

AUDITED FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS

December 31, 2017

Reese & Novelly, PA
Certified Public Accountants
Wamego, Kansas

Audited Financial Statement

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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Rick I. Reese, CPA
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INDEPENDENT AUDITOR'S REPORT

The Mayor and City Council
City of Marysville, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Marysville, 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 A; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

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

As described in Note A of the financial statement, the financial statement is prepared by the City of Marysville, 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 A 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 Marysville, Kansas, as of December 31, 2017, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Marysville, 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 A.

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, schedule of regulatory basis receipts and expenditures-agency funds, and schedule of regulatory basis receipts and expenditures – related municipal entities (Schedules 1, 2, 3, and 4 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 A.

The 2016 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget and schedules of regulatory basis receipts and expenditures – actual – related municipal entity (Schedules 2 and 4 as listed in the table of contents) are also presented for comparative analysis and are not a required part of the 2017 basic financial statement upon which we rendered an unmodified opinion dated June 25, 2018. 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://da.ks.gov/ar/muniserv/>. 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 A.

Reese & Novelly, P.A.

Wamego, Kansas
June 25, 2018

**FINANCIAL STATEMENT
AND NOTE DISCLOSURES**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS**

CITY OF MARYSVILLE, KANSAS

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 Type Funds:							
General	\$ 424,181	\$	\$ 2,051,946	\$ 2,036,441	\$ 439,686	\$	\$ 439,686
Bond and Interest Funds:							
Bond and Interest	33,235		249,302	46,925	235,612		235,612
Special Purpose Funds:							
Street and Highway	107,798		88,585	138,647	57,736		57,736
Industrial	82,206		39,133	66,262	55,077		55,077
Library	5,006		180,108	183,225	1,889		1,889
Library Employee Benefit	282		52,095	52,377	-		-
Special Parks and Recreation	13,852		14,249	5,806	22,295		22,295
Employee Benefit	231,906		519,386	483,350	267,942		267,942
Transient Guest Tax	40,418		73,540	71,784	42,174		42,174
Sales Tax Improvements	928,525		960,676	1,149,825	739,376	51,317	790,693
Swimming Pool Sales Tax	1,233,799		637,777	460,368	1,411,208		1,411,208
Airport Revolving	8,272		6,069		14,341		14,341
Fire Equipment Reserve	56,108		39,311	13,736	81,683		81,683
Library Revolving	3,462		163,000	166,132	330		330
Special Law Enforcement Trust	7,910		7,723	3,796	11,837		11,837
Koester Block Maintenance	36,881		62,300	49,699	49,482		49,482
Municipal Equipment Reserve	308,962		168,858	131,357	346,463		346,463
TOTAL SPECIAL PURPOSE	3,065,387	-	3,012,810	2,976,364	3,101,833	51,317	3,153,150
Capital Projects Funds:							
Special Improvements	761		15,752	13,752	2,761		2,761
Capital Improvements	83,938		510,599	570,546	23,991		23,991
TOTAL CAPITAL PROJECTS	84,699	-	526,351	584,298	26,752	-	26,752

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

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS**

CITY OF MARYSVILLE, KANSAS

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
Business Funds:							
Water Revenue	933,680		906,157	978,336	861,501		861,501
Sewage Revenue	309,902		764,085	622,486	451,501		451,501
Bond and Interest #1	187,282		159,824	161,743	185,363		185,363
Bond and Interest #1A	322,742		176,045	304,725	194,062		194,062
Sewage Replacement	822,686		36,923	209,200	650,409		650,409
Water Utility Reserve	619,206		64,231		683,437		683,437
TOTAL BUSINESS FUNDS	3,195,498	-	2,107,265	2,276,490	3,026,273	-	3,026,273
Trust Type Funds:							
Cemetery	37,482				37,482		37,482
TOTAL PRIMARY GOVERNMENT	6,840,482	-	7,947,674	7,920,518	6,867,638	51,317	6,918,955
Related Municipal Entity:							
Marysville Public Library	308,552		254,362	253,244	309,670	3,113	312,783
Public Building Commission	634,359		283,803	280,390	637,772		637,772
TOTAL RELATED MUNICIPAL ENTITIES	942,911		538,165	533,634	947,442	3,113	950,555
TOTAL REPORTING ENTITY	\$ 7,783,393	\$ -	\$ 8,485,839	\$ 8,454,152	\$ 7,815,080	\$ 54,430	\$ 7,869,510

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

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

Composition of Cash:	
Checking accounts:	
Citizen's State Bank	\$ 6,918,085
Citizen's State Bank - General Petty Cash	600
Public Building Commission	637,772
Municipal Court	500
Marysville Public Library (related municipal entity)	312,783
Petty Cash	<u>270</u>
	7,870,010
	<u>(500)</u>
Less Agency Funds (per Schedule 3)	<u>\$ 7,869,510</u>
	<u><u>\$ 7,869,510</u></u>

TOTAL CASH

TOTAL REPORTING ENTITY (EXCLUDING AGENCY FUNDS)

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

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2017

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Marysville, Kansas (Municipality) was founded in 1854 and incorporated in February 1861, and operates under an elected eight-member council and mayor. The accounting policies of the Municipality conform to the cash-basis and budget laws of Kansas (regulatory basis). The following is a summary of the more significant policies:

1. The Financial Reporting Entity: The financial reporting entity of the City of Marysville, Kansas, is comprised of the primary government (the Municipality) and its related municipal entities.

The basic criterion for including a separate entity in the Municipality's financial reporting entity is the financial accountability of the Municipality for the separate entity. The Municipality is financially accountable if it appoints a voting majority of a related municipal entity's governing body and if it either has the ability to impose its will on the related municipal entity or there is a potential for the related municipal entity to provide certain financial benefits to, or impose certain financial burdens on, the primary government.

The related municipal entity is included in the Municipality's reporting entity because it is established to benefit the Municipality and/or its constituents.

- a. Marysville Public Library is organized under K.S.A. 12-1218. The Municipality levies property taxes for the Library under K.S.A. 79-1952, which is deposited in a Municipality special purpose fund and appropriated to the Library for its operations.
- b. Public Building Commission (PBC) is organized by Ordinance 1795 under K.S.A. 12-1757. The PBC was established to acquire, construct, reconstruct, equip and furnish a building or buildings or other facilities of a revenue producing character to be maintained and operated for city offices and general city buildings, and others. The PBC is authorized to lease and sublease all or any part of buildings and facilities owned by the PBC or the City to other agencies or entities. The PBC is also authorized to issue revenue bonds.

Separate financial statement of the individual related municipal entity may be obtained from its respective administrative office.

2. Regulatory Basis Fund Types: The accounts of the Municipality are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its cash, liabilities, fund balance, receipts, and expenditures.

Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2017

The various funds are grouped, in the financial statement in this report, into generic regulatory basis fund types and broad fund categories as follows:

Governmental Funds

The General Fund is the chief operating fund of the Municipality. It is used to account for all financial resources except those that are required to be accounted for in another fund.

Special Purpose Funds are 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.

Bond and Interest Funds are used to account for the accumulation of resources, including tax levies, transfer from other funds and payment of general long-term.

Capital Project Funds are 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.

Business Funds

Business Funds are 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.)

Fiduciary Funds

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

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

3. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America: The municipal reporting entity prepares the financial statement using *Kansas Municipal Audit and Accounting Guide (KMAAG)* regulatory basis of accounting, which is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas.

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 measure 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 receivable and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2017

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 *KMAAG* regulatory basis of accounting.

4. 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 1.
 - b. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5.
 - c. Public hearing on or before August 15, but at least ten days after publication of notice of hearing.
 - d. 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 regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for 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 regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, trust funds and the following special purpose, business funds, and trust fund:

Special Purpose Funds: Airport Revolving Fund; Fire Equipment Reserve Fund; Special Law Enforcement Trust Fund; Library Revolving Fund; Koester Block Maintenance and; Municipal Equipment Reserve

Business Funds: Sewer Replacement Fund and Water Utility Reserve

Trust Fund: Cemetery Fund

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2017

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.

5. Special Assessments: Projects financed in part by special assessments are financed through general obligation bonds of the Municipality and are retired from the bond and interest fund. Special assessments paid prior to the issuance of bonds are recorded as revenue in the appropriate project. Special assessments received after the issuance of bonds are recorded as revenue in the bond and interest fund.
6. 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 1st 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 taxes levied on or before December 21 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 1st of the ensuing year. Consequently, for 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.
7. Cash and Investments: The Municipality uses an internally pooled cash system in which the cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earnings from these investments, unless specifically designated, are allocated to the general fund and the utility funds based upon their average cash balances. Investments are stated at cost, which approximates market.
8. Reimbursements: The Municipality records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparisons, the reimbursement is recorded as a qualifying budget credit in the fund receiving the reimbursement.

NOTE B – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

1. There were no statute violations noted in 2017.

NOTE C – DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the Municipality. The statute requires banks eligible to hold the Municipality's funds have a main or branch bank in the county in which the Municipality 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 Municipality has no other policies that would further limit interest rate risk.

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2017

K.S.A. 12-1675 limits the Municipality'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 Municipality has no investment policy that would further limit its investment choices. The Municipality had no investments therefore, they do not have a rating.

Concentration of credit risk: State statutes place no limit on the amount the Municipality may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits: Custodial credit risk is the risk that in the event of a bank failure, the Municipality's deposits may not be returned to it. State statutes require the Municipality'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 Municipality had no agreements for designated "peak periods." All deposits were legally secured at December 31, 2017.

At December 31, 2017, the carrying amount of the Municipality's deposits was \$6,919,454 and the bank balance was \$7,055,711. The bank balance was held by a single bank which did result in a concentration of credit risk. Of the bank balance, the entire amount of \$7,055,711 was collateralized with securities held by the pledging financial institutions' agents in the Municipality'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 Municipality 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.

Related Municipal Entity Cash Balances:

At year-end, the carrying amount of the Marysville Public Library's deposits including certificates of deposit was \$312,783 and the bank balance was \$312,622 of which the entire amount was covered by FDIC insurance. The City held \$330 for the Library in a revolving fund. This amount is included in the Library's total cash of \$312,783 and the City's total cash.

At year-end, the carrying amount of the Marysville Public Building Commission's deposits including certificates of deposit was \$637,772 and the bank balance was \$637,859. The bank balance was held by two banks which does not result in a concentration of credit risk. Of the bank balance, \$500,000 was covered by federal depository insurance and \$137,859 was collateralized with securities held by the pledging financial institutions' agents in the Municipality's name.

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2017

NOTE D—LONG TERM DEBT

The following is a summary of debt transactions of the Municipality for the year ended December 31, 2017. See Notes P and Q for the schedules of long-term liabilities and current maturities of long-term debt.

	Payable Beginning of Year	Issued	Retired	Payable End of Year
General Obligation Bonds	\$ 1,665,000	\$	\$ 135,000	\$ 1,530,000
Revolving Notes	1,181,332		305,925	875,407
Capital Leases	3,870,000		170,000	3,700,000
Total	<u>\$ 6,716,332</u>	<u>\$</u>	<u>\$ 610,925</u>	<u>\$ 6,105,407</u>

Total interest expense for the year was \$181,884.

Related Municipal Entity Debt

Public Building Commission (PBC): The PBC was obligated at December 31, 2017 for revenue bonds of \$3,700,000 primarily covering the construction of the swimming pool, with a maturity date of September 2033, at varying interest rates of 2.0 to 3.5 percent.

The following is a summary of debt transactions for the PBC for December 31, 2017:

	Payable Beginning of Year	Issued	Retired	Payable End of Year
Revenue Bonds	<u>\$ 3,870,000</u>	<u>\$</u>	<u>\$ 170,000</u>	<u>\$ 3,700,000</u>

Total interest expense for the year was \$108,490.

The following is a schedule of maturity for the PBC:

	Principal	Interest	Total
2018	\$ 175,000	\$ 104,240	\$ 279,240
2019	180,000	99,865	279,865
2020	185,000	95,365	280,365
2021	190,000	90,740	280,740
2022	195,000	86,940	281,490
2023-2027	1,105,000	364,275	1,469,275
2028-2032	1,360,000	191,560	1,551,560
2033-2037	310,000	10,850	320,850
Total	<u>\$3,700,000</u>	<u>\$ 1,043,835</u>	<u>\$4,743,835</u>

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2017

NOTE E—DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description: The City of Marysville, 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 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 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. 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 from the period of 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 City of Marysville, Kansas were \$121,442 for the year ended December 31, 2017.

Net Pension Liability

At December 31, 2017, the City of Marysville, Kansas's proportionate share of the collective net pension liability reported by KPERS was \$1,136,444. 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 Municipality's proportion of the net pension liability was based on the ratio of the Municipality's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2017

NOTE F—OTHER POST EMPLOYMENT BENEFIT

As provided by K.S.A. 12-5040, the municipality allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the municipality 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 Budget Reconciliation Act (COBRA), the municipality 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 G—COMPENSATED ABSENCES

The Municipality maintains a policy of providing vacation and sick leave to its full-time employees, granted in varying amounts depending on length of service and date of hire. Vacation days are vesting and accumulate but accumulation is subject to various limits.

Per the City's policy at December 31, 2017, the City's liability for unused vacation was approximately \$83,300.

NOTE H—CAPITAL PROJECTS

At year-end, capital projects authorizations with approved change orders compared with disbursement and accounts payable from inception are as follows:

Project Name	Cash disbursements and accounts payable to date	Project Authorizations
KLINK Project Improvement	\$ 482,883	\$ 588,095
Water Line Replacement	164,875	161,598
Airport Apron Reconstruction	560,991	642,262
Transportation Alternatives	39,700	154,454
CCLIP Pavement		1,620,884
TOTAL	\$ 1,248,449	\$ 3,167,293

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2017

NOTE I—COMMITMENTS AND CONTINGENCIES

Construction Contracts: At December 31, 2017, the Municipality had several pending construction project contracts. Commitments related to significant contracts include contracts for the Municipality's capital improvements.

Risk Management: The Municipality is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Municipality manages these various risks of loss through commercial insurance with varying deductibles. All deductibles are \$1,000 or less. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

Litigation: There are a number of claims and/or lawsuits to which the Municipality is a party as a result of matters and complaints arising in the ordinary course of Municipality activities. The Municipality's management and legal counsel anticipate that the potential claims against the Municipality not covered by insurance, if any, resulting from such matters would not materially affect the financial position of the Municipality.

NOTE J—RELATED PARTY

In February 2013 the Public Building Commission issued revenue bonds in the amount of \$4,280,000 to finance the construction of the swimming pool. The City entered into a lease purchase arrangement with the Public Building Commission for the purchase of the facility. Information regarding the lease purchase is reported in the required supplementary information at Schedule 4.

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2017

NOTE K—TRANSFERS

Operating transfers were as follows:

FROM	TO	Statutory Authority	Amount
General Fund	Capital Improvement Fund	K.S.A. 12-1,118	\$ 12,000
General Fund	Equipment Reserve Fund	K.S.A. 12-1,117	47,905
General Fund	Fire Equipment Reserve	K.S.A. 12-1,117	36,000
Street & Highway	Equipment Reserve Fund	K.S.A. 12-1,117	10,000
Sales Tax Fund	General Fund	Council	355,000
Swimming Pool Sales Tax	General Fund	Council	10,000
Water Revenue	Water Utility Reserve	K.S.A. 12-825d	60,000
Water Revenue	General Fund	K.S.A. 12-825d	40,000
Water Revenue	Equipment Reserve Fund	K.S.A. 12-825d	30,000
Water Revenue	Bond & Interest #1	K.S.A. 12-825d	159,000
Sewage Revenue	Equipment Reserve Fund	K.S.A. 12-825d	35,000
Sewage Revenue	Sewage Replacement	K.S.A. 12-825d	30,000
Sewage Revenue	General Fund	K.S.A. 12-825d	40,000
Sewage Revenue	Bond & Interest #1A	K.S.A. 12-825d	175,000
			<u>\$1,039,905</u>

NOTE L—TAX ABATEMENTS

There are currently two programs being utilized by the City of Marysville, Kansas that offer tax abatements for economic development purposes. All programs operate by granting an exemption for all or part of a property's assessed valuation.

Economic development exemptions allow the city to provide property tax abatements on real estate, buildings, or other improvements to encourage business expansion and new employment opportunities. The program allows up to a 100% abatement of the qualifying property for up to a maximum 10 years. The total amount of taxes abated by this program for 2017 was \$171,735.

The Neighborhood Revitalization Program provides property tax abatements to promote revitalization and development of the City of Marysville, Kansas in order to promote the revitalization of the community and protect the health, safety, and welfare of the residents. If the property is approved, the abatement is for 3 years with an abatement being 60% of the qualifying property. From the abatement, 5% is paid to Marshall County to cover administrative costs incurred by the County. The total amount of taxes abated by this program for 2017 was \$31,013.

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2017

NOTE M—DONOR RESTRICTED FUND BALANCE

Donor restricted fund balance of the Library at December 31, 2017 is for the following purposes:

Books	\$25,000
Supplies	\$ 850

NOTE N—BEGINNING BALANCE ADJUSTMENT

For 2014, the beginning fund balances for the Marysville Public Library were misstated. They were corrected as of January 1, 2017 and restated as shown below:

	General	Capital Improvement	Gift	Total
Per 2016 Audited Financial Statement	\$ 170,837	\$ 107,785	\$29,930	\$308,552
Beginning Balance Adjustment	(47,247)	(4,447)	51,694	-
Corrected 2017 Beginning Balance	<u>\$ 123,590</u>	<u>103,338</u>	<u>\$81,624</u>	<u>\$308,552</u>

NOTE O—MANAGEMENT'S REVIEW OF SUBSEQUENT EVENTS

In preparing this financial statement, the Municipality has evaluated events and transactions for potential recognition or disclosure through June 25, 2018, the date the financial statement was available to be issued.

NOTES TO FINANCIAL STATEMENTS

CITY OF MARYSVILLE, KANSAS

December 31, 2017

NOTE P - SCHEDULE OF LONG-TERM DEBT

The following is a schedule of changes in long term debt for the City for the year ended December 31, 2017:

	Interest Rate	Date of Issue	Original Amount	Date of Final Maturity	Beginning Balance	Issued	Retired	Net Change	Ending Balance	Interest Paid
GENERAL OBLIGATION BONDS										
Series 2003 A Fire Equipment	3.625-4.1%	3/15/2003	\$ 717,000	10/1/2018	\$ 95,000	\$ -	\$ 45,000	\$ (45,000)	\$ 50,000	\$ 3,850
Series 2015 Refunding	2.0-3.0%	4/8/2015	1,705,000	8/1/2030	1,570,000	-	90,000	(90,000)	1,480,000	38,275
TOTAL GENERAL OBLIGATION BONDS			<u>2,422,000</u>		<u>1,665,000</u>	<u>-</u>	<u>135,000</u>	<u>(135,000)</u>	<u>1,530,000</u>	<u>42,125</u>
REVOLVING LOANS										
KDHE East Side Sewer Project	3.47%	11/12/1996	3,761,700	3/1/2018	370,102	-	244,607	(244,607)	125,495	10,739
KDHE Breeding Heights Sewer Project	2.77%	9/1/2005	937,213	9/1/2025	371,697	-	39,354	(39,354)	332,343	10,025
KDHE Water Improvements	2.42%	1/9/2012	547,952	2/1/2033	439,533	-	21,964	(21,964)	417,569	10,505
TOTAL REVOLVING LOANS			<u>5,246,865</u>		<u>1,181,332</u>	<u>-</u>	<u>305,925</u>	<u>(305,925)</u>	<u>875,407</u>	<u>31,269</u>
CAPITAL LEASE AGREEMENTS										
Lease Purchase PBC - Swimming Pool	2.0-3.5%	2/26/2013	4,280,000	9/1/2033	3,870,000	-	170,000	(170,000)	3,700,000	108,490
TOTAL CAPITAL LEASES			<u>4,280,000</u>		<u>3,870,000</u>	<u>-</u>	<u>170,000</u>	<u>(170,000)</u>	<u>3,700,000</u>	<u>108,490</u>
TOTAL INDEBTEDNESS			<u>\$ 11,948,865</u>		<u>\$ 6,716,332</u>	<u>\$ -</u>	<u>\$ 610,925</u>	<u>\$ (610,925)</u>	<u>\$ 6,105,407</u>	<u>\$ 181,884</u>

NOTES TO FINANCIAL STATEMENTS

CITY OF MARYSVILLE, KANSAS

December 31, 2017

NOTE Q - SCHEDULE OF MATURITY OF LONG TERM DEBT

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

	2018	2019	2020	2021	2022	2023-2027	2028-2032	2033-2037	Total
PRINCIPAL									
General obligation bonds	\$ 150,000	\$ 100,000	\$ 100,000	\$ 105,000	\$ 105,000	\$ 585,000	\$ 385,000	\$ -	\$ 1,530,000
Revolving loans	188,446	64,626	66,347	68,114	69,928	251,682	150,224	16,040	875,407
Capital leases	175,000	180,000	185,000	190,000	195,000	1,105,000	1,360,000	310,000	3,700,000
TOTAL PRINCIPAL	513,446	344,626	351,347	363,114	369,928	1,941,682	1,895,224	326,040	6,105,407
INTEREST									
General obligation bonds	38,525	34,475	32,475	30,475	28,375	106,325	23,250		293,900
Revolving loans	21,075	17,221	15,501	13,734	11,920	34,111	12,118	194	125,874
Capital leases	104,240	99,865	95,365	90,740	86,940	364,275	191,560	10,850	1,043,835
TOTAL INTEREST	163,840	151,561	143,341	134,949	127,235	504,711	226,928	11,044	1,463,609
TOTAL PRINCIPAL AND INTEREST	\$ 677,286	\$ 496,187	\$ 494,688	\$ 498,063	\$ 497,163	\$ 2,446,393	\$ 2,122,152	\$ 337,084	\$ 7,569,016

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

**SUMMARY OF EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
BUDGETED FUNDS ONLY (SCHEDULE 1)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

	Certified Budget (As Amended)	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Favorable (Unfavorable) Variance
Governmental Type Funds:					
General	\$ 2,468,508	\$	\$ 2,468,508	\$ 2,036,441	\$ 432,067
Bond and Interest Funds:					
Bond and Interest	574,650		574,650	46,925	527,725
Special Purpose Funds:					
Street and Highway	176,577		176,577	138,647	37,930
Industrial	114,079		114,079	66,262	47,817
Library	183,225		183,225	183,225	-
Library Employee Benefit	52,584		52,584	52,377	207
Special Parks and Recreation	26,739		26,739	5,806	20,933
Employee Benefit	699,747		699,747	483,350	216,397
Transient Guest Tax	97,438		97,438	71,784	25,654
Sales Tax Improvements	1,553,453		1,553,453	1,149,825	403,628
Swimming Pool Sales Tax	1,727,807		1,727,807	460,368	1,267,439
Business Funds:					
Water Revenue	1,492,263		1,492,263	978,336	513,927
Sewage Revenue	1,070,580		1,070,580	622,486	448,094
Bond and Interest #1	349,382		349,382	161,743	187,639
Bond and Interest #1A	502,519		502,519	304,725	197,794

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
GENERAL FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 955,129	\$ 958,601	\$ 3,472	\$ 892,389
Intergovernmental revenue	18,876	17,361	(1,515)	18,797
Special assessments	2,500	1,953	(547)	7,540
Franchise fees	497,578	446,300	(51,278)	441,029
Charges for services	45,930	50,516	4,586	48,394
Licenses, permits, and fees	22,800	30,507	7,707	28,572
Fines, forfeitures, and penalties	44,400	41,881	(2,519)	43,546
Use of money and property	8,300	5,734	(2,566)	8,854
Interest	1,988	3,361	1,373	3,036
Reimbursements and grants	4,200	6,633	2,433	23,563
Donations	1,725	2,598	873	2,813
Miscellaneous	23,200	41,501	18,301	50,885
Operating transfers	445,000	445,000	-	437,000
TOTAL CASH RECEIPTS	2,071,626	2,051,946	(19,680)	2,006,418
Expenditures:				
Administrative:				
Personnel services	268,917	232,741	36,176	246,340
Contractual services and other charges	140,895	97,616	43,279	113,843
Materials and supplies	24,958	22,097	2,861	23,105
Capital outlay	7,155		7,155	
Miscellaneous	800		800	
TOTAL ADMINISTRATIVE	442,725	352,454	90,271	383,288
Police:				
Personnel services	411,645	410,201	1,444	389,114
Contractual services and other charges	77,525	48,627	28,898	63,536
Materials and supplies	62,709	47,824	14,885	44,094
Capital outlay	15,000	1,550	13,450	26,089
TOTAL POLICE	566,879	508,202	58,677	522,833

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
GENERAL FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Municipal court:				
Personnel services	36,920	29,734	7,186	30,183
Contractual services and other charges	31,138	23,329	7,809	18,081
Materials and supplies	1,700	1,517	183	1,551
Capital outlay	500	1,195	(695)	
TOTAL MUNICIPAL COURT	70,258	55,775	14,483	49,815
Fire:				
Personnel services	36,391	36,923	(532)	36,770
Contractual services and other charges	29,955	23,191	6,764	27,956
Materials and supplies	14,400	8,238	6,162	6,930
Capital outlay	2,500		2,500	
TOTAL FIRE	83,246	68,352	14,894	71,656
Street:				
Personnel services	271,711	250,323	21,388	246,806
Contractual services and other charges	84,410	60,469	23,941	55,652
Materials and supplies	67,416	39,260	28,156	46,407
Capital outlay	84,000	21,200	62,800	24,253
TOTAL STREET	507,537	371,252	136,285	373,118
Parks and recreation:				
Personnel services	90,879	86,842	4,037	77,390
Contractual services and other charges	105,400	90,496	14,904	88,540
Materials and supplies	13,560	9,310	4,250	8,886
Capital outlay	3,000		3,000	18,941
TOTAL PARKS AND RECREATION	212,839	186,648	26,191	193,757
Cemetery:				
Personnel services	91,936	83,063	8,873	87,111
Contractual services and other charges	22,650	18,601	4,049	20,562
Materials and supplies	10,100	2,832	7,268	4,177
Capital outlay	12,185		12,185	6,600
TOTAL CEMETERY	136,871	104,496	32,375	118,450

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
GENERAL FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Traffic control:				
Contractual services and other charges	22,000	16,710	5,290	11,959
Materials and supplies	500		500	498
TOTAL TRAFFIC CONTROL	22,500	16,710	5,790	12,457
Health and safety:				
Personnel services	100		100	
Contractual services and other charges	159,054	148,055	10,999	143,276
Capital outlay	2,000	1,988	12	1,893
TOTAL HEALTH AND SAFETY	161,154	150,043	11,111	145,169
Street lighting:				
Personnel services	250		250	
Contractual services and other charges	76,522	73,728	2,794	77,548
Capital outlay	2,500		2,500	
TOTAL STREET LIGHTING	79,272	73,728	5,544	77,548
Forestry:				
Personnel services		908	(908)	
Contractual services and other charges	400	6,590	(6,190)	1,379
Materials and supplies	1,750	146	1,604	
TOTAL FORESTRY	2,150	7,644	(5,494)	1,379
Airport maintenance:				
Personnel services	800		800	891
Contractual services and other charges	13,325	6,121	7,204	11,779
Materials and supplies	175	97	78	222
Capital outlay	2,500		2,500	
TOTAL AIRPORT MAINTENANCE	16,800	6,218	10,582	12,892

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
GENERAL FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Arts center:				
Personnel services	200		200	
Contractual services and other charges	5,500	2,589	2,911	2,947
Capital outlay	2,500		2,500	
TOTAL ARTS CENTER	8,200	2,589	5,611	2,947
Grants and gifts:				
Main Street Contribution	5,000	5,000	-	5,000
Grant expense	3,500	5,522	(2,022)	2,518
TOTAL GRANTS AND GIFTS	8,500	10,522	(2,022)	7,518
Noxious weed:				
Contractual services and other charges	1,200		1,200	
Materials and supplies		232	(232)	815
TOTAL NOXIOUS WEED	1,200	232	968	815
Miscellaneous:				
Tort liability	52,472	25,671	26,801	28,892
Transfers out	95,905	95,905	-	61,000
TOTAL MISCELLANEOUS	148,377	121,576	26,801	89,892
TOTAL EXPENDITURES	2,468,508	2,036,441	432,067	2,063,534
RECEIPTS OVER (UNDER) EXPENDITURES	(396,882)	15,505		(57,116)
Beginning Unencumbered Cash Balance	396,882	424,181		481,297
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 439,686		\$ 424,181

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - BOND AND INTEREST
BOND AND INTEREST FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 246,976	\$ 248,361	\$ 1,385	\$ 241,385
Interest	333	941	608	509
Reimbursements and grants	300,000		(300,000)	
TOTAL CASH RECEIPTS	547,309	249,302	(298,007)	241,894
Expenditures:				
Debt payments:				
Principal	240,000	45,000	195,000	345,000
Interest	33,956	1,925	32,031	6,382
Cash reserves	300,694		300,694	
TOTAL EXPENDITURES	574,650	46,925	527,725	351,382
RECEIPTS OVER (UNDER) EXPENDITURES	(27,341)	202,377		(109,488)
Beginning Unencumbered Cash Balance	27,341	33,235		142,723
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 235,612		\$ 33,235

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - STREET AND HIGHWAY
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 85,500	\$ 88,203	\$ 2,703	\$ 87,814
Interest	303	382	79	562
TOTAL CASH RECEIPTS	85,803	88,585	2,782	88,376
Expenditures:				
Contractual and other expenditures	77,000		77,000	
Material and supplies	43,222	102,500	(59,278)	80,560
Capital Outlay	56,355	26,147	30,208	56,699
Operating transfers		10,000	(10,000)	
TOTAL EXPENDITURES	176,577	138,647	37,930	137,259
RECEIPTS OVER (UNDER) EXPENDITURES	(90,774)	(50,062)		(48,883)
Beginning Unencumbered Cash Balance	90,774	107,798		156,681
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 57,736		\$ 107,798

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - INDUSTRIAL
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 34,999	\$ 35,523	\$ 524	\$ 34,664
Interest	466	390	(76)	541
Miscellaneous		3,220	3,220	2,431
TOTAL CASH RECEIPTS	35,465	39,133	3,668	37,636
Expenditures:				
Contractual and other expenditures	52,872	9,919	42,953	94,825
Material and supplies	6,200	536	5,664	
Capital Outlay	55,007	55,807	(800)	
TOTAL EXPENDITURES	114,079	66,262	47,817	94,825
RECEIPTS OVER (UNDER) EXPENDITURES	(78,614)	(27,129)		(57,189)
Beginning Unencumbered Cash Balance	78,614	82,206		139,395
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 55,077		\$ 82,206

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - LIBRARY
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 179,154	\$ 180,108	\$ 954	\$ 176,712
Expenditures:				
Appropriations to library	183,225	183,225	-	177,610
RECEIPTS OVER (UNDER) EXPENDITURES	(4,071)	(3,117)		(898)
Beginning Unencumbered Cash Balance	4,071	5,006		5,904
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 1,889		\$ 5,006

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - LIBRARY EMPLOYEE BENEFIT
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 52,116	\$ 52,095	\$ (21)	\$ 52,138
Expenditures:				
Appropriations to library	52,584	52,377	207	51,958
RECEIPTS OVER (UNDER) EXPENDITURES	(468)	(282)		180
Beginning Unencumbered Cash Balance	468	282		102
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ -		\$ 282

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - SPECIAL PARKS AND RECREATION
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Intergovernmental revenue	\$ 10,458	\$ 8,949	\$ (1,509)	\$ 10,373
Interest	62	93	31	65
Donations		5,207	5,207	1,745
TOTAL CASH RECEIPTS	10,520	14,249	3,729	12,183
Expenditures:				
Contractual and other expenditures	15,739	5,806	9,933	12,652
Material and supplies	1,000		1,000	809
Capital Outlay	10,000		10,000	5,907
TOTAL EXPENDITURES	26,739	5,806	20,933	19,368
RECEIPTS OVER (UNDER) EXPENDITURES	(16,219)	8,443		(7,185)
Beginning Unencumbered Cash Balance	16,219	13,852		21,037
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 22,295		\$ 13,852

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - EMPLOYEE BENEFIT
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 515,080	\$ 517,523	\$ 2,443	\$ 523,548
Interest	1,100	1,863	763	1,395
TOTAL CASH RECEIPTS	516,180	519,386	3,206	524,943
Expenditures:				
Personnel expenditures	656,425	464,099	192,326	436,589
Contractual and other expenditures	43,322	19,251	24,071	20,738
TOTAL EXPENDITURES	699,747	483,350	216,397	457,327
RECEIPTS OVER (UNDER) EXPENDITURES	(183,567)	36,036		67,616
Beginning Unencumbered Cash Balance	183,567	231,906		164,290
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 267,942		\$ 231,906

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - TRANSIENT GUEST TAX
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 62,134	\$ 67,877	\$ 5,743	\$ 66,878
Interest	155	194	39	154
Miscellaneous	10	5,469	5,459	4,652
TOTAL CASH RECEIPTS	62,299	73,540	11,241	71,684
Expenditures:				
Contractual and other expenditures	97,383	68,240	29,143	69,124
Material and supplies	30	3,544	(3,514)	
Capital Outlay	25		25	
TOTAL EXPENDITURES	97,438	71,784	25,654	69,124
RECEIPTS OVER (UNDER) EXPENDITURES	(35,139)	1,756		2,560
Beginning Unencumbered Cash Balance	35,139	40,418		37,858
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 42,174		\$ 40,418

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - SALES TAX IMPROVEMENTS
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 916,222	\$ 926,695	\$ 10,473	\$ 942,261
Interest	2,213	4,914	2,701	3,184
Miscellaneous	100	29,067	28,967	43,538
TOTAL CASH RECEIPTS	918,535	960,676	42,141	988,983
Expenditures:				
Personnel expenditures		6,580	(6,580)	
Contractual and other expenditures		64,966	(64,966)	40,591
Material and supplies	356,000	2,650	353,350	1,147
Capital Outlay	1,197,453	720,629	476,824	223,996
Operating transfers		355,000	(355,000)	515,000
TOTAL EXPENDITURES	1,553,453	1,149,825	403,628	780,734
RECEIPTS OVER (UNDER) EXPENDITURES	(634,918)	(189,149)		208,249
Beginning Unencumbered Cash Balance	634,918	928,525		720,276
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 739,376		\$ 928,525

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - SWIMMING POOL SALES TAX
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 575,012	\$ 556,017	\$ (18,995)	\$ 565,357
Charges for services	84,832	70,193	(14,639)	68,398
Interest	4,908	6,340	1,432	4,794
Donations			-	74
Miscellaneous		5,227	5,227	7,969
TOTAL CASH RECEIPTS	664,752	637,777	(26,975)	646,592
Expenditures:				
Personnel expenditures	117,472	86,684	30,788	88,965
Contractual and other expenditures	83,985	44,021	39,964	39,065
Material and supplies	73,229	25,527	47,702	27,289
Capital Outlay	1,164,631	5,721	1,158,910	
Principal	278,490	278,490	-	277,615
Miscellaneous		9,925	(9,925)	
Operating transfers	10,000	10,000	-	
TOTAL EXPENDITURES	1,727,807	460,368	1,267,439	432,934
RECEIPTS OVER (UNDER) EXPENDITURES	(1,063,055)	177,409		213,658
Beginning Unencumbered Cash Balance	<u>1,063,055</u>	<u>1,233,799</u>		<u>1,020,141</u>
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 1,411,208		\$ 1,233,799

See independent auditor's report.

**SCHEDULES OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
NON BUDGETED SPECIAL PURPOSE FUNDS (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Airport Revolving		Fire Equipment Reserve		Library Revolving	
	2017	2016	2017	2016	2017	2016
Cash Receipts:						
Charges for services	\$	\$	\$	\$	\$	\$
Use of money and property	6,004	1,500				
Interest	65	33	311	382		
Reimbursements and grants					163,000	158,000
Donations			3,000			
Miscellaneous						
Operating transfers			36,000	24,000		
TOTAL CASH RECEIPTS	6,069	1,533	39,311	24,382	163,000	158,000
Expenditures:						
Personnel expenditures					166,132	154,733
Contractual and other expenditures		580				
Material and supplies			11,811	64,861		
Capital Outlay						
Debt payments:			1,925	2,803		
Interest						
TOTAL EXPENDITURES	-	580	13,736	67,664	166,132	154,733
RECEIPTS OVER (UNDER) EXPENDITURES	6,069	953	25,575	(43,282)	(3,132)	3,267
Beginning Unencumbered Cash Balance	8,272	7,319	56,108	99,390	3,462	195
ENDING UNENCUMBERED CASH BALANCE	\$ 14,341	\$ 8,272	\$ 81,683	\$ 56,108	\$ 330	\$ 3,462

See independent auditor's report.

**SCHEDULES OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
NON BUDGETED SPECIAL PURPOSE FUNDS (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Special Law Enforcement Trust		Koester Block Maintenance		Municipal Equipment Reserve	
	2017	2016	2017	2016	2017	2016
Cash Receipts:						
Charges for services	\$	\$	\$ 16,427	\$ 17,977	\$	\$
Use of money and property			39,490	35,640		
Interest	37	27	202	117	1,819	1,297
Reimbursements and grants	240	9,220				
Donations			1,000	4,000		
Miscellaneous	7,446	440	5,181	24,807	44,134	8,500
Operating transfers					122,905	90,000
TOTAL CASH RECEIPTS	7,723	9,687	62,300	82,541	168,858	99,797
Expenditures:						
Personnel expenditures			11,135	10,628		
Contractual and other expenditures			38,489	62,690		
Material and supplies	3,796	4,465	75		131,357	38,460
Capital Outlay						
Debt payments:						
Interest						
TOTAL EXPENDITURES	3,796	4,465	49,699	73,318	131,357	38,460
RECEIPTS OVER (UNDER) EXPENDITURES	3,927	5,222	12,601	9,223	37,501	61,337
Beginning Unencumbered Cash Balance	7,910	2,688	36,881	27,658	308,962	247,625
ENDING UNENCUMBERED CASH BALANCE	\$ 11,837	\$ 7,910	\$ 49,482	\$ 36,881	\$ 346,463	\$ 308,962

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
CAPITAL PROJECT FUNDS (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Special Improvements		Capital Improvements	
	2017	2016	2017	2016
Cash Receipts:				
Interest	\$	\$ 4	\$ 356	\$ 285
Reimbursements and grants			498,243	24,602
Miscellaneous	15,752	552		93,536
Operating transfers			12,000	162,000
TOTAL CASH RECEIPTS	15,752	556	510,599	280,423
Expenditures:				
Capital Outlay	13,752	1,871	570,546	354,554
TOTAL EXPENDITURES	13,752	1,871	570,546	354,554
RECEIPTS OVER (UNDER) EXPENDITURES	2,000	(1,315)	(59,947)	(74,131)
Beginning Unencumbered Cash Balance	761	2,076	83,938	158,069
ENDING UNENCUMBERED CASH BALANCE	\$ 2,761	\$ 761	\$ 23,991	\$ 83,938

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - WATER REVENUE
BUSINESS FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 13,333	\$ 11,919	\$ (1,414)	\$ 11,031
Charges for services	875,042	882,080	7,038	885,804
Fines, forfeitures, and penalties	6,788	6,298	(490)	6,137
Interest	2,560	4,360	1,800	3,141
Reimbursements and grants	5,252	1,500	(3,752)	2,500
Miscellaneous			-	19,643
TOTAL CASH RECEIPTS	902,975	906,157	3,182	928,256
Expenditures:				
Production:				
Contractual services and other charges	85,138	56,600	28,538	75,332
Materials and supplies	7,888	3,638	4,250	3,948
Capital outlay	155,000	53,563	101,437	
TOTAL PRODUCTION	248,026	113,801	134,225	79,280
Transmission & Distribution:				
Personnel services	162,314	198,712	(36,398)	146,709
Contractual services and other charges	89,808	40,114	49,694	19,548
Materials and supplies	96,132	63,242	32,890	40,015
Capital outlay	466,766	181,760	285,006	46,198
TOTAL TRANSMISSION & DISTRIBUTION	815,020	483,828	331,192	252,470
Commercial & General:				
Personnel services	64,190	35,903	28,287	33,459
Contractual services and other charges	34,487	26,519	7,968	25,563
Materials and supplies	13,212	10,972	2,240	11,604
Capital outlay	2,500		2,500	
TOTAL COMMERCIAL & GENERAL	114,389	73,394	40,995	70,626

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - WATER REVENUE
BUSINESS FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Miscellaneous:				
Non Operating	25,828	18,313	7,515	18,855
Transfers out	289,000	289,000	-	262,050
TOTAL EXPENDITURES	1,492,263	978,336	513,927	683,281
RECEIPTS OVER (UNDER) EXPENDITURES	(589,288)	(72,179)		244,975
Beginning Unencumbered Cash Balance	589,288	933,680		688,705
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 861,501		\$ 933,680

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - SEWAGE REVENUE
BUSINESS FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Special assessments	\$	\$ 1,400	\$ 1,400	\$ 5,848
Charges for services	759,017	748,757	(10,260)	766,501
Fines, forfeitures, and penalties	11,025	9,480	(1,545)	9,267
Interest	1,565	1,723	158	1,647
Reimbursed Expenses	100	450	350	
Miscellaneous	3,500	2,275	(1,225)	90
TOTAL CASH RECEIPTS	775,207	764,085	(11,122)	783,353
Expenditures:				
Commercial & General:				
Personnel services	16,000	15,695	305	14,964
Contractual services and other charges	23,087	18,743	4,344	18,965
Materials and supplies	10,375	10,911	(536)	11,520
Capital outlay	2,500		2,500	
TOTAL COMMERCIAL & GENERAL	51,962	45,349	6,613	45,449
Collection:				
Personnel services	144,670	124,015	20,655	120,739
Contractual services and other charges	34,571	39,108	(4,537)	29,087
Materials and supplies	14,408	19,486	(5,078)	15,789
Capital outlay	421,348	58,493	362,855	159,834
TOTAL COLLECTION	614,997	241,102	373,895	325,449
Processing:				
Personnel services	68,411	10,690	57,721	63,432
Contractual services and other charges	36,272	36,785	(513)	30,546
Materials and supplies	6,438	8,290	(1,852)	2,677
Capital outlay	10,000		10,000	
TOTAL PROCESSING	121,121	55,765	65,356	96,655

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - SEWAGE REVENUE
BUSINESS FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Miscellaneous:				
Non Operating	2,500	270	2,230	
Transfers out	280,000	280,000	-	416,520
TOTAL EXPENDITURES	1,070,580	622,486	448,094	884,073
RECEIPTS OVER (UNDER) EXPENDITURES	(295,373)	141,599		(100,720)
Beginning Unencumbered Cash Balance	295,373	309,902		410,622
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 451,501		\$ 309,902

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - BOND AND INTEREST #1
BUSINESS FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Interest	\$ 889	\$ 824	\$ (65)	\$ 776
Operating transfers	159,000	159,000	-	136,050
TOTAL CASH RECEIPTS	159,889	159,824	(65)	136,826
Expenditures:				
Debt Payment:				
Principal	111,964	111,964	-	107,687
Interest Expense	48,779	49,779	(1,000)	50,756
Cash Reserves	188,639		188,639	
TOTAL EXPENDITURES	349,382	161,743	187,639	158,443
RECEIPTS OVER (UNDER) EXPENDITURES	(189,493)	(1,919)		(21,617)
Beginning Unencumbered Cash Balance	189,493	187,282		208,899
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 185,363		\$ 187,282

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - BOND & INTEREST #1A
BUSINESS FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Interest	\$ 899	\$ 1,045	\$ 146	\$ 1,140
Operating transfers	175,000	175,000	-	315,520
TOTAL CASH RECEIPTS	175,899	176,045	146	316,660
Expenditures:				
Debt payments:				
Principal	283,961	283,961	-	274,621
Interest	20,765	20,764	1	30,104
Cash Reserves	197,793		197,793	
TOTAL EXPENDITURES	502,519	304,725	197,794	304,725
RECEIPTS OVER (UNDER) EXPENDITURES	(326,620)	(128,680)		11,935
Beginning Unencumbered Cash Balance	326,620	322,742		310,807
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 194,062		\$ 322,742

See independent auditor's report.

**SCHEDULES OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
NON BUDGETED BUSINESS FUNDS (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

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

	Sewer Reserve		Water Reserve	
	2017	2016	2017	2016
Cash Receipts:				
Interest	\$ 3,692	\$ 3,869	\$ 2,993	\$ 2,548
Miscellaneous	3,231		1,238	
Operating transfers	30,000	30,000	60,000	60,000
TOTAL CASH RECEIPTS	36,923	33,869	64,231	62,548
Expenditures:				
Contractual and other expenditures	75,122	129,681		
Capital Outlay	134,078	61,111		46,269
TOTAL EXPENDITURES	209,200	190,792	-	46,269
RECEIPTS OVER (UNDER) EXPENDITURES	(172,277)	(156,923)	64,231	16,279
Beginning Unencumbered Cash Balance	822,686	979,609	619,206	602,927
ENDING UNENCUMBERED CASH BALANCE	\$ 650,409	\$ 822,686	\$ 683,437	\$ 619,206

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
TRUST FUND - CEMETERY ENDOWMENT FUND (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

**Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)**

	<u>2017</u>	<u>2016</u>
Cash Receipts:	\$	\$
Expenditures:		
RECEIPTS OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>
Beginning Unencumbered Cash Balance	<u>37,482</u>	<u>37,482</u>
ENDING UNENCUMBERED CASH BALANCE	<u>\$ 37,482</u>	<u>\$ 37,482</u>

See independent auditor's report.

**SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
AGENCY FUNDS (SCHEDULE 3)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2017

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Municipal Court	<u>\$ 607</u>	<u>\$ 44,591</u>	<u>\$ 44,698</u>	<u>\$ 500</u>
TOTAL AGENCY FUNDS	<u><u>\$ 607</u></u>	<u><u>\$ 44,591</u></u>	<u><u>\$ 44,698</u></u>	<u><u>\$ 500</u></u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
RELATED MUNICIPAL ENTITY (SCHEDULE 4)**

MARYSVILLE PUBLIC LIBRARY

**Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)**

	General Fund	Improvement Fund	Gift Fund	Memorandum Only - TOTALS	Prior Year Actual
Cash Receipts:					
Appropriations from city	\$ 235,602	\$	\$	\$ 235,602	\$ 229,568
Charges for services	4,010			4,010	5,192
Interest	1,337	149		1,645	1,408
Reimbursements and grants	8,002		3,601	11,603	12,276
Donations			1,207	1,207	1,327
Operating transfers			295	295	300
TOTAL CASH RECEIPTS	248,951	149	5,262	254,362	250,071
Expenditures:					
Personnel expenditures	166,132			166,132	154,733
Contractual and other expenditures	33,911	4,354	770	39,035	50,311
Material and supplies	26,761	5,055	10,780	42,596	24,753
Capital Outlay	5,186			5,186	5,972
Operating transfers	295			295	300
TOTAL EXPENDITURES	232,285	9,409	11,550	253,244	236,069
RECEIPTS OVER (UNDER) EXPENDITURES	16,666	(9,260)	(6,288)	1,118	14,002
Beginning Unencumbered Cash Balance	123,590	103,338	81,624	308,552	294,550
ENDING UNENCUMBERED CASH BALANCE	\$ 140,256	\$ 94,078	\$ 75,336	\$ 309,670	\$ 308,552

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
RELATED MUNICIPAL ENTITY (SCHEDULE 4)**

PUBLIC BUILDING COMMISSION

Year Ended December 31, 2017

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

	<u>2017</u>	<u>2016</u>
Cash Receipts:		
Use of money and property	\$ 278,490	\$ 277,615
Interest	<u>5,313</u>	<u>1,219</u>
TOTAL CASH RECEIPTS	<u>283,803</u>	<u>278,834</u>
Expenditures:		
Contractual and other expenditures	900	1,100
Debt payments:		
Principal	170,000	165,000
Interest	<u>109,490</u>	<u>113,615</u>
TOTAL EXPENDITURES	<u>280,390</u>	<u>279,715</u>
RECEIPTS OVER (UNDER) EXPENDITURES	3,413	(881)
Beginning Unencumbered Cash Balance	<u>634,359</u>	<u>635,240</u>
ENDING UNENCUMBERED CASH BALANCE	<u>\$ 637,772</u>	<u>\$ 634,359</u>

See independent auditor's report.