

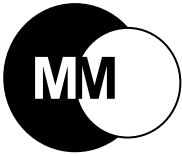
NORTHWEST KANSAS LIBRARY SYSTEM
Norton, Kansas
Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report
January 1, 2016 to December 31, 2016

MAPES & MILLER
Certified Public Accountants
Norton, Kansas

NORTHWEST KANSAS LIBRARY SYSTEM
Norton, Kansas
Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report
January 1, 2016 to December 31, 2016

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Northwest Kansas Library System
Norton, Kansas 67654

We have audited the accompanying summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Northwest Kansas Library System, Norton Kansas, a Municipality as of and for the year ended December 31, 2016, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

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 Northwest Kansas Library System, 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 the 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 Northwest Kansas Library System, as of December 31, 2016, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Northwest Kansas Library System, as of December 31, 2016, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget and regulatory basis summary of receipts and disbursements-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

The 2015 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedule 2 as listed in the table of contents) is presented for comparative analysis and is not a required part of the 2016 basic financial statement upon which we rendered an unmodified opinion dated November 8, 2017. The 2015 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the website of the Kansas Department of Administration at the following link <http://da.ks.gov/ar/muniserv/>. Such 2015 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2015 basic financial statement. The 2015 comparative information was subjected to the auditing procedures applied in the audit of the 2015 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2015 basic financial statement or to the 2015 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2015 comparative information is fairly stated in all material respects in relation to the 2015 basic financial statement as a whole, on the basis of accounting described in Note 1.

Mapes & Miller LLP

Certified Public Accountants

Norton, Kansas
November 8, 2017

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

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Fund Types:							
General Funds							
General	\$ 41,965	0	543,873	553,803	32,036	0	32,036
Special Purpose Funds							
Employee Benefits	6,454	0	79,626	80,080	6,000	0	6,000
State Aid	0	0	55,675	55,675	0	0	0
Blind & Physically Handicapped							
FY 2015-2016	16,966	0	0	16,966	0	0	0
FY 2016-2017	0	0	14,043	0	14,043	0	14,043
LSTA Subgrant	964	0	0	964	0	0	0
6 X 6 Backpacks	600	0	0	600	0	0	0
6 X 6 Kits	15,000	0	0	15,000	0	0	0
KHC Grant	400	0	3,500	2,807	1,093	0	1,093
LSTA Automation	10,720	0	0	10,720	0	0	0
6 X 6 Replacement	0	0	15,269	0	15,269	0	15,269
Capital Improvement Fund	16,559	0	29,255	16,000	29,814	0	29,814
Trust Funds							
Memorial	57,403	0	2,215	2,618	57,000	0	57,000
Total Reporting Entity (Excluding Agency Funds)	\$ 167,031	0	743,456	755,233	155,254	0	155,254

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

NORTHWEST KANSAS LIBRARY SYSTEM

STATEMENT 1

Composition of Cash

Page 2

Regulatory Basis

For the Year Ended December 31, 2016

Stockton National Bank, Norton, Kansas NOW Account	\$	101,241
Almena State Bank, Norton, Kansas Certificates of Deposit		<u>54,013</u>
Total Cash and Investments		155,254
Less Agency Funds - Schedule 3		<u>0</u>
Total Reporting Entity per Statement 1, Page 1	\$	<u><u>155,254</u></u>

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

NORTHWEST KANSAS LIBRARY SYSTEM

Notes to the Financial Statement

December 31, 2016

1. Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

Northwest Kansas Library System, Norton, Kansas is organized under K.S.A. 75-2547, et. seq., to operate as a regional system of cooperating libraries for twelve counties in Northwest Kansas for the purpose of improving library service to all citizens in the Northwest Kansas area and to otherwise promote library interest in the State of Kansas. The System accomplishes this by providing various books and materials to libraries and citizens within the region; providing consulting, education and training services to library personnel, trustees and volunteers; providing assistance in the coordination of information on resources available within the region and the State of Kansas and access by citizens to those resources; and the provision of system service grants to member libraries. The System is governed by a System Board and an Executive Committee. The System Board is comprised of one representative from the Board of Trustees of each participating library and the Governor's appointee from each participating county. The System Board adopts the annual budget and plan of services, approves officers elected by the Executive Committee and amends the bylaws. The Executive Committee consists of one member from each county in the System that levies a system tax as provided under K.S.A. 75-2551. At least one member of the Executive Committee must be a Governor's appointee. The Executive Committee is empowered to conduct all affairs of the System not reserved for the System Board.

Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the System for the year 2016:

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

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

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.).

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

Basis of Accounting

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

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 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 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 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 municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital projects funds, trust funds, and the following funds:

State Aid
 FY 2015-2016 Blind & Physically Handicapped
 FY 2016-2017 Blind & Physically Handicapped
 LSTA Subgrant
 6 X 6 Backpacks
 6 X 6 Kits
 KHC Grant
 LSTA Automation
 6 X 6 Replacement

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

2. **Stewardship, Compliance and Accountability**

Compliance with Kansas Statutes. No statutory violations noted in 2016.

3. **Deposits and Investments**

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

K.S.A. 12-1675 limits the System'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 System has no investment policy that would further limit its investment choices.

Concentration of Credit Risk

State statutes place no limit on the amount the System 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 System's deposits may not be returned to it. State statutes require the System'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 System's designated "peak periods" are from February 15 through April 16. All deposits were legally secured at December 31, 2016.

At December 31, 2016, the System's carrying amount of deposits was \$155,254 and the bank balance was \$165,418. The bank balance was held by two banks resulting in a concentration of credit risk. All of the bank balance was covered by federal depository insurance.

4. **Other Long-Term Obligations from Operations**

Other Post Employment Benefits

As provided by K.S.A. 12-5040, the System allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually; the System 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 System 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.

Compensated Absences

Sick Pay. Full and regular part-time employees who work at least twenty hours per week are allowed paid sick leave. Sick leave is earned at the rate of 1/26th of the annual amount of thirteen normal working days each pay period. Sick leave accumulates to a maximum of sixty working days. Unused sick leave is not paid upon termination of the employee.

Vacation Pay. Annual vacation time with pay is granted to all full-time employees and regular part-time employees who work at least twenty hours per week. Nonprofessionals shall accumulate, from the beginning of employment, 1/26th of their annual amount per pay period to a maximum of thirteen days with less than five years of service and to a maximum of nineteen and one-half days with five or more years of service. Professionals shall accumulate, from the beginning of employment, 1/26th of their annual amount per pay period to a maximum of nineteen and one-half days with less than five years of service and to a maximum of twenty-six days with five or more years of service. Upon termination an employee will be compensated for all unused vacation days.

5. **Defined Benefit Pension Plan**

Plan Description

Northwest Kansas Library System participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, Kansas 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 and KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1.00% contribution rate through March 31, 2016 with a 0% moratorium until June 30, 2017 for Death and Disability Program) and the statutory contribution rate was 9.18% for the fiscal year ended December 31, 2016. Contributions to the pension plan from Northwest Kansas Library System 23,626 for the year ended December 31, 2016.

Net Pension Liability

At December 31, 2016, the Northwest Kansas Library System's proportionate share of the collective net pension liability reported by KPERS was \$237,856. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2015, which was rolled forward to June 30, 2016. The Northwest Kansas Library System's proportion of the net pension liability was based on the ratio of the Northwest Kansas Library System's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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

6. Claims and Judgments

The System participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the System may be required to reimburse the grantor government. As of the date of this report, the grant expenditures have not been audited, but the System believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect of any of the individual government funds or the overall financial position of the System.

The System 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 system has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2015 to 2016 and there were no settlements that exceeded insurance coverage in the past three years.

During the ordinary course of its operations the System is a party to various claims, legal actions, and complaints. It is the opinion of the System's management that these matters are not anticipated to have a material financial impact on the System

7. Operating Leases

Building

On April 6, 2011, the System entered into an agreement with the City of Norton to lease space in a building commonly known as Washington Square. The agreement calls for ten annual rental payments of \$12,204, to be paid in quarterly installments, through December 2021. Unless the System notifies the City of its intent not to renew the lease at least six months prior to the end of the ten year lease period, the lease will automatically be extended for an additional lease term of one year. At the end of that one year period, the lease will automatically renew for subsequent one year renewals, unless notice is given by the System to the City of its intent not to renew the lease. The lease will also terminate if the City ceases to use the building as the Norton City Library. Total payments made during the year ending December 31, 2016 were \$12,204.

Copy Machine

On January 14, 2015, the System entered into an agreement with Xerox for the lease of a copy machine. The agreement calls for sixty monthly rental payments of \$250.67, plus a copy charge of \$0.0085 per copy and a copy charge of \$.07 per copy for color copies. Total payments made during the year ending December 31, 2016 were \$4,094.46. The amounts due under this agreement in future periods are as follows:

<u>Year</u>	<u>Payment</u>
2017	3,008
2018	3,008
2019	3,008
2020	251

8. **Comparative Data for 2015**

The amounts shown for 2015 in the accompanying financial statements are included, where practicable, only to provide a basis for comparison with 2016, and are not intended to present all information necessary for a fair presentation. Certain amounts for 2015 may have been restated to conform with the presentation of similar amounts for 2016.

9. **Interfund Transactions**

Operating Transfers were as follows:

From	To	Statutory Authority	Amount
General	Capital Improvement	K.S.A. 12-1258	29,225
6 X 6 Backpacks	6 X 6 Replacement	Board Approval	437
6 X 6 Kits	6 X 6 Replacement	Board Approval	14,832

10. **Subsequent Events**

Management has evaluated the effects on the financial statement of subsequent events occurring through the date of this report, which is the date at which the financial statement was available to be issued.

**NORTHWEST KANSAS LIBRARY SYSTEM
REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2016**

NORTHWEST KANSAS LIBRARY SYSTEM

SCHEDULE 1

Summary of Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2016

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Fund Types:					
General	\$ 589,477	0	589,477	553,803	(35,674)
Special Revenue Funds:					
Employee Benefits	89,800	0	89,800	80,080	(9,720)

NORTHWEST KANSAS LIBRARY SYSTEM

SCHEDULE 2

GENERAL

Page 1

Schedule of Receipts and Expenditures

Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2016

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

	Prior Year Actual	Current Year		Variance- Over (Under)
		Actual	Budget	
Receipts:				
Taxes	\$ 568,386	542,193	559,528	(17,335)
Other Income	441	860	0	860
Interest on idle funds	434	820	300	520
Total Receipts	<u>569,261</u>	<u>543,873</u>	<u>559,828</u>	<u>(15,955)</u>
Expenditures:				
Salaries	202,380	217,878	258,977	(41,099)
Health Insurance	10,214	13,478	24,200	(10,722)
KPERS	18,751	13,626	19,000	(5,374)
Kansas unemployment tax	2,868	2,540	3,000	(460)
Audio-visual	16,291	14,826	9,000	5,826
Bibliographic service	3,500	4,000	5,500	(1,500)
Books	51,513	44,046	43,000	1,046
Building cost	21,531	19,623	23,500	(3,877)
Capital outlay	3,967	14,041	10,000	4,041
Computer support	26,293	22,268	25,500	(3,232)
Contractual services	5,191	2,990	6,000	(3,010)
Education	5,902	8,088	4,000	4,088
Grants to member libraries	99,317	79,549	75,000	4,549
Insurance	7,544	7,980	8,000	(20)
Maintenance	1,383	1,773	2,000	(227)
Miscellaneous	3,466	2,686	4,000	(1,314)
Periodicals	5,592	1,841	9,000	(7,159)
Postage	4,929	5,391	3,000	2,391
Printing	3,401	4,513	5,000	(488)
Required fees	5,500	5,535	6,500	(965)
Supplies	12,419	4,757	6,000	(1,243)
Telephone	1,009	1,505	1,800	(295)
Travel	26,111	26,768	28,000	(1,232)
Workshops	7,487	4,848	4,500	348
Transfer to Capital Improvement	16,559	29,255	5,000	24,255
Total Expenditures	<u>563,118</u>	<u>553,803</u>	<u>589,477</u>	<u>(35,674)</u>

NORTHWEST KANSAS LIBRARY SYSTEM

SCHEDULE 2

GENERAL

Page 2

Schedule of Receipts and Expenditures

Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2016

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

	Prior Year Actual	Current Year		Variance- Over (Under)
		Actual	Budget	
Receipts Over (Under) Expenditures	\$ 6,143	(9,929)		
Unencumbered Cash, Beginning	<u>35,822</u>	<u>41,965</u>		
Unencumbered Cash, Ending	\$ <u>41,965</u>	<u>32,036</u>		

NORTHWEST KANSAS LIBRARY SYSTEM
EMPLOYEE BENEFITS

Schedule of Receipts and Expenditures
 Actual and Budget
 Regulatory Basis

For the Year Ended December 31, 2016

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance- Over (Under)
Receipts:				
Taxes	\$ 87,564	79,626	<u>82,349</u>	<u>(2,723)</u>
Expenditures:				
Employee Benefits	86,800	80,080	<u>89,800</u>	<u>(9,720)</u>
Receipts Over (Under) Expenditures	764	(454)		
Unencumbered Cash, Beginning	5,690	6,454		
Unencumbered Cash, Ending	\$ <u>6,454</u>	<u>6,000</u>		

NORTHWEST KANSAS LIBRARY SYSTEM
STATE AID

SCHEDULE 2
Page 4

Schedule of Receipts and Expenditures
Regulatory Basis

For the Year Ended December 31, 2016

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

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts:		
Grant - state aid	\$ <u>58,979</u>	<u>55,675</u>
Expenditures:		
Books	0	12,000
Computer Support	0	5,000
Grants	0	15,000
Salaries	<u>58,979</u>	<u>23,675</u>
Total Expenditures	<u>58,979</u>	<u>55,675</u>
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash, Beginning	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	\$ <u><u>0</u></u>	<u><u>0</u></u>

NORTHWEST KANSAS LIBRARY SYSTEM
FY 2015-2016 BLIND & PHYSICALLY HANDICAPPED GRANT

Schedule of Receipts and Expenditures
Regulatory Basis

For the Year Ended December 31, 2016

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

	Prior Year Actual	Current Year Actual
Receipts:		
Grant - state aid	\$ <u>16,966</u>	<u>0</u>
Expenditures:		
Salaries	<u>0</u>	<u>16,966</u>
Receipts Over (Under) Expenditures	16,966	(16,966)
Unencumbered Cash, Beginning	<u>0</u>	<u>16,966</u>
Unencumbered Cash, Ending	\$ <u>16,966</u>	<u>0</u>

NORTHWEST KANSAS LIBRARY SYSTEM
FY 2016-2017 BLIND & PHYSICALLY HANDICAPPED GRANT

SCHEDULE 2
Page 6

Schedule of Receipts and Expenditures
Regulatory Basis

For the Year Ended December 31, 2016

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

	Prior Year Actual	Current Year Actual
Receipts:		
Grant - state aid	\$ <u>0</u>	<u>14,043</u>
Expenditures:		
Salaries	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	0	14,043
Unencumbered Cash, Beginning	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	\$ <u><u>0</u></u>	<u><u>14,043</u></u>

NORTHWEST KANSAS LIBRARY SYSTEM
LSTA SUBGRANT

SCHEDULE 2
Page 7

Schedule of Receipts and Expenditures
Regulatory Basis

For the Year Ended December 31, 2016

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

	Prior Year Actual	Current Year Actual
Receipts:		
Grant	\$ <u>0</u>	<u>0</u>
Expenditures:		
Grants to Member Libraries	<u>14,036</u>	<u>964</u>
Receipts Over (Under) Expenditures	(14,036)	(964)
Unencumbered Cash, Beginning	<u>15,000</u>	<u>964</u>
Unencumbered Cash, Ending	\$ <u>964</u>	<u>0</u>

NORTHWEST KANSAS LIBRARY SYSTEM
6 X 6 BACKPACKS

Schedule of Receipts and Expenditures
Regulatory Basis

For the Year Ended December 31, 2016

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

	Prior Year Actual	Current Year Actual
Receipts:		
Grant	\$ 0	0
Expenditures:		
Supplies	2,400	163
Transfer to 6 X 6 Replacement	0	437
Total Expenditures	2,400	600
Receipts Over (Under) Expenditures	0	(600)
Unencumbered Cash, January 1	3,000	600
Unencumbered Cash, December 31	\$ 3,000	0

NORTHWEST KANSAS LIBRARY SYSTEM
6 X 6 KITS

SCHEDULE 2
Page 9

Schedule of Receipts and Expenditures
Regulatory Basis

For the Year Ended December 31, 2016

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

	Prior Year Actual	Current Year Actual
Receipts:		
Grant	\$ 0	0
Expenditures:		
Supplies	4,892	168
Salaries & Benefits	10,865	0
Transfer to 6 X 6 Replacement	0	14,832
Total Expenditures	15,757	15,000
Receipts Over (Under) Expenditures	(15,757)	(15,000)
Unencumbered Cash, January 1	30,757	15,000
Unencumbered Cash, December 31	\$ 15,000	0

NORTHWEST KANSAS LIBRARY SYSTEM
KHC GRANT

SCHEDULE 2
Page 10

Schedule of Receipts and Expenditures
Regulatory Basis

For the Year Ended December 31, 2016

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

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts:		
Grant	\$ <u>3,500</u>	<u>3,500</u>
Expenditures:		
Postage	1,809	2,164
Supplies	0	50
Salaries	983	0
Books	<u>3,765</u>	<u>593</u>
Total Expenditures	<u>6,557</u>	<u>2,807</u>
Receipts Over (Under) Expenditures	(3,057)	693
Unencumbered Cash, January 1	<u>3,457</u>	<u>400</u>
Unencumbered Cash, December 31	\$ <u><u>400</u></u>	<u><u>1,093</u></u>

NORTHWEST KANSAS LIBRARY SYSTEM
LSTA AUTOMATION

SCHEDULE 2
Page 11

Schedule of Receipts and Expenditures
Regulatory Basis

For the Year Ended December 31, 2016

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

	Prior Year Actual	Current Year Actual
Receipts:		
Grant	\$ 10,720	0
Expenditures:		
Computer Support	0	3,370
Supplies	0	150
Continuing Education	0	7,200
Total Expenditures	0	10,720
Receipts Over (Under) Expenditures	10,720	(10,720)
Unencumbered Cash, January 1	0	10,720
Unencumbered Cash, December 31	\$ 10,720	0

NORTHWEST KANSAS LIBRARY SYSTEM
6 X 6 REPLACEMENT

SCHEDULE 2
Page 12

Schedule of Receipts and Expenditures
Regulatory Basis

For the Year Ended December 31, 2016

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

	Prior Year Actual	Current Year Actual
Receipts:		
Transfer from 6 X 6 Kits	\$ 0	14,832
Transfer from 6 X 6 Backpacks	0	437
Total Receipts	0	15,269
Expenditures:		
Supplies	0	0
Receipts Over (Under) Expenditures	0	15,269
Unencumbered Cash, January 1	0	0
Unencumbered Cash, December 31	\$ 0	15,269

NORTHWEST KANSAS LIBRARY SYSTEM

SCHEDULE 2

CAPITAL IMPROVEMENT

Page 13

Schedule of Receipts and Expenditures

Regulatory Basis

For the Year Ended December 31, 2016

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

	Prior Year Actual	Current Year Actual
Receipts:		
Transfer from General	\$ 16,559	29,255
Expenditures:		
Capital Outlay	0	16,000
Receipts Over (Under) Expenditures	16,559	13,255
Unencumbered Cash, January 1	0	16,559
Unencumbered Cash, December 31	\$ <u>16,559</u>	<u>29,814</u>

**NORTHWEST KANSAS LIBRARY SYSTEM
MEMORIAL FUND**

SCHEDULE 2
Page 14

Schedule of Receipts and Expenditures
Regulatory Basis

For the Year Ended December 31, 2016

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

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts:		
Donations	\$ 40,184	2,215
Expenditures:		
Supplies	0	1,800
Grants	0	318
Miscellaneous	<u>0</u>	<u>500</u>
Total Expenditures	<u>0</u>	<u>2,618</u>
Receipts Over (Under) Expenditures	40,184	(403)
Unencumbered Cash, January 1	<u>17,219</u>	<u>57,403</u>
Unencumbered Cash, December 31	\$ <u>57,403</u>	<u>57,000</u>

NORTHWEST KANSAS LIBRARY SYSTEM

SCHEDULE 3

AGENCY FUNDS

Summary of Receipts and Cash Disbursements

Regulatory Basis

For the Year Ended December 31, 2016

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disburse- ments</u>	<u>Ending Cash Balance</u>
Sales Tax	\$ <u>0</u>	<u>200</u>	<u>200</u>	<u>0</u>