vehicle tax	254,072	269,098	254,660	14,438
Recreational vehicle tax	3,953	4,300	3,896	404
MVL excise tax	847	1,983	246	1,737
16/20M vehicle tax	3,134	2,791	1,575	1,216
Commercial vehicle tax	12,245	11,753	15,209	(3,456)
In lieu of tax	134,573	53,752	52,500	1,252
Local sales tax	1,929,815	1,973,989	1,925,000	48,989
Total Taxes	4,628,251	5,104,247	5,103,744	503
Intergovernmental Revenues -				
State of Kansas - liquor tax revenue	28,583	30,436	36,752	(6,316)
McPherson County - rescue vehicle runs	5,000	5,000	5,000	-
McPherson County - ambulance appropriation	399,736	399,736	399,736	-
McPherson County - RHID receipts	-	129,845	-	129,845
Total Intergovernmental Revenues	433,319	565,017	441,488	123,529
Licenses and Permits -				
Utility franchise fees	363,234	386,675	345,000	41,675
Beer licenses	1,150	1,455	1,000	455
Liquor licenses	4,500	4,400	4,000	400
Occupation licenses	16,155	10,175	10,000	175
Building, zoning bonds and demolition permits	140,943	132,954	145,000	(12,046)
Fireworks stand licenses	3,000	4,000	2,500	1,500
Inspections	4,050	2,810	6,000	(3,190)
Total Licenses and Permits	533,032	542,469	513,500	28,969
Charges for Services -				
Fire contracts - townships	261,633	336,076	324,000	12,076
Taxi coupons	7,990	7,380	8,500	(1,120)
Cemetery services	30,655	37,210	39,000	(1,790)
Total Charges for Services	300,278	380,666	371,500	9,166

CITY OF MCPHERSON, KANSAS

GENERAL OPERATING FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	2016 Actual	2017		Variance - Over (Under)
		Actual	Budget	
Receipts (cont.)				
Fines, Forfeitures and Penalties -				
Municipal court fines	\$ 195,089	\$ 261,818	\$ 200,000	\$ 61,818
Vehicle inspections	34,700	36,840	25,000	11,840
Total Fines, Forfeitures and Penalties	229,789	298,658	225,000	73,658
Use of Money and Property -				
Interest received	53,629	129,289	25,000	104,289
Cemetery endowment interest	2,064	147	250	(103)
Rent-building, land and equipment	34,431	32,286	32,000	286
Total Use of Money and Property	90,124	161,722	57,250	104,472
Miscellaneous -				
Para transit receipts	7,899	7,021	8,500	(1,479)
Reimbursed expenditures	107,606	137,556	137,000	556
Dog tag, impound, adoption fee	-	4,427	7,000	(2,573)
Animal cremations	-	16,960	16,000	960
Grant reimbursements	56,952	98,992	120,000	(21,008)
Cemetery lot sales	24,188	22,808	20,000	2,808
Gifts and bequests	-	3,689	10,000	(6,311)
Sale of effluent water	90,038	134,643	110,000	24,643
Miscellaneous	26,727	7,286	14,000	(6,714)
Total Miscellaneous	313,410	433,382	442,500	(9,118)
Transfer from Electric Utility Fund	1,684,097	1,759,776	1,600,000	159,776
Transfer from Solid Waste Collection Fund	50,000	50,000	50,000	-
Transfer from Wastewater System Maintenance and Operation Fund	60,000	70,000	70,000	-
Transfer from Water Utility Fund	50,690	53,258	58,000	(4,742)
Transfer from Animal Shelter Fund	-	67,483	37,811	29,672
Total Transfers	1,844,787	2,000,517	1,815,811	184,706
Total Receipts	8,372,990	9,486,678	\$ 8,970,793	\$ 515,885

CITY OF MCPHERSON, KANSAS

GENERAL OPERATING FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		2017		Variance -
	2016	Actual	Budget	Over
	Actual			(Under)
Expenditures				
Administrative -				
Personal services	\$ 476,600	\$ 508,395	\$ 478,374	\$ 30,021
Contractual services	207,337	210,888	232,900	(22,012)
Commodities	15,449	9,055	14,200	(5,145)
Capital outlay	262	279	-	279
Cereal malt beverage stamp	275	350	500	(150)
Housing programs	120,053	160,221	194,000	(33,779)
RHID reimbursement	-	129,845	-	129,845
Refunds	-	-	500	(500)
Payment in lieu of taxes	10,440	-	-	-
Travel expense	21,278	22,510	18,000	4,510
Miscellaneous	2,072	602	12,500	(11,898)
Contingency for storms	-	-	3,300,000	(3,300,000)
Appropriations:				
McPherson Airport Authority	64,990	69,968	175,813	(105,845)
McPherson Main Street	25,500	25,500	25,500	-
McPherson County Emer. Management	11,006	6,840	6,850	(10)
McPherson Museum	42,250	42,250	42,250	-
McPherson Senior Center	5,000	5,000	5,000	-
Not-for-Profit	-	-	10,000	(10,000)
Transfer to Animal Shelter Fund	130,000	-	-	-
Transfer to Municipal Building Fund	95,000	75,000	90,000	(15,000)
Transfer to Bond and Interest Fund	87,500	87,500	87,500	-
Transfer to Capital Improvement Fund	-	100,000	100,000	-
Transfer to Municipal Golf Course Fund	55,000	30,000	25,000	5,000
Transfer to Swimming Pool Maint. and Oper. Fund	160,000	160,000	160,000	-
Total Administrative	1,530,012	1,644,203	4,978,887	(3,334,684)
Police Department -				
Personal services	1,839,615	1,990,743	1,835,512	155,231
Contractual services	385,270	383,148	402,916	(19,768)
Commodities	61,228	115,269	117,500	(2,231)
Capital outlay	80,561	88,127	77,400	10,727
Miscellaneous	20,119	24,472	33,500	(9,028)
Travel expense	16,500	16,088	15,000	1,088
Uniform allowance	33,490	36,885	23,000	13,885
Transfer to Equipment Reserve Fund	50,836	41,981	41,981	-
Total Police Department	2,487,619	2,696,713	2,546,809	149,904

CITY OF MCPHERSON, KANSAS

GENERAL OPERATING FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	2016 Actual	2017		Variance - Over (Under)
		Actual	Budget	
Expenditures (cont.)				
Engineering -				
Personal services	\$ 227,739	\$ 233,139	\$ 243,980	\$ (10,841)
Contractual services	38,144	3,304	6,600	(3,296)
Commodities	8,980	16,578	31,350	(14,772)
Capital outlay	1,479	16,383	-	16,383
Travel expense	996	4,721	4,000	721
Miscellaneous	53	100	150	(50)
Transfer to Equipment Reserve Fund	8,200	7,688	7,688	-
				-
Total Engineering	285,591	281,913	293,768	(11,855)
Sanitation -				
Personal services	99,618	83,683	109,282	(25,599)
Contractual services	11,932	13,069	25,834	(12,765)
Commodities	8,532	10,001	13,200	(3,199)
Code enforcement supplies	433	21	500	(479)
Miscellaneous	12	416	65	351
Travel expense	1,810	651	500	151
Planning Commission	8,654	3,991	10,000	(6,009)
Transfer to Equipment Reserve Fund	1,760	1,500	1,500	-
				-
Total Sanitation	132,751	113,332	160,881	(47,549)
Inspection -				
Personal services	97,630	51,427	133,882	(82,455)
Contractual services	3,420	3,149	2,401	748
Commodities	8,314	8,257	10,845	(2,588)
Travel expense	1,068	402	2,100	(1,698)
Miscellaneous	556	161	370	(209)
Transfer to Equipment Reserve Fund	3,520	1,720	800	920
Total Inspection	114,508	65,116	150,398	(85,282)

CITY OF MCPHERSON, KANSAS

GENERAL OPERATING FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		<u>2017</u>		
	<u>2016</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Expenditures (cont.)				
Community Building -				
Personal services	\$ 9,256	\$ 5,168	\$ 8,034	\$ (2,866)
Contractual services	20,421	16,783	38,160	(21,377)
Commodities	1,046	172	350	(178)
Miscellaneous	220	40	300	(260)
Total Community Building	30,943	22,163	46,844	(24,681)
Legal and Judicial -				
Personal services	65,267	62,993	65,375	(2,382)
Contractual services	216,618	234,910	239,450	(4,540)
Commodities	2,158	3,252	2,500	752
Miscellaneous	25	236	100	136
Travel expense	825	799	500	299
Total Legal and Judicial	284,893	302,190	307,925	(5,735)
Park Department -				
Personal services	410,141	409,681	417,778	(8,097)
Contractual services	192,609	141,002	139,040	1,962
Commodities	91,917	74,290	89,075	(14,785)
Capital outlay	366	14,341	14,500	(159)
Miscellaneous	1,429	616	1,900	(1,284)
Travel expense	1,198	1,287	1,500	(213)
Transfer to Equipment Reserve Fund	72,173	72,173	72,173	-
Total Park Department	769,833	713,390	735,966	(22,576)
Ambulance Service -				
Contractual services	860,149	846,684	867,447	(20,763)
Transfer to Equipment Reserve Fund	50,000	50,000	50,000	-
Total Ambulance Service	910,149	896,684	917,447	(20,763)

CITY OF MCPHERSON, KANSAS

GENERAL OPERATING FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	2016 Actual	2017		Variance - Over (Under)
		Actual	Budget	
Expenditures (cont.)				
Cemetery -				
Personal services	\$ 134,397	\$ 146,807	\$ 162,437	\$ (15,630)
Contractual services	42,312	34,052	31,243	2,809
Commodities	12,606	14,516	16,575	(2,059)
Capital outlay	25,619	-	600	(600)
Miscellaneous	203	536	-	536
Travel expense	1,675	1,071	250	821
Tree care maintenance	3,278	916	1,000	(84)
Transfer to Equipment Reserve Fund	26,426	25,075	25,075	-
Total Cemetery	246,516	222,973	237,180	(14,207)
Fire Department -				
Personal services	1,044,641	1,080,975	1,136,419	(55,444)
Contractual services	233,067	263,190	263,946	(756)
Commodities	39,799	45,326	40,800	4,526
Capital outlay	81,348	93,470	95,000	(1,530)
Miscellaneous	11,550	19,442	13,250	6,192
Travel expense	9,952	11,689	11,000	689
Uniform allowance	11,549	10,590	12,230	(1,640)
Transfer to Equipment Reserve Fund	289,918	289,918	289,918	-
Total Fire Department	1,721,824	1,814,600	1,862,563	(47,963)
Animal Control -				
Personal services	-	111,187	128,751	(17,564)
Contractual services	-	50,771	40,250	10,521
Commodities	-	12,130	18,200	(6,070)
Capital outlay	-	-	5,400	(5,400)
Miscellaneous	-	3,649	5,950	(2,301)
Travel expense	-	476	1,850	(1,374)
Transfer to Equipment Reserve Fund	-	7,500	7,500	-
Total Animal Control	-	185,713	207,901	(22,188)
Street -				
Transfer to Consolidated Street and Highway Fund	335,000	350,000	350,000	-
Total Expenditures	8,849,639	9,308,990	\$ 12,796,569	\$ (3,487,579)
Receipts Over (Under) Expenditures	(476,649)	177,688		
Unencumbered Cash, Beginning	4,820,935	4,344,286		
Unencumbered Cash, Ending	\$ 4,344,286	\$ 4,521,974		

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDANIMAL SHELTER FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2016</u>	<u>2017</u>		<u>Variance - Over (Under)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Dog tags, impounds, adoption fees	\$ 6,297	\$ -	\$ -	\$ -
Animal cremations	16,745	-	-	-
Interest received	42	-	-	-
Gifts and donations	1,823	-	-	-
Reimbursed expenditures	18	-	-	-
Transfer from General Operating Fund	130,000	-	-	-
Total Receipts	154,925	-	\$ -	\$ -
Expenditures Subject to Budget				
Personal services	114,749	-	\$ -	\$ -
Contractual services	41,100	-	-	-
Commodities	10,085	-	-	-
Refunds	3,555	-	-	-
Travel expense	650	-	-	-
Miscellaneous	325	-	-	-
Transfer to Equipment Reserve Fund	5,800	-	-	-
Total Expenditures Subject to Budget	176,264	-	\$ -	\$ -
Expenditures Not Subject to Budget				
Transfer to General Fund to Close Out Fund	-	67,483		
Total Expenditures	176,264	67,483		
Receipts Over (Under) Expenditures	(21,339)	(67,483)		
Unencumbered Cash, Beginning	88,822	67,483		
Unencumbered Cash, Ending	\$ 67,483	\$ -		

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDCONSOLIDATED STREET AND HIGHWAY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	2016 Actual	2017		Variance - Over (Under)
		Actual	Budget	
Receipts				
State of Kansas - gas tax	\$ 349,348	\$ 350,722	\$ 342,320	\$ 8,402
State of Kansas - connecting links	47,367	47,301	48,000	(699)
Reimbursed expenditures	527,227	264,605	209,402	55,203
Local sales tax	1,562,289	1,561,887	1,525,000	36,887
Miscellaneous	13,858	-	-	-
Transfer from General Operating Fund	335,000	350,000	350,000	-
Total Receipts	2,835,089	2,574,515	\$ 2,474,722	\$ 99,793
Expenditures				
Personal services	424,422	425,665	\$ 460,918	\$ (35,253)
Contractual services	1,949,781	1,150,741	3,055,674	(1,904,933)
Commodities	269,568	304,725	237,375	67,350
Capital outlay	12,527	7,576	10,000	(2,424)
Travel expense	949	565	3,500	(2,935)
Miscellaneous	1,959	1,552	1,250	302
Sidewalk (ADA) improvements	8,372	19,623	15,000	4,623
Infrastructure improvements	-	-	1,354,042	(1,354,042)
Transfer to Capital Improvement Fund	804,000	850,596	-	850,596
Transfer to Bond and Interest Fund	254,315	259,100	259,100	-
Transfer to Equipment Reserve Fund	118,273	120,000	120,000	-
Total Expenditures	3,844,166	3,140,143	\$ 5,516,859	\$ (2,376,716)
Receipts Over (Under) Expenditures	(1,009,077)	(565,628)		
Unencumbered Cash, Beginning	4,485,238	3,476,161		
Unencumbered Cash, Ending	\$ 3,476,161	\$ 2,910,533		

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDEMPLOYEE BENEFITS (NON-PUBLIC SAFETY) CONTRIBUTION FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		<u>2017</u>		<u>Variance - Over (Under)</u>
	<u>2016 Actual</u>	<u>Actual</u>	<u>Budget</u>	
Receipts				
Ad valorem property tax	\$ 1,814,441	\$ 752,966	\$ 458,242	\$ 294,724
Delinquent tax	21,680	11,183	-	11,183
Motor vehicle tax	194,952	100,997	204,245	(103,248)
Recreational vehicle tax	3,037	1,613	3,126	(1,513)
MVL excise tax	650	733	197	536
16/20M vehicle tax	2,522	1,028	1,263	(235)
Commercial vehicle tax	9,191	4,463	12,198	(7,735)
Matching funds	6,244	6,731	-	6,731
Reimbursed expenditures	12,909	6,369	-	6,369
Payroll matching - Board of Public Utilities	2,591,845	2,642,334	-	2,642,334
Total Receipts	4,657,471	3,528,417	\$ 679,271	\$ 2,849,146
Expenditures Subject to Budget				
Insurance administrator	886,041	393,020	\$ 490,416	\$ (97,396)
Social security-payment to Federal	374,997	150,027	213,678	(63,651)
KPERS-payment to State	218,223	169,353	244,412	(75,059)
Worker's compensation-premium	52,277	84,409	65,475	18,934
Unemployment compensation-payment to State	10,827	9,677	3,352	6,325
Kansas Policemen's and Firemen's Retirement-payment to State	519,766	19,546	-	19,546
Reimbursement	-	-	250,000	(250,000)
Miscellaneous	35,674	22,624	7,500	15,124
Total Expenditures Subject to Budget	2,097,805	848,656	\$ 1,274,833	\$ (426,177)
Expenditures Not Subject to Budget:				
Reimbursements	2,591,845	2,642,348		
Total Expenditures	4,689,650	3,491,004		
Receipts Over (Under) Expenditures	(32,179)	37,413		
Creating a Public Safety-Employee Benefit Fund, January 1, 2017, splitting cash, see Schedule 2-5	-	(531,153)		
Unencumbered Cash, Beginning	1,037,195	1,005,016		
Unencumbered Cash, Ending	\$ 1,005,016	\$ 511,276		

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDEMPLOYEE BENEFITS (PUBLIC SAFETY) CONTRIBUTION FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		<u>2017</u>		<u>Variance -</u>
	<u>2016</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Receipts				
Ad valorem property tax	\$ -	\$ 835,905	\$ 1,186,580	\$ (350,675)
Delinquent tax	-	12,414	-	12,414
Motor vehicle tax	-	112,122	-	112,122
Recreational vehicle tax	-	1,791	-	1,791
MVL excise tax	-	814	-	814
16/20M vehicle tax	-	1,141	-	1,141
Commercial vehicle tax	-	4,955	-	4,955
Reimbursed expenditures	-	6,075	250,000	(243,925)
Total Receipts	-	975,217	\$ 1,436,580	\$ (461,363)
Expenditures Subject to Budget				
Insurance administrator	-	571,345	\$ 531,960	\$ 39,385
Social security-payment to Federal	-	231,696	237,202	(5,506)
KPERS-payment to State	-	33,729	-	33,729
Worker's compensation-premium	-	-	80,743	(80,743)
Unemployment compensation-payment to State	-	3,731	3,722	9
Kansas Policemen's and Firemen's Retirement-payment to State	-	497,022	582,953	(85,931)
Miscellaneous	-	12,410	-	12,410
Total Expenditures Subject to Budget	-	1,349,933	\$ 1,436,580	\$ (86,647)
Receipts Over (Under) Expenditures	-	(374,716)		
Creating a Public Safety-Employee Benefit Fund, January 1, 2017, splitting cash, see Schedule 2-4	-	531,153		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ 156,437		

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDFORFEITED PROPERTY FUND - POLICE DEPARTMENTSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2016 Actual</u>	<u>2017 Actual</u>
Receipts		
Forfeited property funds	\$ 5,804	\$ 4,687
Expenditures		
Drug enforcement	<u>13,168</u>	<u>1,750</u>
Receipts Over (Under) Expenditures	(7,364)	2,937
Unencumbered Cash, Beginning	<u>15,732</u>	<u>8,368</u>
Unencumbered Cash, Ending	<u>\$ 8,368</u>	<u>\$ 11,305</u>

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDINDUSTRIAL DEVELOPMENT FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	2016 Actual	2017		Variance - Over (Under)
		Actual	Budget	
Receipts				
Ad valorem property tax	\$ 29,479	\$ 29,052	\$ 30,031	\$ (979)
Delinquent tax	377	410	-	410
Motor vehicle tax	3,469	3,520	3,315	205
Recreational vehicle tax	54	56	51	5
MVL excise tax	11	26	5	21
16/20M truck tax	45	37	21	16
Commercial vehicle tax	163	153	198	(45)
Appropriation - McPherson County	34,421	35,128	35,000	128
Total Receipts	68,019	68,382	\$ 68,621	\$ (239)
Expenditures				
Contractual services	51,000	76,000	\$ 51,000	\$ 25,000
Travel expense	-	-	8,000	(8,000)
Industrial prospect development	-	-	20,000	(20,000)
Land purchases	-	-	379,333	(379,333)
Total Expenditures	51,000	76,000	\$ 458,333	\$ (382,333)
Receipts Over (Under) Expenditures	17,019	(7,618)		
Unencumbered Cash, Beginning	399,897	416,916		
Unencumbered Cash, Ending	\$ 416,916	\$ 409,298		

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDLIBRARY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	2016 Actual	2017		Variance - Over (Under)
		Actual	Budget	
Receipts				
Ad valorem property tax	\$ 613,047	\$ 624,336	\$ 646,278	\$ (21,942)
Delinquent collections	7,800	8,557	10,000	(1,443)
Motor vehicle tax	72,276	73,283	69,009	4,274
Recreational vehicle tax	1,126	1,171	1,056	115
MVL excise tax	241	543	67	476
16/20M truck tax	937	765	427	338
Commercial vehicle tax	3,403	3,186	4,121	(935)
Total Receipts	698,830	711,841	\$ 730,958	\$ (19,117)
Expenditures				
Transfer to - Library Board - Operating Budget	699,630	711,841	\$ 731,757	\$ (19,916)
Receipts Over (Under) Expenditures	(800)	-		
Unencumbered Cash, Beginning	800	-		
Unencumbered Cash, Ending	\$ -	\$ -		

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDLIBRARY EMPLOYEE BENEFITS FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		<u>2017</u>		
	<u>2016</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance - Over (Under)</u>
Receipts				
Ad valorem property tax	\$ 133,487	\$ 132,399	\$ 136,955	\$ (4,556)
Delinquent tax	1,713	1,849	1,108	741
Motor vehicle tax	15,808	15,944	15,025	919
Recreational vehicle tax	246	255	230	25
MVL excise tax	53	118	15	103
16/20M vehicle tax	209	166	93	73
Commercial vehicle tax	738	694	897	(203)
Total Receipts	<u>152,254</u>	<u>151,425</u>	<u>\$ 154,323</u>	<u>\$ (2,898)</u>
Expenditures				
Transfer to - Library Board - Employee Benefits	<u>152,309</u>	<u>151,425</u>	<u>\$ 154,373</u>	<u>\$ (2,948)</u>
Receipts Over (Under) Expenditures	(55)	-		
Unencumbered Cash, Beginning	<u>55</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUND

MCPHERSON LANDFILL IMPROVEMENT CORPORATION

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2016 Actual</u>	<u>2017 Actual</u>
Receipts		
Interest received	\$ 2	\$ 2
Expenditures		
Filing fees	<u>40</u>	<u>40</u>
Receipts Over (Under) Expenditures	(38)	(38)
Unencumbered Cash, Beginning	<u>2,329</u>	<u>2,291</u>
Unencumbered Cash, Ending	<u>\$ 2,291</u>	<u>\$ 2,253</u>

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDMCPHERSON LAND BANK FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	2016 Actual	2017		Variance - Over (Under)
		2017 Actual	Budget	
Receipts				
Sale of land	\$ 240,220	\$ 61,600	\$ 356,000	\$ (294,400)
Donations	-	-	50,000	(50,000)
Total Receipts	240,220	61,600	\$ 406,000	\$ (344,400)
Expenditures				
Contractual services	-	-	\$ 24,500	\$ (24,500)
Capital outlay	-	-	622,500	(622,500)
Total Expenditures	-	-	\$ 647,000	\$ (647,000)
Receipts Over (Under) Expenditures	240,220	61,600		
Unencumbered Cash, Beginning	100	240,320		
Unencumbered Cash, Ending	\$ 240,320	\$ 301,920		

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDMUNICIPAL BUILDING FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		<u>2017</u>		
	<u>2016</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance - Over (Under)</u>
Receipts				
Interest received	\$ 124	\$ 1,103	\$ 50	\$ 1,053
Reimbursed expenditures	24,388	21,420	24,000	(2,580)
Transfer from General Operating Fund	<u>95,000</u>	<u>75,000</u>	<u>90,000</u>	<u>(15,000)</u>
Total Receipts	<u>119,512</u>	<u>97,523</u>	<u>\$ 114,050</u>	<u>\$ (16,527)</u>
Expenditures				
Contractual services	69,195	56,137	\$ 66,200	\$ (10,063)
Commodities	39,550	36,178	30,000	6,178
Capital outlay	12,557	9,876	40,500	(30,624)
Maintenance reserve	<u>-</u>	<u>-</u>	<u>161,290</u>	<u>(161,290)</u>
Total Expenditures	<u>121,302</u>	<u>102,191</u>	<u>\$ 297,990</u>	<u>\$ (195,799)</u>
Receipts Over (Under) Expenditures	(1,790)	(4,668)		
Unencumbered Cash, Beginning	<u>241,071</u>	<u>239,281</u>		
Unencumbered Cash, Ending	<u>\$ 239,281</u>	<u>\$ 234,613</u>		

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDMUNICIPAL COURT FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2016</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
Receipts		
Fines	\$ 127,965	\$ 167,229
Court cost	41,982	66,976
Supreme Court fee	847	1,490
Police training fee	7,650	14,558
Police training assessment	17,436	30,752
Seat belt safety	-	1,899
Bonds	611	1,428
Parking violations	1,800	3,255
Fingerprint fees	9,475	7,431
Diversion fees	2,910	2,100
Reinstatement fees	3,007	3,863
Attorney fees	20,061	20,244
Miscellaneous	6,510	7,779
Total Receipts	<u>240,254</u>	<u>329,004</u>
Expenditures		
Payments to General Operating Fund	194,847	266,971
Payments to State of Kansas	27,716	51,873
Payments to Kansas Bureau of Investigation	-	800
Payments to McPherson County Sheriff	9,587	7,468
Bonds	6,494	10
Restitution	(2,848)	(2,595)
Transfer to Municipal Court ADSAP Fund	24	426
Total Expenditures	<u>235,820</u>	<u>324,953</u>
Receipts Over (Under) Expenditures	<u>4,434</u>	<u>4,051</u>
Unencumbered Cash, Beginning	<u>22,537</u>	<u>26,971</u>
Unencumbered Cash, Ending	<u>\$ 26,971</u>	<u>\$ 31,022</u>

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUND

MUNICIPAL COURT ADSAP FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2016 Actual</u>	<u>2017 Actual</u>
Receipts		
Transfer from Municipal Court Fund	\$ 24	\$ 426
Expenditures		
Assessments	<u>150</u>	<u>-</u>
Receipts Over (Under) Expenditures	(126)	426
Unencumbered Cash, Beginning	<u>23,632</u>	<u>23,506</u>
Unencumbered Cash, Ending	<u>\$ 23,506</u>	<u>\$ 23,932</u>

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDMUNICIPAL GOLF COURSE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2017</u>			<u>Variance - Over (Under)</u>
	<u>2016 Actual</u>	<u>Actual</u>	<u>Budget</u>	
Receipts				
Membership fees	\$ 127,256	\$ 115,861	\$ 136,000	\$ (20,139)
Ten play cards and golf team fees	10,100	14,680	14,000	680
Cart storage rental fees	47,815	41,645	48,500	(6,855)
Cart rental	46,511	62,520	60,000	2,520
Trail fees	4,419	3,795	5,500	(1,705)
Driving range revenue	11,006	14,630	12,650	1,980
Weekend green fees	44,832	49,769	70,000	(20,231)
Weekday green fees	53,049	66,440	68,000	(1,560)
Concessions	20,397	23,819	24,000	(181)
Beer sales	20,731	27,126	25,000	2,126
Gift cards	5,751	4,728	4,000	728
Pro shop sales	39,043	32,992	61,000	(28,008)
Reimbursed expenditures	7,567	143	1,000	(857)
Golf lessons	-	2,468	-	2,468
Miscellaneous	804	1,239	-	1,239
Transfer from General Operating Fund	55,000	30,000	25,000	5,000
Total Receipts	<u>494,281</u>	<u>491,855</u>	<u>\$ 554,650</u>	<u>\$ (62,795)</u>
Expenditures				
Personal services	228,735	242,088	\$ 277,116	\$ (35,028)
Contractual services	83,692	76,077	93,250	(17,173)
Commodities	128,128	117,599	143,100	(25,501)
Capital outlay	33,628	33,628	33,628	-
Sales tax	11,571	12,042	13,925	(1,883)
Travel expense	1,677	1,197	1,500	(303)
Credit card fees	5,545	6,241	6,500	(259)
Gift certificates redeemed	5,445	5,100	4,000	1,100
Miscellaneous	199	4,417	200	4,217
Refunds	735	2,352	-	2,352
Improvements	-	3,681	8,849	(5,168)
Total Expenditures	<u>499,355</u>	<u>504,422</u>	<u>\$ 582,068</u>	<u>\$ (77,646)</u>
Receipts Over (Under) Expenditures	(5,074)	(12,567)		
Unencumbered Cash, Beginning	<u>22,603</u>	<u>17,529</u>		
Unencumbered Cash, Ending	<u>\$ 17,529</u>	<u>\$ 4,962</u>		

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUND

OPERATION WARMTH FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2016 Actual</u>	<u>2017 Actual</u>
Receipts		
Donations	\$ 7,045	\$ 3,949
Expenditures		
Contractual services	<u>8,140</u>	<u>4,494</u>
Receipts Over (Under) Expenditures	(1,095)	(545)
Unencumbered Cash, Beginning	<u>3,331</u>	<u>2,236</u>
Unencumbered Cash, Ending	<u>\$ 2,236</u>	<u>\$ 1,691</u>

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDSPECIAL ALCOHOL PROGRAM FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		<u>2017</u>		
	<u>2016</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts				
Local alcoholic liquor tax	\$ 28,582	\$ 30,436	\$ 36,752	\$ (6,316)
Expenditures				
Personal services	5,109	3,053	\$ 7,000	\$ (3,947)
Contractual services	18,161	19,570	20,000	(430)
Commodities	6,545	-	-	-
Capital outlay	-	-	134,809	(134,809)
Travel expense	49	46	1,000	(954)
Drug enforcement	-	-	9,000	(9,000)
Total Expenditures	<u>29,864</u>	<u>22,669</u>	<u>\$ 171,809</u>	<u>\$ (149,140)</u>
Receipts Over (Under) Expenditures	(1,282)	7,767		
Unencumbered Cash, Beginning	<u>133,720</u>	<u>132,438</u>		
Unencumbered Cash, Ending	<u>\$ 132,438</u>	<u>\$ 140,205</u>		

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDSPECIAL PARK AND RECREATION FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		<u>2017</u>		
	<u>2016</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts				
Local alcoholic liquor tax	\$ 28,583	\$ 30,436	\$ 36,752	\$ (6,316)
Expenditures				
Contractual services	25,848	32,004	\$ 30,000	\$ 2,004
Capital outlay	23,990	16,828	104,273	(87,445)
Total Expenditures	49,838	48,832	\$ 134,273	\$ (85,441)
Receipts Over (Under) Expenditures	(21,255)	(18,396)		
Unencumbered Cash, Beginning	91,184	69,929		
Unencumbered Cash, Ending	\$ 69,929	\$ 51,533		

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDSWIMMING POOL MAINTENANCE AND OPERATION FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	2016 Actual	2017		Variance - Over (Under)
		Actual	Budget	
Receipts				
Swimming pool	\$ 99,240	\$ 125,211	\$ 100,000	\$ 25,211
Concessions	32,233	27,874	32,500	(4,626)
Reimbursed expenditures	1,554	-	-	-
Miscellaneous	1,784	924	-	924
Transfer from General Operating Fund	160,000	160,000	160,000	-
Total Receipts	<u>294,811</u>	<u>314,009</u>	<u>\$ 292,500</u>	<u>\$ 21,509</u>
Expenditures				
Contractual services	276,722	321,356	\$ 331,178	\$ (9,822)
Commodities	51,170	52,870	45,000	7,870
Capital outlay	-	1,799	-	1,799
Miscellaneous	866	2,261	1,000	1,261
Refunds	146	895	200	695
Sales tax	2,533	2,308	2,500	(192)
Travel expense	1,025	420	1,000	(580)
Pool maintenance	-	17,882	254,959	(237,077)
Total Expenditures	<u>332,462</u>	<u>399,791</u>	<u>\$ 635,837</u>	<u>\$ (236,046)</u>
Receipts Over (Under) Expenditures	(37,651)	(85,782)		
Unencumbered Cash, Beginning	<u>397,786</u>	<u>360,135</u>		
Unencumbered Cash, Ending	<u>\$ 360,135</u>	<u>\$ 274,353</u>		

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDSALES TAX REVENUE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		<u>2017</u>		
	<u>2016</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance - Over (Under)</u>
Receipts				
Local sales tax	\$ 1,562,289	\$ 1,561,887	\$ 1,700,000	\$ (138,113)
Interest income	755	11,361	-	11,361
Total Receipts	<u>1,563,044</u>	<u>1,573,248</u>	<u>\$ 1,700,000</u>	<u>\$ (126,752)</u>
Expenditures				
Transfer to:				
Capital Improv Fund-Wall Park tennis court	-	356,315	\$ 1,305,517	\$ (949,202)
Capital Improv Fund-Community bldg renov	-	270,742	1,500,000	(1,229,258)
Bond and Interest Fund	<u>822,738</u>	<u>824,537</u>	<u>824,538</u>	<u>(1)</u>
Total Expenditures	<u>822,738</u>	<u>1,451,594</u>	<u>\$ 3,630,055</u>	<u>\$ (2,178,461)</u>
Receipts Over (Under) Expenditures	740,306	121,654		
Unencumbered Cash, Beginning	<u>967,793</u>	<u>1,708,099</u>		
Unencumbered Cash, Ending	<u>\$ 1,708,099</u>	<u>\$ 1,829,753</u>		

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDTOURISM AND CONVENTION PROMOTION FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	2016 Actual	2017		Variance - Over (Under)
		Actual	Budget	
Receipts				
State of Kansas - guest tax	\$ 268,437	\$ 308,290	\$ 380,000	\$ (71,710)
Booth and registration fees	-	-	500	(500)
Reimbursed expenditures	918	8,387	3,750	4,637
Trolley revenue	4,539	5,197	5,250	(53)
Grants	7,500	-	70,000	(70,000)
Gifts	1,850	22	8,000	(7,978)
Miscellaneous	226	251	1,000	(749)
Total Receipts	283,470	322,147	\$ 468,500	\$ (146,353)
Expenditures				
Personal services	117,083	132,235	\$ 125,640	\$ 6,595
Contractual services	95,737	99,707	115,570	(15,863)
Commodities	64,790	46,129	67,500	(21,371)
Capital outlay	46,066	-	-	-
Refunds	-	-	100	(100)
Appropriation - guest tax	11,433	51,382	-	51,382
Travel expense	7,604	8,025	7,500	525
Capital outlay - trolley replacement	-	-	387,705	(387,705)
Marketing grant	34,518	23,275	35,000	(11,725)
Grant expenditures	7,500	-	70,000	(70,000)
Miscellaneous	61	196	450	(254)
Total Expenditures	384,792	360,949	\$ 809,465	\$ (448,516)
Receipts Over (Under) Expenditures	(101,322)	(38,802)		
Unencumbered Cash, Beginning	365,307	263,985		
Unencumbered Cash, Ending	\$ 263,985	\$ 225,183		

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDHEALTH SELF-INSURANCE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2016 Actual</u>	<u>2017 Actual</u>
Receipts		
Interest received	\$ 3,423	\$ 3,372
Miscellaneous	650	-
Reimbursement from various funds	2,409,267	2,799,630
Reimbursement	<u>30,387</u>	<u>23,826</u>
Total Receipts	<u>2,443,727</u>	<u>2,826,828</u>
Expenditures		
Cost of insurance	402,499	434,782
Claims paid	2,621,401	1,758,067
Administrative fees	118,226	93,786
Reimbursements	<u>35,978</u>	<u>5,009</u>
Total Expenditures	<u>3,178,104</u>	<u>2,291,644</u>
Receipts Over (Under) Expenditures	(734,377)	535,184
Unencumbered Cash, Beginning	<u>907,427</u>	<u>173,050</u>
Unencumbered Cash, Ending	<u>\$ 173,050</u>	<u>\$ 708,234</u>

CITY OF MCPHERSON, KANSAS

SPECIAL PURPOSE FUNDWORKER'S COMPENSATION SELF-INSURANCE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2016 Actual</u>	<u>2017 Actual</u>
Receipts		
Interest received	\$ 4,283	\$ 4,325
Reimbursement from various funds	<u>84,895</u>	<u>140,669</u>
Total Receipts	<u>89,178</u>	<u>144,994</u>
Expenditures		
Cost of insurance	262,349	153,025
Miscellaneous	<u>344</u>	<u>469</u>
Total Expenditures	<u>262,693</u>	<u>153,494</u>
Receipts Over (Under) Expenditures	(173,515)	(8,500)
Unencumbered Cash, Beginning	<u>677,214</u>	<u>503,699</u>
Unencumbered Cash, Ending	<u>\$ 503,699</u>	<u>\$ 495,199</u>

CITY OF MCPHERSON, KANSAS

BOND AND INTEREST FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		<u>2017</u>		
	<u>2016</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts				
Ad valorem property tax	\$ 835,053	\$ 750,403	\$ 776,796	\$ (26,393)
Delinquent tax	10,777	11,120	-	11,120
Motor vehicle tax	94,551	98,118	94,010	4,108
Recreational vehicle tax	1,346	998	581	417
MVL excise tax	316	712	91	621
16/20M vehicle tax	1,477	1,567	1,439	128
Commercial vehicle tax	4,241	4,335	5,614	(1,279)
Special assessments	351,751	310,534	350,000	(39,466)
Bond proceeds	-	2,406,497	-	2,406,497
Recreation commission reimbursement	56,713	56,113	56,114	(1)
Transfer from Wastewater System Maintenance and Operation Fund	195,902	199,331	199,331	-
Transfer from Consolidated Street and Highway Fund	254,315	259,100	259,100	-
Transfer from Sales Tax Revenue Fund	822,738	824,537	824,537	-
Transfer from General Operating Fund (CHS/NCRA Refinery)	87,500	87,500	87,500	-
Transfer from Capital Improvement Fund	78,417	-	-	-
Total Receipts	<u>2,795,097</u>	<u>5,010,865</u>	<u>\$ 2,655,113</u>	<u>\$ 2,355,752</u>
Expenditures Subject to Budget				
Bond principal	2,345,000	2,415,000	\$ 2,965,000	\$ (550,000)
Interest coupons	460,203	406,890	406,890	-
Commission and postage	-	-	300	(300)
Total Expenditures Subject to Budget	<u>2,805,203</u>	<u>2,821,890</u>	<u>\$ 3,372,190</u>	<u>\$ (550,300)</u>
Expenditures Not Subject to Budget:				
Bond proceeds	-	2,414,887		
Total Expenditures	<u>2,805,203</u>	<u>5,236,777</u>		
Receipts Over (Under) Expenditures	(10,106)	(225,912)		
Unencumbered Cash, Beginning	<u>808,846</u>	<u>798,740</u>		
Unencumbered Cash, Ending	<u>\$ 798,740</u>	<u>\$ 572,828</u>		

CITY OF MCPHERSON, KANSAS

CAPITAL PROJECTS FUND

CAPITAL IMPROVEMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	2016 Actual	2017 Actual
Receipts		
Ad valorem property tax	\$ 49,168	\$ 48,458
Delinquent tax	629	684
Motor vehicle tax	5,796	5,875
Recreational vehicle tax	90	94
MVL excise tax	19	44
16/20M truck tax	76	61
Commercial vehicle tax	272	255
Bond proceeds	-	329,091
Temporary note and KDHE loan proceeds	1,278,504	3,783,877
Interest received	1,638	7,536
Developer's share	12,661	648,470
Reimbursed expenditures	4,481	37,731
Community Development Block Grant	10,250	246,273
Transfer from General Operating Fund	-	100,000
Transfer from Sales Tax Revenue Fund	-	627,057
Transfer from Consolidated Street and Highway Fund	804,000	850,596
Total Receipts	2,167,584	6,686,102
Expenditures		
Capital Projects -		
Barnstormers West Field SSD #201	-	157,542
Barnstormers West Field paving and storm sewer improvements	-	284,308
Community building renovation	-	267,062
Front Porch/Welcome sign	1,900	1,884
Community dog park	8,123	-
Community building renovation	280	-
Calvary Street	1,935	298,073
Centennial Drive widening	326,244	172,360
Grimes-Loomis SSD #12A	196	31,047
West trunk line	6,742	-
Lift station #4	138,710	604,342
WWTP Road - Ave. A to WWTP	40,244	-
Ave. A reconstruction (Oak to RR)	473,788	-
Ave. A TA - sidewalk (phase I)	849,513	175,360
Ave. A TA - sidewalk (phase II)	53,464	269,547
Centennial SSD #092B	256,289	1,666,481
Barber St east alley	50,556	-
Fisher sewer extention SSD #002C	1,804	55,965
Mohawk interchange	300,000	200,000
Hartup/Grand community SSD #011A	-	15,664
CDBG grant of 2016	-	311,976
CDBG grant of 2018	-	35
CID Plaza East Place	-	58,523

CITY OF MCPHERSON, KANSAS

CAPITAL PROJECTS FUNDCAPITAL IMPROVEMENT FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2016 Actual</u>	<u>2017 Actual</u>
Expenditures (Cont.)		
Capital Projects (Cont.) -		
Tennis court improvements	\$ -	\$ 364,315
Premier subdivision SSD #202	-	15,697
Premier paving and storm sewer improvements	-	103,349
Transfer to Bond and Interest Fund	<u>78,417</u>	<u>-</u>
Total Expenditures	<u>2,588,205</u>	<u>5,053,530</u>
Receipts Over (Under) Expenditures	(420,621)	1,632,572
Unencumbered Cash, Beginning	<u>1,447,923</u>	<u>1,027,302</u>
Unencumbered Cash, Ending	<u>\$ 1,027,302</u>	<u>\$ 2,659,874</u>

CITY OF MCPHERSON, KANSAS

CAPITAL PROJECTS FUNDEQUIPMENT RESERVE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2016 Actual</u>	<u>2017 Actual</u>
Receipts		
Interest received	\$ 822	\$ 9,707
Reimbursed expenditures	38,999	27,000
Transfer from General Operating Fund	502,833	497,555
Transfer from Animal Shelter Fund	5,800	-
Transfer from Consolidated Street and Highway Fund	<u>118,273</u>	<u>120,000</u>
Total Receipts	<u>666,727</u>	<u>654,262</u>
Expenditures		
Capital outlay	428,661	174,226
Aerial platform truck lease	<u>108,462</u>	<u>108,462</u>
Total Expenditures	<u>537,123</u>	<u>282,688</u>
Receipts Over (Under) Expenditures	129,604	371,574
Unencumbered Cash, Beginning	<u>1,421,608</u>	<u>1,551,212</u>
Unencumbered Cash, Ending	<u>\$ 1,551,212</u>	<u>\$ 1,922,786</u>

CITY OF MCPHERSON, KANSAS

BUSINESS FUNDELECTRIC UTILITY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2016</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
Receipts		
User fees	\$ 53,198,913	\$ 55,830,012
Sales to interconnection	4,109,101	3,653,183
Interest received	130,295	255,785
Street lighting	242,045	249,316
Merchandising, jobbing and contract work	520,704	304,542
Refuse collection and sewer service fees	60,766	85,056
Penalties and late charge interest	83,591	97,991
Sales tax	556,019	778,981
Meter deposits	174,072	165,352
Proceeds from sale of equipment	28,775	354,530
Farm income	5,771	2,106
	<u>59,110,052</u>	<u>61,776,854</u>
Total Receipts		
Expenditures		
Purchased power	39,637,092	42,806,144
Fuel	1,076,493	699,695
Distribution and transmission	4,123,807	3,298,686
Production	3,496,177	2,407,357
Capital Outlay	1,283,858	2,415,198
Debt service	710,826	2,656,883
Administrative and general	1,446,409	2,315,267
Merchandising	413,189	170,802
Farm expenses	14,593	4,511
Meter deposits	153,013	133,712
Sales tax	550,633	799,709
Transfer to - General Operation Fund - In lieu of taxes	1,684,097	1,759,776
	<u>54,590,187</u>	<u>59,467,740</u>
Total Expenditures		
Receipts Over (Under) Expenditures	4,519,865	2,309,114
Unencumbered Cash, Beginning	30,575,200	35,095,065
Unencumbered Cash, Ending	<u>\$ 35,095,065</u>	<u>\$ 37,404,179</u>

CITY OF MCPHERSON, KANSAS

BUSINESS FUNDSEWER RECOVERY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		<u>2017</u>		
	<u>2016</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts				
Sewer recovery fee	\$ 10,650	\$ 47,909	\$ 30,000	\$ 17,909
Expenditures				
Permit refunds	-	550	\$ -	\$ 550
Capital outlay	2,967	10,580	489,987	(479,407)
Total Expenditures	2,967	11,130	\$ 489,987	\$ (478,857)
Receipts Over (Under) Expenditures	7,683	36,779		
Unencumbered Cash, Beginning	429,985	437,668		
Unencumbered Cash, Ending	\$ 437,668	\$ 474,447		

CITY OF MCPHERSON, KANSAS

BUSINESS FUNDSOLID WASTE COLLECTION FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		<u>2017</u>		
	<u>2016</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts				
User fees	\$ 951,845	\$ 976,238	\$ 970,000	\$ 6,238
Landfill closure fees	72,812	87,908	70,000	17,908
Total Receipts	<u>1,024,657</u>	<u>1,064,146</u>	<u>\$ 1,040,000</u>	<u>\$ 24,146</u>
Expenditures				
Contractual services	863,871	892,725	\$ 859,800	\$ 32,925
Landfill mitigation	-	-	1,595,513	(1,595,513)
Miscellaneous	3	3	600	(597)
Transfer to General Operation Fund	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Total Expenditures	<u>913,874</u>	<u>942,728</u>	<u>\$ 2,505,913</u>	<u>\$ (1,563,185)</u>
Receipts Over (Under) Expenditures	110,783	121,418		
Unencumbered Cash, Beginning	<u>1,402,314</u>	<u>1,513,097</u>		
Unencumbered Cash, Ending	<u>\$ 1,513,097</u>	<u>\$ 1,634,515</u>		

CITY OF MCPHERSON, KANSAS

BUSINESS FUNDSTORM WATER UTILITY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		<u>2017</u>		
	<u>2016</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts				
Storm water utility fees	\$ 140,334	\$ 848,354	\$ 1,007,832	\$ (159,478)
Note sale proceeds	-	754,600	-	754,600
Total Receipts	<u>140,334</u>	<u>1,602,954</u>	<u>\$ 1,007,832</u>	<u>\$ 595,122</u>
Expenditures				
Contractual services	-	540,765	\$ -	\$ 540,765
Commodities	-	1,248	-	1,248
Capital outlay	-	52,868	1,207,832	(1,154,964)
Travel expense	-	266	-	266
Total Expenditures	<u>-</u>	<u>595,147</u>	<u>\$ 1,207,832</u>	<u>\$ (612,685)</u>
Receipts Over (Under) Expenditures	140,334	1,007,807		
Unencumbered Cash, Beginning	<u>-</u>	<u>140,334</u>		
Unencumbered Cash, Ending	<u>\$ 140,334</u>	<u>\$ 1,148,141</u>		

CITY OF MCPHERSON, KANSAS

BUSINESS FUNDWASTEWATER SYSTEM MAINTENANCE AND OPERATION FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		<u>2017</u>		
	<u>2016</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts				
User fees	\$ 1,827,974	\$ 1,815,787	\$ 1,800,000	\$ 15,787
Sale of grain, equipment and supplies	34,377	56,632	50,000	6,632
Rent	820	844	2,000	(1,156)
Reimbursed expenditures	30,215	27,131	12,400	14,731
Miscellaneous	2,518	856	1,000	(144)
Total Receipts	<u>1,895,904</u>	<u>1,901,250</u>	<u>\$ 1,865,400</u>	<u>\$ 35,850</u>
Expenditures				
Personal services	278,577	290,145	\$ 303,372	\$ (13,227)
Contractual services	661,075	564,781	768,550	(203,769)
Commodities	93,601	103,980	128,600	(24,620)
Capital outlay	7,791	186,300	3,018,366	(2,832,066)
Travel expense	1,488	935	5,000	(4,065)
Miscellaneous	995	989	1,000	(11)
Appropriations:				
KDHE, RLF Main Street	23,154	361,575	376,000	(14,425)
KDHE, UV Project	75,551	75,551	75,551	-
Transfer to Bond and Interest Fund	195,902	199,331	199,331	-
Transfer to General Operating Fund	60,000	70,000	70,000	-
Total Expenditures	<u>1,398,134</u>	<u>1,853,587</u>	<u>\$ 4,945,770</u>	<u>\$ (3,092,183)</u>
Receipts Over (Under) Expenditures	497,770	47,663		
Unencumbered Cash, Beginning	<u>3,424,308</u>	<u>3,922,078</u>		
Unencumbered Cash, Ending	<u>\$ 3,922,078</u>	<u>\$ 3,969,741</u>		

CITY OF MCPHERSON, KANSAS

BUSINESS FUNDWASTEWATER SYSTEM SURPLUS FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		<u>2017</u>		
	<u>2016</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts				
Interest received	\$ 1,651	\$ 4,543	\$ 1,500	\$ 3,043
User fee	672,000	672,000	672,000	-
Total Receipts	<u>673,651</u>	<u>676,543</u>	<u>\$ 673,500</u>	<u>\$ 3,043</u>
Expenditures				
Appropriation:				
KDHE, WWT plant improvement	728,853	728,853	\$ 728,853	\$ -
Contingency for future loan payments	-	-	860,416	(860,416)
Total Expenditures	<u>728,853</u>	<u>728,853</u>	<u>\$ 1,589,269</u>	<u>\$ (860,416)</u>
Receipts Over (Under) Expenditures	(55,202)	(52,310)		
Unencumbered Cash, Beginning	<u>971,122</u>	<u>915,920</u>		
Unencumbered Cash, Ending	<u>\$ 915,920</u>	<u>\$ 863,610</u>		

CITY OF MCPHERSON, KANSAS

BUSINESS FUNDWATER UTILITY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2016 Actual</u>	<u>2017 Actual</u>
Receipts		
User fees	\$ 3,383,831	\$ 3,579,336
Interest received	33,463	69,146
Farm income	255,856	101,444
Merchandising, jobbing and contract work	137,492	295,148
Refuse collection and sewer service fees	12,241	15,006
Water protection fees	26,294	27,989
Sales tax	53,841	54,310
Proceeds from sale of equipment	-	10,851
Total Receipts	<u>3,903,018</u>	<u>4,153,230</u>
Expenditures		
Production	598,192	566,451
Distribution and transmission	1,016,782	990,517
Administrative and general	359,842	368,600
Capital outlay	308,751	583,595
Farm expenses	54,471	62,450
Merchandising	36,958	10,163
Debt service	1,284,767	1,275,123
Water protection fee	27,646	27,670
Sales tax	53,684	54,185
Transfer to General Operation Fund - In lieu of taxes	<u>50,690</u>	<u>53,258</u>
Total Expenditures	<u>3,791,783</u>	<u>3,992,012</u>
Receipts Over (Under) Expenditures	111,235	161,218
Unencumbered Cash, Beginning	<u>6,918,716</u>	<u>7,029,951</u>
Unencumbered Cash, Ending	<u>\$ 7,029,951</u>	<u>\$ 7,191,169</u>

CITY OF MCPHERSON, KANSAS

TRUST FUNDSALTHOUSE-BROADWAY CEMETERY TRUST FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2016</u>	<u>2017</u>
Receipts		
Interest received	\$ 120	\$ 237
Expenditures		
Contractual services	<u>2,500</u>	<u>2,800</u>
Receipts Over (Under) Expenditures	(2,380)	(2,563)
Unencumbered Cash, Beginning	<u>45,329</u>	<u>42,949</u>
Unencumbered Cash, Ending	<u>\$ 42,949</u>	<u>\$ 40,386</u>

CITY OF MCPHERSON, KANSAS

TRUST FUND

CEMETERY ENDOWMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2016</u>	<u>2017</u>
Receipts		
Sale of lots and spaces	\$ 7,837	\$ 7,603
Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	7,837	7,603
Unencumbered Cash, Beginning	<u>81,641</u>	<u>89,478</u>
Unencumbered Cash, Ending	<u>\$ 89,478</u>	<u>\$ 97,081</u>

CITY OF MCPHERSON, KANSAS

TRUST FUNDFIRE INSURANCE PROCEEDS FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2016</u>	<u>2017</u>
Receipts		
Insurance escrow	\$ 71,103	\$ -
Expenditures		
Reimburse escrow	<u>71,103</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

CITY OF MCPHERSON, KANSAS

TRUST FUNDPOLICE BENEFIT FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	<u>2016</u>	<u>2017</u>
Receipts		
Fundraisers	\$ 1,766	\$ 3,312
Interest received	29	32
Donations	<u>500</u>	<u>1,930</u>
Total Cash Receipts	<u>2,295</u>	<u>5,274</u>
Expenditures		
Gifts to injured/sick officers	321	225
Office supplies/miscellaneous	179	218
Memorials	250	100
Community event	-	1,106
Team building	718	125
Meals and food supplies	<u>2,361</u>	<u>4,792</u>
Total Expenditures	<u>3,829</u>	<u>6,566</u>
Receipts Over (Under) Expenditures	(1,534)	(1,292)
Unencumbered Cash, Beginning	<u>13,711</u>	<u>12,177</u>
Unencumbered Cash, Ending	<u>\$ 12,177</u>	<u>\$ 10,885</u>

CITY OF MCPHERSON, KANSAS

RELATED MUNICIPAL ENTITY

LIBRARY BOARD

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Capital Improvement	General	Operating Budget	Employee Benefits	Totals	
					2017	2016
Receipts:						
Interest received	\$ 448	\$ 20	\$ 395	\$ -	\$ 863	\$ 1,001
Fines and fees	-	12,867	-	-	12,867	13,646
Gifts	12,500	2,504	-	-	15,004	8,495
Sales	-	3,203	-	-	3,203	2,744
State of Kansas	-	-	3,964	-	3,964	4,139
South Central Kansas Library System	-	-	42,531	-	42,531	45,663
Reimbursements	-	3,412	-	-	3,412	2,403
Miscellaneous	-	419	-	-	419	353
MCCF	-	-	10,990	-	10,990	13,700
Transfers in -						
General	-	-	15,000	-	15,000	8,800
Operating Budget	71,000	-	-	-	71,000	69,900
Library Fund	-	-	711,841	151,425	863,266	851,939
Total Receipts	83,948	22,425	784,721	151,425	1,042,519	1,022,783
Expenditures:						
Personal services	-	-	481,251	-	481,251	463,495
Contractual services	12,294	375	135,241	141,891	289,801	273,749
Commodities	70,479	161	109,141	-	179,781	142,893
Capital outlay	-	-	1,947	-	1,947	1,183
Reimbursements	-	-	2,785	-	2,785	3,126
Miscellaneous and refunds	-	3,892	4,177	-	8,069	5,198
Grant disbursements/gift expense	-	950	-	-	950	5,988
Transfers out -						
Capital Improvement	-	-	71,000	-	71,000	-
Operating Budget	-	15,000	-	-	15,000	78,700
Total Expenditures	82,773	20,378	805,542	141,891	1,050,584	974,332
Receipts over (under) Expenditures	1,175	2,047	(20,821)	9,534	(8,065)	48,451
Unencumbered Cash, Beginning of Year	279,450	13,562	114,700	132,216	539,928	491,477
Unencumbered Cash, End of Year	\$ 280,625	\$ 15,609	\$ 93,879	\$ 141,750	\$ 531,863	\$ 539,928