

CITY OF BELOIT, KANSAS

FINANCIAL STATEMENT
WITH
REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2017
TOGETHER WITH INDEPENDENT AUDITOR'S REPORT

CITY OF BELOIT, KANSAS

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INDEPENDENT AUDITOR'S REPORT

To the Mayor and City Council
Beloit, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Beloit, 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 2; 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 2 of the financial statement, the financial statement is prepared by the City of Beloit 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 2 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 Beloit, 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 Beloit, 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 2.

Other Matters

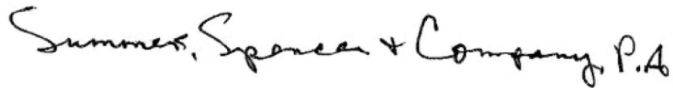
Supplementary Information

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, summary of receipts and disbursements - agency funds, and the schedule of receipts and expenditures - related municipal entity (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for purposes of additional 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 2.

The 2016 actual column presented in the individual fund schedules of regulatory basis receipts and expenditures - actual and budget and the schedule of receipts and expenditures - related municipal entity (Schedules 2 and 4 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement.

The City of Beloit, Kansas’ basic financial statement for the year ended December 31, 2016 (not presented herein), was audited by Clubine & Rettele, Chartered who merged with Summers, Spencer & Company, P.A. as of November 1, 2017, and whose report dated July 31, 2017, expressed an unmodified opinion on the basic financial statement. The 2016 basic financial statement and the other auditor’s report are available in electronic form from the website of the Kansas Department of Administration at the following link <http://www.admin.ks.gov/offices/chief-financial-officer/municipal-services>.

The report of the other auditors dated July 31, 2017, stated that the individual schedules of regulatory basis of receipts and expenditures - actual and budget and schedule of receipts and expenditures - related municipal entity for the year ended December 31, 2016 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, and in their opinion, was fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2016, on the basis of accounting described in Note 2.

A handwritten signature in cursive script that reads "Summers, Spencer & Company, P.A.".

Summers, Spencer & Company, P.A.

Salina, Kansas

August 30, 2018

CITY OF BELOIT, KANSAS

Statement 1

**Summary Statement of Receipts, Expenditures, and Unencumbered Cash (Regulatory Basis)
For the Year Ended December 31, 2017**

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund:							
General	\$ 71,076	\$ -	\$ 2,635,967	\$ 2,573,680	\$ 133,363	\$ 41,169	\$ 174,532
Special Purpose Funds:							
Economic Development	13,341	-	91,959	83,322	21,978	1,315	23,293
Employee Benefits	214,995	-	1,267,436	1,419,864	62,567	3,255	65,822
Equipment Reserve	1,193	-	133,771	43,715	91,249	-	91,249
Library	5,395	-	191,735	173,824	23,306	-	23,306
Special Highway	87,399	-	110,249	117,645	80,003	1,172	81,175
Special Parks and Recreation	79,570	-	22,396	13,492	88,474	1,478	89,952
Law Enforcement	6,196	-	32,035	13,809	24,422	161	24,583
Fire Equipment	49,423	-	59,902	44,056	65,269	-	65,269
Police Capital Improvement	511	-	90	-	601	-	601
Fire Capital Improvement	38,499	-	-	-	38,499	-	38,499
Water Plant and Equipment Replacement	62,067	-	57,665	-	119,732	-	119,732
Water Pollution Control Plant and Equipment Replacement	242,571	-	115,604	67,500	290,675	-	290,675
Electric Plant and Equipment Replacement	477,193	-	667,868	144,006	1,001,055	-	1,001,055
Capital Improvement	619,071	-	788,927	714,464	693,534	6,994	700,528
Capital Projects Fund:							
Capital Projects	1,837,959	-	265,604	1,957,783	145,780	-	145,780
Business Funds:							
Electric	988,142	-	5,649,328	5,928,856	708,614	143,878	852,492
Water	233,850	-	1,351,402	1,473,459	111,793	21,228	133,021
Water Pollution Control	112,365	-	899,777	927,637	84,505	46,270	130,775
Refuse	55,499	-	246,104	240,760	60,843	17,961	78,804
Total Governmental Type Funds	5,196,315	-	14,587,819	15,937,872	3,846,262	284,881	4,131,143
Related Municipal Entity:							
Port Library	381,177	-	227,291	202,816	405,652	756	406,408
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 5,577,492</u>	<u>\$ -</u>	<u>\$ 14,815,110</u>	<u>\$ 16,140,688</u>	<u>\$ 4,251,914</u>	<u>\$ 285,637</u>	<u>\$ 4,537,551</u>
Composition of Cash:							
							\$ 4,135,853
							45,443
							406,408
							4,587,704
							(50,153)
							<u>\$ 4,537,551</u>

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

CITY OF BELOIT, KANSAS

Notes to the Financial Statement For the Year Ended December 31, 2017

Note 1 – Reporting Entity

The City of Beloit is a municipal corporation governed by a citizen-elected mayor and five elected council members. The financial statement presents the City of Beloit (the primary government) and its related municipal entity. The related municipal entity is included in the City's reporting entity because they were established to benefit the City and/or its constituents.

Beloit Public Library: The Library Board operates the City's public library. The Library Board operates as a separate governing body but the City levies the taxes for the library. The governing board is appointed by the mayor and City Council. Acquisition or disposition of real property by the Board must be approved by the City. Bond issuances must also be approved by the City.

Note 2 – Summary of Significant Account Policies

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.

Fund Descriptions. The following types of funds comprise the financial activities of the City 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 Projects and tax levies for long-term debt) that are intended for specified purposes.

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

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

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

CITY OF BELOIT, KANSAS

Notes to the Financial Statement For the Year Ended December 31, 2017

Note 3 – 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 a 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 revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. 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 statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City 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 and the following special purpose funds:

Equipment Reserve Fund	Law Enforcement Fund
Police Capital Improvement Fund	Water Plant and Equipment Replacement Fund
Fire Capital Improvement Fund	Electric Plant and Equipment Replacement Fund
Capital Improvement Fund	
Water Pollution Control Plant and Equipment Replacement Fund	

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

Note 4 – 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.

CITY OF BELOIT, KANSAS

Notes to the Financial Statement For the Year Ended December 31, 2017

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposits 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%. The City has not designated a "peak period." All deposits were legally secured at December 31, 2017.

Deposits. At December 31, 2017, the City's carrying amount of deposits, including its related municipal entity, was \$4,587,704 and the bank balance was \$4,641,535. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$577,922 was covered by federal depository insurance, \$146,777 was secured through a letter of credit from the Federal Home Loan Bank of Topeka, and the remaining \$3,916,836 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.

Note 5 – Interfund Transfers

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General Fund	Economic Development Fund	K.S.A. 19-4102	\$ 17,500
Electric Fund	Economic Development Fund	K.S.A. 19-4102	17,500
Water Fund	Economic Development Fund	K.S.A. 19-4102	17,500
Electric Fund	Employee Benefit Fund	K.S.A. 12-16, 102	405,000
Water Fund	Employee Benefit Fund	K.S.A. 12-16, 102	190,000
Water Pollution Control Fund	Employee Benefit Fund	K.S.A. 12-16, 102	175,000
Economic Development Fund	Employee Benefit Fund	K.S.A. 12-16, 102	20,000
Electric Fund	General Fund	K.S.A. 12-825d	406,159
Water Fund	General Fund	K.S.A. 12-825d	46,151
Water Pollution Control Fund	General Fund	K.S.A. 12-825d	19,896
General Fund	Equipment Reserve Fund	K.S.A. 12-1, 117	120,000
Special Highway Fund	Equipment Reserve Fund	K.S.A. 12-1, 117	13,771
Electric Fund	Electric Plant and Equipment Replacement Fund	K.S.A. 12-1, 117	667,868
Water Pollution Control Fund	Water Pollution Control Plant & Equipment Replacement Fund	K.S.A. 12-631o	115,604
Water Fund	Water Plant and Equipment Replacement Fund	K.S.A. 12-1, 117	57,665

CITY OF BELOIT, KANSAS
Notes to the Financial Statement
For the Year Ended December 31, 2017

Note 6 – Defined Benefit Pension Plan

General Information about the Pension Plan

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium from the period of January 1, 2017 through September 30, 2017 for the Death and Disability Program) and statutory contribution rate was 8.46% for the fiscal year ended December 31, 2017. Contributions to the pension plan from the City of Beloit and Port Library were \$234,316 and \$7,319 respectively, for the year ended December 31, 2017.

Net Pension Liability

At December 31, 2017, the City of Beloit and the Port Library's proportionate share of the collective net pension liability reported by KPERS were \$2,349,163 and \$68,816 respectively. 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 of Beloit and the Port Library's proportion of the net pension liability was based on the ratio of the City of Beloit and Port Library'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.

CITY OF BELOIT, KANSAS

Notes to the Financial Statement For the Year Ended December 31, 2017

Note 7 – Beloit Trail Commission

The bank account that was used to hold these funds was held under the City's tax identification number and accounted for in the City's composition of cash. The Beloit Trail Commission has been disbanded for several years and the bank account that was used to hold the funds has been closed and transferred to the City's main checking account. The amount of funds for the walking trail was \$5,335 as of December 31, 2017. The remaining funds are to be used only for the maintenance of the Beloit Walking Trail and are accounted for separately within the Special Parks and Recreation Fund. The final report to close out the Walking Trail Grant was submitted to the Sunflower Foundation in November 2017 and officially approved January 2018.

Note 8 – Deferred Compensation Plan

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

Note 9 – Compensated Absences

The City's compensated absence policy permits employees to accrue sick leave up to a maximum total accumulation of 480 hours. Any sick leave accumulated over 480 hours will be converted to vacation days at a ratio of 24 hours sick time to 8 hours vacation time. Accrued sick leave shall be reimbursed upon termination of employment after ten years of service at the rate of 50%. Sick leave is earned at the rate of 8 hours for each month of service for full time employees.

Each employee shall accrue vacation time at the rate of 80 hours per year. In addition to the basic annual vacation, additional vacation leave is earned after completing five years of service and is granted on the employee's date of hire for the following schedule:

<u>Year of Service</u>	<u>Earned Per Year</u>	<u>Year of Service</u>	<u>Earned Per Year</u>
6th year	8 hours	11th year	48 hours
7th year	16 hours	12th year	56 hours
8th year	24 hours	13th year	64 hours
9th year	32 hours	14th year	72 hours
10th year	40 hours	15th year	80 hours

An employee may accrue up to a maximum of 1.5 times their current vacation accrual. Vacation time earned in excess of said maximum limit shall be used or forfeited. Vacation leave shall be reimbursed upon termination of employment for all accrued hours of earned vacation.

Note 10 – Other Employee Benefits

If requested by an employee and approved by the City Administrator, the employee may be given compensatory time off in lieu of cash payments for overtime worked. Any compensatory time off shall be at the rate of one and one-half times the hours of overtime worked. Upon separation, an employee shall be compensated for all accumulated compensatory time. In case of death, compensation shall be paid to the surviving spouse or the employee's estate.

CITY OF BELOIT, KANSAS

Notes to the Financial Statement For the Year Ended December 31, 2017

Note 11 – Other Post-Employment Benefits

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

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

Note 12 – Capital Projects

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

	Project Authorization	Expenditures to Date
Main Trafficway Improvements		
Main Street Project (East Main)	\$ 1,848,728	\$ 1,843,546

Note 13 – Refunding Bond

The General Obligation Electric Utility System Refunding Bonds Series 2016-A and the premium was used to pay off the Electric Utility System Revenue Bonds Series 2011 in the amount of \$3,585,000. The proceeds of the bond are held in escrow until the redemption date of December 1, 2018. The escrow agent is responsible for the payments of principal and interest until the bonds can be called.

Note 14 – Subsequent Events

The City's management has evaluated events and transactions occurring after December 31, 2017 through August 30, 2018. The aforementioned date represents the date the financial statement was available to be issued.

On April 25, 2018, the City of Beloit entered into a lease agreement with First National Bank of Beloit for the purchase of a 2018 street sweeper. The principal amount is \$220,000 with an interest rate of 3.40%. Payments are made annually with the first payment due on April 25, 2019 and the final payment on April 25, 2023.

CITY OF BELOIT, KANSAS

**Notes to the Financial Statement
For the Year Ended December 31, 2017**

Note 15 - 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/ Payments	Balance End of Year	Interest Paid
Revolving Loans									
Kansas Water Supply	2.43%	12/21/2011	\$ 515,000	2/1/2023	\$ 210,391	\$ -	\$ 30,257	\$ 180,134	\$ 4,930
General Obligation Bond									
Series 2011-A Water Line	1.74%	9/8/2011	1,140,000	3/1/2017	235,000	-	235,000	-	2,644
Series 2016-B Street Projects	2.0 - 3.0%	6/23/2016	2,870,000	9/1/1931	2,870,000	-	190,000	2,680,000	73,057
Series 2016-A Refunding Electric	2.0 - 4.0%	3/1/2016	3,095,000	12/1/1930	3,095,000	-	185,000	2,910,000	94,350
Revenue Bonds									
Series 2013 Utility System	0.00%	4/9/2013	195,700	3/1/2018	60,000	-	40,000	20,000	-
Series 2014 Refunding Pool	3.79%	7/30/2014	4,630,000	10/1/2037	4,370,000	-	155,000	4,215,000	150,350
Capital Leases									
Portable Radio System	1.98%	3/12/2013	35,788	1/11/2018	14,690	-	7,273	7,417	292
Vacuum Truck	3.40%	7/1/2013	130,000	2/1/2018	53,896	-	26,498	27,398	1,830
(2) 2015 Ford Explorers	2.25%	4/20/2015	64,847	1/15/2018	43,459	-	21,487	21,972	981
(6) Digital Mobile Radios	2.19%	2/8/2016	16,800	1/15/2019	16,800	-	5,494	11,306	345
Spartan Fire Truck	2.95%	11/17/2016	316,732	11/17/2023	275,000	-	35,944	239,056	8,113
2017 Freightliner	2.79%	12/30/2016	305,651	12/1/2021	300,898	-	58,635	242,263	6,924
2017 Dodge Charger	1.89%	1/6/2017	25,106	1/6/2020	-	25,106	-	25,106	-
2015 Bobcat	4.55%	10/23/2017	32,355	3/15/2020	-	32,355	9,500	22,855	-
Total Contractual Indebtedness					<u>\$ 11,545,134</u>	<u>\$ 57,461</u>	<u>\$ 1,000,088</u>	<u>\$ 10,602,507</u>	<u>\$ 343,815</u>

CITY OF BELOIT, KANSAS

**Notes to the Financial Statement
For the Year Ended December 31, 2017**

Note 15 - Long Term Debt

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

	2018	2019	2020	2021	2022	2023-2027	2028-2032	2033-2037	Total
Principal									
Revolving Loans									
Kansas Water Supply	\$ 30,997	\$ 31,755	\$ 32,531	\$ 33,327	\$ 34,141	\$ 17,382	\$ -	\$ -	\$ 180,133
General Obligation Bond									
Series 2016-B Street Projects	205,000	215,000	215,000	220,000	220,000	1,070,000	535,000	-	2,680,000
Series 2016-A Refunding Electric	190,000	195,000	200,000	200,000	210,000	1,140,000	775,000	-	2,910,000
Revenue Bonds									
Series 2013 Utility System	20,000	-	-	-	-	-	-	-	20,000
Refunding Series 2014 Pool	155,000	160,000	165,000	165,000	170,000	940,000	1,110,000	1,350,000	4,215,000
Capital Leases									
Portable Radio System	7,417	-	-	-	-	-	-	-	7,417
Vacuum Truck	27,398	-	-	-	-	-	-	-	27,398
(2) 2015 Ford Explorers	21,973	-	-	-	-	-	-	-	21,973
(6) Digital Mobile Radios	5,592	5,714	-	-	-	-	-	-	11,306
Spartan Fire Truck	37,004	38,096	39,219	40,376	41,567	42,794	-	-	239,056
2017 Freightliner	59,366	61,042	62,765	59,090	-	-	-	-	242,263
2017 Dodge Charger	8,212	8,368	8,526	-	-	-	-	-	25,106
2015 Bobcat	7,695	7,412	7,748	-	-	-	-	-	22,855
Total Principal	<u>\$ 775,654</u>	<u>\$ 722,387</u>	<u>\$ 730,789</u>	<u>\$ 717,793</u>	<u>\$ 675,708</u>	<u>\$ 3,210,176</u>	<u>\$ 2,420,000</u>	<u>\$ 1,350,000</u>	<u>\$ 10,602,507</u>

CITY OF BELOIT, KANSAS

**Notes to the Financial Statement
For the Year Ended December 31, 2017**

Note 15 - Long Term Debt

	2018	2019	2020	2021	2022	2023-2027	2028-2032	2033-2037	Total
Interest and Service Fees									
Revolving Loans									
Kansas Water Supply	\$ 4,190	\$ 3,432	\$ 2,656	\$ 1,861	\$ 1,257	\$ -	\$ -	\$ -	\$ 13,396
General Obligation Bonds									
Series 2011-A	-	-	-	-	-	-	-	-	-
Series 2016-B Street Projects	57,650	53,550	49,250	44,950	40,550	133,950	39,350	-	419,250
Revenue Bonds									
Series 2013 Utility System	-	-	-	-	-	-	-	-	-
Refunding Series 2014 Pool	147,250	144,150	140,950	137,650	132,700	582,831	410,569	170,225	1,866,325
Series 2016-A Refunding Electric	90,650	86,850	81,000	75,000	69,000	247,050	60,300	-	709,850
Capital Leases									
Portable Radio System	147	-	-	-	-	-	-	-	147
Vacuum Truck	930	-	-	-	-	-	-	-	930
(2) 2015 Ford Explorers	494	-	-	-	-	-	-	-	494
(6) Digital Mobile Radios	248	125	-	-	-	-	-	-	373
Spartan Fire Truck	7,052	5,961	4,837	3,680	2,489	1,262	-	-	25,281
2017 Freightliner	6,193	4,517	2,794	1,006	-	-	-	-	14,510
2017 Dodge Charger	475	319	161	-	-	-	-	-	955
2015 Bobcat	407	690	354	-	-	-	-	-	1,451
Total Interest and Service Fees	<u>\$ 315,686</u>	<u>\$ 299,594</u>	<u>\$ 282,002</u>	<u>\$ 264,147</u>	<u>\$ 245,996</u>	<u>\$ 965,093</u>	<u>\$ 510,219</u>	<u>\$ 170,225</u>	<u>\$ 3,052,962</u>

CITY OF BELOIT, KANSAS

**REGULATORY – REQUIRED
SUPPLEMENTARY INFORMATION
December 31, 2017**

CITY OF BELOIT, KANSAS

Schedule 1

**Summary of Expenditures – Actual and Budget (Regulatory Basis)
For the Year Ended December 31, 2017**

<u>Fund</u>	<u>Certified Budget</u>	<u>Adjustment For Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
General Fund:					
General	\$ 2,805,408	\$ -	\$ 2,805,408	\$ 2,573,680	\$ (231,728)
Special Revenue Funds:					
Economic Development	92,367	-	92,367	83,322	(9,045)
Employee Benefits	1,512,500	-	1,512,500	1,419,864	(92,636)
Library	201,900	-	201,900	173,824	(28,076)
Special Highway	140,789	-	140,789	117,645	(23,144)
Special Park and Recreation	84,670	-	84,670	13,492	(71,178)
Fire Equipment	60,000	-	60,000	44,056	(15,944)
Business Funds:					
Electric	7,183,950	-	7,183,950	5,928,856	(1,255,094)
Water	1,664,827	-	1,664,827	1,473,459	(191,368)
Water Pollution Control	1,017,164	-	1,017,164	927,637	(89,527)
Refuse	386,934	-	386,934	240,760	(146,174)

CITY OF BELOIT, KANSAS

Schedule 2

General Fund
Schedule of Receipts and Expenditures – Actual and Budget (Regulatory Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	\$ 861,293	\$ 966,370	\$ 973,154	\$ (6,784)
Neighborhood Revitalization	(74,760)	(79,586)	(75,883)	(3,703)
Delinquent Tax	25,929	6,480	12,680	(6,200)
Motor Vehicle Tax	170,782	155,171	148,887	6,284
16/20M Truck Tax	2,685	4,169	3,289	880
Recreational Vehicle Tax	2,080	2,106	1,610	496
Commercial Vehicle Tax	10,098	18,041	17,768	273
Watercraft Tax	-	1,179	1,074	105
Intangible Tax	45,741	45,257	35,513	9,744
Alcoholic Liquor Tax	11,956	10,817	12,472	(1,655)
Local Sales Tax	450,536	445,836	470,000	(24,164)
Special Assessments	370	-	20,000	(20,000)
Total Taxes and Shared Revenue	1,506,710	1,575,840	1,620,564	(44,724)
Intergovernmental Revenues				
Highway Connecting Links	21,177	21,147	21,500	(353)
Licenses and Permits				
City Permits	5,333	3,614	25,000	(21,386)
Licenses	2,775	1,800	2,000	(200)
Dog Licenses	935	715	1,500	(785)
Professional Licenses	600	1,100	450	650
Total Licenses and Permits	9,643	7,229	28,950	(21,721)
Charges for Services				
Facility Rent	41,050	170,225	94,000	76,225
Cemetery Services	12,575	19,050	15,000	4,050
Swimming Pool Admissions	57,328	52,296	63,000	(10,704)
Pool Concession Receipts	13,134	13,420	15,000	(1,580)
Fire Protection	8,214	8,859	8,500	359
Recreation Program Fees	15,689	11,464	17,600	(6,136)
Refuse Billing Fee	27,219	24,270	25,000	(730)
Total Charges for Services	175,209	299,584	238,100	61,484
Fines and Forfeitures	58,221	67,339	52,000	15,339
Interest and Other				
Interest	12,941	22,355	3,600	18,755
Franchise Fees	120,695	160,232	135,000	25,232
Reimbursed Expenses	15,910	6,832	16,800	(9,968)
Sale of Cemetery Lots	300	2,400	2,500	(100)
Miscellaneous	60	30	-	30
Park Camping Donations	750	773	1,200	(427)
Transfer from Water Pollution Control Fund	21,326	19,896	21,500	(1,604)
Transfer from Electric Fund	386,938	406,159	470,000	(63,841)
Transfer from Water Fund	44,854	46,151	45,500	651
Total Interest and Other	603,774	664,828	696,100	(31,272)
Total Cash Receipts	2,374,734	2,635,967	\$ 2,657,214	\$ (21,247)

CITY OF BELOIT, KANSAS

Schedule 2

General Fund (Continued)
Schedule of Receipts and Expenditures – Actual and Budget (Regulatory Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures				
Administration				
Personal Services	\$ 329,692	\$ 279,756	\$ 307,600	\$ (27,844)
Contractual Services	166,025	161,766	169,964	(8,198)
Commodities	42,956	51,260	55,800	(4,540)
Transfer to Equipment Reserve Fund	59,300	120,000	120,000	-
Transfer to Economic Development Fund	17,500	17,500	17,500	-
Total Administration	615,473	630,282	670,864	(40,582)
Municipal Court				
Personal Services	100,945	105,961	107,000	(1,039)
Contractual Services	14,494	7,361	13,650	(6,289)
Commodities	751	1,026	3,000	(1,974)
Capital Outlay	1,379	1,360	-	1,360
Total Court	117,569	115,708	123,650	(7,942)
Airport				
Contractual Services	30,707	36,587	34,200	2,387
Commodities	5,044	5,918	6,900	(982)
Capital Outlay	1,373	507	-	507
Total Airport	37,124	43,012	41,100	1,912
Cemetery				
Personal Services	39,955	47,424	47,500	(76)
Contractual Services	4,235	3,505	7,557	(4,052)
Commodities	7,625	8,655	14,300	(5,645)
Capital Outlay	1,948	13,728	16,450	(2,722)
Total Cemetery	53,763	73,312	85,807	(12,495)
Police				
Personal Services	359,912	368,905	420,000	(51,095)
Contractual Services	58,700	77,811	95,521	(17,710)
Commodities	40,200	41,876	46,500	(4,624)
Capital Outlay	66,951	84,019	63,830	20,189
Total Police	525,763	572,611	625,851	(53,240)
Street				
Personal Services	445,408	412,446	422,000	(9,554)
Contractual Services	24,777	28,800	34,820	(6,020)
Commodities	31,015	34,560	53,500	(18,940)
Capital Outlay	5,670	24,009	30,000	(5,991)
Total Maintenance	506,870	499,815	540,320	(40,505)

CITY OF BELOIT, KANSAS

Schedule 2

General Fund (Continued)
Schedule of Receipts and Expenditures – Actual and Budget (Regulatory Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Fire				
Personal Services	\$ 23,155	\$ 19,642	\$ 21,500	\$ (1,858)
Contractual Services	17,186	10,819	16,605	(5,786)
Commodities	6,533	7,180	8,700	(1,520)
Capital Outlay	605	130	3,000	(2,870)
Total Fire	<u>47,479</u>	<u>37,771</u>	<u>49,805</u>	<u>(12,034)</u>
Recreation				
Personal Services	58,444	58,981	65,000	(6,019)
Contractual Services	4,166	2,770	5,300	(2,530)
Commodities	9,663	8,017	12,575	(4,558)
Capital Outlay	1,577	2,080	3,000	(920)
Total Recreation	<u>73,850</u>	<u>71,848</u>	<u>85,875</u>	<u>(14,027)</u>
Grounds				
Personal Services	172,146	161,185	165,500	(4,315)
Contractual Services	18,407	17,192	22,240	(5,048)
Commodities	66,425	83,261	98,650	(15,389)
Capital Outlay	16,685	3,497	-	3,497
Total Grounds	<u>273,663</u>	<u>265,135</u>	<u>286,390</u>	<u>(21,255)</u>
North Campus				
Contractual Services	11,717	18,208	17,200	1,008
Commodities	101,754	115,289	145,500	(30,211)
Capital Outlay	7,757	16,220	18,000	(1,780)
Total North Campus	<u>121,228</u>	<u>149,717</u>	<u>180,700</u>	<u>(30,983)</u>
Swimming Pool				
Personal Services	61,015	64,860	64,500	360
Contractual Services	16,364	19,587	18,746	841
Commodities	29,165	29,161	29,700	(539)
Capital Outlay	300	861	2,100	(1,239)
Total Swimming Pool	<u>106,844</u>	<u>114,469</u>	<u>115,046</u>	<u>(577)</u>
Total Expenditures	<u>2,479,626</u>	<u>2,573,680</u>	<u>\$ 2,805,408</u>	<u>\$ (231,728)</u>
Receipts Over (Under) Expenditures	(104,892)	62,287		
Unencumbered Cash, Beginning	<u>175,968</u>	<u>71,076</u>		
Unencumbered Cash, Ending	<u>\$ 71,076</u>	<u>\$ 133,363</u>		

CITY OF BELOIT, KANSAS

Schedule 2

Economic Development Fund
Schedule of Receipts and Expenditures – Actual and Budget (Regulatory Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Appropriation from Mitchell County	\$ 37,000	\$ 39,459	\$ 37,000	\$ 2,459
Transfer from General Fund	17,500	17,500	17,500	-
Transfer from Electric Fund	17,500	17,500	17,500	-
Transfer from Water Fund	17,500	17,500	17,500	-
Total Cash Receipts	<u>89,500</u>	<u>91,959</u>	<u>\$ 89,500</u>	<u>\$ 2,459</u>
Expenditures				
Personal services	53,616	54,493	\$ 54,000	\$ 493
Contractual Services	4,916	8,223	7,004	1,219
Commodities	332	606	10,363	(9,757)
Transfer to Employee Benefits Fund	21,000	20,000	21,000	(1,000)
Total Expenditures	<u>79,864</u>	<u>83,322</u>	<u>\$ 92,367</u>	<u>\$ (9,045)</u>
Receipts Over (Under) Expenditures	9,636	8,637		
Unencumbered Cash, Beginning	<u>3,705</u>	<u>13,341</u>		
Unencumbered Cash, Ending	<u>\$ 13,341</u>	<u>\$ 21,978</u>		

CITY OF BELOIT, KANSAS

Schedule 2

Employee Benefits Fund
Schedule of Receipts and Expenditures – Actual and Budget (Regulatory Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 292,872	\$ 318,487	\$ 318,600	\$ (113)
Neighborhood Revitalization	(24,523)	(26,056)	(24,843)	(1,213)
Motor Vehicle Tax	33,827	43,988	48,838	(4,850)
16/20M Truck Tax	1,344	597	1,079	(482)
Recreational Vehicle Tax	400	612	529	83
Commercial Vehicle Tax	1,846	5,314	5,829	(515)
Watercraft Tax	-	387	352	35
Reimbursed Expenses	88,019	133,285	122,000	11,285
Interest	822	822	500	322
Transfer from Electric Fund	405,000	405,000	405,000	-
Transfer from Water Fund	170,000	190,000	190,000	-
Transfer from Water Pollution Control	153,000	175,000	175,000	-
Transfer from Economic Development	21,000	20,000	20,000	-
Total Cash Receipts	<u>1,143,607</u>	<u>1,267,436</u>	<u>\$ 1,262,884</u>	<u>\$ 4,552</u>
Expenditures				
Medical Insurance	731,204	891,359	\$ 846,000	\$ 45,359
Social Security	225,072	216,596	245,000	(28,404)
KPERS	264,672	241,544	280,000	(38,456)
Unemployment Compensation	3,030	3,155	38,500	(35,345)
Workmen's Compensation Insurance	46,353	41,552	75,500	(33,948)
Membership Dues	25,154	25,658	27,500	(1,842)
Total Expenditures	<u>1,295,485</u>	<u>1,419,864</u>	<u>\$ 1,512,500</u>	<u>\$ (92,636)</u>
Receipts Over (Under) Expenditures	(151,878)	(152,428)		
Unencumbered Cash, Beginning	<u>366,873</u>	<u>214,995</u>		
Unencumbered Cash, Ending	<u>\$ 214,995</u>	<u>\$ 62,567</u>		

CITY OF BELOIT, KANSAS

Schedule 2

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfer from Special Highway	\$ -	\$ 13,771
Transfer from General Fund	59,300	120,000
Total Cash Receipts	<u>59,300</u>	<u>133,771</u>
Expenditures		
Capital Outlay	<u>58,535</u>	<u>43,715</u>
Receipts Over (Under) Expenditures	765	90,056
Unencumbered Cash, Beginning	<u>428</u>	<u>1,193</u>
Unencumbered Cash, Ending	<u><u>\$ 1,193</u></u>	<u><u>\$ 91,249</u></u>

CITY OF BELOIT, KANSAS

Schedule 2

Library Fund

Schedule of Receipts and Expenditures – Actual and Budget (Regulatory Basis)

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	\$ 148,135	\$ 174,132	\$ 175,358	\$ (1,226)
Neighborhood Revitalization	(12,879)	(14,341)	(13,674)	(667)
Delinquent Tax	5,830	1,173	2,087	(914)
Motor Vehicle Tax	29,847	26,440	25,647	793
16/20M Truck Tax	621	686	567	119
Recreational Vehicle Tax	361	359	278	81
Commercial Vehicle Tax	1,736	3,083	3,061	22
Watercraft Tax	-	203	185	18
Total Cash Receipts	<u>173,651</u>	<u>191,735</u>	<u>\$ 193,509</u>	<u>\$ (1,774)</u>
Expenditures				
Appropriation	187,580	169,802	\$ 199,000	\$ (29,198)
Building Insurance	3,319	3,332	2,800	532
Personal Bond	100	100	100	-
Contractual	-	590	-	590
Capital Outlay	451	-	-	-
Total Expenditures	<u>191,450</u>	<u>173,824</u>	<u>\$ 201,900</u>	<u>\$ (28,076)</u>
Receipts Over (Under) Expenditures	(17,799)	17,911		
Unencumbered Cash, Beginning	<u>23,194</u>	<u>5,395</u>		
Unencumbered Cash, Ending	<u>\$ 5,395</u>	<u>\$ 23,306</u>		

CITY OF BELOIT, KANSAS

Schedule 2

Special Highway Fund
Schedule of Receipts and Expenditures – Actual and Budget (Regulatory Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
State of Kansas - Fuel Tax	\$ 100,591	\$ 100,763	\$ 98,420	\$ 2,343
Reimbursed Expenses	2,165	9,486	1,600	7,886
Total Cash Receipts	<u>102,756</u>	<u>110,249</u>	<u>\$ 100,020</u>	<u>\$ 10,229</u>
Expenditures				
Contractual Services	12,544	4,450	\$ 13,500	\$ (9,050)
Commodities	69,852	90,727	104,500	(13,773)
Capital Outlay	10,297	8,697	22,789	(14,092)
Transfer to Equipment Reserve Fund	-	13,771	-	13,771
Total Expenditures	<u>92,693</u>	<u>117,645</u>	<u>\$ 140,789</u>	<u>\$ (23,144)</u>
Receipts Over (Under) Expenditures	10,063	(7,396)		
Unencumbered Cash, Beginning	<u>77,336</u>	<u>87,399</u>		
Unencumbered Cash, Ending	<u>\$ 87,399</u>	<u>\$ 80,003</u>		

CITY OF BELOIT, KANSAS

Schedule 2

Special Park and Recreation Fund
Schedule of Receipts and Expenditures – Actual and Budget (Regulatory Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Alcoholic Liquor Tax	\$ 11,956	\$ 10,817	\$ 12,472	\$ (1,655)
Reimbursements and Other	4,905	11,579	3,000	8,579
Total Cash Receipts	<u>16,861</u>	<u>22,396</u>	<u>\$ 15,472</u>	<u>\$ 6,924</u>
Expenditures				
Contractual Services	35	59	\$ 10,500	\$ (10,441)
Commodities	-	-	9,888	(9,888)
Capital Outlay	4,673	13,433	64,282	(50,849)
Total Expenditures	<u>4,708</u>	<u>13,492</u>	<u>\$ 84,670</u>	<u>\$ (71,178)</u>
Receipts Over (Under) Expenditures	12,153	8,904		
Unencumbered Cash, Beginning	<u>67,417</u>	<u>79,570</u>		
Unencumbered Cash, Ending	<u>\$ 79,570</u>	<u>\$ 88,474</u>		

CITY OF BELOIT, KANSAS

Schedule 2

Law Enforcement Fund
Schedule of Receipts and Expenditures (Regulatory Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Drug Forfeiture	\$ 5,469	\$ 31,960
Interest	57	75
Total Cash Receipts	<u>5,526</u>	<u>32,035</u>
Expenditures		
Commodities	11,788	12,928
Equipment	3,940	881
Total Expenditures	<u>15,728</u>	<u>13,809</u>
Receipts Over (Under) Expenditures	(10,202)	18,226
Unencumbered Cash, Beginning	<u>16,398</u>	<u>6,196</u>
Unencumbered Cash, Ending	<u>\$ 6,196</u>	<u>\$ 24,422</u>

CITY OF BELOIT, KANSAS

Schedule 2

Fire Equipment Fund
Schedule of Receipts and Expenditures – Actual and Budget (Regulatory Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	\$ 24,647	\$ 41,167	\$ 41,337	\$ (170)
Neighborhood Revitalization	(2,131)	(3,381)	(3,223)	(158)
Delinquent Tax	156	153	-	153
Motor Vehicle Tax	3,787	4,337	4,243	94
Recreational Vehicle Tax	47	59	46	13
16/20M Vehicle Tax	-	-	94	(94)
Commercial Vehicle Tax	235	507	506	1
Watercraft Tax	-	34	31	3
Sale of Fire Truck	-	17,026	-	17,026
Total Receipts	<u>26,741</u>	<u>59,902</u>	<u>\$ 43,034</u>	<u>\$ 16,868</u>
Expenditures				
Equipment	<u>-</u>	<u>44,056</u>	<u>\$ 60,000</u>	<u>\$ (15,944)</u>
Receipts Over (Under) Expenditures	26,741	15,846		
Unencumbered Cash, Beginning	<u>22,682</u>	<u>49,423</u>		
Unencumbered Cash, Ending	<u>\$ 49,423</u>	<u>\$ 65,269</u>		

CITY OF BELOIT, KANSAS

Schedule 2

Police Capital Improvement Fund
Schedule of Receipts and Expenditures (Regulatory Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Reimbursed Expenses	\$ -	\$ 90
Expenditures		
Capital Outlay	-	-
Receipts Over (Under) Expenditures	-	90
Unencumbered Cash, Beginning	511	511
Unencumbered Cash, Ending	<u>\$ 511</u>	<u>\$ 601</u>

CITY OF BELOIT, KANSAS

Schedule 2

Fire Capital Improvement Fund
Schedule of Receipts and Expenditures (Regulatory Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Donations	\$ -	\$ -
Expenditures		
Capital Outlay	41,732	-
Receipts Over (Under) Expenditures	(41,732)	-
Unencumbered Cash, Beginning	80,231	38,499
Unencumbered Cash, Ending	<u>\$ 38,499</u>	<u>\$ 38,499</u>

CITY OF BELOIT, KANSAS

Schedule 2

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfer from Water Fund	\$ -	\$ 57,665
Expenditures		
Capital Outlay	-	-
Receipts Over (Under) Expenditures	-	57,665
Unencumbered Cash, Beginning	62,067	62,067
Unencumbered Cash, Ending	<u>\$ 62,067</u>	<u>\$ 119,732</u>

CITY OF BELOIT, KANSAS

Schedule 2

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfer from Water Pollution Fund	\$ 7,500	\$ 115,604
Expenditures		
Capital Outlay	-	67,500
Receipts Over (Under) Expenditures	7,500	48,104
Unencumbered Cash, Beginning	235,071	242,571
Unencumbered Cash, Ending	<u>\$ 242,571</u>	<u>\$ 290,675</u>

CITY OF BELOIT, KANSAS

Schedule 2

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfer from Electric Fund	\$ 459,388	\$ 667,868
Expenditures		
Capital Outlay	265,531	144,006
Receipts Over (Under) Expenditures	193,857	523,862
Unencumbered Cash, Beginning	283,336	477,193
Unencumbered Cash, Ending	\$ 477,193	\$ 1,001,055

CITY OF BELOIT, KANSAS

Schedule 2

Capital Improvement Fund
Schedule of Receipts and Expenditures – Actual and Budget (Regulatory Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Taxes and Shared Revenue:		
Sales Tax	\$ 636,020	\$ 611,436
Federal Aid:		
Community Development Block Grant	319,184	-
Airport Improvement Program	1,919,977	-
Miscellaneous	777	2,552
Reimbursements	273,442	28,521
Special Assessments	-	146,418
Total Cash Receipts	<u>3,149,400</u>	<u>788,927</u>
Expenditures		
Contractual Services	2,748,251	270,443
Commodities	95,344	53,685
Capital Outlay	<u>119,124</u>	<u>390,336</u>
Total Expenditures	<u>2,962,719</u>	<u>714,464</u>
Receipts Over (Under) Expenditures	186,681	74,463
Unencumbered Cash, Beginning	<u>432,390</u>	<u>619,071</u>
Unencumbered Cash, Ending	<u>\$ 619,071</u>	<u>\$ 693,534</u>

CITY OF BELOIT, KANSAS

Schedule 2

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Issuance GO Bond Series 2016-B	\$ 1,848,728	\$ -
Sales Tax	267,670	262,044
Reimbursed Expense	3,238	3,560
Total Cash Receipts	<u>2,119,636</u>	<u>265,604</u>
Expenditures		
Cost of Issuance	969,105	-
Main Trafficway Improvements - East Main Street	145,247	1,632,433
Debt Service - Principal Electric Systems	-	20,000
Debt Service - Principal Pool Revenue Bond	145,000	155,000
Debt Service - Interest Pool Revenue Bond	153,250	150,350
Total Expenditures	<u>1,412,602</u>	<u>1,957,783</u>
Receipts Over (Under) Expenditures	707,034	(1,692,179)
Unencumbered Cash, Beginning	<u>1,130,925</u>	<u>1,837,959</u>
Unencumbered Cash, Ending	<u>\$ 1,837,959</u>	<u>\$ 145,780</u>

CITY OF BELOIT, KANSAS

Schedule 2

Electric Fund
Schedule of Receipts and Expenditures – Actual and Budget (Regulatory Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over Over (Under)
		Actual	Budget	
Cash Receipts				
Electric Sales	\$ 4,877,890	\$ 5,123,508	\$ 5,873,000	\$ (749,492)
Franchise Fee	371,257	410,103	411,110	(1,007)
Penalties	36,791	38,469	41,500	(3,031)
Connects and Disconnects	1,805	1,680	1,200	480
Miscellaneous and Other Fees	5,311	4,192	5,700	(1,508)
Interest	5,301	9,058	2,400	6,658
Reimbursed Expenses	80,913	62,318	130,000	(67,682)
Total Cash Receipts	<u>5,379,268</u>	<u>5,649,328</u>	<u>\$ 6,464,910</u>	<u>\$ (815,582)</u>
Expenditures				
Production Expense				
Personal Services	343,261	320,861	309,000	11,861
Contractual Services	425,840	279,479	470,500	(191,021)
Commodities	2,486,847	2,852,333	3,480,200	(627,867)
Capital Outlay	18,399	16,386	-	16,386
Total Production Expense	<u>3,274,347</u>	<u>3,469,059</u>	<u>4,259,700</u>	<u>(790,641)</u>
Distribution Expense				
Personal Services	354,004	360,001	358,000	2,001
Contractual Services	99,167	114,480	157,060	(42,580)
Commodities	176,141	82,158	178,500	(96,342)
Capital Outlay	66,956	41,722	286,400	(244,678)
Total Distribution Expense	<u>696,268</u>	<u>598,361</u>	<u>979,960</u>	<u>(381,599)</u>
Non-Production				
Debt Service - Principal Series 2011	215,000	185,000	185,000	-
Debt Service - Interest Series 2011	73,988	94,350	94,350	-
Debt Service - Principal Series 2013	40,000	20,000	40,000	(20,000)
Lease Truck - Principal	4,753	57,041	64,572	(7,531)
Lease Truck - Interest	710	8,518	-	8,518
Transfer to General Fund	386,938	406,159	470,000	(63,841)
Transfer to Employee Benefits Fund	405,000	405,000	405,000	-
Transfer to Econ. Development Fund	17,500	17,500	17,500	-
Transfer to Electric Plant and Equipment Replacement Fund	459,388	667,868	667,868	-
Total Non-Production Expense	<u>1,603,277</u>	<u>1,861,436</u>	<u>1,944,290</u>	<u>(82,854)</u>
Total Expenditures	<u>5,573,892</u>	<u>5,928,856</u>	<u>\$ 7,183,950</u>	<u>\$ (1,255,094)</u>
Receipts Over (Under) Expenditures	(194,624)	(279,528)		
Unencumbered Cash, Beginning	<u>1,182,766</u>	<u>988,142</u>		
Unencumbered Cash, Ending	<u>\$ 988,142</u>	<u>\$ 708,614</u>		

CITY OF BELOIT, KANSAS

Schedule 2

Water Fund
Schedule of Receipts and Expenditures – Actual and Budget (Regulatory Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Water Sales	\$ 1,237,195	\$ 1,268,734	\$ 1,285,000	\$ (16,266)
Franchise Fees	43,354	44,959	45,000	(41)
Penalties	13,101	13,368	12,500	868
Connects and Disconnects	575	1,245	1,350	(105)
Miscellaneous	1,130	570	-	570
Water Protection Fees	4,343	4,539	4,700	(161)
Impact Fees	400	800	2,000	(1,200)
Interest	7,334	12,671	3,000	9,671
Reimbursed Expenses	10,762	4,516	30,000	(25,484)
Total Cash Receipts	<u>1,318,194</u>	<u>1,351,402</u>	<u>\$ 1,383,550</u>	<u>\$ (32,148)</u>
Expenditures				
Production Expense				
Personal Services	212,528	211,382	\$ 195,000	\$ 16,382
Contractual Services	122,821	171,806	162,901	8,905
Commodities	232,761	251,530	265,600	(14,070)
Capital Outlay	54,902	1,674	52,500	(50,826)
Total Production Expense	<u>623,012</u>	<u>636,392</u>	<u>676,001</u>	<u>(39,609)</u>
Distribution Expense				
Personal Services	189,647	177,260	209,500	(32,240)
Contractual Services	23,222	29,459	18,398	11,061
Commodities	20,759	35,782	29,700	6,082
Capital Outlay	14,999	10,419	66,500	(56,081)
Total Distribution Expense	<u>248,627</u>	<u>252,920</u>	<u>324,098</u>	<u>(71,178)</u>
Non-Production				
Debt Service - Principal GOB Series 2011	235,000	235,000	235,000	-
Debt Service - Interest GOB Series 2011	7,638	2,644	2,644	-
Principal - KDHE Water Supply Loan	29,535	30,257	30,257	-
Interest - KDHE Water Supply Loan	5,652	4,930	4,930	-
Transfer to General Fund	44,854	46,151	46,000	151
Transfer to Employee Benefits Fund	170,000	190,000	190,000	-
Transfer to Econ. Development Fund	17,500	17,500	17,500	-
Transfer to Water Equipment Fund	-	57,665	138,397	(80,732)
Total Non-Production Expense	<u>510,179</u>	<u>584,147</u>	<u>664,728</u>	<u>(80,581)</u>
Total Expenditures	<u>1,381,818</u>	<u>1,473,459</u>	<u>\$ 1,664,827</u>	<u>\$ (191,368)</u>
Receipts Over (Under) Expenditures	(63,624)	(122,057)		
Unencumbered Cash, Beginning	<u>297,474</u>	<u>233,850</u>		
Unencumbered Cash, Ending	<u>\$ 233,850</u>	<u>\$ 111,793</u>		

CITY OF BELOIT, KANSAS

Schedule 2

Water Pollution Control Fund
Schedule of Receipts and Expenditures – Actual and Budget (Regulatory Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Sales	\$ 922,539	\$ 859,449	\$ 930,000	\$ (70,551)
Franchise Fees	20,741	19,612	20,925	(1,313)
Penalties	11,848	11,925	11,500	425
Connects and Disconnects	3,340	525	3,500	(2,975)
Impact Fees	900	450	2,000	(1,550)
Interest	2,033	3,512	950	2,562
Reimbursed Expenses	1,366	4,304	8,000	(3,696)
Total Cash Receipts	<u>962,767</u>	<u>899,777</u>	<u>\$ 976,875</u>	<u>\$ (77,098)</u>
Expenditures				
Production Expense				
Personal Services	161,853	151,869	\$ 170,000	\$ (18,131)
Contractual Services	41,749	67,779	46,607	21,172
Commodities	143,428	132,630	139,300	(6,670)
Capital Outlay	44,412	1,110	41,200	(40,090)
Total Production Expense	<u>391,442</u>	<u>353,388</u>	<u>397,107</u>	<u>(43,719)</u>
Distribution Expense				
Personal Services	180,660	179,656	180,500	(844)
Contractual Services	50,967	24,699	22,500	2,199
Commodities	25,667	22,639	24,200	(1,561)
Capital Outlay	38,945	36,755	81,328	(44,573)
Total Distribution Expense	<u>296,239</u>	<u>263,749</u>	<u>308,528</u>	<u>(44,779)</u>
Non-Production				
Principal - KDHE Revolving Loan	185,474	-	-	-
Interest and Fee - KDHE Revolving Loan	5,471	-	-	-
Transfer to General Fund	21,326	19,896	20,925	(1,029)
Transfer to Water Pollution Control				
Plant & Equipment Replacement Fund	7,500	115,604	115,604	-
Transfer to Employee Benefits Fund	153,000	175,000	175,000	-
Total Non-Production Expense	<u>372,771</u>	<u>310,500</u>	<u>311,529</u>	<u>(1,029)</u>
Total Expenditures	<u>1,060,452</u>	<u>927,637</u>	<u>\$ 1,017,164</u>	<u>\$ (89,527)</u>
Receipts Over (Under) Expenditures	(97,685)	(27,860)		
Unencumbered Cash, Beginning	<u>210,050</u>	<u>112,365</u>		
Unencumbered Cash, Ending	<u>\$ 112,365</u>	<u>\$ 84,505</u>		

CITY OF BELOIT, KANSAS

Schedule 2

Refuse Fund

Schedule of Receipts and Expenditures – Actual and Budget (Regulatory Basis)

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
User Fees	\$ 269,391	\$ 240,365	\$ 320,760	\$ (80,395)
Penalties	5,952	5,739	5,600	139
Total Cash Receipts	<u>275,343</u>	<u>246,104</u>	<u>\$ 326,360</u>	<u>\$ (80,256)</u>
Expenditures				
Professional Services	247,099	216,490	\$ 288,684	\$ (72,194)
City Billing Fee	<u>27,219</u>	<u>24,270</u>	<u>98,250</u>	<u>(73,980)</u>
Total Expenditures	<u>274,318</u>	<u>240,760</u>	<u>\$ 386,934</u>	<u>\$ (146,174)</u>
Receipts Over (Under) Expenditures	1,025	5,344		
Unencumbered Cash, Beginning	<u>54,474</u>	<u>55,499</u>		
Unencumbered Cash, Ending	<u>\$ 55,499</u>	<u>\$ 60,843</u>		

CITY OF BELOIT, KANSAS

Schedule 3

Agency Funds
Schedule of Receipts and Disbursements (Regulatory Basis)
For the Year Ended December 31, 2017

Agency Funds	Beginning Unencumbered Cash Balance	Receipts	Disbursements	Ending Unencumbered Cash Balance
Cemetery Endowment	\$ 47,437	\$ 2,716	\$ -	\$ 50,153

CITY OF BELOIT, KANSAS
Related Municipal Entity
Port Library

Schedule 4

Schedule of Receipts and Expenditures (Regulatory Basis)
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Appropriation	\$ 155,080	\$ 202,302
State of Kansas	1,190	1,397
CKLS Grant	11,845	11,318
Fines, Memorials and Other	6,836	11,539
Interest	606	735
Total Cash Receipts	<u>175,557</u>	<u>227,291</u>
Expenditures		
Salaries, Retirement and Payroll Taxes	109,820	118,421
Books, Periodicals, Videos and Technology	32,730	31,458
Equipment and Lease	7,435	9,476
Utilities and Maintenance	2,439	3,059
Insurance	4,508	4,186
Supplies and Other	8,838	16,055
Capital	-	20,161
Total Expenditures	<u>165,770</u>	<u>202,816</u>
Receipts Over (Under) Expenditures	9,787	24,475
Unencumbered Cash, Beginning	<u>371,390</u>	<u>381,177</u>
Unencumbered Cash, Ending	<u>\$ 381,177</u>	<u>\$ 405,652</u>