

CITY OF QUINTER, KANSAS

Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report

For the Year Ended December 31, 2017

MAPES & MILLER LLP
Certified Public Accountants
Quinter, Kansas

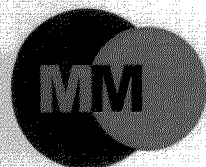
CITY OF QUINTER, KANSAS

**Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report**

For the Year Ended December 31, 2017

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INDEPENDENT AUDITOR'S REPORT

To the Mayor and City Council
City of Quinter
Quinter, Kansas 67752

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

Auditor's Responsibility

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

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

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

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

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Quinter, 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 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 Quinter, 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 Quinter, 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 and individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1 and 2 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.

Mapes & Miller LLP

Certified Public Accountants
Quinter, Kansas

August 13, 2018

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

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:						
General Fund	\$ 126,909	903,367	750,140	280,136	27,534	307,670
Special Purpose Funds:						
Library Fund	3,349	68,569	69,356	2,562	0	2,562
Employee Benefits Fund	19,267	56,340	58,793	16,814	1,892	18,706
Special Highway Fund	135,428	25,358	25,000	135,786	25,000	160,786
Equipment Reserve Fund	24,945	24,828	8,782	40,991	0	40,991
Capital Improvement Fund	20,345	30,000	874	49,471	0	49,471
Bond and Interest Funds:						
Series A, 2015 Principal and Interest Fund	0	11,930	11,930	0	0	0
Capital Project Funds:						
Ball Field Project Fund	54,138	6,000	16,760	43,378	32,306	75,684
Business Funds:						
Water Utility - Revenue Fund	244,615	176,709	246,578	174,746	0	174,746
Water Utility - Operations & Maintenance Fund	0	116,578	116,578	0	1,374	1,374
Sewer Utility Fund	70,612	156,035	125,695	100,952	6	100,958
Sewer Utility - Principal & Interest Fund	76,408	76,500	76,396	76,512	0	76,512
Trust Funds:						
Revolving Loan I Fund	35,279	10,427	267	45,439	20	45,459
Revolving Loan II Fund	100,668	11,304	218	111,754	20	111,774
Total Reporting Entity	\$ <u>911,963</u>	<u>1,673,945</u>	<u>1,507,367</u>	<u>1,078,541</u>	<u>88,152</u>	<u>1,166,693</u>

Composition of Cash:

The Bank, Quinter, KS	
Checking Accounts	\$ 75,989
Money Market Accounts	850,188
NOW Accounts	<u>240,516</u>
Total Reporting Entity	\$ <u>1,166,693</u>

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

CITY OF QUINTER, KANSAS
Notes to the Financial Statement
December 31, 2017

1. Summary of Significant Accounting Policies

(a) Municipal Financial Reporting Entity

The City of Quinter, Kansas, is a municipal corporation governed by an elected five-member council. This regulatory financial statement presents only the City of Quinter, Kansas, and does not include the following related municipal entity:

Jay Johnson Public Library – The Jay Johnson Public Library Board operates the City's public library. Acquisitions or dispositions of real property by the board must be approved by the City as well as bond issuances.

(b) Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the City of Quinter for the year ended December 31, 2017:

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

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

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

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

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

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

(c) Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash

and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

(d) Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for 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, Schedule 2 as listed in the table of contents, 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 funds:

Equipment Reserve Fund

Capital Improvement Fund

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

2. Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main 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.

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

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%. All deposits were legally secured at December 31, 2017.

At December 31, 2017, the City's carrying amount of deposits was \$1,166,693 and the bank balance was \$1,169,666. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance and the balance of \$919,666 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. At December 31, 2017, the City held no investments.

3. Defined Benefit Pension Plan

Plan description. The City of Quinter, 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 benefits 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 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. 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 contributions rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium from the period of January 1, 2017 through September 30, 2017 for Death and Disability Program) and the statutory contribution rate was 8.46% for the fiscal year ended December 31, 2017. Contributions to the pension plan from the City of Quinter, Kansas, were \$24,992 for the year ended December 31, 2017.

Net Pension Liability

At December 31, 2017, the City's proportionate share of the collective net pension liability reported by KPERS was \$221,599. 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 the financial statement.

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

4. Revolving Loan I Fund

The City of Quinter, Kansas, obtained funds from a Small Cities Community Development-Economic Development Grant in 1986 and subsequently loaned the funds to Flex-King, Inc. According to the grant agreement, the recapture of the grant money from Flex-King, Inc. could be returned to the State or retained locally to create a Revolving Loan Fund. The latter option was chosen.

The City of Quinter Revolving Loan Fund I was established to stimulate private investment and create or retain permanent jobs for low and moderate income citizens of the City. The monies from this fund provide fixed asset financing for new and expanding businesses. Potential businesses must demonstrate that their project is economically viable and it meets other eligibility requirements.

5. Revolving Loan II Fund

The City obtained funds from a Rural Business Enterprise Grant in 1999 to establish this fund. The purpose of this fund is to stimulate private investment and create or retain permanent jobs in Quinter. To be eligible for the monies, a potential business must demonstrate economic viability, be located within the city limits, and meet leverage requirements. The City is required to comply with certain relending criteria.

6. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The City purchased commercial insurance for these potential risks. Settled claims resulting from these risks have not exceeded commercial insurance coverage during the past three fiscal years.

7. Other Long-Term Obligations

(a) Compensated Absences

Sick Leave. Full-time employees earn one full day per month of sick leave. There is no maximum accumulation for sick leave. Sick leave accumulates monthly and may be claimed with pay only in the case of an illness which renders the employee incapable of performing their duties, doctors appointments, or care of a close relative. Any accumulated days over 120 will be paid at fifty percent.

Vacation Leave. Vacation leave accumulates for one year only and may be claimed as part of the pay for each unit of twelve months of continuous service.

Full-time employees are entitled to vacation leave as follows:

Year 1	-	5 days
Year 2 to 10	-	10 days per year
Year 11 to 20	-	15 days per year
Year 21 and above	-	20 days per year

Accrued vacation leave is paid to the employee upon termination.

Compensatory Time. Compensatory time is earned for overtime hours worked and is accrued at one and one-half times the overtime hours worked. Compensatory time may be carried over from month to month and year to year, but will not exceed 20 hours from any given month or year. All hours over the allowed 20 hours at the end of each month are paid, subject to review by the City Administrator/City Clerk.

8. Special Items-Industrial Revenue Bonds

On April 13, 2015, the City authorized the issuance of \$2,800,000 Taxable Industrial Revenue Bonds Series 2015A and Series 2015B for the purpose of the acquisition, construction, furnishing and equipping a commercial hotel facility to lease such facility to Quinter Area Hospitality Group, LLC. The lease agreement provides the lease payment to be paid by Quinter Area Hospitality Group, LLC directly to the fiscal agent, Farmers & Merchant Bank of Colby, Colby, Kansas. The fiscal agent is responsible for collecting the lease payments and paying the interest and bonds to the bondholders.

9. Interfund Transfers

Operating transfers were as follows:

From	To	Amount	Statutory Authority
General Fund	Capital Improvement Fund	\$ 30,000	12-1,118
General Fund	Equipment Reserve Fund	24,828	12-1,117
Water Utility—Revenue Fund	General Fund	130,000	12-825d
Water Utility—Revenue Fund	Water Utility—Operations & Maintenance Fund	116,578	12-825d
Sewer Utility Fund	General Fund	20,000	12-825d
Sewer Utility Fund	Sewer Utility – Principal & Interest Fund	76,500	12-825d

10. Stewardship, Compliance and Accountability**(a) Outstanding checks**

K.S.A. 10-816 requires the City to cancel checks outstanding for two or more years and to restore the amounts back to the fund originally charged. As of December 31, 2017, there were two outstanding checks that were in violation of this statute.

11. Long-Term Debt

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/ Principal Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Series 2012	0.00%	2012	\$ 233,760	2021	\$ 130,000	0	26,000	104,000	0
Series A 2015	3.00%	2015	175,000	2035	171,000	0	7,000	164,000	5,130
KDHE Loans:									
Sewer Improvement	3.39%	2001	535,140	2022	152,451	0	25,664	126,787	4,587
Sewer Improvement	2.77%	2007	800,007	2028	464,671	0	33,136	431,535	11,502
Capital Leases Payable:									
Pickup	3.45%	2016	28,800	2018	18,880	-	9,278	9,602	655
Vacuum Excavator	3.25%	2016	39,700	2019	24,700	-	7,968	16,732	814
Skid Steer	3.50%	2017	35,609	2019	0	35,688	12,500	23,188	0
Other Debt:									
Firefighters Relief Association Loan	1.00%	2015	22,670	2020	15,987	0	4,511	11,476	149
Total Contractual Indebtedness					\$ 977,689	35,688	126,057	887,320	22,837

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

Principal:		<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023-2027</u>	<u>2028-2032</u>	<u>2033-2035</u>	<u>Total</u>
General Obligation Bonds	\$	33,000	33,000	34,000	34,000	8,000	44,000	50,000	32,000	268,000
KDHE Loans		60,601	62,459	64,373	66,348	53,075	206,620	44,846	0	558,322
Capital Leases Payable		29,227	20,295	0	0	0	0	0	0	49,522
Other Debt		<u>4,556</u>	<u>4,602</u>	<u>2,318</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>11,476</u>
Total principal		<u>127,384</u>	<u>120,356</u>	<u>100,691</u>	<u>100,348</u>	<u>61,075</u>	<u>250,620</u>	<u>94,846</u>	<u>32,000</u>	<u>887,320</u>
Interest:										
General Obligation Bonds		4,920	4,710	4,500	4,260	4,020	16,320	9,300	1,950	49,980
KDHE Loans		14,437	12,732	10,974	9,162	7,294	20,265	850	0	75,714
Capital Leases Payable		1,694	693	0	0	0	0	0	0	2,387
Other Debt		<u>103</u>	<u>58</u>	<u>12</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>173</u>
Total interest		<u>21,154</u>	<u>18,193</u>	<u>15,486</u>	<u>13,422</u>	<u>11,314</u>	<u>36,585</u>	<u>10,150</u>	<u>1,950</u>	<u>128,254</u>
Total principal and interest	\$	<u>148,538</u>	<u>138,549</u>	<u>116,177</u>	<u>113,770</u>	<u>72,389</u>	<u>287,205</u>	<u>104,996</u>	<u>33,950</u>	<u>1,015,574</u>

Regulatory-Required
Supplementary Information

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

SCHEDULE 1

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Funds:					
General Fund	\$ 872,880	0	872,880	750,140	(122,740)
Special Purpose Funds:					
Library Fund	69,356	0	69,356	69,356	0
Employee Benefits Fund	71,083	0	71,083	58,793	(12,290)
Special Highway Fund	25,000	0	25,000	25,000	0
Bond and Interest Fund					
Series A, 2015 Principal and Interest Fund	12,130	0	12,130	11,930	(200)
Business Funds:					
Water Utility - Revenue Fund	277,000	0	277,000	246,578	(30,422)
Water Utility - Operations & Maintenance Fund	147,525	0	147,525	116,578	(30,947)
Sewer Utility Fund	156,000	0	156,000	125,695	(30,305)
Sewer Utility - Principal & Interest Fund	77,369	0	77,369	76,396	(973)

CITY OF QUINTER, KANSAS

Schedule 2

General Funds

Page 1

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2017

	Actual	Budget	Variance Over (Under)
General Fund			
Receipts			
Taxes and Shared Revenue:			
Ad Valorem Property Tax	\$ 313,115	315,475	(2,360)
Delinquent Tax	3,675	1,000	2,675
Motor Vehicle Tax	38,727	32,567	6,160
Recreational Vehicle Tax	995	692	303
16/20M Vehicle Tax	635	291	344
Commercial Vehicle Tax	2,766	2,658	108
Watercraft Tax	0	387	(387)
Intergovernmental:			
Local Intangibles Tax	6,295	5,858	437
Local Alcoholic Liquor	195	0	195
Sales Tax	98,708	102,500	(3,792)
Compensating Use Tax	12,383	10,000	2,383
Transient Guest Tax	17,463	3,000	14,463
Franchise Tax	56,975	33,655	23,320
Fines, Permits, Licenses, and Tags	5,171	5,150	21
Swimming Pool	12,919	13,000	(81)
Interest on Idle Funds	4,911	2,000	2,911
Recreation	23,319	15,000	8,319
Recreation - Concession Stand	6,717	0	6,717
Miscellaneous	7,333	4,000	3,333
Insurance Claim Proceeds	31,729	0	31,729
Reimbursements	841	3,000	(2,159)
FEMA	8,617	0	8,617
Fire Department - Miscellaneous	9,378	500	8,878
Fire Department - Grants	35,000	0	35,000
Donations - Pool House	20,000	0	20,000
Gove County - Rural Fire District	35,500	35,500	0
Ballfield Donations	0	2,500	(2,500)
Transfer from Sewer Utility Fund	20,000	20,000	0
Transfer from Water Utility - Revenue Fund	130,000	130,000	0
Total Receipts	903,367	738,733	164,634
Expenditures			
General Government			
Personal Services	89,888	92,035	(2,147)
Contractual Services	16,355	12,500	3,855
Commodities	10,637	12,500	(1,863)
Capital Outlay	13,800	15,000	(1,200)
Capital Outlay - Insurance Claim	19,265	0	19,265
Telephone	7,610	5,000	2,610
Insurance	31,429	39,000	(7,571)
Training & Miscellaneous	1,401	9,000	(7,599)
Total General Government	\$ 190,385	185,035	5,350

CITY OF QUINTER, KANSAS
General Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017

Schedule 2
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	Actual	Budget	Variance Over (Under)
General Fund			
Expenditures			
Police			
Personal Services	\$ 48,594	47,507	1,087
Contractual Services	3,865	3,000	865
Commodities	5,208	5,000	208
Capital Outlay	3,020	12,000	(8,980)
Total Police	60,687	67,507	(6,820)
Pool			
Personal Services	32,822	35,265	(2,443)
Contractual Services	1,025	1,500	(475)
Commodities	8,679	8,000	679
Capital Outlay	490	2,500	(2,010)
Total Pool	43,016	47,265	(4,249)
Street			
Personal Services	82,250	56,340	25,910
Contractual Services	5,422	25,000	(19,578)
Commodities	18,585	25,000	(6,415)
Capital Outlay	36,532	35,000	1,532
Total Street	142,789	141,340	1,449
Fire			
Personal Services	11,877	7,105	4,772
Contractual Services	5,622	1,500	4,122
Commodities	13,784	5,000	8,784
Capital Outlay	17,363	20,000	(2,637)
Total Fire	48,646	33,605	15,041
Park			
Contractual Services	1,789	6,000	(4,211)
Commodities	3,957	1,500	2,457
Capital Outlay	3,203	5,000	(1,797)
Total Park	\$ 8,949	12,500	(3,551)

CITY OF QUINTER, KANSAS

Schedule 2

General Funds

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Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2017

	Actual	Budget	Variance Over (Under)
General Fund			
Expenditures			
Recreation			
Personal Services	\$ 44,689	44,300	389
Contractual Services	12,010	10,000	2,010
Contractual Services - Concessions	3,327	0	3,327
Commodities	14,468	10,000	4,468
Commodities - Concessions	3,390	0	3,390
Capital Outlay	12,279	40,000	(27,721)
Total Recreation	90,163	104,300	(14,137)
Utility Service Cost	60,725	65,000	(4,275)
Audit Cost	7,875	9,000	(1,125)
Noxious Weed	184	1,500	(1,316)
Appropriation to Senior Citizens Center	4,973	7,500	(2,527)
Fire Station Bond Payment - Principal	26,000	26,000	0
Fire Station Bond Payment - Fees	1	0	1
FRA Payment	4,660	4,750	(90)
Capital Outlay - Pool House	6,259	0	6,259
Transfer to Capital Improvement Fund	30,000	30,000	0
Transfer to Equipment Reserve Fund	24,828	24,828	0
Capital Improvements	0	112,750	(112,750)
Total Expenditures	750,140	872,880	(122,740)
Receipts over (under) Expenditures	153,227		
Unencumbered Cash, Beginning	126,909		
Unencumbered Cash, Ending	\$ 280,136		

CITY OF QUINTER, KANSAS
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017

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	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Library Fund			
Receipts			
Taxes and Shared Revenue:			
Ad Valorem Property Tax	\$ 59,226	59,676	(450)
Delinquent Tax	704	0	704
Motor Vehicle Tax	7,759	6,517	1,242
Recreational Vehicle Tax	199	138	61
16/20M Vehicle Tax	127	58	69
Watercraft Tax	0	78	(78)
Commercial Vehicle Tax	554	532	22
Total Receipts	<u>68,569</u>	<u>66,999</u>	<u>1,570</u>
Expenditures			
Appropriation to Jay Johnson Public Library	<u>69,356</u>	<u>69,356</u>	<u>0</u>
Receipts over (under) Expenditures	(787)		
Unencumbered Cash, Beginning	<u>3,349</u>		
Unencumbered Cash, Ending	\$ <u>2,562</u>		
Employee Benefits Fund			
Receipts			
Taxes and Shared Revenue:			
Ad Valorem Property Tax	\$ 47,099	47,454	(355)
Delinquent Tax	651	0	651
Motor Vehicle Tax	7,716	6,426	1,290
Recreational Vehicle Tax	199	136	63
16/20M Vehicle Tax	128	57	71
Commercial Vehicle Tax	547	524	23
Watercraft Tax	0	77	(77)
Total Receipts	<u>56,340</u>	<u>54,674</u>	<u>1,666</u>
Expenditures			
Social Security and Medicare	26,387	27,037	(650)
KPERS	24,992	29,546	(4,554)
State Unemployment	337	8,500	(8,163)
Workman's Compensation Insurance	<u>7,077</u>	<u>6,000</u>	<u>1,077</u>
Total Expenditures	<u>58,793</u>	<u>71,083</u>	<u>(12,290)</u>
Receipts over (under) Expenditures	(2,453)		
Unencumbered Cash, Beginning	<u>19,267</u>		
Unencumbered Cash, Ending	\$ <u>16,814</u>		

CITY OF QUINTER, KANSAS
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017

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	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Special Highway Fund			
Receipts			
Motor Fuel Tax-State of Kansas	\$ 25,358	24,920	438
County Transfers Gas	0	24,920	(24,920)
KDOT - HWY 212	0	130,600	(130,600)
	<u>25,358</u>	<u>180,440</u>	<u>(155,082)</u>
Total Receipts			
Expenditures			
Capital Outlay	<u>25,000</u>	<u>25,000</u>	<u>0</u>
Receipts over (under) Expenditures	358		
Unencumbered Cash, Beginning	<u>135,428</u>		
Unencumbered Cash, Ending	<u>\$ 135,786</u>		

CITY OF QUINTER, KANSAS
Special Purpose Funds
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2017

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	<u>Actual</u>
Equipment Reserve Fund	
Receipts	
Transfer from General Fund	\$ <u>24,828</u>
Expenditures	
Capital Outlay	<u>8,782</u>
Receipts over (under) Expenditures	16,046
Unencumbered Cash, Beginning	<u>24,945</u>
Unencumbered Cash, Ending	\$ <u><u>40,991</u></u>
 Capital Improvement Fund	
Receipts	
Transfer from General Fund	\$ <u>30,000</u>
Expenditures	
Capital Outlay	<u>874</u>
Receipts over (under) Expenditures	29,126
Unencumbered Cash, Beginning	<u>20,345</u>
Unencumbered Cash, Ending	\$ <u><u>49,471</u></u>

CITY OF QUINTER, KANSAS
 Bond and Interest Funds
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2017

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	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Series A, Principal and Interest Fund			
Receipts			
Delinquent Taxes	170	0	170
Special Assessments	\$ 11,760	12,130	(370)
Total Receipts	<u>11,930</u>	<u>12,130</u>	<u>(200)</u>
Expenditures			
Principal	7,000	7,000	0
Interest	4,930	5,130	(200)
Total Expenditures	<u>11,930</u>	<u>12,130</u>	<u>(200)</u>
Receipts over (under) Expenditures	0		
Unencumbered Cash, Beginning	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

CITY OF QUINTER, KANSAS
 Capital Project Funds
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017

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	<u>Actual</u>
Ball Field Project Fund	
Receipts	
Grants and Donations	\$ <u>6,000</u>
Expenditures	
Project Expenditures	<u>16,760</u>
Receipts over (under) Expenditures	(10,760)
Unencumbered Cash, Beginning	<u>54,138</u>
Unencumbered Cash, Ending	\$ <u><u>43,378</u></u>

CITY OF QUINTER, KANSAS

Business Funds

Schedule 2

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Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2017

	Actual	Budget	Variance Over (Under)
Water Utility - Revenue Fund			
Receipts			
Water Sales	\$ 170,509	160,000	10,509
Deposits and Taps	3,812	1,500	2,312
Reconnect and Late Fees	1,420	1,000	420
Miscellaneous	968	250	718
Total Receipts	<u>176,709</u>	<u>162,750</u>	<u>13,959</u>
Expenditures			
Transfer to General Fund	130,000	130,000	0
Transfer to Water Utility - Operation & Maintenance Fund	<u>116,578</u>	<u>147,000</u>	<u>(30,422)</u>
Total Expenditures	<u>246,578</u>	<u>277,000</u>	<u>(30,422)</u>
Receipts over (under) Expenditures	(69,869)		
Unencumbered Cash, Beginning	<u>244,615</u>		
Unencumbered Cash, Ending	<u>\$ 174,746</u>		

CITY OF QUINTER, KANSAS

Schedule 2

Business Funds

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Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2017

	Actual	Budget	Variance Over (Under)
Water Utility - Operations & Maintenance Fund			
Receipts			
Transfer from Water Utility - Revenue Fund	\$ 116,578	147,000	(30,422)
Expenditures			
Personal Services	51,570	73,025	(21,455)
Contractual Services	19,412	15,000	4,412
Commodities	21,900	20,000	1,900
Capital Outlay	15,481	13,000	2,481
Capital Outlay (High Frequency Drive Pump)	0	20,000	(20,000)
Miscellaneous	3,763	0	3,763
Travel	1,214	1,500	(286)
State Water Plan	3,238	5,000	(1,762)
Total Expenditures	116,578	147,525	(30,947)
Receipts over (under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Unencumbered Cash, Ending	\$ 0		

CITY OF QUINTER, KANSAS

Business Funds

Schedule 2

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Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2017

	Actual	Budget	Variance Over (Under)
Sewer Utility Fund			
Receipts			
User Charges	\$ 151,789	142,500	9,289
Sewer Permits	435	50	385
Miscellaneous	3,811	0	3,811
Total Receipts	156,035	142,550	13,485
Expenditures			
Personal Services	0	17,500	(17,500)
Contractual Services	2,955	5,000	(2,045)
Commodities	4,739	12,500	(7,761)
Capital Outlay	6,459	10,000	(3,541)
Sewer Maintenance Contract	15,042	14,000	1,042
Transfer to General Fund	20,000	20,000	0
Transfer to Sewer Utility - Principal & Interest Fund	76,500	77,000	(500)
Total Expenditures	125,695	156,000	(30,305)
Receipts over (under) Expenditures	30,340		
Unencumbered Cash, Beginning	70,612		
Unencumbered Cash, Ending	\$ 100,952		
Sewer Utility - Principal & Interest Fund			
Receipts			
Transfer from Sewer Utility Fund	\$ 76,500	77,000	(500)
Expenditures			
Principal - KDHE	58,800	58,780	20
Interest - KDHE	16,090	16,089	1
Fees	1,506	2,500	(994)
Total Expenditures	76,396	77,369	(973)
Receipts over (under) Expenditures	104		
Unencumbered Cash, Beginning	76,408		
Unencumbered Cash, Ending	\$ 76,512		

CITY OF QUINTER, KANSAS
Trust Funds
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2017

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	<u>Actual</u>
Revolving Loan I Fund	
Receipts	
Principal and Interest Payments	\$ 10,279
Interest on Idle Funds	<u>148</u>
Total Receipts	<u>10,427</u>
Expenditures	
Contractual Services	<u>267</u>
Receipts over (under) Expenditures	10,160
Unencumbered Cash, Beginning	<u>35,279</u>
Unencumbered Cash, Ending	<u>\$ 45,439</u>
 Revolving Loan II Fund	
Receipts	
Principal and Interest Payments	\$ 10,775
Interest on Idle Funds	<u>529</u>
Total Receipts	<u>11,304</u>
Expenditures	
Contractual Services	<u>218</u>
Receipts over (under) Expenditures	11,086
Unencumbered Cash, Beginning	<u>100,668</u>
Unencumbered Cash, Ending	<u>\$ 111,754</u>