

CITY OF NEODESHA, KANSAS

Independent Auditors' Report and
Financial Statement with
Supplementary Information

For the Year Ended December 31, 2016

CITY OF NEODESHA, KANSAS

December 31, 2016

TABLE OF CONTENTS

	<u>PAGE NUMBER</u>
Independent Auditors' Report	1-3
<u>Statement 1</u>	
Summary Statement of Receipts, Expenditures, and Unencumbered Cash – Regulatory Basis.....	4-5
Notes to Financial Statement	6-16
SUPPLEMENTARY INFORMATION	
<u>Schedule 1</u>	
Summary of Expenditures – Actual and Budget Regulatory Basis - (Budgeted Funds Only)	17
<u>Schedule 2</u>	
Schedule of Receipts and Expenditures – Actual and Budget – Regulatory Basis (with Comparative Actual Totals for the Prior Year)	
General Fund	18-20
Industrial Development Fund.....	21
Library Fund	22
Airport Fund	23
Tort Liability Fund	24
Employee Benefits Fund	25
Special Highway Fund	26
Special Parks and Recreation Fund	27
911 Emergency Equipment Fund	28
Civil Center Fund	29
CDBG Economic Development Grant Fund	30
KDOT Airport Grant Fund.....	31
Wilson Medical Center Bond Payment Fund	32
Swimming Pool Bond and Interest Fund	33
Raw Water Project Fund.....	34
W Granby Business Park Fund	35
Electric Utility Fund	36
Electric Utility Reserve Fund	37
Gas Utility Fund	38
Gas Utility Reserve Fund.....	39

TABLE OF CONTENTS
(Continued)

	<u>PAGE</u> <u>NUMBER</u>
<u>Schedule 2</u> (Continued)	
Schedule of Receipts and Expenditures – Actual and Budget – Regulatory Basis (with Comparative Actual Totals for the Prior Year)	
Water Utility Fund	40
Water Utility Reserve Fund	41
Water Utility Bond and Interest Fund	42
Sewer Utility Fund	43
Sewer Utility Reserve Fund	44
Solid Waste Utility Fund	45
Solid Waste Utility Reserve Fund	46
Storm Water Utility Fund	47
Storm Water Utility Reserve Fund	48
 <u>Schedule 3</u>	
Schedule of Cash Receipts and Cash Disbursements- Agency Funds – Regulatory Basis.....	49

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

Honorable Mayor and City Commission
City of Neodesha, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Neodesha, Kansas, as of and for the year ended December 31, 2016 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.

Auditors' 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 City'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 Neodesha 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.

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 Neodesha as of December 31, 2016, 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 Neodesha as of December 31, 2016, 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

Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the 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 disbursements-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the 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 basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the 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 basic financial statement or to the 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 basic financial statement as a whole, on the basis of accounting described in Note 1.

The 2015 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and was not a required part of the 2015 basic financial statement upon which we rendered an unmodified opinion on the regulatory basis of accounting dated May 13, 2016. The 2015 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://admin.ks.gov/offices/chief-financial-officer/municipal-services>. Such 2015 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 2015 basic financial statement. The 2015 comparative information was subjected to the auditing procedures applied in the audit of the 2015 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 2015 basic financial statement or to the 2015 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 2015 comparative information is fairly stated in all material respects in relation to the 2015 basic financial statement as a whole, on the basis of accounting described in Note 1.

Jarred, Gilmore & Phillips, PA

JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

June 16, 2017
Chanute, Kansas

CITY OF NEODESHA, KANSAS
 Summary Statement of Receipts, Expenditures, and Unencumbered Cash
 For the Year Ended December 31, 2016

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Cash Balance December 31, 2016
General	\$ 1,199.59	\$ 2,672,494.64	\$ 2,671,698.24	\$ 1,995.99	\$ 36,630.19	\$ 38,626.18
Special Purpose Funds:						
Industrial Development	29,294.20	25,034.55	6,921.75	47,407.00	130.00	47,537.00
Library	7,341.74	87,614.66	86,083.08	8,873.32	-	8,873.32
Airport	9,858.61	-	9,858.61	-	-	-
Tort Liability	43,815.75	-	-	43,815.75	-	43,815.75
Employee Benefits	144,988.49	472,218.57	419,002.79	198,204.27	-	198,204.27
Special Highway	47,264.05	63,095.09	-	110,359.14	-	110,359.14
Special Parks and Recreation	39,101.83	4,758.07	-	43,859.90	-	43,859.90
CDBG Economic Development Grant	50.00	33,677.47	33,727.47	-	-	-
KDOT Airport Grant	-	-	12,400.00	(12,400.00)	-	(12,400.00)
Bond and Interest Funds:						
Wilson Medical Center Bond Payment	465.50	77,065.00	77,065.00	465.50	-	465.50
Swimming Pool Bond and Interest	361,891.35	249,091.28	216,765.00	394,217.63	-	394,217.63
Capital Projects Fund:						
Raw Water Project	290,924.58	500,000.00	225,297.59	565,626.99	-	565,626.99
W Grandby Business Park	2,575.98	-	-	2,575.98	-	2,575.98
Business Funds:						
Electric Utility	6,656.73	3,623,732.78	3,613,540.00	16,849.51	145,940.02	162,789.53
Electric Utility Reserve	6,455.00	56,500.00	60,000.00	2,955.00	-	2,955.00
Gas Utility	969.99	1,044,245.44	1,010,270.79	34,944.64	(762.33)	34,182.31
Gas Utility Reserve	12,363.73	-	12,000.00	363.73	-	363.73
Water Utility	10,584.25	643,549.16	627,516.67	26,616.74	18,875.76	45,492.50
Water Utility Reserve	9,424.00	-	6,500.00	2,924.00	-	2,924.00
Water Utility Bond and Interest	3,948.57	110,000.00	102,110.00	11,838.57	-	11,838.57
Sewer Utility	46,824.15	376,100.98	403,593.87	19,331.26	9,057.59	28,388.85
Sewer Utility Reserve	2,326.00	-	1,000.00	1,326.00	-	1,326.00
Solid Waste Utility	22,028.60	212,827.90	188,690.38	46,166.12	2,316.05	48,482.17
Solid Waste Utility Reserve	5,759.00	-	-	5,759.00	-	5,759.00
Storm Water Utility	61,422.78	31,071.38	60,000.00	32,494.16	-	32,494.16
Storm Water Utility Reserve	891.00	-	-	891.00	-	891.00
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 1,168,425.47</u>	<u>\$ 10,283,076.97</u>	<u>\$ 9,844,041.24</u>	<u>\$ 1,607,461.20</u>	<u>\$ 212,187.28</u>	<u>\$ 1,819,648.48</u>

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

Statement 1 (Continued)

CITY OF NEODESHA, KANSAS

Summary Statement of Receipts, Expenditures, and Unencumbered Cash
 Regulatory Basis
 For the Year Ended December 31, 2016

Total Cash to be accounted for:	\$	1,819,648.48
<hr/>		
Composition of Cash:		
Cash on Hand	\$	511.08
Checking and Savings Accounts		
First Neodesha Bank		
Petty Cash		186.64
Flexi-Vest Account		568,823.92
Operating Checking Account		38,275.87
Fire Insurance Proceeds Account		0.89
Raw Water Project Bond Account		565,626.99
Employee Benefits Account		198,204.27
Certificates of Deposit		
First Federal Savings & Loan Bank		100,804.55
First Neodesha Bank		200,000.00
Community National Bank		200,000.00
Total Cash		<u>1,872,434.21</u>
Less: Agency Funds Per Schedule 3		<u>(52,785.73)</u>
Total Reporting Entity (Excluding Agency Funds)	\$	<u>1,819,648.48</u>

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

CITY OF NEODESHA, KANSAS

Notes to Financial Statement
For the Year Ended December 31, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statement and schedules of the City of Neodesha, Kansas, have been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Governmental Accounting Standards Board is the principal standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies follow. Note 1 describes how the City's accounting policies differ from accounting principles generally accepted in the United States of America.

Financial Reporting Entity

The City of Neodesha, Kansas, is a municipal corporation governed by an elected three-member commission. This financial statement presents the City of Neodesha.

Related Municipal Entities: A related municipal entity is determined by the following criteria. Whether the City exercises oversight responsibility on financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters, scope of the public service, and significant operational or financial relationships with the City. Related municipal entities are not required to be included in the City's audit by the Kansas Municipal Audit and Accounting Guide (KMAAG). Based upon the application of this criterion, the following is a brief review of potential related municipal entities:

Neodesha Public Library

The City of Neodesha Library Board operates the City's public library. Acquisition or disposition of real property or bond issuances must be approved by the City. Separate financial statements are not prepared.

The Housing Authority of the City of Neodesha, Kansas

The Housing Authority of the City of Neodesha, Kansas operates the City's housing projects with a March 31st year end. The Housing Authority can sue and be sued, and can buy, sell, or lease real property. Bond ordinances must be approved by the City. The Housing Authority's financial statements should be included with the City's financial statements. However, the statements are omitted in an apparent departure from generally accepted accounting principles. A copy of the financial statements can be obtained from the Housing Authority.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Regulatory Basis Fund Types

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities of the City of Neodesha, Kansas, for the year of 2016:

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 revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

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.

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.

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.).

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

Basis of Presentation – Regulatory Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The (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 municipality has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the regulatory basis of accounting.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pension Plan

Substantially all full-time City employees are members of the State of Kansas Public Employees Retirement System, or the State of Kansas Police and Fire Retirement System, both of which are a multi-employer state-wide pension plan. The City's policy is to fund all pension costs accrued. Such costs to be funded are actuarially determined annually by the State of Kansas.

Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year. Consequently, for the revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31 such taxes are a lien on the property.

Reimbursed Expenses

K.S.A. 79-2934 provides that reimbursed expenditures, in excess of those budgeted, should be recorded as reductions in expenditures rather than as revenues. In the financial statement and budget comparison schedules presented in this report, reimbursements and refunds are recorded as revenues. The reimbursements are recorded as cash receipts when received by the City Treasurer and are often difficult to identify the exact expenditure which they are reimbursing. In funds showing expenditures in excess of the original adopted budget, reimbursements are added to the adopted budget as budget credits for comparison with the actual expenditures.

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 timetable in the adoption of the legal annual operating budget:

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue 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. During the year ended December 31, 2016, the City amended the General Fund, Electric Utility Fund, Sewer Utility Fund, and Storm Water Utility Fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgetary Information (Continued)

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 the individual funds. Budget comparison schedules 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, revenues 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 projects funds, trust funds, and the following special purpose funds:

- Employee Benefits Fund
- Civic Center Fund
- CDBG Economic Development Grant Fund

Spending in funds which are not subject to the legal annual operating budget requirement is 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

Statement 1 and Schedule 1 have been prepared in order to show compliance with the cash basis and budget laws of Kansas. As shown in Statement 1, the City was in apparent violation with K.S.A. 10-1113, as the City has obligated expenditures in excess of available monies in the KDOT Airport Grant Fund, however, K.S.A 10-1,116 provides that under certain situations, the fund can end the year with a negative unencumbered cash balance and therefore, exempt from the cash basis laws of Kansas. The above listed fund met the criteria under the statutes and therefore, is not deemed to be in violation of the Kansas cash basis laws. As shown in Schedule 1, the City was in violation of K.S.A. 79-2934, as the City has obligated expenditures in excess of budget authority in the Library Fund.

During the year ended December 31, 2016, the City was in apparent violation of K.S.A. 12-1608 as the City did not publish quarterly financial statements in 2016.

3. DEPOSITS AND INVESTMENTS

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 branch 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 return 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 no investment policy that would further limit its investment choices. The rating of the City's investments is noted above.

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 at December 31, 2016.

Deposits: At year-end, the City's carrying amount of deposits was \$1,871,923.13 and the bank balance was \$2,141,625.40. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$800,804.55 was covered by FDIC insurance and \$1,340,820.85 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

4. INDUSTRIAL REVENUE BONDS

The City has entered into various agreements to induce businesses to locate or expand operations in Neodesha, Kansas. In connection therewith, the City has issued industrial revenue bonds (IRB's), which require the businesses to make lease payments to trust accounts sufficient to pay debt service on the IRB's. The City is under no obligation to pay the IRB debt, which is to be paid from the lease payments made by the related businesses. At December 31, 2016, there was one industrial revenue bond issue with principal balances due totaling \$1,111,267.73.

5. OPERATING LEASES

The City has entered into several operating leases for various equipment. Rent expense for the year ended December 31, 2016, was \$17,682.14. Under the current lease agreement, the future minimum rental payments are as follows:

2017	\$ 10,773.12
2018	9,419.40
2019	6,712.40

6. CAPITAL LEASES

The City has entered into a capital lease agreement dated April 30, 2013, to finance the purchase of a 1972 Westinghouse 10,000 KVA transformer at a cost of \$220,950.00. The City agreed to make annual payments of interest and annual payments of principal, including imputed interest at 2.11%.

2017	\$ 46,502.70
Total Net Minimum Lease Payments	46,502.70
Less: Imputed Interest	<u>(966.14)</u>
Net Present Value	45,536.56
Less: Current Maturities	<u>(45,536.56)</u>
Long-Term Capital Lease Obligations	<u>\$ 0.00</u>

The City has entered into a capital lease agreement dated April 29, 2014, to finance the purchase of a 2013 Ford Ambulance at a cost of \$208,829.00. The City agreed to make annual payments of interest and annual payments of principal, including imputed interest at 2.14%.

2017	\$ 44,372.11
2018	44,372.11
2019	<u>44,372.11</u>
Total Net Minimum Lease Payments	133,116.33
Less: Imputed Interest	<u>(5,510.35)</u>
Net Present Value	127,605.98
Less: Current Maturities	<u>(41,641.34)</u>
Long-Term Capital Lease Obligations	<u>\$ 85,964.64</u>

The City has entered into a capital lease agreement dated December 03, 2014, to finance the purchase of a 2015 Electric Utility Truck at a cost of \$169,356.00. The City agreed to make annual payments of interest and annual payments of principal, including imputed interest at 2.14%.

2017	\$ 35,512.42
2018	35,512.42
2017	<u>35,512.42</u>
Total Net Minimum Lease Payments	106,537.26
Less: Imputed Interest	<u>(4,402.23)</u>
Net Present Value	102,135.03
Less: Current Maturities	<u>(33,326.73)</u>
Long-Term Capital Lease Obligations	<u>\$ 68,808.30</u>

7. LONG-TERM DEBT

Changes in long-term debt for the City for the year ended December 31, 2016, were as follows

Issue	Interest Rates	Date of Issue	Original Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Paid with Utility Revenues									
General Improvement									
Bonds, Series 2008 - A	3.00% to 4.35%	September 2, 2008	\$ 870,000.00	October 1, 2023	\$ 525,000.00	\$ -	\$ 55,000.00	\$ 470,000.00	\$ 22,065.00
Bonds, Series 2009 - A	1.70% to 5.10%	September 17, 2009	1,700,000.00	October 1, 2019	755,000.00	-	180,000.00	575,000.00	36,765.00
Bonds, Series 2012 Refunding	.60% to 1.40%	November 15, 2012	465,000.00	October 1, 2017	165,000.00	-	100,000.00	65,000.00	2,110.00
Kansas Revolving Loan									
Water 1684-01	2.57%	September 23, 2005	300,448.74	March 1, 2027	34,547.44	-	34,547.44	-	636.11
Temporary Notes									
2015A - Water Improvements	1.20%	July 30, 2015	1,000,000.00	July 30, 2017	1,000,000.00	-	-	1,000,000.00	12,000.00
2016A - Water Improvements	0.96%	November 10, 2016	500,000.00	November 1, 2017	-	500,000.00	-	500,000.00	-
Capital Lease									
Transformer	2.11%	April 30, 2013	220,950.00	October 15, 2017	90,137.36	-	44,600.80	45,536.56	1,901.90
CIC Software	2.07%	October 23, 2013	44,910.00	April 15, 2016	15,115.04	-	15,115.04	-	311.83
2013 Ford Ambulance	2.14%	April 29, 2014	208,829.00	March 15, 2019	168,374.87	-	40,768.89	127,605.98	3,603.22
2015 Electric Utility Truck	2.14%	December 3, 2014	169,356.00	March 15, 2019	134,755.78	-	32,620.75	102,135.03	2,891.67
Total Contractual Indebtedness					\$ 2,887,930.49	\$ 500,000.00	\$ 502,652.92	\$ 2,885,277.57	\$ 82,284.73

7. LONG-TERM DEBT (Continued)

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

Issue	2017	2018	2019	2020	2021	2022-2023	Total
Principal							
General Obligation Bonds							
Paid with Tax Levies							
General Improvement							
Bonds, Series 2008 - A	\$ 60,000.00	\$ 60,000.00	\$ 65,000.00	\$ 65,000.00	\$ 70,000.00	\$ 150,000.00	\$ 470,000.00
Bonds, Series 2009 - A	185,000.00	190,000.00	200,000.00	-	-	-	575,000.00
Bonds, Series 2012 Refunding	65,000.00	-	-	-	-	-	65,000.00
Temporary Notes							
2015A - Water Improvements	1,000,000.00	-	-	-	-	-	1,000,000.00
2016A - Water Improvements	500,000.00	-	-	-	-	-	500,000.00
Capital Lease							
Transformers	45,536.56	-	-	-	-	-	45,536.56
2013 Ford Ambulance	41,641.34	42,532.47	43,432.17	-	-	-	127,605.98
2015 Electric Utility Truck	33,326.73	34,039.92	34,768.38	-	-	-	102,135.03
Total Principal Payments	1,930,504.63	326,572.39	343,200.55	65,000.00	70,000.00	150,000.00	2,885,277.57
Interest							
General Obligation Bonds							
Paid with Tax Levies							
General Improvement							
Bonds, Series 2008 - A	20,085.00	17,835.00	15,225.00	12,397.50	9,570.00	9,787.50	84,900.00
Bonds, Series 2009 - A	28,395.00	19,700.00	10,200.00	-	-	-	58,295.00
Bonds, Series 2012 Refunding	910.00	-	-	-	-	-	910.00
Temporary Notes							
2015A - Water Improvements	7,000.00	-	-	-	-	-	7,000.00
2016A - Water Improvements	4,680.00	-	-	-	-	-	4,680.00
Capital Lease							
Transformer	966.14	-	-	-	-	-	966.14
2013 Ford Ambulance	2,730.77	1,839.64	939.94	-	-	-	5,510.35
2015 Electric Utility Truck	2,185.69	1,472.50	744.04	-	-	-	4,402.23
Total Interest Payments	66,952.60	40,847.14	27,108.98	12,397.50	9,570.00	9,787.50	166,663.72
Total Principal and Interest	\$ 1,997,457.23	\$ 367,419.53	\$ 370,309.53	\$ 77,397.50	\$ 79,570.00	\$ 159,787.50	\$ 3,051,941.29

8. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan description. The City participates in the Kansas Public Employees Retirement System (KPERS), 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 issues a publically 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, 2016. 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. 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 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 through March 31, 2016 with a 0% moratorium until June 30, 2017 for the Death and Disability Program) and the statutory contribution rate was 9.18% for the fiscal year ended December 31, 2016. Contributions to the pension plan from the City were \$182,590.13 for the year ended December 31, 2016.

Net Pension Liability

At December 31, 2016, The City's proportionate share of the collective net pension liability reported by KPERS was \$1,688,119.00. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2015, which was rolled forward to June 30, 2016. The City's proportion of the net pension liability was based on the ratio of the City'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 these financial statements.

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.

9. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Compensated Absences:

Regular employees earn and accumulate vacation leave as follows:

After 1 full year of employment	- 10 Days
After 5 full years of employment	- 12 Days
After 10 full years of employment	- 15 Days
After 15 full years of employment	- 20 Days
After 20 full years of employment	- 25 Days
After 25 full years of employment	- 30 Days

Vacation is not earned for partial years worked. Vacation days may be carried over at the discretion of the City Administrator if not used during the year earned.

Regular employees earn and accumulate sick leave from the beginning of employment at the rate of one day per month worked. Sick leave may be accumulated to a maximum without limit. Any unused sick leave at date of termination is lost. Employees employed prior to October 1985 will be paid for their unused sick leave upon retirement from the City only.

The City accrues a liability for compensated absences which meet the following criteria:

1. The City's obligation relating to employees' rights to receive compensation for future absences is attributable to employees' services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of the compensation is probable.
4. The amount can be reasonably estimated and, is material.

In accordance with the above criteria, the City has estimated a liability for annual leave which has been earned, but not taken, by City employees. The estimated liability for accrued annual leave at December 31, 2016, was \$65,587.69. The City has not estimated a liability for sick leave earned, but not taken, by City employees, as the amounts cannot be reasonably estimated.

Other Post Employment Benefits:

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and 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 the City under this program.

10. CAPITAL PROJECTS

The following is a summary of capital project authorizations and expenditures to date:

<u>PROJECT NAME</u>	<u>AUTHORIZED</u>	<u>EXPENDED THRU 12/31/16</u>	<u>ESTIMATED COMPLETION</u>
Raw Water Treatment Plant	\$ 3,000,000.00	\$ 1,417,333.22	2017

11. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees health and life; and natural disasters. The City manages these risks of loss through the purchase of various insurance policies.

12. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From Fund:</u>	<u>To Fund:</u>	<u>Statutory Authority</u>	<u>Amount</u>
Electric Utility	General	K.S.A. 12-825d	\$ 425,000.00
Electric Utility	Electric Utility Reserve	K.S.A. 12-825d	56,500.00
Electric Utility Reserves	Electric	K.S.A. 12-825d	60,000.00
Sewer Utility	General	K.S.A. 12-825d	200,000.00
Sewer Utility Reserves	Sewer	K.S.A. 12-825d	1,000.00
Gas Utility	Water Utility Bond and Interest	K.S.A. 12-825d	40,000.00
Gas Utility	General	K.S.A. 12-825d	5,000.00
Gas Utility Reserves	Gas	K.S.A. 12-825d	12,000.00
Water Utility	Water Utility Bond and Interest	K.S.A. 12-825d	70,000.00
Water Utility	General	K.S.A. 12-825d	20,000.00
Water Utility Reserves	Water	K.S.A. 12-825d	6,500.00
Storm Water Utility	General	K.S.A. 12-825d	50,000.00

Residual transfers were as follows:

<u>From Fund:</u>	<u>To Fund:</u>	<u>Statutory Authority</u>	<u>Amount</u>
Airport	General	K.S.A. 12-825d	\$ 9,858.61

13. SUBSEQUENT EVENTS

The City evaluated events and transactions occurring subsequent year end, and there were no subsequent events requiring recognition in the financial statement. Additionally, there were no nonrecognized subsequent events requiring disclosure.

SUPPLEMENTARY INFORMATION

CITY OF NEODESHA, KANSAS
 Summary of Expenditures - Actual and Budget
 Regulatory Basis
 (Budgeted Funds Only)
 For the Year Ended December 31, 2016

Funds	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Charged to Current Year Budget	Variance - Over (Under)
General	\$ 2,740,102.00	\$ 11,478.00	\$ 2,751,580.00	\$ 2,671,698.24	\$ (79,881.76)
Special Purpose Funds:					
Industrial Development	30,000.00	-	30,000.00	6,921.75	(23,078.25)
Library	83,750.00	-	83,750.00	86,083.08	2,333.08
Airport	10,309.00	-	10,309.00	9,858.61	(450.39)
Tort	43,816.00	-	43,816.00	-	(43,816.00)
Special Highway	80,970.00	-	80,970.00	-	(80,970.00)
Special Parks and Recreation	41,679.00	-	41,679.00	-	(41,679.00)
911 Emergency Equipment	10,758.00	-	10,758.00	-	(10,758.00)
Bond and Interest Funds:					
Wilson Medical Center Bond Payment	93,563.00	-	93,563.00	77,065.00	(16,498.00)
Swimming Pool Bond and Interest	280,000.00	-	280,000.00	216,765.00	(63,235.00)
Business Funds:					
Electric Utility	4,063,516.00	-	4,063,516.00	3,613,540.00	(449,976.00)
Gas Utility	2,535,000.00	-	2,535,000.00	1,010,270.79	(1,524,729.21)
Water Utility	737,000.00	-	737,000.00	627,516.67	(109,483.33)
Water Utility Bond and Interest	133,056.00	-	133,056.00	102,110.00	(30,946.00)
Sewer Utility	415,184.00	-	415,184.00	403,593.87	(11,590.13)
Solid Waste Utility	210,000.00	-	210,000.00	188,690.38	(21,309.62)
Storm Water Utility	60,000.00	-	60,000.00	60,000.00	-

**CITY OF NEODESHA, KANSAS
GENERAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ 375,345.41	\$ 420,454.74	\$ 433,685.00	\$ (13,230.26)
Delinquent Tax	28,146.64	35,218.05	29,538.00	5,680.05
Motor Vehicle Tax	57,569.55	73,490.38	60,128.00	13,362.38
Recreational Vehicle Tax	838.68	1,078.55	845.00	233.55
16/20M Vehicle Tax	-	-	284.00	(284.00)
Commercial Vehicle Tax	-	793.58	-	793.58
Sales Tax	265,532.73	237,552.96	240,500.00	(2,947.04)
911 Tax	-	11,943.60	12,000.00	(56.40)
Sales Tax-Wilson Co. Hospital	264,227.44	237,098.58	240,000.00	(2,901.42)
Weeds & Demolition Tax	2,598.91	6,526.10	6,500.00	26.10
Local Alcoholic Liquor Tax	5,857.13	4,758.10	6,249.00	(1,490.90)
In Lieu of Taxes	1,226.76	-	-	-
Ambulance Tax Levy	122,800.08	112,800.00	115,000.00	(2,200.00)
Intergovernmental				
Federal Grants - Click Step	267.07	-	-	-
State Grants - KDOT	160,724.82	6,930.00	-	6,930.00
Fines, Forfeitures, and Penalties	30,991.59	22,047.55	25,000.00	(2,952.45)
Charges for Services				
Ambulance Fees	228,831.45	221,386.84	212,000.00	9,386.84
Fire Department Fees	-	29,527.67	20,000.00	9,527.67
Cemetery Fees	4,250.00	7,881.00	7,500.00	381.00
Utility Transfer Fees	2,275.00	2,160.00	2,000.00	160.00
Swimming Pool	46,004.47	35,047.95	35,000.00	47.95
Licenses and Permits				
Dog Tags	93.00	61.00	60.00	1.00
Franchises & Licenses	27,360.08	25,326.73	25,000.00	326.73
Use of Money and Property				
Interest Income	3,371.87	1,104.34	1,200.00	(95.66)
Oil Royalties	6,432.93	6,650.37	6,500.00	150.37
Rental Income	17,372.00	27,172.00	27,770.00	(598.00)
Sale of Property	(3,500.00)	34,335.00	34,000.00	335.00
Other Receipts				
Miscellaneous	23,926.28	46,742.94	37,000.00	9,742.94
Reimbursed Expense	52,215.21	354,548.00	300,000.00	54,548.00
Operating Transfers from:				
Electric Utility Fund	600,000.00	425,000.00	650,000.00	(225,000.00)
Water Utility Fund	-	20,000.00	-	20,000.00
Sewer Utility Fund	120,000.00	200,000.00	200,000.00	-
Gas Utility Fund	25,000.00	5,000.00	-	5,000.00
Storm Water Utility Fund	-	50,000.00	50,000.00	-
Solid Waste Utility	45,000.00	-	-	-
Residual Transfers from:				
Airport Fund	-	9,858.61	10,500.00	(641.39)
Civic Center Fund	2,680.00	-	2,680.00	(2,680.00)
Total Receipts	2,517,439.10	2,672,494.64	\$ 2,790,939.00	\$ (118,444.36)

CITY OF NEODESHA, KANSAS
GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures				
General Administration				
Personal Services	\$ 1,605.62	\$ 31,963.49	\$ 52,200.00	\$ (20,236.51)
Contractual Services	31,274.09	24,537.49	14,500.00	10,037.49
Commodities	48,211.61	5,381.26	25,300.00	(19,918.74)
Capital Outlay	19,270.00	15,631.80	-	15,631.80
Debt Service	-	300.00	15,429.00	(15,129.00)
Police				
Personal Services	486,374.88	489,262.38	495,000.00	(5,737.62)
Contractual Services	23,897.10	18,808.01	7,500.00	11,308.01
Commodities	28,289.39	26,840.55	47,500.00	(20,659.45)
Capital Outlay	50,490.00	56,443.89	50,000.00	6,443.89
Swimming Pool				
Personal Services	62,636.97	62,259.94	59,000.00	3,259.94
Contractual Services	3,585.21	4,003.53	6,000.00	(1,996.47)
Commodities	25,852.33	23,050.39	25,000.00	(1,949.61)
Capital Outlay	21,440.00	-	-	-
Fire				
Personal Services	224,699.07	230,846.88	225,000.00	5,846.88
Contractual Services	31,214.78	31,281.84	5,000.00	26,281.84
Commodities	15,831.16	9,648.98	45,000.00	(35,351.02)
Capital Outlay	9,470.64	5,105.05	25,000.00	(19,894.95)
Street				
Personal Services	211,631.57	225,449.19	258,000.00	(32,550.81)
Contractual Services	30,248.13	22,754.66	5,000.00	17,754.66
Commodities	43,863.49	48,150.43	54,500.00	(6,349.57)
Capital Outlay	1,755.00	7,502.91	7,500.00	2.91
Airport				
Contractual Services	-	3,095.92	6,000.00	(2,904.08)
Commodities	3,886.59	6,937.16	5,300.00	1,637.16
Capital Outlay	144,692.13	8,642.22	-	8,642.22
Ambulance				
Personal Services	352,944.50	348,193.65	350,000.00	(1,806.35)
Contractual Services	26,231.52	22,772.65	12,500.00	10,272.65
Commodities	26,873.78	27,727.67	37,500.00	(9,772.33)
Capital Outlay	-	6,081.45	-	6,081.45
Municipal Court				
Personal Services	4,425.55	4,754.85	5,000.00	(245.15)
Commodities	4,114.58	(2,150.96)	-	(2,150.96)
Parks & Facilities				
Personal Services	164,360.84	77,276.97	131,000.00	(53,723.03)
Contractual Services	26,009.16	74,088.93	8,000.00	66,088.93
Commodities	24,176.61	34,697.79	63,000.00	(28,302.21)
Capital Outlay	-	391,757.74	350,000.00	41,757.74

CITY OF NEODESHA, KANSAS
GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Service Improvements				
Contractual Services	\$ 59,848.02	\$ 66,585.29	\$ 65,000.00	\$ 1,585.29
Employee Benefits				
Personal Services	30,748.13	(29.46)	-	(29.46)
Wilson Medical Center				
Contractual Services	283,654.47	217,671.59	240,000.00	(22,328.41)
Ambulance L/P				
Capital Lease Payments	44,372.11	44,372.11	44,373.00	(0.89)
Total Certified Budget			<u>2,740,102.00</u>	<u>(68,403.76)</u>
Adjustments for Qualifying Budget Credits			11,478.00	(11,478.00)
Total Expenditures	<u>2,567,979.03</u>	<u>2,671,698.24</u>	<u>\$ 2,751,580.00</u>	<u>\$ (79,881.76)</u>
Receipts Over(Under) Expenditures	(50,539.93)	796.40		
Unencumbered Cash, Beginning	<u>51,739.52</u>	<u>1,199.59</u>		
Unencumbered Cash, Ending	<u>\$ 1,199.59</u>	<u>\$ 1,995.99</u>		

CITY OF NEODESHA, KANSAS
INDUSTRIAL DEVELOPMENT FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	\$ 13,150.22	\$ 21,386.49	\$ 22,072.00	\$ (685.51)
Delinquent Tax	685.50	1,051.88	450.00	601.88
Motor Vehicle Tax	1,349.45	2,531.15	2,108.00	423.15
Recreational Vehicle Tax	19.60	37.20	30.00	7.20
16/20M Vehicle Tax	-	-	10.00	(10.00)
Commercial Vehicle Tax	-	27.83	-	27.83
In Lieu of Taxes	43.02	-	65.00	(65.00)
Use of Money and Property Farm Income	4,676.00	-	2,338.00	(2,338.00)
Total Receipts	19,923.79	25,034.55	\$ 27,073.00	\$ (2,038.45)
Expenditures				
General Government				
Contractual Services	537.06	911.40	\$ -	\$ 911.40
Economic Development	1,168.49	3,019.69	30,000.00	(26,980.31)
Taxes	3,841.48	2,990.66	-	2,990.66
Total Expenditures	5,547.03	6,921.75	\$ 30,000.00	\$ (23,078.25)
Receipts Over(Under) Expenditures	14,376.76	18,112.80		
Unencumbered Cash, Beginning	14,917.44	29,294.20		
Unencumbered Cash, Ending	\$ 29,294.20	\$ 47,407.00		

CITY OF NEODESHA, KANSAS
LIBRARY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	\$ 58,426.99	\$ 70,129.45	\$ 72,217.00	\$ (2,087.55)
Delinquent Tax	4,614.33	5,764.93	2,000.00	3,764.93
Motor Vehicle Tax	9,624.24	11,550.91	9,357.00	2,193.91
Recreational Vehicle Tax	138.06	169.37	132.00	37.37
16/20M Vehicle Tax	-	-	44.00	(44.00)
In Lieu of Taxes	190.92	-	-	-
Total Receipts	72,994.54	87,614.66	\$ 83,750.00	\$ 3,864.66
Expenditures				
Subject to Budget				
Appropriation to Library Board	71,276.12	86,083.08	\$ 83,750.00	\$ 2,333.08
Total Expenditures	71,276.12	86,083.08	\$ 83,750.00	\$ 2,333.08
Receipts Over(Under) Expenditures	1,718.42	1,531.58		
Unencumbered Cash, Beginning	5,623.32	7,341.74		
Unencumbered Cash, Ending	\$ 7,341.74	\$ 8,873.32		

CITY OF NEODESHA, KANSAS
AIRPORT FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Use of Money and Property				
Farm Income	\$ -	\$ -	\$ -	\$ -
Total Receipts	-	-	\$ -	\$ -
Expenditures				
General Government				
Contractual Services	-	-	\$ -	\$ -
Residual Transfers to General Fund	-	9,858.61	10,309.00	(450.39)
Total Expenditures	450.00	9,858.61	\$ 10,309.00	\$ (450.39)
Receipts Over(Under) Expenditures	(450.00)	(9,858.61)		
Unencumbered Cash, Beginning	10,308.61	9,858.61		
Unencumbered Cash, Ending	\$ 9,858.61	\$ -		

CITY OF NEODESHA, KANSAS
TORT LIABILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Other Revenues				
Miscellaneous	\$ -	\$ -	\$ -	\$ -
Total Cash Receipts	-	-	\$ -	\$ -
Expenditures				
General Government				
Contractual Services	-	-	\$ 43,816.00	\$ (43,816.00)
Total Expenditures	-	-	\$ 43,816.00	\$ (43,816.00)
Receipts Over(Under) Expenditures	-	-		
Unencumbered Cash, Beginning	43,815.75	43,815.75		
Unencumbered Cash, Ending	\$ 43,815.75	\$ 43,815.75		

CITY OF NEODESHA, KANSAS
EMPLOYEE BENEFITS FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2016
(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Other Revenues		
Internal Service Charges	\$ 455,360.26	\$ 472,218.57
Total Cash Receipts	455,360.26	472,218.57
Expenditures		
General Government		
Personal Services	434,889.76	419,002.79
Total Expenditures	434,889.76	419,002.79
Receipts Over(Under) Expenditures	20,470.50	53,215.78
Unencumbered Cash, Beginning	124,517.99	144,988.49
Unencumbered Cash, Ending	\$ 144,988.49	\$ 198,204.27

CITY OF NEODESHA, KANSAS
SPECIAL HIGHWAY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Special Highway Tax	\$ 63,314.44	\$ 63,095.09	\$ 62,430.00	\$ 665.09
Total Receipts	63,314.44	63,095.09	\$ 62,430.00	\$ 665.09
Expenditures				
Highways and Streets				
Contractual Services	47,250.00	-	\$ 80,970.00	\$ (80,970.00)
Total Expenditures	47,250.00	-	\$ 80,970.00	\$ (80,970.00)
Receipts Over(Under) Expenditures	16,064.44	63,095.09		
Unencumbered Cash, Beginning	31,199.61	47,264.05		
Unencumbered Cash, Ending	\$ 47,264.05	\$ 110,359.14		

CITY OF NEODESHA, KANSAS
SPECIAL PARKS AND RECREATION FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2016
 (With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Local Alcoholic Liquor Tax	\$ 5,857.12	\$ 4,758.07	\$ 6,249.00	\$ (1,490.93)
Total Receipts	5,857.12	4,758.07	\$ 6,249.00	\$ (1,490.93)
Expenditures				
Culture and Recreation				
Capital Outlay	-	-	\$ 41,679.00	\$ (41,679.00)
Total Expenditures	-	-	\$ 41,679.00	\$ (41,679.00)
Receipts Over(Under) Expenditures	5,857.12	4,758.07		
Unencumbered Cash, Beginning	33,244.71	39,101.83		
Unencumbered Cash, Ending	\$ 39,101.83	\$ 43,859.90		

CITY OF NEODESHA, KANSAS
911 EMERGENCY EQUIPMENT FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Collection from 911 Tax	\$ 1,804.81	\$ -	\$ 3,000.00	\$ (3,000.00)
Total Receipts	1,804.81	-	\$ 3,000.00	\$ (3,000.00)
Expenditures				
General Government				
911 Phone Charges	8,063.00	-	\$ 10,758.00	\$ (10,758.00)
Total Expenditures	8,063.00	-	\$ 10,758.00	\$ (10,758.00)
Receipts Over(Under) Expenditures	(6,258.19)	-		
Unencumbered Cash, Beginning	6,258.19	-		
Unencumbered Cash, Ending	\$ -	\$ -		

CITY OF NEODESHA, KANSAS
CIVIC CENTER FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2016
(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Rental Income	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Residual Transfer to		
General Fund	2,680.00	-
Total Expenditures	2,680.00	-
Receipts Over(Under) Expenditures	(2,680.00)	-
Unencumbered Cash, Beginning	2,680.00	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF NEODESHA, KANSAS
CDBG ECONOMIC DEVELOPMENT GRANT FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2016
(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property Revolving Loan Payments	\$ 82,440.00	\$ 33,677.47
Total Receipts	82,440.00	33,677.47
Expenditures		
Administration	-	50.00
Repayment to State	82,440.00	33,677.47
Total Expenditures	82,440.00	33,727.47
Receipts Over(Under) Expenditures	-	(50.00)
Unencumbered Cash, Beginning	50.00	50.00
Unencumbered Cash, Ending	\$ 50.00	\$ -

CITY OF NEODESHA, KANSAS
KDOT AIRPORT GRANT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2016
(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
State Grants - KDOT	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Administration	-	-
Contractual Services	-	12,400.00
Total Expenditures	-	12,400.00
Receipts Over(Under) Expenditures	-	(12,400.00)
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ (12,400.00)

CITY OF NEODESHA, KANSAS
WILSON MEDICAL CENTER BOND PAYMENT FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2016
(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Special Assessment	\$ 78,990.00	\$ 77,065.00	\$ 88,097.00	\$ (11,032.00)
Total Receipts	78,990.00	77,065.00	\$ 88,097.00	\$ (11,032.00)
Expenditures				
Debt Service				
Principal	55,000.00	55,000.00	\$ 93,563.00	\$ (38,563.00)
Interest	23,990.00	22,065.00	-	22,065.00
Total Expenditures	78,990.00	77,065.00	\$ 93,563.00	\$ (16,498.00)
Receipts Over(Under) Expenditures	-	-		
Unencumbered Cash, Beginning	465.50	465.50		
Unencumbered Cash, Ending	\$ 465.50	\$ 465.50		

CITY OF NEODESHA, KANSAS
SWIMMING POOL BOND AND INTEREST FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Sales Tax	\$ 264,227.40	\$ 237,098.54	\$ 230,000.00	\$ 7,098.54
Bond Credit Payment	15,420.28	11,992.74	15,000.00	(3,007.26)
Total Receipts	<u>279,647.68</u>	<u>249,091.28</u>	<u>\$ 245,000.00</u>	<u>\$ -</u>
Expenditures				
Subject to Budget				
Debt Service				
Principal	175,000.00	180,000.00	\$ 230,000.00	\$ (50,000.00)
Interest	44,202.50	36,765.00	50,000.00	(13,235.00)
Total Expenditures	<u>219,202.50</u>	<u>216,765.00</u>	<u>\$ 280,000.00</u>	<u>\$ (63,235.00)</u>
Receipts Over(Under) Expenditures	60,445.18	32,326.28		
Unencumbered Cash, Beginning	<u>301,446.17</u>	<u>361,891.35</u>		
Unencumbered Cash, Ending	<u>\$ 361,891.35</u>	<u>\$ 394,217.63</u>		

CITY OF NEODESHA, KANSAS
RAW WATER PROJECT FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2016
(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Bond Proceeds	\$ 1,000,000.00	\$ 500,000.00
Total Receipts	1,000,000.00	500,000.00
Expenditures		
Capital Improvements		
Capital Outlay	568,830.13	225,297.59
Debt Service		
Principal	500,000.00	-
Interest	4,987.50	-
Bond Issuance Costs	7,663.00	-
Total Expenditures	1,081,480.63	225,297.59
Receipts Over(Under) Expenditures	(81,480.63)	274,702.41
Unencumbered Cash, Beginning	372,405.21	290,924.58
Unencumbered Cash, Ending	\$ 290,924.58	\$ 565,626.99

CITY OF NEODESHA, KANSAS
W GRANDBY BUSINESS PARK FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2016
(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year Actual
Receipts		
Other receipts		
Miscellaneous	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Capital Improvements		
Capital Outlay	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	2,575.98	2,575.98
Unencumbered Cash, Ending	\$ 2,575.98	\$ 2,575.98

CITY OF NEODESHA, KANSAS
ELECTRIC UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Electric Sales	\$ 3,910,047.34	\$ 3,400,435.09	\$ 5,120,000.00	\$ (1,719,564.91)
Connection Fees	11,465.00	16,039.86	12,000.00	4,039.86
Penalties	31,316.72	30,440.74	30,000.00	440.74
Use of Money and Property				
Interest Income	103.31	423.20	400.00	23.20
Other Receipts				
Miscellaneous	351.37	116,393.89	-	116,393.89
Reimbursed Expense	8,000.00	-	-	-
Operating Transfers from Electric Utility Reserve Fund	-	60,000.00	60,000.00	-
Total Receipts	3,961,283.74	3,623,732.78	\$ 5,222,400.00	\$ (1,598,667.22)
Expenditures				
Administration				
Personal Services	114,354.84	112,264.85	\$ 200,000.00	\$ (87,735.15)
Contractual Services	71,808.93	52,582.77	30,000.00	22,582.77
Commodities	15,045.80	16,071.76	20,000.00	(3,928.24)
Capital Outlay	11,473.68	15,707.31	15,000.00	707.31
Distribution				
Personal Services	225,739.52	281,839.83	264,000.00	17,839.83
Contractual Services	52,280.30	59,585.36	24,000.00	35,585.36
Commodities	32,559.63	61,971.33	312,000.00	(250,028.67)
Capital Outlay	288,432.01	82,709.67	60,000.00	22,709.67
Production				
Contractual Services	2,673,074.65	2,359,865.13	2,350,000.00	9,865.13
Debt Service				
Capital Lease Payments	89,443.90	89,441.99	82,016.00	7,425.99
Operating Transfers to:				
General Fund	600,000.00	425,000.00	650,000.00	(225,000.00)
Electric Utility Reserve Fund	-	56,500.00	56,500.00	-
Total Expenditures	4,174,213.26	3,613,540.00	\$ 4,063,516.00	\$ (449,976.00)
Receipts Over(Under) Expenditures	(212,929.52)	10,192.78		
Unencumbered Cash, Beginning	219,586.25	6,656.73		
Unencumbered Cash, Ending	\$ 6,656.73	\$ 16,849.51		

CITY OF NEODESHA, KANSAS
ELECTRIC UTILITY RESERVE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from Electric Utility Fund	\$ -	\$ 56,500.00
Total Receipts	-	56,500.00
Expenditures		
Capital Improvements		
Capital Outlay	-	-
Operating Transfers to Electric Utility Fund	-	60,000.00
Total Expenditures	-	60,000.00
Receipts Over(Under) Expenditures	-	(3,500.00)
Unencumbered Cash, Beginning	6,455.00	6,455.00
Unencumbered Cash, Ending	\$ 6,455.00	\$ 2,955.00

CITY OF NEODESHA, KANSAS
GAS UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Customer Sales	\$ 1,298,118.55	\$ 1,011,430.96	\$ 2,516,000.00	\$ (1,504,569.04)
Connection Fees	9,550.00	8,033.31	9,000.00	(966.69)
Penalties	11,019.88	9,607.19	12,000.00	(2,392.81)
Use of Money and Property				
Interest Income	452.87	3,173.98	400.00	2,773.98
Other Receipts				
Miscellaneous	444.24	-	1,000.00	(1,000.00)
Operating Transfers from Gas Utility Reserve Fund	-	12,000.00	-	12,000.00
Total Receipts	1,319,585.54	1,044,245.44	\$ 2,538,400.00	\$ (1,494,154.56)
Expenditures				
Administration				
Personal Services	229,400.72	231,313.99	\$ 238,940.00	\$ (7,626.01)
Contractual Services	63,747.72	45,140.29	48,859.00	(3,718.71)
Commodities	14,746.83	13,756.85	17,213.00	(3,456.15)
Capital Outlay	18,575.38	46,673.59	44,988.00	1,685.59
Distribution				
Personal Services	170,158.45	147,928.39	229,250.00	(81,321.61)
Contractual Services	25,113.61	14,130.59	44,300.00	(30,169.41)
Commodities	28,116.35	12,938.04	32,450.00	(19,511.96)
Capital Outlay	17,888.46	4,128.51	4,000.00	128.51
Production				
Contractual Services	689,858.28	449,260.54	1,350,000.00	(900,739.46)
Debt Service				
Capital Lease Payments	8,000.00	-	65,000.00	(65,000.00)
Operating Transfers to:				
General Fund	25,000.00	5,000.00	400,000.00	(395,000.00)
Water Utility Bond and Interest Fund	-	40,000.00	-	40,000.00
Gas Utility Reserve Fund	-	-	60,000.00	(60,000.00)
Total Expenditures	1,290,605.80	1,010,270.79	\$ 2,535,000.00	\$ (1,524,729.21)
Receipts Over(Under) Expenditures	28,979.74	33,974.65		
Unencumbered Cash, Beginning	(28,009.75)	969.99		
Unencumbered Cash, Ending	<u>\$ 969.99</u>	<u>\$ 34,944.64</u>		

CITY OF NEODESHA, KANSAS
GAS UTILITY RESERVE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2016
(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from Gas Utility Fund	-	-
Total Receipts	-	-
Expenditures		
Capital Improvements		
Capital Outlay	-	-
Operating Transfers to Gas Utility Fund	-	12,000.00
Total Expenditures	-	12,000.00
Receipts Over(Under) Expenditures	-	(12,000.00)
Unencumbered Cash, Beginning	12,363.73	12,363.73
Unencumbered Cash, Ending	\$ 12,363.73	\$ 363.73

CITY OF NEODESHA, KANSAS
WATER UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Customer Sales	\$ 586,734.05	\$ 617,970.27	\$ 692,000.00	\$ (74,029.73)
Connection Fee	9,650.00	8,033.31	9,000.00	(966.69)
Penalties	8,422.41	8,644.78	6,000.00	2,644.78
Use of Money and Property				
Interest Income	283.70	423.20	350.00	73.20
Other Receipts				
Miscellaneous	1,099.14	1,977.60	6,300.00	(4,322.40)
Operating Transfers from Water Utility Reserve Fund	-	6,500.00	-	6,500.00
Total Receipts	606,189.30	643,549.16	713,650.00	(70,100.84)
Expenditures				
Administration				
Personal Services	121.23	27,053.37	\$ 25,000.00	\$ 2,053.37
Contractual Services	12,523.25	17,497.64	13,000.00	4,497.64
Commodities	567.39	2,675.68	2,000.00	675.68
Capital Outlay	-	565.00	-	565.00
Distribution				
Personal Services	169,465.09	166,820.95	188,500.00	(21,679.05)
Contractual Services	17,132.36	8,866.90	23,850.00	(14,983.10)
Commodities	25,146.65	22,366.97	34,650.00	(12,283.03)
Capital Outlay	-	984.36	-	984.36
Production				
Personal Services	142,344.77	166,470.37	165,000.00	1,470.37
Contractual Services	74,813.07	46,703.09	77,750.00	(31,046.91)
Commodities	78,793.77	60,084.03	83,250.00	(23,165.97)
Capital Outlay	3,000.00	17,428.31	20,000.00	(2,571.69)
Operating Transfers to:				
Water Utility Bond and Interest Fund	78,003.00	70,000.00	104,000.00	(34,000.00)
General Fund	-	20,000.00	-	20,000.00
Water Utility Reserve Fund	2,425.00	-	-	-
Total Expenditures	604,335.58	627,516.67	\$ 737,000.00	\$ (109,483.33)
Receipts Over(Under) Expenditures	1,853.72	16,032.49		
Unencumbered Cash, Beginning	8,730.53	10,584.25		
Unencumbered Cash, Ending	\$ 10,584.25	\$ 26,616.74		

CITY OF NEODESHA, KANSAS
WATER UTILITY RESERVE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2016
(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from Water Utility Fund	\$ 2,425.00	\$ -
Total Receipts	2,425.00	-
Expenditures		
Capital Improvements		
Capital Outlay	-	-
Operating Transfers to Water Utility Fund	-	6,500.00
Total Expenditures	-	6,500.00
Receipts Over(Under) Expenditures	2,425.00	(6,500.00)
Unencumbered Cash, Beginning	6,999.00	9,424.00
Unencumbered Cash, Ending	\$ 9,424.00	\$ 2,924.00

CITY OF NEODESHA, KANSAS
WATER UTILITY BOND AND INTEREST FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers from:				
Water Utility Fund	\$ 78,003.00	\$ 70,000.00	\$ 104,000.00	\$ (34,000.00)
Gas Utility Fund	-	40,000.00	-	40,000.00
Total Receipts	78,003.00	110,000.00	\$ 104,000.00	\$ 6,000.00
Expenditures				
Capital Improvements				
Capital Outlay	-	-	\$ 8,056.00	\$ (8,056.00)
Debt Service				
Principal	100,000.00	100,000.00	125,000.00	(25,000.00)
Interest	3,110.00	2,110.00	-	2,110.00
Total Expenditures	103,110.00	102,110.00	\$ 133,056.00	\$ (30,946.00)
Receipts Over(Under) Expenditures	(25,107.00)	7,890.00		
Unencumbered Cash, Beginning	29,055.57	3,948.57		
Unencumbered Cash, Ending	\$ 3,948.57	\$ 11,838.57		

CITY OF NEODESHA, KANSAS
SEWER UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
User Fees	\$ 363,241.59	\$ 369,179.57	\$ 370,500.00	\$ (1,320.43)
Use of Money and Property				
Farm Income	11,580.00	-	-	-
Interest Income	59.32	126.95	120.00	6.95
Other Receipts				
Miscellaneous	5,753.20	5,794.46	-	5,794.46
Operating Transfers from Sewer Utility Reserve Fund	-	1,000.00	-	1,000.00
Total Receipts	380,634.11	376,100.98	\$ 370,620.00	\$ 4,480.98
Expenditures				
Sewer System				
Personal Services	25,769.39	30,504.92	\$ 12,750.00	\$ 17,754.92
Contractual Services	10,076.83	4,668.57	1,500.00	3,168.57
Commodities	20,685.02	12,549.43	60,750.00	(48,200.57)
Capital Outlay	4,579.58	4,161.26	5,000.00	(838.74)
Lagoons				
Personal Services	23,291.86	18,124.62	12,000.00	6,124.62
Contractual Services	20,519.49	10,676.39	7,500.00	3,176.39
Commodities	542.49	552.19	10,500.00	(9,947.81)
Capital Outlay	-	67.87	-	67.87
Administration				
Personal Services	54,346.19	61,152.59	42,600.00	18,552.59
Contractual Services	2,421.45	9,581.25	7,200.00	2,381.25
Commodities	17,290.84	15,371.23	10,200.00	5,171.23
Capital Outlay	145,844.22	1,000.00	10,000.00	(9,000.00)
Debt Service				
Revolving Loan Payment	40,071.10	35,183.55	35,184.00	(0.45)
Operating Transfers to:				
General Fund	120,000.00	200,000.00	200,000.00	-
Sewer Utility Reserve Fund	1,516.00	-	-	-
Total Expenditures	486,954.46	403,593.87	\$ 415,184.00	\$ (11,590.13)
Receipts Over(Under) Expenditures	(106,320.35)	(27,492.89)		
Unencumbered Cash, Beginning	153,144.50	46,824.15		
Unencumbered Cash, Ending	\$ 46,824.15	\$ 19,331.26		

CITY OF NEODESHA, KANSAS
SEWER UTILITY RESERVE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2016
(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from Sewer Utility Fund	\$ 1,516.00	\$ -
Total Receipts	1,516.00	-
Expenditures		
Capital Improvements		
Capital Outlay	-	-
Operating Transfers to Sewer Utility Fund	-	1,000.00
Total Expenditures	-	1,000.00
Receipts Over(Under) Expenditures	1,516.00	(1,000.00)
Unencumbered Cash, Beginning	810.00	2,326.00
Unencumbered Cash, Ending	\$ 2,326.00	\$ 1,326.00

**CITY OF NEODESHA, KANSAS
SOLID WASTE UTILITY FUND**

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
User Fees	\$ 203,861.54	\$ 209,637.12	\$ 212,000.00	\$ (2,362.88)
Other Receipts				
Miscellaneous	2,919.98	3,190.78	-	3,190.78
Total Receipts	206,781.52	212,827.90	\$ 212,000.00	\$ 827.90
Expenditures				
Collections				
Personal Services	124,572.37	134,789.28	\$ 130,000.00	\$ 4,789.28
Contractual Services	20,688.78	28,333.05	30,000.00	(1,666.95)
Commodities	12,968.52	17,112.61	-	17,112.61
Capital Outlay	-	8,455.44	30,000.00	(21,544.56)
Operating Transfers to:				
General Fund	45,000.00	-	-	-
Solid Waste Utility Reserve Fund	844.00	-	20,000.00	(20,000.00)
Total Expenditures	204,073.67	188,690.38	\$ 210,000.00	\$ (21,309.62)
Receipts Over(Under) Expenditures	2,707.85	24,137.52		
Unencumbered Cash, Beginning	19,320.75	22,028.60		
Unencumbered Cash, Ending	\$ 22,028.60	\$ 46,166.12		

CITY OF NEODESHA, KANSAS
SOLID WASTE UTILITY RESERVE FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2016
(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from Solid Waste Utility Fund	\$ 844.00	\$ -
Total Receipts	844.00	-
Expenditures		
Capital Improvements Capital Outlay	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	844.00	-
Unencumbered Cash, Beginning	4,915.00	5,759.00
Unencumbered Cash, Ending	\$ 5,759.00	\$ 5,759.00

CITY OF NEODESHA, KANSAS
STORM WATER UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2016

(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
User Fees	\$ 30,938.61	\$ 31,071.38	\$ 32,500.00	\$ (1,428.62)
Total Receipts	<u>30,938.61</u>	<u>31,071.38</u>	<u>\$ 32,500.00</u>	<u>\$ (1,428.62)</u>
Expenditures				
Collections				
Personal Services	3,105.51	8,396.48	\$ 5,000.00	\$ 3,396.48
Contractual Services	313.00	366.93	-	366.93
Commodities	1,384.93	1,236.59	5,000.00	(3,763.41)
Capital Outlay	5,666.50	-	-	-
Operating Transfers to:				
General Fund	-	50,000.00	50,000.00	-
Storm Water Utility Reserve Fund	139.00	-	-	-
Total Expenditures	<u>10,608.94</u>	<u>60,000.00</u>	<u>\$ 60,000.00</u>	<u>\$ (0.00)</u>
Receipts Over(Under) Expenditures	20,329.67	(28,928.62)		
Unencumbered Cash, Beginning	<u>41,093.11</u>	<u>61,422.78</u>		
Unencumbered Cash, Ending	<u>\$ 61,422.78</u>	<u>\$ 32,494.16</u>		

CITY OF NEODESHA, KANSAS
STORM WATER UTILITY RESERVE FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2016
(With Comparative Actual Totals for the Year Ended December 31, 2015)

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from Storm Water Utility Fund	\$ 139.00	\$ -
Total Receipts	139.00	-
Expenditures		
Capital Improvements Capital Outlay	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	139.00	-
Unencumbered Cash, Beginning	752.00	891.00
Unencumbered Cash, Ending	\$ 891.00	\$ 891.00

CITY OF NEODESHA, KANSAS
AGENCY FUNDS
 Schedule of Receipts and Disbursements
 Regulatory Basis
 For the Year Ended December 31, 2016

	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Fire Insurance Proceeds	\$ 0.89	\$ -	\$ -	\$ 0.89
Drug Seizure	-	6,045.40	-	6,045.40
Petty Cash	500.00	228.56	30.84	697.72
Police Substation	26,586.62	8,323.25	6,847.84	28,062.03
Sales Tax Fund	15,407.57	174,469.24	171,897.12	17,979.69
Unapplied Credits Fund	15,399.29	48,016.99	63,416.28	-
Total Agency Funds	<u>\$ 57,894.37</u>	<u>\$ 237,083.44</u>	<u>\$ 242,192.08</u>	<u>\$ 52,785.73</u>