

CITY OF ANTHONY, KANSAS

Primary Government Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2017

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

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INDEPENDENT AUDITORS' REPORT

To the Mayor and City Commission
City of Anthony, Kansas
Anthony, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **City of Anthony, Kansas**, 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.

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 from 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, the financial statement is prepared by **City of Anthony, 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.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matters 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 **City of Anthony, 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 **City of Anthony, 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 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, and summary 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 2016 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 is not a required part of the 2016 basic financial statement upon which we rendered an unmodified opinion dated August 3, 2017. 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://admin.ks.gov/offices/chief-financial-officer/municipal-services>. 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 2016 basic financial statement as a whole, on the basis of accounting described in Note 1.

Adams, Brown, Beran & Ball, Chartered

ADAMS, BROWN, BERAN AND BALL, CHTD.
Certified Public Accountants

July 30, 2018

CITY OF ANTHONY, KANSAS
Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2017

| Funds | Beginning Unencumbered Cash Balance | Prior Year Cancelled Encumbrances | Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Encumbrances and Accounts Payable | Ending Cash Balance |
|---|---|---|-----------|--------------|--|--|------------------------|
| Governmental Fund Categories | | | | | | | |
| General Fund | \$ 152,884 | - | 1,326,362 | 1,228,730 | 250,516 | 83,047 | 333,563 |
| Special Purpose Funds | | | | | | | |
| Airport Fund | 271,259 | - | 72,948 | 184,460 | 159,747 | 130,880 | 290,627 |
| Employee Benefits Fund | 138,423 | - | 514,570 | 537,174 | 115,819 | 2,898 | 118,717 |
| Library Fund | - | - | 64,205 | 64,205 | - | - | - |
| Special Parks and Recreation Fund | 19,068 | - | 5,031 | 7,892 | 16,207 | 10 | 16,217 |
| Special Street and Highway Fund | 174,436 | - | 58,748 | 127,933 | 105,251 | 14 | 105,265 |
| Industrial Development Fund | 13,710 | - | 29,196 | 671 | 42,235 | - | 42,235 |
| Recreation Fund | 225 | - | 147,355 | 123,505 | 24,075 | 444 | 24,519 |
| Municipal Equipment Reserve Fund | 73,668 | - | 23,034 | 21,055 | 75,647 | - | 75,647 |
| Downtown Revitalization Loan Fund | 62,165 | - | 1,533 | - | 63,698 | - | 63,698 |
| Capital Improvements Fund | 687,851 | - | 277,628 | 230,792 | 734,687 | - | 734,687 |
| Transient Guest Tax Fund | 20,552 | - | 17,106 | 29,224 | 8,434 | - | 8,434 |
| Bond and Interest Funds | | | | | | | |
| Bond and Interest Fund | - | - | 45,703 | 37,916 | 7,787 | - | 7,787 |
| Series 2010 GO Bond Debt Service Fund | 20,605 | - | 23,243 | 27,345 | 16,503 | - | 16,503 |
| Water Debt Service Fund | 183,448 | - | 199,101 | 199,101 | 183,448 | - | 183,448 |
| WWTF Loan Fund | 140,130 | - | 325,802 | 217,782 | 248,150 | - | 248,150 |
| Series 2013 Electric Bond Fund | 10,689 | - | 65,093 | 75,782 | - | - | - |
| Series 2013 Electric Bond Debt Service Reserve Fund | 2,421 | - | - | - | 2,421 | - | 2,421 |
| Series 2013 Water Bond Debt Service Reserve Fund | 76,322 | - | 19,910 | - | 96,232 | - | 96,232 |
| Series 2017 Electric Bond Fund | - | - | 30,723 | - | 30,723 | - | 30,723 |
| Series 2017 Electric Bond Debt Service Reserve Fund | - | - | 214,898 | - | 214,898 | - | 214,898 |
| Series 2017 Electric Bond Issuance Reserve Fund | - | - | 66,900 | 53,376 | 13,524 | - | 13,524 |
| Capital Project Funds | | | | | | | |
| Sewer Lagoon Project Fund | (169,915) | - | 1,245,432 | 1,114,170 | (38,653) | 37,781 | (872) |
| Electric System Project Fund | - | - | 3,000,000 | 3,000,000 | - | 1,275,361 | 1,275,361 |
| Trust Funds | | | | | | | |
| Wayne Dennis Fund | 761,913 | - | 7,063 | 14,543 | 754,433 | - | 754,433 |
| Public Relief Fund | 27,485 | - | 133 | 243 | 27,375 | - | 27,375 |
| Business Funds | | | | | | | |
| Electric Utility Fund | 686,962 | - | 5,013,524 | 4,373,740 | 1,326,746 | 263,008 | 1,589,754 |
| Sewage Utility Fund | 152,108 | - | 604,336 | 560,757 | 195,687 | 10,224 | 205,911 |
| Water Utility Fund | 167,334 | - | 776,029 | 865,045 | 78,318 | 51,037 | 129,355 |

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

CITY OF ANTHONY, KANSAS
Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2017

| Funds | Beginning Unencumbered Cash Balance | Prior Year Cancelled Encumbrances | Cash Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Encumbrances and Accounts Payable | Ending Cash Balance |
|--|---|---|-------------------|-------------------|--|--|------------------------|
| Electric System Reserve Fund | \$ 485,000 | - | - | - | 485,000 | - | 485,000 |
| Electric System Equipment Replacement Fund | 2,426,187 | - | 894,834 | 2,779,269 | 541,752 | 2,135,000 | 2,676,752 |
| Sewer System Reserve Fund | 80,000 | - | - | - | 80,000 | - | 80,000 |
| Sewer Equipment Replacement Fund | 6,454 | - | - | - | 6,454 | - | 6,454 |
| Wastewater Lagoon Cleaning Fund | 115,900 | - | 10,800 | - | 126,700 | - | 126,700 |
| Water Reserve Fund | 200,108 | - | 645 | - | 200,753 | - | 200,753 |
| Water Equipment Replacement Fund | 67,961 | - | - | - | 67,961 | - | 67,961 |
| Total Primary Government | 7,055,353 | - | 15,081,885 | 15,874,710 | 6,262,528 | 3,989,704 | 10,252,232 |
| Related Municipal Entity | | | | | | | |
| Public Library - General Fund | 1,038,188 | - | 91,656 | 101,733 | 1,028,111 | 108 | 1,028,219 |
| Total Primary Government (Excluding Agency Funds) | <u>\$ 8,093,541</u> | <u>-</u> | <u>15,173,541</u> | <u>15,976,443</u> | <u>7,290,639</u> | <u>3,989,812</u> | <u>11,280,451</u> |

Composition of Cash

| | |
|--|----------------------|
| Checking Accounts | \$ 5,378,230 |
| Savings Accounts | 771,811 |
| Money Market Accounts | 2,214,015 |
| Petty Cash | 6,993 |
| Certificates of Deposit | 1,941,068 |
| Total Primary Government | 10,312,117 |
| Total Related Municipal Entity - Library | 1,028,219 |
| Total Primary Government | 11,340,336 |
| Agency Funds per Schedule 3 | (59,885) |
| Total Primary Government (Excluding Agency Funds) | <u>\$ 11,280,451</u> |

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

CITY OF ANTHONY, KANSAS
Notes to Financial Statements
December 31, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Anthony, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Use of Estimates

The preparation of financial statements on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect the reported amount of unencumbered cash balances and accounts payable during the reporting period. Actual results could differ from those estimates.

Financial Reporting Entity

The City is a municipal corporation governed by an elected five-member commission. This financial statement presents the City (the municipality) and its related municipal entity, Anthony Public Library, shown below. The related municipal entity is included in the City's reporting entity because it was established to benefit the City and/or its constituents. This financial statement does not include the related municipal entity, Anthony Housing Authority, shown below.

Anthony Public Library

The City's Library Board operates the City's public library. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City.

Anthony Housing Authority

The City's Housing Authority operates the City's housing projects. The housing authority can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. Audited financial statements can be obtained by contacting the housing authority's office.

The City is the primary government as defined in GASB #61. The City commission is elected by the public. The commission has the authority to make decisions, levy taxes, influence operations and has the primary accountability in fiscal matters.

Basis of Presentation – Fund Accounting

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

The following categories of funds comprise the financial activities of the City for the year ended December 31, 2017.

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

CITY OF ANTHONY, KANSAS
Notes to Financial Statements
December 31, 2017

revenue 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 the acquisition or construction of major capital facilities or equipment.

Trust Fund – fund 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.).

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

Agency Fund – fund 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 Accounting

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 City 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 City to use the regulatory basis of accounting.

Departure From Accounting Principles Generally Accepted in the United States of America

The basis of accounting described above results in a financial statement presentation which shows cash receipts, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expenses, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. Capital assets that account for the land, buildings, and equipment owned by the City are not presented in the financial statement. Also, long-term debt such as general obligation bonds, revenue bonds, capital leases, and temporary notes are not presented in the financial statement.

Property Tax Calendar

Collection of current year property tax by the County Treasurer is not completed, apportioned nor

CITY OF ANTHONY, KANSAS
Notes to Financial Statements
December 31, 2017

distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes. Property taxes are collected and remitted to the County Treasurer. Taxes levied annually on November 1st are due one-half by December 20th and one-half by May 10th. Major tax distributions are made in the months of December through July. Lien dates for personal property are in March and August and lien dates for real property are in September. Taxes are recognized as revenue in the year received. Delinquent tax payments are recognized as revenue in the year received.

Restricted Assets

Restricted cash balances are reported in various funds that are legally restricted for specified uses such as the payment of debt service and fiscal fees on long-term debt and for expenditures approved in federal and state grant contracts. Also, cash is restricted in the trust and agency funds of the City for special purposes.

Reimbursements

The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis of accounting.

NOTE 2 – 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:

- a. Preparation of the budget for the succeeding calendar year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.
- d. 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 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 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There are no such budget amendments for this year.

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 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 City for future payments and are supported by a

CITY OF ANTHONY, KANSAS
Notes to Financial Statements
December 31, 2017

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, trust funds, and the following special purpose funds: Municipal Equipment Reserve Fund, Downtown Revitalization Loan Fund, Capital Improvements Fund, and Transient Guest Tax 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.

NOTE 3 – DEPOSITS AND INVESTMENTS

City of Anthony, Kansas follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

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 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.

K.S.A. 12-1225(h) authorizes the Public Library to invest private gift monies in the manner to best serve the interest of the Library.

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 K.S.A. 9-1405. The Public Library's allocation of investments at December 31, 2017, was as follows:

| Investments | Percentage of Investments |
|--------------|------------------------------|
| Money Market | 1% |
| Stocks | 8% |
| Mutual Funds | 91% |

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, except during designated "peak periods" when required coverage is 50%. The City does not use "peak periods". All deposits were legally secured at December 31, 2017.

CITY OF ANTHONY, KANSAS
Notes to Financial Statements
December 31, 2017

At December 31, 2017, the City's carrying amount of deposits was \$10,312,116 and the bank balance was \$10,590,096. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$1,004,000 was covered by federal depository insurance and \$9,586,096 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

At December 31, 2017, the Public Library's carrying amount of deposits was \$635,809 and the bank balance was \$641,243. The bank balance was held by two banks. Of the bank balance, \$271,126 was covered by federal depository insurance and \$370,117 was collateralized with securities held by the pledging financial institutions' agents in the Public Library'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. The City had no investments at December 31, 2017.

The Public Library's investments are subject to credit risk and are recorded at fair value. As of December 31, 2017, the Public Library had the following investments:

| Investment Type | Fair Value |
|-----------------|------------|
| Money Market | \$ 5,029 |
| Stocks | 32,850 |
| Mutual Funds | 354,531 |

NOTE 4 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **City of Anthony, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2017 were as follows:

| From | To | Regulatory Authority | Amount |
|---------------------------------|--|----------------------|------------|
| General Fund | Capital Improvements Fund | K.S.A. 12-1,118 | \$ 111,616 |
| General Fund | Municipal Equipment Reserve Fund | K.S.A. 12-1,117 | 19,206 |
| Airport Fund | Capital Improvements Fund | K.S.A. 12-1,118 | 20,000 |
| Special Street and Highway Fund | Capital Improvements Fund | K.S.A. 12-1,118 | 26,000 |
| Transient Guest Tax | Capital Improvements Fund | K.S.A. 12-1,118 | 23,910 |
| Water Utility Fund | Water Debt Service Fund | K.S.A. 12-825d | 199,101 |
| Water Utility Fund | Series 2013 Water Debt Service Fund | K.S.A. 12-825d | 19,910 |
| Water Utility Fund | Capital Improvements Fund | K.S.A. 12-1,118 | 6,278 |
| Water Utility Fund | General Fund | K.S.A. 12-825d | 36,700 |
| Library Employee Benefits Fund | General Fund | K.S.A. 79-2958 | 123 |
| Electric Utility Fund | Series 2013 Electric Bond Fund | K.S.A. 12-825d | 65,093 |
| Electric Utility Fund | Capital Improvements Fund | K.S.A. 12-1,118 | 50,000 |
| Electric Utility Fund | Electric System Equipment Replacement Fund | K.S.A. 12-825d | 894,834 |
| Electric Utility Fund | General Fund | K.S.A. 12-825d | 180,443 |
| Sewage Utility Fund | WWTF Loan Fund | K.S.A. 14-568 | 325,802 |
| Sewage Utility Fund | Wastewater Lagoon Cleaning Fund | K.S.A. 14-568 | 10,800 |
| Sewage Utility Fund | Capital Improvements Fund | K.S.A. 12-1,118 | 5,000 |

CITY OF ANTHONY, KANSAS

Notes to Financial Statements

December 31, 2017

| | | | |
|--|--------------------------------|-----------------|-----------|
| Sewage Utility Fund | General Fund | K.S.A. 12-825d | \$ 24,500 |
| Recreation Fund | Capital Improvements Fund | K.S.A. 12-1,118 | 17,429 |
| Recreation Fund | Series 2010 GO Bond | Comm. Approved | 23,243 |
| | Debt Service Fund | | |
| Electric System Equipment Replacement Fund | Series 2017 Electric Bond | Comm. Approved | 214,898 |
| Electric System Equipment Replacement Fund | Debt Service Reserve Fund | | |
| Electric System Equipment Replacement Fund | Series 2017 Electric Bond | Comm. Approved | 66,900 |
| Electric System Equipment Replacement Fund | Issuance Reserve Fund | | |
| Series 2013 Electric Bond Fund | Series 2017 Electric Bond Fund | Comm. Approved | 30,723 |
| | Electric Utility Fund | Comm. Approved | 75,782 |

NOTE 5 – CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

| | <u>Project Authorization</u> | <u>Expenditures to Date</u> |
|-----------------|----------------------------------|---------------------------------|
| Sewer Lagoon | \$ 2,289,591 | \$ 2,289,591 |
| Electric System | 5,135,000 | 5,135,000 |

NOTE 6 – LITIGATION

City of Anthony, Kansas is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the City.

NOTE 7 – RISK MANAGEMENT

City of Anthony, Kansas carries commercial insurance for risks of loss, including property, law enforcement, general liability, workers' compensation, inland marine, automobile, umbrella, linebacker, output, cybersolution and employee dishonesty. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Anthony Public Library carries commercial insurance for risks of loss, including property, general liability, workers' compensation, inland marine, automobile, electronic data processing and employee dishonesty. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 8 – GRANTS AND SHARED REVENUES

City of Anthony, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the City, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

CITY OF ANTHONY, KANSAS
Notes to Financial Statements
December 31, 2017

NOTE 9 – DEFERRED COMPENSATION PLAN

City of Anthony, Kansas sponsors a deferred compensation plan under Internal Revenue Code Section 457(b). Permanent and part-time employees are eligible to participate under the plan. The employee is responsible for the amount of deferred compensation to be contributed. The City is not required to make any contributions.

NOTE 10 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description

City of Anthony, Kansas 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 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 S 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. 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, 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 with a 0% moratorium for the period January 1, 2017 through September 30, 2017 for the Death and Disability Program) and the statutory contribution rate was 8.46% for the fiscal year ended December 31, 2017. Contributions to the pension plan from the City were \$124,558 for the year ended December 31, 2017.

At December 31, 2017, contributions to the pension plan from the Public Library were \$3,536.

Net Pension Liability

At December 31, 2017, the City's proportionate share of the collective net pension liability reported by KPERS was \$1,235,257. 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'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

CITY OF ANTHONY, KANSAS
Notes to Financial Statements
December 31, 2017

accounting does not recognize long-term debt, this liability is not reported in these financial statements.

At December 31, 2017, Anthony Public Library's proportionate share of the collective net pension liability reported by KPERS was \$34,444. 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'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.

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, **City of Anthony, Kansas** 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 a 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.

NOTE 12 – COMPENSATED ABSENCES

Paid Time Off

Paid time off shall be earned for continuous service beginning with the most recent date of employment. No more than 360 hours of accrued paid time off may be carried over from one calendar year to the next. Full-time employees accrue paid time off according to the following schedule:

| Years Worked | Amount Earned Per Month |
|--------------|----------------------------|
| 0-4 | 16 hours/month |
| 5-9 | 18 hours/month |
| 10-14 | 20 hours/month |
| 15-19 | 22 hours/month |
| 20+ | 24 hours/month |

Part-time employees who work at least 20 hours or more per week shall earn paid time off at the rate of eight hours for each month of employment. Seasonal and temporary employees shall not earn paid time off.

Upon termination, employees shall be compensated for all earned but unused paid time off up to 240 hours at their final rate of pay, provided that the employee separated in good standing from the City. The potential liability for paid time off at December 31, 2017 was \$149,278. This is reflected in the financial statement.

Anthony Public Library's compensated absences policy allows salaried employees to earn three weeks of paid time off a year. Hourly employees are not offered any paid time off benefits. No accrued paid time off can be carried over from one calendar year to the next.

CITY OF ANTHONY, KANSAS
Notes to Financial Statements
December 31, 2017

Short-Term Disability Leave

Full-time employees shall earn 40 hours of short-term disability leave January 1st of each year. Part-time employees who are employed to work not less than 20 hours per week shall receive 20 hours of short-term disability leave January 1st of each year. No employee may accrue more than 1,440 hours of short-term disability leave. After accumulating 1,440 hours of short-term disability leave, an employee shall not be credited with additional short-term disability leave but instead shall be credited with one hour of pay for each month in which he or she retains the 1,440 hours of credit. The pay credits shall be accumulated during the year and shall be paid to the employee at the last pay period of the year. At retirement those employees who accumulated at least 240 hours will be paid 1/3 of that accumulated leave. The potential liability for short-term disability leave at December 31, 2017 was \$251,530. This is not reflected in the financial statement.

Anthony Public Library does not include any short-term disability leave as a benefit to any of its employees.

NOTE 13 – DEBT RESTRICTIONS AND COVENANTS

Water System Revenue Bonds

During the year ended December 31, 2013, the City issued Water Utility System Revenue Bonds in the amount of \$4,998,000. The bonds were issued for the purpose of providing funds to pay for costs of acquiring, constructing, reconstructing, altering, repairing, improving or enlarging the water utility system of the City.

In connection with the bond issue, the City has made certain covenants and agreements to provide for the payment and security thereof. Under the terms of City Ordinance No. S-241, the City is required to meet certain requirements for “net revenues”, bond reserve accounts, rate covenants, tax covenants, depreciation and replacement reserves, and bond and interest payment accounts.

For the year ended December 31, 2017, the System had “net revenues”, as computed under the bond resolution, in the amount of \$56,041. Thus, net revenues were in excess of the 110% of the debt service requirement in the bond resolution.

The following schedule presents the computation of “net revenues” in accordance with the resolution.

| Water Utility Fund | |
|---|------------|
| Revenues | \$ 776,029 |
| Expenditures | 865,045 |
| Lake Maintenance | (102,079) |
| Transfers Out to Reserve Funds | (261,989) |
| Total Expenditures | 500,977 |
| Net Revenues | 275,052 |
| Debt Service Requirement for 2017 | 199,101 |
| Additional 10% obligation | 19,910 |
| Total “Net Revenue” covenant obligation | 219,011 |

CITY OF ANTHONY, KANSAS
Notes to Financial Statements
December 31, 2017

| | |
|---|------------------|
| Operational Revenue Exceeding Rate Covenant Net Revenues | \$ <u>56,041</u> |
|---|------------------|

Electric System Revenue Bonds

During the year ended December 31, 2017, the City issued Electric Utility System Revenue Bonds in the amount of \$3,000,000. The bonds were issued for the purpose of providing funds to pay for costs of acquiring, constructing, and installation of new 138kV interconnect, 25 kV tie line and power plant improvements, including necessary substation and transformer improvements, site and right-of-way, engineering, materials, labor and all improvements appurtenant thereto of the electric utility system of the City.

In connection with the bond issue, the City has made certain covenants and agreements to provide for the payment and security thereof. Under the terms of City Ordinance No. S-277, the City is required to meet certain requirements for "net revenues", bond reserve accounts, rate covenants, tax covenants, depreciation and replacement reserves, and bond and interest payment accounts.

For the year ended December 31, 2017, the City is in compliance with the debt service requirements of the bond resolution.

KDHE Wastewater Treatment Loan

City of Anthony, Kansas entered into a loan agreement with the Kansas Department of Health and Environment to fund improvements to the sewer treatment plant in the amount of \$3,645,107, of which \$1,247,594 has been forgiven by the Kansas Department of Health and Environment. The loan agreement requires that the City provide for the repayment of this loan by providing dedicated funds. The City is in compliance with this requirement as of December 31, 2017 as it is providing dedicated funds through a combination of sewer rates and fees charged and from a general obligation bond levy.

NOTE 14 – REVITALIZATION AND INDUSTRIAL DEVELOPMENT LOANS

The City and the Industrial Development Board make loans to businesses within the **City of Anthony, Kansas**. These loans are for businesses in a designated downtown area for the purpose of building improvements. Up to 80% of the total loan for the business can be financed through the Industrial Development Board. The Downtown Committee reviews the loans and determines the amount of collateral needed. These loans have maturities of 15 years and interest rates ranging from 1% to 4.37%.

A real estate mortgage note was approved for Farmhouse 5 for the property located at 610 West Main, Anthony, Kansas. This is a five year note that was entered into on April 8, 2013. The note has an interest rate of 1%. The first payment of \$383 was due July 15, 2013 and each quarter thereafter until paid in full. The balance of the note at December 31, 2017 was \$382.

A lease purchase agreement was approved for the Anthony Golf Club to assist in the purchase of a mower and plugger. This is a five year lease that was entered into on March 3, 2015. The lease has an interest rate of 1.10%. The first payment of \$4,133 was due March 3, 2016 and each year thereafter until paid in full. The balance of the lease at December 31, 2017 was \$12,371.

A promissory note was approved for the Anthony Golf Club to assist in upgrades of the irrigation system. This is a 15 year note that was entered into on December 15, 2015. The lease has an interest rate of 1%. The first payment of \$4,616 was due August 1, 2016 and each year thereafter until paid in full. On June 20, 2017, commission agreed to the Promissory Note Agreement No. 1 amendment to adjust the original

CITY OF ANTHONY, KANSAS
Notes to Financial Statements
December 31, 2017

balance of the note to the actual amount borrowed. The balance of the note at December 31, 2017 was \$45,208.

NOTE 15 – LONG-TERM DEBT

City of Anthony, Kansas has the following types of long-term debt.

General Obligation Bonds

In 2008, the City issued \$255,000 in Main Trafficway Project Bonds – Series 2008 for the purpose of providing funds for main traffic way improvements.

In 2009, the City issued \$355,000 in Series 2009A Bonds for the purpose of sewer line, street, and tennis court improvements.

In 2010, the City issued \$280,000 in Series 2010A Bonds for the purpose of swimming pool improvements.

Revenue Bonds

In 2013, the City issued \$4,998,000 in Series 2013 Water Utility System Revenue Bonds for the purpose of water utility system improvements.

In 2017, the City issued \$3,000,000 in Series 2017 Electric Utility System Revenue Bonds for the purpose of acquiring, contracting and installing new lines and power plant improvements.

Loan Warrants

In 2012, the City entered into a loan warrant agreement with Anthony Fireman's Relief Association for \$51,750 for the purpose of purchasing a new Fouts Brothers 3,000 gallon tanker.

KDOT Agreement

In 2013, the City entered into an agreement with the Kansas Department of Transportation for \$489,000 for the purpose of the City's 25% share of project number 39 U-0170-01, surfacing.

KDHE Loans

On December 30, 1999, the City entered into a revolving loan agreement with the Kansas Department of Health and Environment acting on behalf of the State of Kansas for \$1,885,432 for the purpose of wastewater treatment improvements.

On December 31, 2008, the City entered into a revolving loan agreement with the Kansas Department of Health and Environment acting on behalf of the State of Kansas for \$313,713 for the purpose of wastewater treatment improvements. On April 8, 2015, the City amended the revolving loan agreement with the Kansas Department of Health and Environment increasing the loan amount to \$2,397,513. As of December 31, 2017, \$3,113,286 has been advanced on the loan as the project is not complete at year end. However, Kansas Department of Health and Environment forgave \$98,184 in principal during 2017.

Lease Obligations

The City has entered into lease agreements for equipment. The leases contain a fiscal funding clause.

NOTE 16 – SUBSEQUENT EVENTS

On February 1, 2018, the City issued \$43,500 in General Obligation Bonds Series 2018 and received a \$35,000 grant from the United States Department of Agriculture for the purpose purchasing and installing four storm sirens.

CITY OF ANTHONY, KANSAS
Notes to Financial Statements
December 31, 2017

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

| Issue | Interest Rates | Date of Issue | Amount of Issue | Date of Final Maturity | Balance Beginning of Year | Additions | Reductions/ Payments | Balance End of Year | Interest Paid |
|---|----------------|---------------|-----------------|------------------------|---------------------------|------------------|----------------------|---------------------|----------------|
| General Obligation Bonds | | | | | | | | | |
| Series 2008 - Main Trafficway Project | 3.50 - 4.25% | 2008 | \$ 255,000 | 2023 | \$ 150,000 | - | (20,000) | 130,000 | 6,265 |
| Series 2009A - Sunrise Addition and Tennis Court | 3.45 - 5.40% | 2009 | 355,000 | 2024 | 200,000 | - | (20,000) | 180,000 | 9,070 |
| Series 2010A - Pool | 3.25 - 4.15% | 2010 | 280,000 | 2025 | 190,000 | - | (20,000) | 170,000 | 7,345 |
| Total General Obligation Bonds | | | | | <u>540,000</u> | <u>-</u> | <u>(60,000)</u> | <u>480,000</u> | <u>22,680</u> |
| Revenue Bonds | | | | | | | | | |
| Series 2013 Water Utility System Revenue Bonds | 2.50% | 2013 | 4,998,000 | 2053 | 4,769,939 | - | (79,853) | 4,690,086 | 119,248 |
| Series 2017 Electric Utility System Revenue Bonds | 2.20-5.00% | 2017 | 3,000,000 | 2037 | - | 3,000,000 | - | 3,000,000 | - |
| Total Revenue Bonds | | | | | <u>4,769,939</u> | <u>3,000,000</u> | <u>(79,853)</u> | <u>7,690,086</u> | <u>119,248</u> |
| Loan Warrants | | | | | | | | | |
| Fireman's Relief Association - 2012 | 0.00% | 2012 | 51,750 | 2017 | 10,350 | - | (10,350) | - | - |
| KDOT Agreement | | | | | | | | | |
| KDOT Klink Project | 0.00% | 2013 | 489,000 | 2018 | 163,000 | - | (81,500) | 81,500 | - |
| KDHE Loans | | | | | | | | | |
| KDHE Project No. C20-1212-01 | 3.49% | 1999 | 1,885,432 | 2021 | 614,861 | - | (114,613) | 500,248 | 19,001 |
| KDHE Project No. C20-1775-01 | 3.13% | 2008 | 2,397,513 | 2030 | 471,922 | 1,245,432 | (140,406) | 1,576,948 * | 37,247 |
| Total KDHE Loans | | | | | <u>1,086,783</u> | <u>1,245,432</u> | <u>(255,019)</u> | <u>2,077,196</u> | <u>56,248</u> |
| Capital Leases | | | | | | | | | |
| 2012 Crimson Legend Custom Cab Pumper Fire Truck | 3.50% | 2012 | 200,000 | 2022 | 116,946 | - | (19,958) | 96,988 | 3,775 |
| Caterpillar 120M2 Road Grader | 2.90% | 2013 | 172,200 | 2018 | 161,941 | - | (3,641) | 158,300 | 4,693 |
| 2013 Schwarze Street Sweeper | 3.25% | 2014 | 130,000 | 2018 | 58,931 | - | (26,685) | 32,246 | 1,520 |
| 2017 Police Explorer | 2.00% | 2017 | 20,624 | 2020 | - | 20,624 | (5,040) | 15,584 | 277 |
| Caterpillar 420FIT Backhoe Loader | 2.70% | 2015 | 97,300 | 2020 | 83,536 | - | (6,807) | 76,729 | 2,080 |
| Total Capital Leases | | | | | <u>421,354</u> | <u>20,624</u> | <u>(62,131)</u> | <u>379,847</u> | <u>12,345</u> |
| Total Contractual Indebtedness | | | | | <u>\$ 6,991,426</u> | <u>4,266,056</u> | <u>(548,853)</u> | <u>10,708,629</u> | <u>210,521</u> |

*This was the loan balance at 12/31/2017. The City will be drawing down to the total amount awarded in 2018.

CITY OF ANTHONY, KANSAS
Notes to Financial Statements
December 31, 2017

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 | 2038-2042 | 2043-2047 | 2048-2052 | 2053 | Total |
| Principal | | | | | | | | | | | | | |
| General Obligation Bonds | \$ 60,000 | 65,000 | 65,000 | 65,000 | 70,000 | 155,000 | - | - | - | - | - | - | 480,000 |
| Revenue Bonds | 141,849 | 198,896 | 205,993 | 213,143 | 220,346 | 1,186,763 | 1,350,726 | 1,573,098 | 704,978 | 797,617 | 902,432 | 194,245 | 7,690,086 |
| KDOT Agreement | 81,500 | - | - | - | - | - | - | - | - | - | - | - | 81,500 |
| KDHE Loans | 260,008 | 268,615 | 277,552 | 286,779 | 160,048 | 879,222 | 493,568 | - | - | - | - | - | 2,625,792 |
| Capital Leases | 220,364 | 40,242 | 86,488 | 22,952 | 9,801 | - | - | - | - | - | - | - | 379,847 |
| Total Principal | 763,721 | 572,753 | 635,033 | 587,874 | 460,195 | 2,220,985 | 1,844,294 | 1,573,098 | 704,978 | 797,617 | 902,432 | 194,245 | 11,257,225 |
| Interest | | | | | | | | | | | | | |
| General Obligation Bonds | 20,450 | 18,170 | 15,665 | 12,830 | 15,993 | 5,473 | - | - | - | - | - | - | 88,581 |
| Revenue Bonds | 269,423 | 213,654 | 206,094 | 199,144 | 192,878 | 871,281 | 702,800 | 482,280 | 290,530 | 197,890 | 93,077 | 4,856 | 3,723,907 |
| KDHE Loans | 76,538 | 68,358 | 59,802 | 50,960 | 41,002 | 142,324 | 21,562 | - | - | - | - | - | 460,546 |
| Capital Leases | 10,439 | 4,167 | 2,016 | 781 | 86 | - | - | - | - | - | - | - | 17,489 |
| Total Interest | 376,850 | 304,349 | 283,577 | 263,715 | 249,959 | 1,019,078 | 724,362 | 482,280 | 290,530 | 197,890 | 93,077 | 4,856 | 4,290,523 |
| Total Principal and Interest | \$ 1,140,571 | 877,102 | 918,610 | 851,589 | 710,154 | 3,240,063 | 2,568,656 | 2,055,378 | 995,508 | 995,507 | 995,509 | 199,101 | 15,547,748 |

CITY OF ANTHONY, KANSAS

Regulatory-Required Supplementary Information

CITY OF ANTHONY, KANSAS
Summary of Expenditures - Actual and Budget
For the Year Ended December 31, 2017

| Funds | Certified Budget | Adjustment for Qualifying Budget Credits | Total Budget for Comparison | Expenditures Chargeable to Current Year | Variance Over (Under) |
|-------------------------------------|---------------------|--|-----------------------------------|---|-----------------------------|
| Governmental Fund Categories | | | | | |
| General Fund | \$ 1,337,318 | - | 1,337,318 | 1,228,730 | (108,588) |
| Special Revenue Funds | | | | | |
| Airport Fund | 1,173,385 | - | 1,173,385 | 184,460 | (988,925) |
| Employee Benefits Fund | 545,025 | - | 545,025 | 537,174 | (7,851) |
| Library Fund | 65,925 | - | 65,925 | 64,205 | (1,720) |
| Special Parks and Recreation Fund | 22,187 | - | 22,187 | 7,892 | (14,295) |
| Special Street and Highway Fund | 152,003 | - | 152,003 | 127,933 | (24,070) |
| Industrial Development Fund | 88,484 | - | 88,484 | 671 | (87,813) |
| Recreation Fund | 129,432 | - | 129,432 | 123,505 | (5,927) |
| Debt Service Fund | | | | | |
| Bond and Interest Fund | 57,337 | - | 57,337 | 37,916 | (19,421) |
| Business Funds | | | | | |
| Electric Utility Fund | 5,710,156 | - | 5,710,156 | 4,373,740 | (1,336,416) |
| Sewage Utility Fund | 666,213 | - | 666,213 | 560,757 | (105,456) |
| Water Utility Fund | 982,512 | - | 982,512 | 865,045 | (117,467) |

CITY OF ANTHONY, KANSAS

General 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)

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|---|-------------------------|--------------|-----------|-----------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Taxes | \$ 654,105 | 702,968 | 802,000 | (99,032) |
| Intergovernmental | 17,544 | 17,520 | 17,545 | (25) |
| State of Kansas - Liquor Tax | 6,306 | 5,031 | 5,535 | (504) |
| Local Retail Sales Tax | 217,884 | 195,537 | 220,000 | (24,463) |
| Fines and Fees | 28,896 | 22,437 | 26,750 | (4,313) |
| Charges for Service | 39,600 | 39,600 | 39,600 | - |
| Interest | 13,086 | 33,297 | 8,500 | 24,797 |
| Building Rent | 4,050 | 1,750 | 1,500 | 250 |
| Franchise Fees | 47,816 | 47,527 | 262,338 | (214,811) |
| Licenses and Permits | 7,295 | 6,123 | 6,000 | 123 |
| Reimbursements | 24,615 | 57,826 | 100 | 57,726 |
| Miscellaneous | 9,282 | 9,039 | 24,000 | (14,961) |
| Transfers in | 254,303 | 241,766 | - | 241,766 |
| Neighborhood Revitalization Rebate | (26,479) | (54,059) | (76,550) | 22,491 |
| Total Receipts | 1,298,303 | 1,326,362 | 1,337,318 | (10,956) |
| Expenditures | | | | |
| General Administration | 85,856 | 75,354 | 126,920 | (51,566) |
| Streets | 253,438 | 255,322 | 287,500 | (32,178) |
| Planning and Zoning | 5,964 | 6,243 | 4,150 | 2,093 |
| Police | 390,994 | 399,847 | 422,125 | (22,278) |
| Fire | 88,353 | 95,813 | 92,283 | 3,530 |
| Golf Course | 42,142 | 41,156 | 46,500 | (5,344) |
| Building Maintenance | - | 3,599 | 5,000 | (1,401) |
| Park | 28,176 | 13,338 | 18,350 | (5,012) |
| Tree Board | 1,202 | 2,629 | 3,000 | (371) |
| Sales Tax to Hospital | 217,884 | 195,537 | 220,000 | (24,463) |
| Principal | - | - | 2,000 | (2,000) |
| Interest | 6,770 | 9,070 | - | 9,070 |
| Transfers Out | 24,640 | 130,822 | 109,490 | 21,332 |
| Total Expenditures | 1,145,419 | 1,228,730 | 1,337,318 | (108,588) |
| Receipts Over (Under) Expenditures | 152,884 | 97,632 | | |
| Unencumbered Cash - Beginning | - | 152,884 | | |
| Unencumbered Cash - Ending | \$ 152,884 | 250,516 | | |

CITY OF ANTHONY, KANSAS

Airport 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)

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|---|-------------------------|--------------|-----------|-----------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Taxes | \$ 33,073 | 16,759 | 16,519 | 240 |
| Gas Sales | 19,546 | 15,703 | 10,000 | 5,703 |
| Lease and Rental Income | 14,251 | 15,391 | 4,000 | 11,391 |
| State Grant | 111,089 | 25,839 | 990,000 | (964,161) |
| Miscellaneous | 900 | 286 | 250 | 36 |
| Neighborhood Revitalization Rebate | (1,150) | (1,030) | (1,459) | 429 |
| Total Receipts | 177,709 | 72,948 | 1,019,310 | (946,362) |
| Expenditures | | | | |
| Personal Services | 2,520 | 2,950 | 5,800 | (2,850) |
| Contractual Services | 39,606 | 20,610 | 20,085 | 525 |
| Commodities | 26,489 | 18,700 | 27,500 | (8,800) |
| Capital Outlay | - | 122,200 | 1,100,000 | (977,800) |
| Transfers Out | - | 20,000 | 20,000 | - |
| Total Expenditures | 68,615 | 184,460 | 1,173,385 | (988,925) |
| Receipts Over (Under) Expenditures | 109,094 | (111,512) | | |
| Unencumbered Cash - Beginning | 162,165 | 271,259 | | |
| Unencumbered Cash - Ending | \$ 271,259 | 159,747 | | |

CITY OF ANTHONY, KANSAS

Employee Benefits 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)

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|---|-------------------------|--------------|----------|-----------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Taxes | \$ 158,055 | 159,104 | 164,520 | (5,416) |
| Employee Contributions | 121,113 | 111,329 | 100,000 | 11,329 |
| Employer Contributions | 200,139 | 255,996 | 270,000 | (14,004) |
| Interest | - | - | 100 | (100) |
| Miscellaneous | 2,099 | 107 | 100 | 7 |
| Neighborhood Revitalization Rebate | (5,470) | (11,966) | (16,943) | 4,977 |
| Total Receipts | 475,936 | 514,570 | 517,777 | (3,207) |
| Expenditures | | | | |
| Social Security | 37,734 | 35,907 | 39,000 | (3,093) |
| Health and Life Insurance | 367,495 | 448,222 | 421,250 | 26,972 |
| Retirement | 48,599 | 43,393 | 53,000 | (9,607) |
| Miscellaneous | 1,620 | 1,602 | 21,775 | (20,173) |
| Workers Compensation | 10,978 | 8,050 | 10,000 | (1,950) |
| Total Expenditures | 466,426 | 537,174 | 545,025 | (7,851) |
| Receipts Over (Under) Expenditures | 9,510 | (22,604) | | |
| Unencumbered Cash - Beginning | 128,913 | 138,423 | | |
| Unencumbered Cash - Ending | \$ 138,423 | 115,819 | | |

CITY OF ANTHONY, KANSAS
Library 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)

| | | Prior Year Actual | Current Year | | Variance Over Over (Under) |
|---|----|-------------------------|--------------|---------|-------------------------------------|
| | | | Actual | Budget | (Under) |
| Receipts | | | | | |
| Taxes | \$ | 67,969 | 69,483 | 73,399 | (3,916) |
| Neighborhood Revitalization Rebate | | - | (5,278) | (7,474) | 2,196 |
| Total Rceipts | | 67,969 | 64,205 | 65,925 | (1,720) |
| Expenditures | | | | | |
| Appropriations to Library Board | | 60,546 | 64,205 | 65,925 | (1,720) |
| Transfers Out | | 4,770 | - | - | - |
| Neighborhood Revitalization Rebate | | 2,653 | - | - | - |
| Total Expenditures | | 67,969 | 64,205 | 65,925 | (1,720) |
| Receipts Over (Under) Expenditures | | | | | |
| | | - | - | | |
| Unencumbered Cash - Beginning | | | | | |
| | | - | - | | |
| Unencumbered Cash - Ending | | | | | |
| | \$ | - | - | | |

CITY OF ANTHONY, KANSAS
Library Employee Benefits 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)

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|---|-------------------------|--------------|--------|-----------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Taxes | \$ 456 | - | - | - |
| Expenditures | | | | |
| Appropriations to Library Board | 8 | - | - | - |
| Transfers Out | 448 | - | - | - |
| Total Expenditures | 456 | - | - | - |
| Receipts Over (Under) Expenditures | - | - | | |
| Unencumbered Cash - Beginning | - | - | | |
| Unencumbered Cash - Ending | \$ - | - | | |

CITY OF ANTHONY, KANSAS
Special Parks and Recreation 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)

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|---|-------------------------|----------------------|---------------|-----------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| State of Kansas - Liquor Tax | \$ 6,306 | 5,031 | 5,534 | (503) |
| Reimbursements | 300 | - | 100 | (100) |
| Total Receipts | 6,606 | 5,031 | <u>5,634</u> | <u>(603)</u> |
| Expenditures | | | | |
| Personal Services | - | - | 1,500 | (1,500) |
| Contractual Services | 8,250 | 7,892 | 3,000 | 4,892 |
| Commodities | 1,579 | - | 10,000 | (10,000) |
| Capital Outlay | 2,894 | - | 7,687 | (7,687) |
| Total Expenditures | 12,723 | 7,892 | <u>22,187</u> | <u>(14,295)</u> |
| Receipts Over (Under) Expenditures | (6,117) | (2,861) | | |
| Unencumbered Cash - Beginning | 25,185 | 19,068 | | |
| Unencumbered Cash - Ending | \$ <u>19,068</u> | <u>16,207</u> | | |

CITY OF ANTHONY, KANSAS
Special Street and Highway 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)

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|---|-------------------------|-----------------------|----------------|-----------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| State of Kansas Fuel Tax | \$ 59,223 | 58,748 | 57,980 | 768 |
| Reimbursements | 5,367 | - | - | - |
| Total Receipts | 64,590 | 58,748 | <u>57,980</u> | <u>768</u> |
| Expenditures | | | | |
| Personal Services | 10,882 | 11,213 | 20,000 | (8,787) |
| Contractual Services | 81,485 | 81,500 | 103,500 | (22,000) |
| Commodities | 18,667 | 9,220 | 11,250 | (2,030) |
| Capital Outlay | - | - | 17,253 | (17,253) |
| Transfers Out | - | 26,000 | - | 26,000 |
| Total Expenditures | 111,034 | 127,933 | <u>152,003</u> | <u>(24,070)</u> |
| Receipts Over (Under) Expenditures | (46,444) | (69,185) | | |
| Unencumbered Cash - Beginning | 220,880 | 174,436 | | |
| Unencumbered Cash - Ending | \$ <u>174,436</u> | <u>105,251</u> | | |

CITY OF ANTHONY, KANSAS
Industrial Development 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)

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|---|-------------------------|--------------|--------|-----------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Taxes | \$ 1,412 | 296 | - | 296 |
| Rental Income | 100 | - | 100 | (100) |
| Reimbursements | 16,513 | 28,900 | 20 | 28,880 |
| Transfers In | - | - | 85,268 | (85,268) |
| Total Receipts | 18,025 | 29,196 | 85,388 | (56,192) |
| Expenditures | | | | |
| Contractual Services | 3,340 | 671 | 3,216 | (2,545) |
| Transfers Out | 25,000 | - | 85,268 | (85,268) |
| Total Expenditures | 28,340 | 671 | 88,484 | (87,813) |
| Receipts Over (Under) Expenditures | (10,315) | 28,525 | | |
| Unencumbered Cash - Beginning | 24,025 | 13,710 | | |
| Unencumbered Cash - Ending | \$ 13,710 | 42,235 | | |

CITY OF ANTHONY, KANSAS
Recreation 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)

| | | Current Year | | Variance |
|---|-------------------------|-----------------------|----------------|-------------------------|
| | Prior Year Actual | Actual | Budget | Over Over (Under) |
| Receipts | | | | |
| Taxes | \$ 52,201 | 53,433 | 56,525 | (3,092) |
| Swimming Pool Receipts | 12,922 | 14,533 | - | 14,533 |
| Concession Receipts | 13,451 | 6,144 | - | 6,144 |
| Program Receipts | 15,207 | 25,623 | - | 25,623 |
| Donations | 5,480 | 5,443 | - | 5,443 |
| Reimbursements | 3,903 | 5,596 | - | 5,596 |
| Pool Improvement Charge | 41,160 | 40,647 | 42,000 | (1,353) |
| Neighborhood Revitalization Rebate | (2,042) | (4,064) | (5,755) | 1,691 |
| Total Receipts | <u>142,282</u> | <u>147,355</u> | <u>92,770</u> | <u>54,585</u> |
| Expenditures | | | | |
| Personal Services | 33,479 | 33,940 | - | 33,940 |
| Contractual Services | 36,318 | 23,255 | - | 23,255 |
| Commodities | 36,836 | 17,931 | - | 17,931 |
| Appropriations | - | - | 50,770 | (50,770) |
| Warrior Football | 5,010 | 7,707 | - | 7,707 |
| Transfers Out | 41,160 | 40,672 | 42,000 | (1,328) |
| (a) Adjustment for Qualifying Budget Credits | - | - | 36,662 | (36,662) |
| Total Expenditures | <u>152,803</u> | <u>123,505</u> | <u>129,432</u> | <u>(5,927)</u> |
| Receipts Over (Under) Expenditures | (10,521) | 23,850 | | |
| Unencumbered Cash - Beginning | <u>10,746</u> | <u>225</u> | | |
| Unencumbered Cash - Ending | \$ <u>225</u> | <u>24,075</u> | | |
| (a) Adjustment for Qualifying Budget Credits | | | | |
| Program Receipts Over Amount Budgeted | | \$ 25,623 | | |
| Donations Over Amount Budgeted | | 5,443 | | |
| Reimbursements Over Amount Budgeted | | 5,596 | | |
| | | <u>\$ 36,662</u> | | |

CITY OF ANTHONY, KANSAS
Municipal Equipment Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Reimbursements | \$ - | 3,828 |
| Transfers In | 18,543 | 19,206 |
| Total Receipts | 18,543 | 23,034 |
| Expenditures | | |
| Capital Outlay | 7,986 | 21,055 |
| Receipts Over (Under) Expenditures | 10,557 | 1,979 |
| Unencumbered Cash - Beginning | 63,111 | 73,668 |
| Unencumbered Cash - Ending | \$ 73,668 | 75,647 |

CITY OF ANTHONY, KANSAS
Downtown Revitalization Loan Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Repayments | \$ 1,533 | 1,533 |
| Expenditures | - | - |
| Receipts Over (Under) Expenditures | 1,533 | 1,533 |
| Unencumbered Cash - Beginning | 60,632 | 62,165 |
| Unencumbered Cash - Ending | \$ 62,165 | 63,698 |

CITY OF ANTHONY, KANSAS
Capital Improvements Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Reimbursements | \$ 70,422 | 17,395 |
| Transfers In | 139,664 | 260,233 |
| Total Receipts | 210,086 | 277,628 |
| Expenditures | | |
| Capital Outlay | 403,722 | 230,792 |
| Receipts Over (Under) Expenditures | (193,636) | 46,836 |
| Unencumbered Cash - Beginning | 881,487 | 687,851 |
| Unencumbered Cash - Ending | \$ 687,851 | 734,687 |

CITY OF ANTHONY, KANSAS
Transient Guest Tax Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Transient Guest Tax | \$ 29,777 | 17,106 |
| Expenditures | | |
| Capital Outlay | 45,878 | 5,314 |
| Transfer Out | - | 23,910 |
| Total Expenditures | 45,878 | 29,224 |
| Receipts Over (Under) Expenditures | (16,101) | (12,118) |
| Unencumbered Cash - Beginning | 36,653 | 20,552 |
| Unencumbered Cash - Ending | \$ 20,552 | 8,434 |

CITY OF ANTHONY, KANSAS
Bond and Interest 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)

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|---|-------------------------|----------------------|---------------|-----------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Taxes | \$ 45,989 | 47,613 | 50,831 | (3,218) |
| Special Assessments | - | 1,723 | 11,650 | (9,927) |
| Neighborhood Revitalization Rebate | (1,915) | (3,633) | (5,144) | 1,511 |
| Total Receipts | <u>44,074</u> | <u>45,703</u> | <u>57,337</u> | <u>(11,634)</u> |
| Expenditures | | | | |
| Principal | 35,000 | 27,115 | 40,000 | (12,885) |
| Interest | 9,885 | 10,800 | 15,335 | (4,535) |
| Commissions and Postage | 1 | 1 | 2 | (1) |
| Cash Basis Reserve | - | - | 2,000 | (2,000) |
| Total Expenditures | <u>44,886</u> | <u>37,916</u> | <u>57,337</u> | <u>(19,421)</u> |
| Receipts Over (Under) Expenditures | (812) | 7,787 | | |
| Unencumbered Cash - Beginning | <u>812</u> | <u>-</u> | | |
| Unencumbered Cash - Ending | \$ <u>-</u> | <u>7,787</u> | | |

CITY OF ANTHONY, KANSAS
Series 2010 GO Bond Debt Service Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Transfers In | \$ 23,243 | 23,243 |
| Expenditures | | |
| Principal | 20,000 | 20,000 |
| Interest | 7,995 | 7,345 |
| Total Expenditures | 27,995 | 27,345 |
| Receipts Over (Under) Expenditures | (4,752) | (4,102) |
| Unencumbered Cash - Beginning | 25,357 | 20,605 |
| Unencumbered Cash - Ending | \$ 20,605 | 16,503 |

CITY OF ANTHONY, KANSAS
Water Debt Service Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Transfers In | \$ 199,101 | 199,101 |
| Expenditures | | |
| Principal | 77,905 | 79,853 |
| Interest | 121,196 | 119,248 |
| Total Expenditures | 199,101 | 199,101 |
| Receipts Over (Under) Expenditures | - | - |
| Unencumbered Cash - Beginning | 183,448 | 183,448 |
| Unencumbered Cash - Ending | \$ 183,448 | 183,448 |

CITY OF ANTHONY, KANSAS
WWTF Loan Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Transfers In | \$ 411,177 | 325,802 |
| Expenditures | | |
| Principal | 289,157 | 156,835 |
| Interest and Fees | 47,011 | 60,947 |
| Total Expenditures | 336,168 | 217,782 |
| Receipts Over (Under) Expenditures | 75,009 | 108,020 |
| Unencumbered Cash - Beginning | 65,121 | 140,130 |
| Unencumbered Cash - Ending | \$ 140,130 | 248,150 |

CITY OF ANTHONY, KANSAS
Series 2013 Electric Bond Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Transfers In | \$ 148,109 | 65,093 |
| Expenditures | | |
| Principal | 175,000 | - |
| Interest | 1,750 | - |
| Transfers Out | - | 75,782 |
| Total Expenditures | 176,750 | 75,782 |
| Receipts Over (Under) Expenditures | (28,641) | (10,689) |
| Unencumbered Cash - Beginning | 39,330 | 10,689 |
| Unencumbered Cash - Ending | \$ 10,689 | - |

CITY OF ANTHONY, KANSAS
Series 2013 Electric Bond Debt Service Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | \$ - | - |
| Expenditures | - | - |
| Receipts Over (Under) Expenditures | - | - |
| Unencumbered Cash - Beginning | 2,421 | 2,421 |
| Unencumbered Cash - Ending | \$ 2,421 | 2,421 |

CITY OF ANTHONY, KANSAS
Series 2013 Water Bond Debt Service Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Transfers In | \$ 19,910 | 19,910 |
| Expenditures | - | - |
| Receipts Over (Under) Expenditures | 19,910 | 19,910 |
| Unencumbered Cash - Beginning | 56,412 | 76,322 |
| Unencumbered Cash - Ending | \$ 76,322 | 96,232 |

CITY OF ANTHONY, KANSAS
Series 2014 Temporary Note Debt Service Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | \$ - | - |
| Expenditures | | |
| Transfers Out | 39 | - |
| Receipts Over (Under) Expenditures | (39) | - |
| Unencumbered Cash - Beginning | 39 | - |
| Unencumbered Cash - Ending | \$ - | - |

CITY OF ANTHONY, KANSAS
Series 2014 Temporary Note Debt Service Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | \$ - | - |
| Expenditures | | |
| Transfers Out | 7,270 | - |
| Receipts Over (Under) Expenditures | (7,270) | - |
| Unencumbered Cash - Beginning | 7,270 | - |
| Unencumbered Cash - Ending | \$ - | - |

CITY OF ANTHONY, KANSAS
Series 2017 Electric Bond Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Transfers In | \$ - | 30,723 |
| Expenditures | - | - |
| Receipts Over (Under) Expenditures | - | 30,723 |
| Unencumbered Cash - Beginning | - | - |
| Unencumbered Cash - Ending | \$ - | 30,723 |

CITY OF ANTHONY, KANSAS
Series 2017 Electric Bond Debt Service Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Transfers In | \$ - | 214,898 |
| Expenditures | - | - |
| Receipts Over (Under) Expenditures | - | 214,898 |
| Unencumbered Cash - Beginning | - | - |
| Unencumbered Cash - Ending | \$ - | 214,898 |

CITY OF ANTHONY, KANSAS
Series 2017 Electric Bond Issuance Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Transfers In | \$ - | 66,900 |
| Expenditures | | |
| Professional Fees | - | 53,297 |
| Postage and Commission | - | 79 |
| Total Expenditures | - | 53,376 |
| Receipts Over (Under) Expenditures | - | 13,524 |
| Unencumbered Cash - Beginning | - | - |
| Unencumbered Cash - Ending | \$ - | 13,524 |

CITY OF ANTHONY, KANSAS
Sewer Lagoon Project Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|----------------------------|---------------------------|
| Receipts | | |
| KDHE Loan Proceeds | \$ 1,069,985 | 1,245,432 |
| Transfers In | 7,270 | - |
| Total Receipts | <u>1,077,255</u> | <u>1,245,432</u> |
| Expenditures | | |
| Commodities | 78,760 | 40,251 |
| Capital Outlay | 852,081 | 1,073,919 |
| Total Expenditures | <u>930,841</u> | <u>1,114,170</u> |
| Receipts Over (Under) Expenditures | 146,414 | 131,262 |
| Unencumbered Cash - Beginning | <u>(316,329)</u> | <u>(169,915)</u> |
| Unencumbered Cash - Ending | \$ <u><u>(169,915)</u></u> | <u><u>(38,653)</u></u> |

CITY OF ANTHONY, KANSAS
Electric System Project Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Bond Proceeds | \$ - | 3,000,000 |
| Expenditures | | |
| Professional Fees | - | 3,000,000 |
| Receipts Over (Under) Expenditures | - | - |
| Unencumbered Cash - Beginning | - | - |
| Unencumbered Cash - Ending | \$ - | - |

CITY OF ANTHONY, KANSAS
Wayne Dennis Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Interest | \$ 4,311 | 6,063 |
| Miscellaneous | 10,000 | 1,000 |
| Total Receipts | 14,311 | 7,063 |
| Expenditures | | |
| Community Projects | 10,257 | 14,543 |
| Receipts Over (Under) Expenditures | 4,054 | (7,480) |
| Unencumbered Cash - Beginning | 757,859 | 761,913 |
| Unencumbered Cash - Ending | \$ 761,913 | 754,433 |

CITY OF ANTHONY, KANSAS
Public Relief Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Miscellaneous | \$ 113 | 133 |
| Expenditures | | |
| Miscellaneous | 583 | 243 |
| Receipts Over (Under) Expenditures | (470) | (110) |
| Unencumbered Cash - Beginning | 27,955 | 27,485 |
| Unencumbered Cash - Ending | \$ 27,485 | 27,375 |

CITY OF ANTHONY, KANSAS

Electric Utility 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)

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|---|-------------------------|--------------|-----------|-----------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Metered Electric Sales | \$ 3,848,244 | 3,911,941 | 4,060,250 | (148,309) |
| Penalties | 35,163 | 60,965 | 1,000 | 59,965 |
| Reimbursements | 1,117,350 | 952,947 | 1,550,000 | (597,053) |
| Miscellaneous | 3,865 | 4,768 | - | 4,768 |
| Interest | 2,358 | 3,504 | 1,500 | 2,004 |
| Connect and Nonpayment Fees | 3,480 | 3,617 | - | 3,617 |
| Transfers In | - | 75,782 | - | 75,782 |
| Total Receipts | 5,010,460 | 5,013,524 | 5,612,750 | (599,226) |
| Expenditures | | | | |
| Administration | 152,654 | 151,012 | 269,150 | (118,138) |
| Production | 2,501,959 | 2,435,457 | 2,660,250 | (224,793) |
| Distribution | 745,858 | 591,745 | 723,250 | (131,505) |
| Capital Outlay | 7,466 | 4,330 | 46,368 | (42,038) |
| Transfers Out | 1,458,109 | 1,190,370 | 2,011,138 | (820,768) |
| Overpayments | 1,583 | 826 | - | 826 |
| Total Expenditures | 4,867,629 | 4,373,740 | 5,710,156 | (1,336,416) |
| Receipts Over (Under) Expenditures | 142,831 | 639,784 | | |
| Unencumbered Cash - Beginning | 544,131 | 686,962 | | |
| Unencumbered Cash - Ending | \$ 686,962 | 1,326,746 | | |

CITY OF ANTHONY, KANSAS

Sewage Utility 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)

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|---|-------------------------|--------------|---------|-----------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Service Charge | \$ 595,734 | 582,965 | 495,000 | 87,965 |
| Penalties | 7,476 | 9,582 | - | 9,582 |
| Reimbursements | 1,200 | 11,789 | 3,000 | 8,789 |
| Interest | - | - | 75 | (75) |
| Total Receipts | 604,410 | 604,336 | 498,075 | 106,261 |
| Expenditures | | | | |
| Administration | 39,036 | 28,668 | 56,500 | (27,832) |
| Treatment | 156,165 | 165,712 | 180,750 | (15,038) |
| Capital Outlay | 2,032 | 275 | 57,495 | (57,220) |
| Transfers Out | 444,377 | 366,102 | 371,468 | (5,366) |
| Total Expenditures | 641,610 | 560,757 | 666,213 | (105,456) |
| Receipts Over (Under) Expenditures | (37,200) | 43,579 | | |
| Unencumbered Cash - Beginning | 189,308 | 152,108 | | |
| Unencumbered Cash - Ending | \$ 152,108 | 195,687 | | |

CITY OF ANTHONY, KANSAS

Water Utility 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)

| | Prior Year Actual | Current Year | | Variance Over (Under) |
|---|-------------------------|--------------|---------|-----------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Metered Water Sales | \$ 724,242 | 716,520 | 741,500 | (24,980) |
| Licenses and Fees | 7,479 | 12,751 | 3,600 | 9,151 |
| Lake Lot Sales | 48,372 | - | - | - |
| Lake Leases | 8,160 | 7,876 | 5,750 | 2,126 |
| Bulk Water Sales-Resale | 12,895 | 8,544 | - | 8,544 |
| Penalties | 7,443 | 9,391 | - | 9,391 |
| Reimbursements | 6,797 | 8,019 | 10,000 | (1,981) |
| Interest | 1,178 | 1,836 | 900 | 936 |
| Lake Maintenance and Improvement | 5,433 | 6,278 | 1,350 | 4,928 |
| Community Lake Assistance | 2,900 | 2,900 | 2,900 | - |
| Connect and Nonpayment Fees | 1,327 | 1,914 | - | 1,914 |
| Total Receipts | 826,226 | 776,029 | 766,000 | 10,029 |
| Expenditures | | | | |
| Administration | 126,876 | 115,358 | 147,550 | (32,192) |
| Production | 77,312 | 76,605 | 76,800 | (195) |
| Distribution | 356,198 | 309,014 | 345,300 | (36,286) |
| Capital Outlay | - | - | 48,051 | (48,051) |
| Lake Maintenance | 117,001 | 102,079 | 108,700 | (6,621) |
| Transfers Out | 290,092 | 261,989 | 256,111 | 5,878 |
| Total Expenditures | 967,479 | 865,045 | 982,512 | (117,467) |
| Receipts Over (Under) Expenditures | (141,253) | (89,016) | | |
| Unencumbered Cash - Beginning | 308,587 | 167,334 | | |
| Unencumbered Cash - Ending | \$ 167,334 | 78,318 | | |

CITY OF ANTHONY, KANSAS
Electric System Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | \$ - | - |
| Expenditures | - | - |
| Receipts Over (Under) Expenditures | - | - |
| Unencumbered Cash - Beginning | 485,000 | 485,000 |
| Unencumbered Cash - Ending | \$ 485,000 | 485,000 |

CITY OF ANTHONY, KANSAS
Electric System Equipment Replacement Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Transfers In | \$ 1,063,785 | 894,834 |
| Expenditures | | |
| Capital Outlay | 51,240 | 2,402,819 |
| Fees | 51,339 | 63,929 |
| Transfers Out | - | 312,521 |
| Total Expenditures | 102,579 | 2,779,269 |
| Receipts Over (Under) Expenditures | 961,206 | (1,884,435) |
| Unencumbered Cash - Beginning | 1,464,981 | 2,426,187 |
| Unencumbered Cash - Ending | \$ 2,426,187 | 541,752 |

CITY OF ANTHONY, KANSAS
Sewer System Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | \$ - | - |
| Expenditures | - | - |
| Receipts Over (Under) Expenditures | - | - |
| Unencumbered Cash - Beginning | 80,000 | 80,000 |
| Unencumbered Cash - Ending | \$ 80,000 | 80,000 |

CITY OF ANTHONY, KANSAS
Sewer Equipment Replacement Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | \$ - | - |
| Expenditures | - | - |
| Receipts Over (Under) Expenditures | - | - |
| Unencumbered Cash - Beginning | 6,454 | 6,454 |
| Unencumbered Cash - Ending | \$ 6,454 | 6,454 |

CITY OF ANTHONY, KANSAS
Wastewater Lagoon Cleaning Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Transfers In | \$ 10,800 | 10,800 |
| Expenditures | - | - |
| Receipts Over (Under) Expenditures | 10,800 | 10,800 |
| Unencumbered Cash - Beginning | 105,100 | 115,900 |
| Unencumbered Cash - Ending | \$ 115,900 | 126,700 |

CITY OF ANTHONY, KANSAS
Water Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | | |
| Reimbursements | \$ - | 645 |
| Expenditures | - | - |
| Receipts Over (Under) Expenditures | - | 645 |
| Unencumbered Cash - Beginning | 200,108 | 200,108 |
| Unencumbered Cash - Ending | \$ 200,108 | 200,753 |

CITY OF ANTHONY, KANSAS
Water Equipment Replacement Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|---|-------------------------|---------------------------|
| Receipts | \$ - | - |
| Expenditures | - | - |
| Receipts Over (Under) Expenditures | - | - |
| Unencumbered Cash - Beginning | 67,961 | 67,961 |
| Unencumbered Cash - Ending | \$ 67,961 | 67,961 |

CITY OF ANTHONY, KANSAS
Public Library - General Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

| | Prior Year Actual | Current Year Actual |
|--|-------------------------|---------------------------|
| Receipts | | |
| Appropriations From City | \$ 60,546 | 64,205 |
| Grants | 14,010 | 13,447 |
| Donations | 8,461 | 1,362 |
| Book Sales | 188 | 205 |
| Investment Income | 12,026 | 8,787 |
| Miscellaneous Revenue | 4,960 | 3,650 |
| Total Receipts | <u>100,191</u> | <u>91,656</u> |
| Expenditures | | |
| Salaries and Wages | 78,985 | 82,810 |
| Payroll Taxes | 6,821 | 7,118 |
| KPERS | 3,477 | 3,645 |
| Insurance | 6,195 | 6,830 |
| Penalties and Interest | 44 | - |
| Advertising | 160 | 873 |
| Books | 15,095 | 16,509 |
| Utilities | 9,813 | 9,070 |
| Repairs and Maintenance | 11,969 | 9,727 |
| Supplies | 7,981 | 9,939 |
| Market Value Adjustment | (13,684) | (44,788) |
| Total Expenditures | <u>126,856</u> | <u>101,733</u> |
| Receipts Over (Under) Expenditures | (26,665) | (10,077) |
| Unencumbered Cash and Investments - Beginning | <u>1,064,853</u> | <u>1,038,188</u> |
| Unencumbered Cash and Investments - Ending | <u>\$ 1,038,188</u> | <u>1,028,111</u> |

CITY OF ANTHONY, KANSAS
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2017

| <u>Funds</u> | <u>Beginning Cash Balance</u> | <u>Receipts</u> | <u>Disbursements</u> | <u>Ending Cash Balance</u> |
|------------------|---------------------------------------|-----------------|----------------------|------------------------------------|
| Sales Tax | \$ 2,230 | 123,949 | 113,155 | 13,024 |
| Service Deposits | 43,552 | 14,515 | 11,206 | 46,861 |
| Total | \$ 45,782 | 138,464 | 124,361 | 59,885 |