

CITY OF BONNER SPRINGS, KANSAS

FINANCIAL STATEMENTS

Year ending December 31, 2016

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CITY OF BONNER SPRINGS, KANSAS

Financial Statements
Year ending December 31, 2016

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Bonner Springs, Kansas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Bonner Springs, Kansas, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements 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 statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, 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 statements 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 statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, the aggregate discretely presented component unit, and the aggregate remaining fund information of the City of Bonner Springs, Kansas, as of December 31, 2016, and the respective changes in financial position, and where applicable, cash flows thereof and the respective budgetary comparison for the general fund and the library fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 8, the schedule of funding progress on page 49, the schedule of the City's proportionate share of the net pension liability on page 50, and the schedule of the City's contributions on page 50 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The combining and individual nonmajor fund financial statements and schedules, as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying account and other records used to prepare the financial statements or to the financial statements themselves, 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 financial statements as a whole.

Mike Houser: Company PA

Certified Public Accountants
Lawrence, Kansas

September 11, 2017

CITY OF BONNER SPRINGS, KANSAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2016
Unaudited

Our discussion and analysis of the City of Bonner Springs, Kansas financial performance provides an overview of the City's financial activities for the fiscal year ended December 31, 2016.

Financial Highlights

- The Government-wide net position totaled \$32.3 million at the end of the current fiscal year.
- The Government-wide unrestricted current assets exceed the current liabilities by \$11.2 million, representing the City's ability to meet its current obligations when due.
- Total capital assets, net of accumulated depreciation at December 31, 2016 totaled \$42.4 million.
- During the year ended December 31, 2016, the City's total revenues exceeded total expenses (which include charges for services, local taxes, and state and federal aid) by \$.7 million.
- The City's total indebtedness decreased by \$1.1 million.
- The City's net capital assets decreased by \$1.4 million in the current fiscal year.

Using This Financial Report

This annual report consists of two distinct series of financial statements: government-wide and funds. In addition, the annual report includes budgetary-basis financial statement comparisons, in accordance with the State of Kansas cash basis and budget laws.

The government-wide statements are designed to provide information about the City's activities as a whole and provide a longer-term view of the City's finances. The fund financial statements tell how the City's services for both governmental and business-type activities were financed in the short term as well as what remains for future spending. Fund financial statements report the City's operations in greater detail than the government-wide statements by providing information about the City's most significant funds. In addition, combining statements included in the supplemental information show detail of all other governmental funds. The City also holds fiduciary funds on behalf of various parties. These funds are reported in a separate statement.

Reporting on the City as a Whole (Government Wide)

Statement of Net Position and the Statement of Activities

The view of the City as a whole looks at all financial transactions and asks the question, "Are we in a better financial position as a result of the current year's financial activities?" The Statement of Net Position and the Statement of Activities provide the basis for answering this question. The statements include all assets and all liabilities using the accrual basis of accounting, which is similar to the accounting method used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses, regardless of when cash is received or paid.

These two statements report the City's net position and current year change in those net position. The change in net position is important because it tells the reader whether the City, as a whole, has improved or diminished its financial position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving or deteriorating. Causes of these changes may be the result of many factors, some financial, some not. Non-financial factors include the City's property tax base, state mandates, and the financial condition of the State of Kansas general fund.

CITY OF BONNER SPRINGS, KANSAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2016
Unaudited

In the Statement of Net Position and the Statement of Activities, the City is divided into two distinct kinds of activities:

Governmental Activities - Most of the City's programs and services are reported here including general government, public safety, public works, and culture and recreation.

Business-Type Activities - These services are provided on a charge for goods and services basis to recover all of the expenses of the goods or services provided. The City's solid waste disposal, wastewater collection/treatment, and water treatment/distribution are reported as business-type activities. In addition, the City's clearing fund which pays for fuel, office supplies, copier expenses, and postage used by all departments and receives income from each department based on usage of these items, is an internal service fund.

Reporting the City's Most Significant Funds (Fund Financial Statements)

Fund financial statements provide detailed information about the City's major funds. The City uses many funds to account for a multitude of financial transactions. The main fund financial statements focus on the City's most significant funds. Combining fund balance sheets and statements of revenues, expenditures and changes in fund balances provide detailed information about all of the City's non-major governmental funds.

Governmental Funds - Most of the City's activities are reported in the governmental funds, which focus on how money flows into and out of the funds and balances left over at fiscal year-end available to be spent in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general operations and the basic services it provides. Governmental fund information helps the reader to decide where there are more or fewer financial resources that can be spent in the near term to finance the City's programs. Major differences between the City's governmental activities as reported in the Statement of Net Position and the Statement of Activities and its governmental funds are reconciled in the Governmental Funds financial statements.

Proprietary Funds - Proprietary funds (Solid Waste, Wastewater Collection/Treatment, and Water Treatment/Distribution) are enterprise funds that use the same basis of accounting as business-type activities, therefore, these statements replicate the information provided in the government-wide financial statements.

CITY OF BONNER SPRINGS, KANSAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2016
Unaudited

The City as a Whole

Government-Wide Assets

The Statement of Net Position provides the financial position of the City as a whole. The following is a summary of the City's Statement of Net Position as of December 31, 2016:

	City of Bonner Springs Condensed Statement of Net Position December 31, 2016 and 2015					
	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Current assets	\$ 10,191,702	\$ 9,495,112	\$ 3,411,966	\$ 3,141,479	\$ 13,603,668	\$ 12,636,591
Net capital assets	<u>22,122,214</u>	<u>22,954,395</u>	<u>20,249,414</u>	<u>20,838,402</u>	<u>42,371,628</u>	<u>43,792,797</u>
 Total assets	 <u>32,313,916</u>	 <u>32,449,507</u>	 <u>23,661,380</u>	 <u>23,979,881</u>	 <u>55,975,296</u>	 <u>56,429,388</u>
Deferred outflows	<u>1,263,286</u>	<u>482,593</u>	<u>153,156</u>	<u>63,136</u>	<u>1,416,442</u>	<u>545,729</u>
Total deferred outflows	<u>1,263,286</u>	<u>482,593</u>	<u>153,156</u>	<u>63,136</u>	<u>1,416,442</u>	<u>545,729</u>
Total assets and deferred outflows	<u>\$ 33,577,202</u>	<u>\$ 32,932,100</u>	<u>\$ 23,814,536</u>	<u>\$ 24,043,017</u>	<u>\$ 57,391,738</u>	<u>\$ 56,975,117</u>
Current liabilities	\$ 1,384,893	\$ 1,443,825	\$ 1,052,266	\$ 987,026	\$ 2,437,159	\$ 2,430,851
Noncurrent liabilities	<u>10,985,142</u>	<u>10,920,334</u>	<u>8,980,596</u>	<u>9,312,596</u>	<u>19,965,738</u>	<u>20,232,930</u>
Total liabilities	<u>12,370,035</u>	<u>12,364,159</u>	<u>10,032,862</u>	<u>10,299,622</u>	<u>22,402,897</u>	<u>22,663,781</u>
Deferred inflows	<u>2,618,232</u>	<u>2,624,838</u>	<u>47,208</u>	<u>72,082</u>	<u>2,665,440</u>	<u>2,696,920</u>
Total deferred inflows	<u>2,618,232</u>	<u>2,624,838</u>	<u>47,208</u>	<u>72,082</u>	<u>2,665,440</u>	<u>2,696,920</u>
Total liabilities and deferred inflows	<u>\$ 14,988,267</u>	<u>\$ 14,988,997</u>	<u>\$ 10,080,070</u>	<u>\$ 10,371,704</u>	<u>\$ 25,068,337</u>	<u>\$ 25,360,701</u>
Net position:						
Net investment in capital assets	\$ 15,828,567	\$ 15,943,982	\$ 12,157,563	\$ 12,404,434	\$ 27,986,130	\$ 28,348,416
Restricted for:						
Debt Service	202,586	243,882	-	-	202,586	243,882
Unrestricted	<u>2,557,782</u>	<u>1,755,239</u>	<u>1,576,903</u>	<u>1,266,879</u>	<u>4,134,685</u>	<u>3,022,118</u>
Total net position	<u>\$ 18,588,935</u>	<u>\$ 17,943,103</u>	<u>\$ 13,734,466</u>	<u>\$ 13,671,313</u>	<u>\$ 32,323,401</u>	<u>\$ 31,614,416</u>

The assets of the City are classified as current assets and capital assets. Cash and investments and accounts receivable are the largest current assets. These are assets that are available to provide resources for the near-term operations of the City. Capital assets are used in the operations of the City. These assets include land, buildings, improvements other than buildings, machinery and equipment, and infrastructure.

Current and non-current liabilities are classified based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts payable, accrued liabilities, customer deposits, and current portion of long-term obligations. Current assets and deferred outflows exceed current liabilities and deferred inflows by \$9.9 million, representing the City's ability to meet current obligations when due.

CITY OF BONNER SPRINGS, KANSAS

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2016
Unaudited

The City has \$15.2 million in long-term debt, consisting of general obligation bonds and loans payable, of which \$1.4 million is due within the next fiscal year.

The City had total assets at December 31, 2016, totaling \$56 million. The total assets of the City exceeded the total liabilities by \$33.6 million. Net investment in capital assets totaled \$28 million, restricted net position totaled \$.2 million and unrestricted net position totaled \$4.1 million.

Government-Wide Activities

The following is a condensed statement of the City's change in net position for the year ended December 31, 2016. Major items of program revenues, grants and general revenues are detailed below. Government-wide activities increased the net position of the City by \$.6 million for the year ended December 31, 2016. A reconciliation of the total change in fund balances for the governmental funds to the Statement of Activities is located on page 14 of the basic financial statements. Major differences in the Statement of Activities and changes in the fund balances of governmental funds as expenditures in the funds statements include the repayment of bonds in the current fiscal year of \$4.4 million, which are treated as an expenditure in the fund statements and a reduction of long term debt payable in the Government wide financial statements. Bond proceeds of \$3.6 million are treated as a revenue source in the fund statements and as an increase in long-term debt in the Government wide financial statements. In addition, the capital outlays of \$.6 million are treated as expenditures in the fund statements, but are treated as capital assets in the Government wide financial statements.

City of Bonner Springs
Condensed Statement of Changes in Net Position
For the Years Ending December 31, 2016 and 2015

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Revenues:						
Program revenues:						
Charges for services	\$ 1,521,989	\$ 1,324,590	\$ 4,185,542	\$ 3,939,823	\$ 5,707,531	\$ 5,264,413
Operating grants	442,975	584,473	-	-	442,975	584,473
Capital contributions	132,006	130,822	107,133	793,366	239,139	924,188
General revenues:						
Taxes	8,702,755	8,606,724	-	-	8,702,755	8,606,724
Transfers [net]	574,600	884,513	[574,600]	[884,513]	-	-
Other	<u>1,028,976</u>	<u>1,011,692</u>	<u>50,408</u>	<u>18,632</u>	<u>1,079,384</u>	<u>1,030,324</u>
Total revenues	<u>12,403,301</u>	<u>12,542,814</u>	<u>3,768,483</u>	<u>3,867,308</u>	<u>16,171,784</u>	<u>16,410,122</u>
Expenses:						
Program expenses:						
General government	2,231,504	2,171,507	-	-	2,231,504	2,171,507
Public safety	4,587,210	4,710,484	-	-	4,587,210	4,710,484
Public works	2,819,664	3,130,402	-	-	2,819,664	3,130,402
Culture and recreation	1,304,900	1,200,909	-	-	1,304,900	1,200,909
Economic development	364,590	-	-	-	364,590	-
Solid waste	-	-	406,988	395,497	406,988	395,497
Wastewater collection/treatment	-	-	1,751,853	1,649,933	1,751,853	1,649,933
Water treatment/distribution	-	-	1,546,489	1,512,640	1,546,489	1,512,640
Interest on long-term debt	<u>449,601</u>	<u>455,697</u>	<u>-</u>	<u>-</u>	<u>449,601</u>	<u>455,697</u>
Total expenses	<u>11,757,469</u>	<u>11,668,999</u>	<u>3,705,330</u>	<u>3,558,070</u>	<u>15,462,799</u>	<u>15,227,069</u>
Increase [decrease] in net position	<u>\$ 645,832</u>	<u>\$ 873,815</u>	<u>\$ 63,153</u>	<u>\$ 309,238</u>	<u>\$ 708,985</u>	<u>\$ 1,183,053</u>

CITY OF BONNER SPRINGS, KANSAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2016
Unaudited

Governmental Activities net position increased by \$.6 million. Business-type activities increased the net position by \$63,153.

Financial Analysis of the City's Funds

The City uses fund accounting to ensure and demonstrate compliance with state and federal finance related legal requirements. These funds are accounted for on the modified accrual basis of accounting.

The governmental funds of the City provide information on near-term inflows, outflows and balances of spendable resources. Unreserved fund balances, in particular, measure the City's net resources available for spending at the end of the City's fiscal year.

Total fund balances at December 31, 2016 for the governmental funds totaled \$7.6 million. Total unassigned fund balances at December 31, 2016 totaled \$3.9 million, all of which was attributable to the General Fund.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, unassigned fund balance of the general fund was \$3.9 million, which represents all but \$60,707 of the General Fund's total fund balance. The increase in the General Fund's fund balance was \$466,471.

The Debt Service Fund is used to accumulate tax revenues and other revenues for the payment of principal and interest on general long-term debt.

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the Solid Waste Fund at the end of the year amounted to \$136,135, the unrestricted net position of the Wastewater Collection/Treatment Fund at the end of the year amounted to \$582,714, and the unrestricted Water Treatment/Distribution Fund at the end of the year amounted to \$858,054. The total change in all three funds was \$1,955, [\$83,377], and \$.1 million, respectively.

General Fund Budgeting Highlights

The City's budgets are prepared in accordance with Kansas law and are based primarily on the basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund.

The City's final and original General Fund budget was \$8,551,418. The revenues were more than budgetary estimates by \$492,099 and the expenditures were less than budgetary estimates by \$1,378,890.

CITY OF BONNER SPRINGS, KANSAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2016
Unaudited

Fixed Assets and Debt Administration

The City's investment in fixed assets for its governmental and business-type activities totaled \$42.4 million (net of accumulated depreciation) as of December 31, 2016.

Major fixed asset events during the current fiscal year included the following:

1. Playground equipment was purchased and installed for \$119,037
2. An ambulance was purchased for \$204,114
3. Software for the EMS, Police and Court departments were installed for a total of \$116,442.
4. New vehicles were purchased for \$42,982 for the Police Department and \$41,846 for Public Works.
5. Lions Park Field #1 renovation was completed for \$30,118.
6. A new vehicle was purchased for the Water Department for \$28,896.

Other assets which were partially completed and in progress at the end of 2016 included the Cornell Waterline project in the amount of \$13,007, the Sheidley Waterline project in the amount of \$11,305, and the Wastewater Treatment Plant Screening Project in the amount of \$84,520.

At December 31, 2016, the City had total debt outstanding of \$15.2 million, backed by the full faith and credit of the City. Total long-term debt decreased for the fiscal year ended December 31, 2016, in the amount of \$1.1 million. This was a result of the gradual pay down of current outstanding debt.

Additional information on the City's general long term debt can be found in Note III to the financial statements.

Contacting the City

This financial report is designed to provide a general overview of the City's finances. If you have questions about this report or need additional financial information, contact the City's Finance Department at 205 E. Second St., Bonner Springs, Kansas 66012.

CITY OF BONNER SPRINGS, KANSAS

STATEMENT OF NET POSITION
December 31, 2016

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total Primary Government	Housing Authority	Library
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:					
Current assets:					
Cash and investments	\$ 7,754,134	\$ 3,002,580	\$ 10,756,714	\$ 234,201	\$ 94,658
Taxes receivable	2,348,193	-	2,348,193	-	-
Accounts receivable	71,697	235,910	307,607	285	6,829
Prepaid expenses	677	-	677	16,368	-
Due from other funds	159	9,849	10,008	-	-
Inventory	16,842	163,627	180,469	6,280	-
Total current assets	10,191,702	3,411,966	13,603,668	257,134	101,487
Capital assets:					
Construction in progress	9,630	122,533	132,163	103,442	-
Land	1,033,248	465,577	1,498,825	-	-
Capital assets	34,700,965	33,246,404	67,947,369	2,461,126	1,206,184
Accumulated depreciation	[13,621,629]	[13,585,100]	[27,206,729]	[2,056,318]	[840,172]
Total net capital assets	22,122,214	20,249,414	42,371,628	508,250	366,012
Total assets	32,313,916	23,661,380	55,975,296	765,384	467,499
Deferred outflows of resources:					
Pension - contributions subsequent to measurement date	271,684	47,183	318,867	-	12,663
Pension - net differences between projected and actual earnings	610,285	69,856	680,141	-	27,937
Pension - changes in proportion	219,340	32,685	252,025	-	4,129
Pension - differences between expected and actual experience	161,977	3,432	165,409	-	1,373
Total deferred outflows of resources	1,263,286	153,156	1,416,442	-	46,102
TOTAL ASSETS AND DEFERRED INFLOWS OF RESOURCES	\$ 33,577,202	\$ 23,814,536	\$ 57,391,738	\$ 765,384	\$ 513,601
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES:					
Liabilities:					
Current liabilities:					
Accounts payable	\$ 87,882	\$ 15,407	\$ 103,289	\$ 9,497	\$ -
Accrued liabilities	74,328	12,650	86,978	1,974	6,401
Interest payable	64,097	82,864	146,961	-	-
Customer deposits	-	133,919	133,919	12,228	-
Due to other entities	82,877	-	82,877	-	-
Due to other funds	10,008	-	10,008	-	-
Current portion of compensated absences	457,630	54,245	511,875	7,033	5,333
Current portion of notes payable	-	36,251	36,251	-	-
Current portion of general obligation bonds payable	608,071	716,930	1,325,001	-	-
Total current liabilities (payable from current assets)	1,384,893	1,052,266	2,437,159	30,732	11,734
Noncurrent liabilities:					
Compensated absences	385,150	45,654	430,804	3,111	4,489
Net other post employment benefit obligation	277,321	-	277,321	-	-
Notes payable	-	784,420	784,420	-	-
Net pension liability	4,637,095	811,852	5,448,947	-	236,494
General obligation bonds payable	5,685,576	7,338,670	13,024,246	-	-
Total noncurrent liabilities	10,985,142	8,980,596	19,965,738	3,111	240,983
Total liabilities	12,370,035	10,032,862	22,402,897	33,843	252,717
Deferred inflows of resources:					
Unavailable revenue - property taxes	2,348,193	-	2,348,193	-	-
Pension - differences between expected and actual experience	59,421	16,914	76,335	-	4,268
Pension - changes in proportion	185,927	13,097	199,024	-	13,141
Pension - changes of assumptions	24,691	17,197	41,888	-	2,212
Total deferred inflows of resources	2,618,232	47,208	2,665,440	-	19,621
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	\$ 14,988,267	\$ 10,080,070	\$ 25,068,337	\$ 33,843	\$ 272,338
Net Position:					
Net investment in capital assets	\$ 15,828,567	\$ 12,157,563	\$ 27,986,130	\$ 508,250	\$ 366,012
Restricted for:					
Debt service	202,586	-	202,586	-	-
Unrestricted	2,557,782	1,576,903	4,134,685	223,291	[124,749]
Total net position	\$ 18,588,935	\$ 13,734,466	\$ 32,323,401	\$ 731,541	\$ 241,263

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

CITY OF BONNER SPRINGS, KANSAS

STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2016

	Program Revenues				Net [Expenses] Revenue and Changes in Net Position			Component Units	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Primary Government Business Type Activities	Total	Housing Authority	Bonner Springs City Library
Governmental activities:									
General government	\$ 2,231,504	\$ 380,362	\$ 58,330	\$ -	\$ [1,792,812]	\$ -	\$ [1,792,812]	\$ -	\$ -
Public safety	4,587,210	591,582	2,611	-	[3,993,017]	-	[3,993,017]	-	-
Public works	2,819,664	109,617	381,004	132,006	[2,197,037]	-	[2,197,037]	-	-
Culture and recreation	1,304,900	410,428	1,030	-	[893,442]	-	[893,442]	-	-
Economic development	364,590	30,000	-	-	[334,590]	-	[334,590]	-	-
Interest on long-term debt	449,601	-	-	-	[449,601]	-	[449,601]	-	-
Total governmental activities	11,757,469	1,521,989	442,975	132,006	[9,660,499]	-	[9,660,499]	-	-
Business-type activities:									
Solid waste	406,988	420,235	-	-	-	13,247	13,247	-	-
Wastewater collection/treatment	1,751,853	1,815,278	-	107,133	-	170,558	170,558	-	-
Water treatment/distribution	1,546,489	1,950,029	-	-	-	403,540	403,540	-	-
Total business-type activities	3,705,330	4,185,542	-	107,133	-	587,345	587,345	-	-
Total primary government	\$ 15,462,799	\$ 5,707,531	\$ 442,975	\$ 239,139	[9,660,499]	587,345	[9,073,154]	-	-
Component units:									
Housing Authority	\$ 544,291	\$ 125,360	\$ 261,564	\$ -	\$ -	\$ -	\$ -	\$ [157,367]	\$ -
Bonner Springs City Library	600,672	21,024	593,462	-	-	-	-	-	13,814
Total component units	\$ 1,144,963	\$ 146,384	\$ 855,026	\$ -	\$ -	\$ -	\$ -	\$ [157,367]	\$ 13,814
General revenues:									
Property taxes levied for									
General purposes					2,000,317	-	2,000,317	-	-
Debt service					299,792	-	299,792	-	-
Sales and use tax					5,053,386	-	5,053,386	-	-
Franchise tax					768,827	-	768,827	-	-
Liquor tax					218,458	-	218,458	-	-
Guest tax					102,244	-	102,244	-	-
Motor recreational vehicle tax					259,731	-	259,731	-	-
Investments earnings					16,542	4,922	21,464	369	334
Miscellaneous					1,012,434	45,486	1,057,920	-	-
Transfers, net					574,600	[574,600]	-	-	-
Total general revenues					10,306,331	[524,192]	9,782,139	369	334
Change in net position					645,832	63,153	708,985	[156,998]	14,148
Net position - beginning					17,943,103	13,671,313	31,614,416	888,539	245,616
Prior period adjustment					-	-	-	-	[18,501]
Net position - beginning, restated					17,943,103	13,671,313	31,614,416	888,539	227,115
Net position - ending					\$ 18,588,935	\$ 13,734,466	\$ 32,323,401	\$ 731,541	\$ 241,263

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

CITY OF BONNER SPRINGS, KANSAS

BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2016

	General	Library	Debt Service	2016-A G.O. Bonds	Other Governmental Funds	Total
ASSETS						
Cash and cash equivalents	\$ 4,101,571	\$ -	\$ 202,586	\$ 157,803	\$ 3,286,958	\$ 7,748,918
Inventory	16,842	-	-	-	-	16,842
Receivables						
Accounts	3,383	-	-	-	68,314	71,697
Taxes	1,673,462	362,098	312,633	-	-	2,348,193
Due from other funds	159	-	-	-	-	159
Total assets	\$ 5,795,417	\$ 362,098	\$ 515,219	\$ 157,803	\$ 3,355,272	\$ 10,185,809
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 33,032	\$ 81	\$ -	\$ -	\$ 48,876	\$ 81,989
Accrued liabilities	63,506	-	-	-	10,822	74,328
Due to other entities	47,358	-	-	-	35,520	82,878
Due to other funds	-	159	-	-	9,849	10,008
Total liabilities	143,896	240	-	-	105,067	249,203
Deferred inflows of resources						
Unavailable revenue - property taxes	1,673,462	362,098	312,633	-	-	2,348,193
Total deferred inflows of resources	1,673,462	362,098	312,633	-	-	2,348,193
FUND BALANCES						
Nonspendable	16,842	-	-	-	-	16,842
Restricted	-	-	202,586	157,803	2,252,799	2,613,188
Committed	-	-	-	-	841,493	841,493
Assigned	43,865	-	-	-	155,913	199,778
Unassigned	3,917,352	[240]	-	-	-	3,917,112
Total fund balances	3,978,059	[240]	202,586	157,803	3,250,205	7,588,413
Total liabilities, deferred inflows of Resources and fund balances	\$ 5,795,417	\$ 362,098	\$ 515,219	\$ 157,803	\$ 3,355,272	\$ 10,185,809

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

CITY OF BONNER SPRINGS, KANSAS

RECONCILIATION OF THE TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
December 31, 2016

Total Governmental Fund Balances		\$ 7,588,413
Amounts reported for governmental activities in the statement of net position are different because		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds		
The cost of capital assets is	35,743,843	
Accumulated depreciation is	<u>[13,621,629]</u>	22,122,214
Pension contributions are reported as an expense in the funds and as a deferred outflow of resources in the governmental activities in the statement of net position.		
		1,263,286
Pension fundings are reported as a revenue in the funds and as a deferred inflow of resources in the governmental activities in the statement of net position.		
		[4,907,133]
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long term liabilities at year end consist of:		
General obligation bonds payable	6,293,647	
Interest payable	64,097	
Net other post employment benefit obligation	277,321	
Compensated absences payable	<u>842,780</u>	<u>[7,477,845]</u>
Net Position of Governmental Activities		\$ <u>18,588,935</u>

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

CITY OF BONNER SPRINGS, KANSAS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended December 31, 2016

	General	Library	Debt Service	2016-A G.O. Bonds	Other Governmental Funds	Total
Revenues						
Taxes	\$ 5,916,852	\$ 394,111	\$ 341,579	\$ -	\$ 2,049,014	\$ 8,701,556
Special assessments	-	-	132,006	-	-	132,006
Intergovernmental	3,641	-	-	-	534,601	538,242
Licenses and permits	153,513	-	-	-	-	153,513
Charges for services	154,009	-	-	-	744,878	898,887
Fines and fees	281,807	-	-	-	-	281,807
Use of money and property	8,947	-	1,170	338	6,086	16,541
Reimbursements	130,776	36,944	-	-	90,262	257,982
Miscellaneous	699,497	-	-	-	12,822	712,319
Total revenues	<u>7,349,042</u>	<u>431,055</u>	<u>474,755</u>	<u>338</u>	<u>3,437,663</u>	<u>11,692,853</u>
Expenditures						
Current						
General government	1,271,998	439,520	-	-	292,511	2,004,029
Public safety	3,066,573	-	-	-	755,043	3,821,616
Public works	1,109,910	-	-	-	137,274	1,247,184
Culture and recreation	609,133	-	-	-	421,260	1,030,393
Economic development	-	-	-	-	364,590	364,590
Capital outlay	158,023	-	-	-	1,666,504	1,824,527
Debt service						
Principal	-	-	1,017,552	3,394,506	-	4,412,058
Interest and other charges	-	-	264,507	398,429	-	662,936
Total expenditures	<u>6,215,637</u>	<u>439,520</u>	<u>1,282,059</u>	<u>3,792,935</u>	<u>3,637,182</u>	<u>15,367,333</u>
Excess [deficiency] of revenues over [under] expenditures	<u>1,133,405</u>	<u>[8,465]</u>	<u>[807,304]</u>	<u>[3,792,597]</u>	<u>[199,519]</u>	<u>[3,674,480]</u>
Other financing sources [uses]						
Bond proceeds	-	-	-	3,698,946	-	3,698,946
Gain on sales of assets	-	-	-	-	13,000	13,000
Transfers in	252,950	-	766,008	349,974	1,311,016	2,679,948
Transfers out	[919,884]	-	-	[98,520]	[1,086,944]	[2,105,348]
Total other financing sources [uses]	<u>[666,934]</u>	<u>-</u>	<u>766,008</u>	<u>3,950,400</u>	<u>237,072</u>	<u>4,286,546</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	466,471	[8,465]	[41,296]	157,803	37,553	612,066
Fund balance, January 1	<u>3,511,588</u>	<u>8,225</u>	<u>243,882</u>	<u>-</u>	<u>3,212,652</u>	<u>6,976,347</u>
Fund balance, December 31	<u>\$ 3,978,059</u>	<u>\$ [240]</u>	<u>\$ 202,586</u>	<u>\$ 157,803</u>	<u>\$ 3,250,205</u>	<u>\$ 7,588,413</u>

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

CITY OF BONNER SPRINGS, KANSAS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES WITH THE GOVERNMENT WIDE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2016

Total Net Change In Fund Balances - Governmental Funds		\$	612,066
Amounts reported for governmental activities in the statement of activities are different because			
Capital outlays to purchase or build assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which capital outlays exceeds depreciation in the period.			
Capital outlays	602,774		
Depreciation expense	<u>[1,434,955]</u>		[832,181]
Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. This is the amount by which interest decreased.			
			213,336
Some expenses reported in the statement of activities, such as compensated absences and net other post employment benefit obligations, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.			
Compensated absences			[24,596]
Other post employment benefits			[20,769]
Pension payments are reported as expenditures in the governmental funds and do not affect the statement of net activities.			
			[18,791]
Bond proceeds are other financing sources in the governmental funds, but they increase long-term liabilities in the statement of net position and do not affect the statement of activities. Also, governmental fund report the effect of premiums and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.			
			[3,695,291]
Repayment of bond principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the statement of net position and does not affect the statement of activities.			
			<u>4,412,058</u>
Changes In Net Position of Governmental Activities		\$	<u>645,832</u>

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

CITY OF BONNER SPRINGS, KANSAS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
GENERAL FUND

For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustment</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Amended Budget</u>	Variance Positive [Negative]
Revenues						
Taxes	\$ 5,916,852	\$ -	\$ 5,916,852	\$ 6,143,643	\$ 6,143,643	\$ [226,791]
Intergovernmental	3,641	-	3,641	1,000	1,000	2,641
Licenses and permits	153,513	-	153,513	130,000	130,000	23,513
Charges for services	154,009	-	154,009	151,000	151,000	3,009
Fines and fees	281,807	-	281,807	259,000	259,000	22,807
Use of money and property	8,947	-	8,947	7,000	7,000	1,947
Reimbursements	130,776	-	130,776	120,000	120,000	10,776
Miscellaneous	699,497	-	699,497	45,300	45,300	654,197
Total revenues	<u>7,349,042</u>	<u>-</u>	<u>7,349,042</u>	<u>6,856,943</u>	<u>6,856,943</u>	<u>492,099</u>
Expenditures						
City council						
Personal services	10,029	-	10,029	533,535	533,535	523,506
Contractual services	13,913	-	13,913	17,350	17,350	3,437
Commodities	3,296	-	3,296	3,510	3,510	214
Total city council	<u>27,238</u>	<u>-</u>	<u>27,238</u>	<u>554,395</u>	<u>554,395</u>	<u>527,157</u>
City manager						
Personal services	404,576	-	404,576	521,232	521,232	116,656
Contractual services	105,558	-	105,558	95,165	95,165	[10,393]
Commodities	6,563	-	6,563	22,075	22,075	15,512
Capital outlay	10,000	-	10,000	1,700	1,700	[8,300]
Total city manager	<u>526,697</u>	<u>-</u>	<u>526,697</u>	<u>640,172</u>	<u>640,172</u>	<u>113,475</u>
City clerk						
Personal services	136,517	-	136,517	141,813	141,813	5,296
Contractual services	118,389	[250]	118,139	96,569	96,569	[21,570]
Commodities	7,555	-	7,555	8,475	8,475	920
Total city clerk	<u>262,461</u>	<u>[250]</u>	<u>262,211</u>	<u>246,857</u>	<u>246,857</u>	<u>[15,354]</u>
Budget & finance						
Personal services	288,908	-	288,908	296,966	296,966	8,058
Contractual services	47,088	[400]	46,688	46,672	46,672	[16]
Commodities	3,887	-	3,887	5,000	5,000	1,113
Total budget & finance	<u>339,883</u>	<u>[400]</u>	<u>339,483</u>	<u>348,638</u>	<u>348,638</u>	<u>9,155</u>
Municipal court						
Personal services	102,545	-	102,545	105,671	105,671	3,126
Contractual services	88,604	-	88,604	97,100	97,100	8,496
Commodities	211	-	211	200	200	[11]
Total municipal court	<u>191,360</u>	<u>-</u>	<u>191,360</u>	<u>202,971</u>	<u>202,971</u>	<u>11,611</u>

CITY OF BONNER SPRINGS, KANSAS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
GENERAL FUND
For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustment</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Amended Budget</u>	Variance Positive [Negative]
Expenditures - continued						
Custodial						
Personal services	\$ 14,822	\$ -	\$ 14,822	\$ 79,990	\$ 79,990	\$ 65,168
Contractual services	14	-	14	650	650	636
Commodities	8,054	-	8,054	9,625	9,625	1,571
Capital outlay	-	-	-	1,775	1,775	1,775
Total custodial	<u>22,890</u>	<u>-</u>	<u>22,890</u>	<u>92,040</u>	<u>92,040</u>	<u>69,150</u>
Police						
Personal services	2,364,376	-	2,364,376	2,478,387	2,478,387	114,011
Contractual services	217,664	[714]	216,950	249,223	249,223	32,273
Commodities	92,422	-	92,422	114,600	114,600	22,178
Capital outlay	11,488	5,245	16,733	34,000	34,000	17,267
Total police	<u>2,685,950</u>	<u>4,531</u>	<u>2,690,481</u>	<u>2,876,210</u>	<u>2,876,210</u>	<u>185,729</u>
Fire						
Personal services	98,260	-	98,260	113,094	113,094	14,834
Contractual services	81,513	-	81,513	86,252	86,252	4,739
Commodities	20,978	1,501	22,479	31,300	31,300	8,821
Capital outlay	7,063	1,329	8,392	4,600	4,600	[3,792]
Total fire	<u>207,814</u>	<u>2,830</u>	<u>210,644</u>	<u>235,246</u>	<u>235,246</u>	<u>24,602</u>
Parks & recreation						
Personal services	437,815	-	437,815	471,604	471,604	33,789
Contractual services	115,025	450	115,475	133,070	133,070	17,595
Commodities	45,049	-	45,049	36,250	36,250	[8,799]
Capital outlay	119,289	[8,073]	111,216	110,000	110,000	[1,216]
Total parks & recreation	<u>717,178</u>	<u>[7,623]</u>	<u>709,555</u>	<u>750,924</u>	<u>750,924</u>	<u>41,369</u>
Cemetery						
Personal services	62,778	-	62,778	69,972	69,972	7,194
Contractual services	49,229	-	49,229	5,397	5,397	[43,832]
Commodities	3,376	-	3,376	5,915	5,915	2,539
Capital outlay	336	-	336	350	350	14
Total cemetery	<u>115,719</u>	<u>-</u>	<u>115,719</u>	<u>81,634</u>	<u>81,634</u>	<u>[34,085]</u>
Planning						
Personal services	101,023	-	101,023	111,374	111,374	10,351
Contractual services	6,621	-	6,621	7,571	7,571	950
Commodities	2,199	-	2,199	1,550	1,550	[649]
Capital outlay	30	-	30	1,550	1,550	1,520
Total planning	<u>109,873</u>	<u>-</u>	<u>109,873</u>	<u>122,045</u>	<u>122,045</u>	<u>12,172</u>
Codes administration						
Personal services	113,662	-	113,662	124,427	124,427	10,765
Contractual services	4,483	-	4,483	4,491	4,491	8
Commodities	1,311	-	1,311	2,175	2,175	864
Total codes administration	<u>119,456</u>	<u>-</u>	<u>119,456</u>	<u>131,093</u>	<u>131,093</u>	<u>11,637</u>

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

CITY OF BONNER SPRINGS, KANSAS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
GENERAL FUND

For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustment</u>	Budgetary Basis <u>Actual</u>	Original <u>Budget</u>	Amended <u>Budget</u>	Variance Positive [Negative]
Expenditures - continued						
Property maintenance codes administration						
Personal services	\$ 63,554	\$ -	\$ 63,554	\$ 68,456	\$ 68,456	\$ 4,902
Contractual services	4,093	-	4,093	8,393	8,393	4,300
Commodities	1,399	-	1,399	2,300	2,300	901
Total property maintenance codes administration	<u>69,046</u>	<u>-</u>	<u>69,046</u>	<u>79,149</u>	<u>79,149</u>	<u>10,103</u>
Bonner beautiful						
Contractual services	-	-	-	1,690	1,690	1,690
Commodities	2,731	-	2,731	3,775	3,775	1,044
Total bonner beautiful	<u>2,731</u>	<u>-</u>	<u>2,731</u>	<u>5,465</u>	<u>5,465</u>	<u>2,734</u>
Public works						
Personal services	479,047	-	479,047	629,343	629,343	150,296
Contractual services	123,803	11,231	135,034	89,859	89,859	[45,175]
Commodities	82,891	22,490	105,381	159,500	159,500	54,119
Capital outlay	20,183	4,198	24,381	99,350	99,350	74,969
Total public works	<u>705,924</u>	<u>37,919</u>	<u>743,843</u>	<u>978,052</u>	<u>978,052</u>	<u>234,209</u>
Project manager						
Personal services	92,580	-	92,580	102,172	102,172	9,592
Contractual services	9,796	-	9,796	12,151	12,151	2,355
Commodities	528	-	528	975	975	447
Total project manager	<u>102,904</u>	<u>-</u>	<u>102,904</u>	<u>115,298</u>	<u>115,298</u>	<u>12,394</u>
City band						
Personal services	3,831	-	3,831	635	635	[3,196]
Contractual services	3,740	-	3,740	7,365	7,365	3,625
Commodities	942	-	942	1,370	1,370	428
Total city band	<u>8,513</u>	<u>-</u>	<u>8,513</u>	<u>9,370</u>	<u>9,370</u>	<u>857</u>
Total expenditures	<u>6,215,637</u>	<u>37,007</u>	<u>6,252,644</u>	<u>7,469,559</u>	<u>7,469,559</u>	<u>1,216,915</u>
Excess [deficiency] of revenues over [under] expenditures	<u>1,133,405</u>	<u>[37,007]</u>	<u>1,096,398</u>	<u>[612,616]</u>	<u>[612,616]</u>	<u>1,709,014</u>
Other financing sources [uses]						
Transfer in	252,950	-	252,950	252,950	252,950	-
Transfer [out]	[919,884]	-	[919,884]	[1,081,859]	[1,081,859]	161,975
Total other financing sources [uses]	<u>[666,934]</u>	<u>-</u>	<u>[666,934]</u>	<u>[828,909]</u>	<u>[828,909]</u>	<u>161,975</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other sources [uses]	<u>466,471</u>	<u>\$ [37,007]</u>	<u>429,464</u>	<u>\$ [1,441,525]</u>	<u>\$ [1,441,525]</u>	<u>\$ 1,870,989</u>
Fund balance, January 1	<u>3,511,588</u>		<u>3,487,888</u>			
Fund balance, December 31	<u>\$ 3,978,059</u>		<u>\$ 3,917,352</u>			

CITY OF BONNER SPRINGS, KANSAS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
LIBRARY FUND

For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive <u>[Negative]</u>
Revenues						
Taxes	\$ 394,111	\$ -	\$ 394,111	\$ 386,611	\$ 386,611	\$ 7,500
Reimbursements	36,944	-	36,944	20,000	20,000	16,944
Total revenues	<u>431,055</u>	<u>-</u>	<u>431,055</u>	<u>406,611</u>	<u>406,611</u>	<u>24,444</u>
Expenditures						
Personal services	26,403	-	26,403	-	-	[26,403]
Contractual	9,018	-	9,018	-	-	[9,018]
Commodities	1,764	-	1,764	-	-	[1,764]
Component unit transfer out	402,335	-	402,335	386,611	386,611	[15,724]
Miscellaneous	-	-	-	20,000	20,000	20,000
Qualifying budget credits	-	-	-	36,944	36,944	36,944
Total expenditures	<u>439,520</u>	<u>-</u>	<u>439,520</u>	<u>443,555</u>	<u>443,555</u>	<u>4,035</u>
Excess [deficiency] of revenues over [under] expenditures	[8,465]	\$ -	[8,465]	\$ [36,944]	\$ [36,944]	\$ 28,479
Fund balance, January 1	<u>8,225</u>		<u>8,225</u>			
Fund balance, December 31	<u>\$ [240]</u>		<u>\$ [240]</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 December 31, 2016

	Business-Type Activities:				
	Enterprise Funds				Internal Service Fund
	Solid Waste	Wastewater Collection/ Treatment	Water Treatment/ Distribution	Total Enterprise Funds	
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:					
Current assets:					
Cash and cash equivalents	\$ 108,523	\$ 856,111	\$ 2,037,946	\$ 3,002,580	\$ 5,216
Receivables					
Accounts	27,612	105,782	102,516	235,910	-
Prepaid expenses	-	-	-	-	677
Due from other funds	-	-	9,849	9,849	-
Inventories	-	33,278	130,349	163,627	-
Total current assets	<u>136,135</u>	<u>995,171</u>	<u>2,280,660</u>	<u>3,411,966</u>	<u>5,893</u>
Capital assets:					
Buildings and equipment	-	18,223,147	15,023,257	33,246,404	-
Land	-	185,441	280,136	465,577	-
Construction in progress	-	84,520	38,013	122,533	-
Accumulated depreciation	-	[8,081,785]	[5,503,315]	[13,585,100]	-
Total capital assets	<u>-</u>	<u>10,411,323</u>	<u>9,838,091</u>	<u>20,249,414</u>	<u>-</u>
Total assets	<u>136,135</u>	<u>11,406,494</u>	<u>12,118,751</u>	<u>23,661,380</u>	<u>5,893</u>
Deferred outflows of resources:					
Pension - contributions subsequent to measurement date	-	20,448	26,735	47,183	-
Pension - differences between expected and actual experience	-	1,445	1,987	3,432	-
Pension - net differences between projected and actual earnings	-	29,409	40,447	69,856	-
Pension - changes in proportion	-	13,936	18,749	32,685	-
Total deferred outflows of resources	<u>-</u>	<u>65,238</u>	<u>87,918</u>	<u>153,156</u>	<u>-</u>
Total assets and deferred outflows of resources	<u>\$ 136,135</u>	<u>\$ 11,471,732</u>	<u>\$ 12,206,669</u>	<u>\$ 23,814,536</u>	<u>\$ 5,893</u>
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES:					
Current liabilities (payable from current assets):					
Accounts payable	\$ -	\$ 7,723	\$ 7,684	\$ 15,407	\$ 5,893
Customer deposits	-	-	133,919	133,919	-
Accrued liabilities	-	5,255	7,395	12,650	-
Interest payable	-	53,815	29,049	82,864	-
Current portion of compensated absences	-	21,698	32,547	54,245	-
Current portion of notes payable	-	-	36,251	36,251	-
Current portion of general obligation bonds payable	-	441,560	275,370	716,930	-
Total current liabilities (payable from current assets)	<u>-</u>	<u>530,051</u>	<u>522,215</u>	<u>1,052,266</u>	<u>5,893</u>
Noncurrent liabilities:					
Accrued compensated absences	-	18,262	27,392	45,654	-
Notes payable	-	-	784,420	784,420	-
Net pension liability	-	350,200	461,652	811,852	-
General obligation bonds payable	-	4,533,085	2,805,585	7,338,670	-
Total noncurrent liabilities	<u>-</u>	<u>4,901,547</u>	<u>4,079,049</u>	<u>8,980,596</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>5,431,598</u>	<u>4,601,264</u>	<u>10,032,862</u>	<u>5,893</u>
Deferred inflows of resources:					
Pension - changes of assumptions	-	7,685	9,512	17,197	-
Pension - changes in proportion	-	5,698	7,399	13,097	-
Pension - differences between expected and actual experience	-	7,359	9,555	16,914	-
Total deferred inflows of resources	<u>-</u>	<u>20,742</u>	<u>26,466</u>	<u>47,208</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>\$ -</u>	<u>\$ 5,452,340</u>	<u>\$ 4,627,730</u>	<u>\$ 10,080,070</u>	<u>\$ 5,893</u>
Net Position					
Net investment in capital assets	\$ -	\$ 5,436,678	\$ 6,720,885	\$ 12,157,563	\$ -
Unrestricted	136,135	582,714	858,054	1,576,903	-
Total net position	<u>\$ 136,135</u>	<u>\$ 6,019,392</u>	<u>\$ 7,578,939</u>	<u>\$ 13,734,466</u>	<u>\$ -</u>

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

CITY OF BONNER SPRINGS, KANSAS
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the Year Ended December 31, 2016

	Business-Type Activities: Enterprise Funds				Internal Service Fund
	Solid Waste	Wastewater Collection/ Treatment	Water Treatment/ Distribution	Total Enterprise Funds	
Operating revenues					
Charges for services	\$ 420,235	\$ 1,815,278	\$ 1,950,029	\$ 4,185,542	\$ -
Miscellaneous	-	40,685	4,801	45,486	119,194
Total operating revenues	420,235	1,855,963	1,954,830	4,231,028	119,194
Operating expenses					
Personal services	-	371,749	521,998	893,747	-
Contractual	406,988	578,719	356,928	1,342,635	119,194
Commodities	-	47,748	259,624	307,372	-
Capital outlay	-	99,378	50,635	150,013	-
Depreciation and amortization	-	491,007	261,014	752,021	-
Total operating expenses	406,988	1,588,601	1,450,199	3,445,788	119,194
Operating income [loss]	13,247	267,362	504,631	785,240	-
Nonoperating revenues [expenses]					
Capital contribution	-	107,133	-	107,133	-
Interest expense	-	[163,252]	[96,290]	[259,542]	-
Interest income	208	1,492	3,222	4,922	-
Total nonoperating revenues [expenses]	208	[54,627]	[93,068]	[147,487]	-
Income [loss] before operating transfers	13,455	212,735	411,563	637,753	-
Transfers from [to] other funds					
Transfers in	-	7,388	-	7,388	-
Transfers [out]	[11,500]	[303,500]	[266,988]	[581,988]	-
Total transfers	[11,500]	[296,112]	[266,988]	[574,600]	-
Changes in net position	1,955	[83,377]	144,575	63,153	-
Net position, January 1	134,180	6,102,769	7,434,364	13,671,313	-
Net position, December 31	\$ 136,135	\$ 6,019,392	\$ 7,578,939	\$ 13,734,466	\$ -

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

CITY OF BONNER SPRINGS, KANSAS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 For the Year Ended December 31, 2016

	Business-Type Activities: Enterprise Funds				Internal Service Fund
	Solid Waste	Wastewater Collection/ Treatment	Water Treatment/ Distribution	Total Enterprise Funds	
Cash flows from operating activities					
Cash received from customers and users	\$ 417,727	\$ 1,842,044	\$ 1,946,053	\$ 4,205,824	\$ 119,194
Cash payments to employees for services	-	[358,860]	[513,791]	[872,651]	-
Cash payments to other suppliers of goods or services	[406,988]	[755,180]	[688,682]	[1,850,850]	[120,231]
Net cash provided by [used in] operating activities	10,739	728,004	743,580	1,482,323	[1,037]
Cash flows from noncapital financing activities					
Transfers from other funds	-	7,388	-	7,388	-
Transfers [to] other funds	[11,500]	[303,500]	[266,988]	[581,988]	-
Change in due to/from other funds	-	-	[39,526]	[39,526]	-
Net cash provided by [used in] noncapital financing activities	[11,500]	[296,112]	[306,514]	[614,126]	-
Cash flows from capital and related financing activities					
Purchase and construction of fixed assets, net	-	[124,145]	[38,887]	[163,032]	-
Proceeds from the sale of bonds	-	245,000	1,222,837	1,467,837	-
Contributed capital	-	107,133	-	107,133	-
Interest payments - bonds and notes	-	[164,199]	[92,271]	[256,470]	-
Principal payments - bonds and notes	-	[424,963]	[1,381,584]	[1,806,547]	-
Net cash provided by [used in] capital and related financing activities	-	[361,174]	[289,905]	[651,079]	-
Cash flows from investing activities					
Interest received	208	1,492	3,222	4,922	-
Net cash provided by [used in] investing activities	208	1,492	3,222	4,922	-
Net increase [decrease] in cash and cash equivalents	[553]	72,210	150,383	222,040	[1,037]
Cash and cash equivalents, January 1	109,076	783,901	1,887,563	2,780,540	6,253
Cash and cash equivalents, December 31	\$ 108,523	\$ 856,111	\$ 2,037,946	\$ 3,002,580	\$ 5,216

CITY OF BONNER SPRINGS, KANSAS
STATEMENT OF CASH FLOWS (Continued)
PROPRIETARY FUNDS
For the Year Ended December 31, 2016

	Business-Type Activities:				
	Enterprise Funds				
	<u>Solid</u> <u>Waste</u>	<u>Wastewater</u> <u>Collection/</u> <u>Treatment</u>	<u>Water</u> <u>Treatment/</u> <u>Distribution</u>	<u>Total</u> <u>Enterprise</u> <u>Funds</u>	<u>Internal</u> <u>Service</u> <u>Fund</u>
Reconciliation of operating income [loss] to net cash provided by [used in] operating activities					
Operating income [loss]	\$ 13,247	\$ 267,362	\$ 504,631	\$ 785,240	\$ -
Adjustments to reconcile operating income [loss] to net cash provided by [used in] operating activities					
Depreciation expense	-	491,007	261,014	752,021	-
[Increase] decrease in accounts receivable	[2,508]	[13,919]	[20,154]	[36,581]	-
[Increase] decrease in inventory	-	[3,019]	[18,827]	[21,846]	-
[Increase] decrease in prepaid expenses	-	-	-	-	1,177
[Increase] decrease in deferred outflows	-	[37,898]	[52,122]	[90,020]	-
Increase [decrease] in accounts payable	-	[18,756]	[2,668]	[21,424]	[2,214]
Increase [decrease] in accrued liabilities	-	1,150	1,829	2,979	-
Increase [decrease] in customer deposits	-	-	11,377	11,377	-
Increase [decrease] in accrued compensated absences	-	5,054	7,581	12,635	-
Increase [decrease] in deferred inflows	-	[10,472]	[14,402]	[24,874]	-
Increase [decrease] in net pension liability	-	47,495	65,321	112,816	-
Net cash provided by [used in] operating activities	<u>\$ 10,739</u>	<u>\$ 728,004</u>	<u>\$ 743,580</u>	<u>\$ 1,482,323</u>	<u>\$ [1,037]</u>

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

CITY OF BONNER SPRINGS, KANSAS
 STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 December 31, 2016

	<u>Private Purpose Trust</u>	<u>Agency Funds</u>
Assets		
Cash and cash equivalents	\$ 69,871	\$ 81,931
Total Assets	<u>\$ 69,871</u>	<u>\$ 81,931</u>
Liabilities		
Accounts payable	\$ -	\$ 81,931
Total Liabilities	<u>-</u>	<u>81,931</u>
Net position		
Unreserved Undesignated	<u>69,871</u>	<u>-</u>
Total liabilities and net position	<u>\$ 69,871</u>	<u>\$ 81,931</u>

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

CITY OF BONNER SPRINGS, KANSAS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the Year Ended December 31, 2016

	Private Purpose <u>Trust</u>
Additions:	
Charges for services	\$ 1,970
Donations	23,255
Interest income	<u>108</u>
Total additions	<u>25,333</u>
Deductions	
Contractual	<u>16,421</u>
Total deductions	<u>16,421</u>
Change in net position	8,912
Net position, January 1	<u>60,959</u>
Net position, December 31	<u><u>\$ 69,871</u></u>

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

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2016

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. *Reporting Entity*

The City of Bonner Springs (the City) is a municipal corporation governed by a mayor and city council. As required by accounting principles generally accepted in the United States of America, these financial statements present the City and its component unit entities for which the City is considered to be financially accountable. The discretely presented component units are reported in separate columns in the combined financial statements to emphasize they are legally separate from the City.

Discretely Presented Component Units. The Bonner Springs City Library (Library) serves the citizens within the City's jurisdiction. Acquisition or disposition of real property by the Library must be approved by the City. Bond issues must be approved by the City. The Library is presented as a governmental fund type with a December 31st year-end.

The Housing Authority of the City of Bonner Springs (Housing Authority) operates the City's housing projects. The Housing Authority can sue and be sued, and can buy, sell or lease real property. Bond issuances must be approved by the City. The Housing Authority is presented as a governmental fund type. Complete financial statements for the Housing Authority may be obtained at its office at 420 North Park, Bonner Springs, Kansas.

B. *Government-wide and fund financial statements*

The statement of net position and the statement of activities report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges between the City's governmental and business-type activities. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational requirements of a particular program. Taxes and other items which are not classified as program revenues are presented as general revenues of the City.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column in the fund financial statements.

C. *Measurement Focus, Basis of Accounting and Basis of Presentation*

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

CITY OF BONNER SPRINGS, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
Year ended December 31, 2016

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to certain compensated absences and claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund's ongoing operations. The principal operating revenues of the City's proprietary funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The internal service funds account for operations that provide services to other departments or agencies of the government, or to other governments, on a cost-reimbursement basis.

The private purpose trust funds are used to account for resources legally held in trust. Agency funds are custodial in nature and do not measure results of operations or have a measurement focus. Agency funds do, however, use the accrual basis of accounting.

The City reports the following major governmental funds:

The General Fund is used to account for resources traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund.

The Library Fund is used to account for taxes collected and remitted to the Bonner Springs City Library.

The Debt Service Fund is used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the City is obligated in some manner for the payment.

The 2016-A G.O. Bond Fund is used to account for the bond proceeds related to the 2016-A General Obligation Bond issuance.

CITY OF BONNER SPRINGS, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
Year ended December 31, 2016

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

The City reports the following major proprietary funds:

Solid Waste Fund accounts for funds derived from customer service charges for solid waste disposal. All activities necessary to provide such services are accounted for in this fund.

Wastewater Collection/Treatment Fund is used to account for all sewer operations including administration, maintenance, financing and related debt service and billing collection. All operations are financed by means of customer user fees which are established by the governing body.

Water Treatment/Distribution Fund is used to account for the provision of water service to the residents of the City. All activities necessary to provide water service are accounted for in this fund, including administration, operations, maintenance, financing and related debt service and billing collection.

D. Assets, Liabilities and Equity

1. Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the year are referred to as either "interfund receivables/payables" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All trade and property tax receivables are shown net of an allowance for uncollectibles, if any.

Collection of current year property tax by the County Treasurer is not completed, apportioned or distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes. Consequently, current year property taxes receivable are not available as a resource that can be used to finance the current year operations of the City and therefore are not susceptible to accrual. Accruals of uncollected current year property taxes are offset by deferred revenue and are identical to the adopted budget for 2017.

It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the accounting period, and further, the amounts thereof are not material in relationship to the financial statements taken as a whole.

CITY OF BONNER SPRINGS, KANSAS
 NOTES TO THE FINANCIAL STATEMENTS
 Year ended December 31, 2016

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. *Assets, Liabilities and Equity (Continued)*

1. Receivables and Payables (Continued)

The determination of assessed valuations and the collection of property taxes for all political subdivisions in the State of Kansas are the responsibility of the various counties. The County Appraiser annually determines assessed valuations on January 1 and the County Clerk spreads the annual assessment on the tax rolls. Property taxes are levied as of November 1 and become a lien on the property as of that date. Payments are due November 1, becoming delinquent, with penalty, December 21. Payments of 50% are accepted through December 20, with the second 50% then being due on or before May 10 of the following year.

The County Treasurer is the tax collection agent for all taxing entities within the County. The initial distribution to the subdivisions, including the City, is on or before January 20 of the ensuing year. Additional amounts are distributed on five (5) subsequent dates throughout the calendar year.

2. Inventories

Inventories are valued at cost using the first-in / first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when purchased rather than when consumed.

3. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Capital assets used in governmental fund types of the City are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their estimated fair value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type is included in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

Property, plant and equipment of the primary government, are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	20-75
Improvements Other Than Buildings	20-75
Machinery and Equipment	5-10
Infrastructure	20-75

CITY OF BONNER SPRINGS, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
Year ended December 31, 2016

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Equity (Continued)

4. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation, compensatory and sick pay benefits. Vacation and sick pay is accrued when incurred in the government-wide and proprietary funds and reported as a fund liability. Vacation and sick pay that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it.

5. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

6. Fund Equity

In the fund financial statements, governmental funds report fund balance in the following classifications: nonspendable, restricted, committed, assigned and unassigned. Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. Restricted fund balance indicates that constraints have been placed on the use of resources either by being externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Committed fund balances include amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the city council. Assigned fund balances include amounts that are constrained by the City management's intent to be used for specific purposes, but are neither restricted nor committed. Unassigned fund balance represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available restricted amounts is considered to be spent first. When an expenditure is incurred for purposes for which committed, assigned, or unassigned fund balance is available, the following is the order in which resources will be expended: committed, assigned and unassigned.

CITY OF BONNER SPRINGS, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
Year ended December 31, 2016

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Equity (Continued)

6. Fund Equity (Continued)

The following is the detail for fund balance classifications in the financial statements:

	Major Governmental Funds				Other Governmental Funds	Total Governmental Funds
	General	Library	Debt Service	2016-A G.O. Bond		
Fund Balances:						
Nonspendable for:						
Inventory	\$ 16,842	\$ -	\$ -	\$ -	\$ -	\$ 16,842
Restricted for:						
Public housing	-	-	-	-	186,847	186,847
Public safety	-	-	-	-	195,881	195,881
Public works	-	-	-	-	213,995	213,995
Culture and recreation	-	-	-	-	655,794	655,794
Debt retirement	-	-	202,586	-	-	202,586
Economic development	-	-	-	-	14,787	14,787
Capital improvements	-	-	-	157,803	985,495	1,143,298
Committed for:						
Culture and recreation	-	-	-	-	275,303	275,303
Public works	-	-	-	-	465,477	465,477
Risk management	-	-	-	-	100,713	100,713
Assigned for:						
General government	-	-	-	-	28,008	28,008
Public safety	10,198	-	-	-	-	10,198
Culture and recreation	570	-	-	-	-	570
Public works	33,097	-	-	-	127,905	161,002
Unassigned:	3,917,352	[240]	-	-	-	3,917,112
Total Fund Balances	\$ 3,978,059	\$ [240]	\$ 202,586	\$ 157,803	\$ 3,250,205	\$ 7,588,413

7. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

8. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City reports pension contributions subsequent to the measurement date, pension changes in proportion, net differences between projected and actual earnings and pension differences between expected and actual experience as deferred outflows of resources.

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2016

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. *Assets, Liabilities and Equity (Continued)*

8. Deferred outflows/inflows of resources (Continued)

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government funds report unavailable revenues from one source: property taxes. Pension differences between expected and actual experience, pension differences in proportion, and pension changes in assumptions are reported as deferred inflows for governmental activities.

9. Net Position

Net position represents the difference between assets and liabilities. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, special revenue funds (unless specifically exempted by statute), Debt Service Fund, and enterprise funds. 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 the local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of the notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the City Council 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 City Council may amend the budget at that time. During the current year, the budget was not amended.

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2016

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

Budgetary Information (Continued)

The statutes permit management to transfer 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 statutory basis of accounting, in which revenues are recognized when cash is received, and expenditures include disbursements, 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. All unencumbered appropriations (legal budget expenditure authority) lapse at year end.

A legal operating budget is not required for certain special revenue funds, capital project funds and trust funds.

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

The actual data presented in the budgetary comparison statements differs from the data presented in accordance with accounting principles generally accepted in the United States of America (GAAP). The following is a summary of the effects on the ending fund balances caused by the difference in accounting between the budgetary basis and GAAP.

	Major Governmental Funds					
	General	Library	Debt Service	2016-A G.O. Bond	Other Governmental Funds	Total Governmental Funds
GAAP FUND BALANCE						
December 31, 2016	\$3,978,059	\$ [240]	\$ 202,586	\$ 157,803	\$ 3,250,205	\$ 7,588,413
Adjustments:						
Unreserved fund balances not subject to the Kansas Budget Law :						
Centennial Park	-	-	-	-	[530]	[530]
FEMA Mitigation Grant	-	-	-	-	259	259
Senior Center Activities	-	-	-	-	[1,378]	[1,378]
PHA Investment	-	-	-	-	[186,847]	[186,847]
LLEBG Grant #98-07	-	-	-	-	[132]	[132]
Stormwater	-	-	-	-	[235,717]	[235,717]
Fire Equipment Grant	-	-	-	-	[9,476]	[9,476]
Westgate TIF Funding	-	-	-	-	[14,787]	[14,787]
2016-A G.O. Bonds	-	-	-	[157,803]	-	[157,803]
Nonmajor Capital Projects	-	-	-	-	[733,426]	[733,426]
Accounts receivable	-	-	-	-	[61,375]	[61,375]
Inventory	[16,842]	-	-	-	-	[16,842]
Reserve for encumbrances	[43,865]	-	-	-	[134,450]	[178,315]
Total deductions	[60,707]	-	-	[157,803]	[1,377,859]	[1,596,369]
BUDGETARY FUND BALANCE						
December 31, 2016	\$3,917,352	\$ [240]	\$ 202,586	\$ -	\$ 1,872,346	\$ 5,992,044

CITY OF BONNER SPRINGS, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
Year ended December 31, 2016

III. DETAILED NOTES ON ALL FUNDS

A. *Deposits and Investments*

Deposits. 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.

Investments. K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices. As of December 31, 2016, the City held no such investments.

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 no designated "peak periods". All deposits were legally secured at December 31, 2016.

At December 31, 2016, the City's carrying amount of deposits was \$10,908,516 and the bank balance was \$11,604,236. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance and the balance of \$11,354,236 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.

The Housing Authority of Bonner Springs' deposits and investments can only be placed in the following, as per HUD requirements: direct obligations of the United States federal government, obligations of government agencies, securities of government sponsored agencies, demand and savings deposits, time deposits and repurchase agreements. Investments are stated at cost.

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
Year ended December 31, 2016

III. DETAILED NOTES ON ALL FUNDS (Continued)

B. Receivables

Receivables as of year-end are as follows:

	General	Library	Debt Service	Solid Waste	Wastewater Collection/ Treatment	Water Treatment/ Distribution	Other Govt. Funds	Totals
Receivables:								
Taxes	\$ 1,673,462	\$ 362,098	\$ 312,633	\$ -	\$ -	\$ -	\$ -	\$ 2,348,193
Accounts	<u>3,383</u>	<u>-</u>	<u>-</u>	<u>27,612</u>	<u>105,782</u>	<u>102,516</u>	<u>68,314</u>	<u>307,607</u>
Total receivables	<u>\$ 1,676,845</u>	<u>\$ 362,098</u>	<u>\$ 312,633</u>	<u>\$ 27,612</u>	<u>\$ 105,782</u>	<u>\$ 102,516</u>	<u>\$ 68,314</u>	<u>\$ 2,655,800</u>

C. Capital Assets

Capital asset activity for the year ended December 31, 2016, was as follows:

	Balance 12/31/2015	Restatement	Balance Restated 12/31/2015	Additions	Retirements	Balance 12/31/2016
City governmental activities:						
Capital assets, not being depreciated						
Construction in progress	\$ 86,900	\$ -	\$ 86,900	\$ 39,172	\$ 116,442	\$ 9,630
Land	1,033,248	-	1,033,248	-	-	1,033,248
Capital assets, being depreciated						
Buildings	13,068,055	-	13,068,055	65,427	-	13,133,482
Improvements other than buildings	457,845	-	457,845	-	-	457,845
Machinery and equipment	5,770,359	-	5,770,359	584,500	224,749	6,130,109
Infrastructure	<u>14,949,412</u>	<u>-</u>	<u>14,949,412</u>	<u>30,118</u>	<u>-</u>	<u>14,979,529</u>
Total capital assets	<u>35,365,818</u>	<u>-</u>	<u>35,365,818</u>	<u>719,216</u>	<u>341,191</u>	<u>35,743,843</u>
Less accumulated depreciation for:						
Buildings	2,560,274	-	2,560,274	280,327	-	2,840,601
Improvements other than buildings	247,168	-	247,168	24,106	-	271,274
Machinery and equipment	4,471,738	-	4,471,738	433,302	224,749	4,680,291
Infrastructure	<u>5,132,242</u>	<u>-</u>	<u>5,132,242</u>	<u>697,220</u>	<u>-</u>	<u>5,829,462</u>
Total accumulated depreciation	<u>12,411,423</u>	<u>-</u>	<u>12,411,423</u>	<u>1,434,955</u>	<u>224,749</u>	<u>13,621,629</u>
Governmental activities capital assets, net	<u>\$ 22,954,395</u>	<u>\$ -</u>	<u>\$ 22,954,395</u>	<u>\$ [715,739]</u>	<u>\$ 116,442</u>	<u>\$ 22,122,214</u>
Business-type activities:						
Capital assets, not being depreciated						
Construction in progress	\$ 38,013	\$ -	\$ 38,013	\$ 84,520	\$ -	\$ 122,533
Land	465,577	-	465,577	-	-	465,577
Capital assets, being depreciated						
Plant	32,503,730	-	32,503,730	49,618	-	32,553,348
Machinery and equipment	<u>664,160</u>	<u>-</u>	<u>664,160</u>	<u>28,896</u>	<u>-</u>	<u>693,056</u>
Total capital assets	<u>33,671,481</u>	<u>-</u>	<u>33,671,481</u>	<u>163,033</u>	<u>-</u>	<u>33,834,514</u>
Less accumulated depreciation for:						
Plant	12,371,688	-	12,371,688	727,135	-	13,098,823
Machinery and equipment	<u>461,392</u>	<u>-</u>	<u>461,392</u>	<u>24,885</u>	<u>-</u>	<u>486,277</u>
Total accumulated depreciation	<u>12,833,080</u>	<u>-</u>	<u>12,833,080</u>	<u>752,021</u>	<u>-</u>	<u>13,585,100</u>
Business-type activities capital assets, net	<u>\$ 20,838,401</u>	<u>\$ -</u>	<u>\$ 20,838,401</u>	<u>\$ [588,987]</u>	<u>\$ -</u>	<u>\$ 20,249,414</u>

CITY OF BONNER SPRINGS, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
Year ended December 31, 2016

III. DETAILED NOTES ON ALL FUNDS (Continued)

C. *Capital Assets (Continued)*

The City's depreciation expense was charged to governmental functions as follows:

Governmental Activities:	
General government	\$ 96,488
Public safety	388,128
Highways and streets	717,873
Culture and recreation	<u>232,466</u>
Total depreciation	<u>\$ 1,434,955</u>
Business-type Activities:	
Wastewater Collection/Treatment	\$ 491,007
Water Treatment/Distribution	<u>261,014</u>
Total depreciation	<u>\$ 752,021</u>

CITY OF BONNER SPRINGS, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
Year ended December 31, 2016

III. DETAILED NOTES ON ALL FUNDS (Continued)

D. Long-term Debt

During the year ended December 31, 2016, the following changes occurred in long term liabilities:

Governmental activities

	Balance January 1, 2016	Additions/ Adjustments	Reductions	Balance December 31, 2016	Amounts Due Within One Year
General obligation bonds	\$ 6,980,007	\$ 3,570,691	\$ 4,412,057	\$ 6,138,641	\$ 608,071
General obligation bonds premium	30,406	128,255	3,655	155,006	-
Compensated absences	818,185	468,795	444,200	842,780	457,630
	<u>\$ 7,828,598</u>	<u>\$ 4,167,741</u>	<u>\$ 4,859,912</u>	<u>\$ 7,136,427</u>	<u>\$ 1,065,701</u>

Business-type activities

	Balance January 1, 2016	Additions/ Adjustments	Reductions	Balance December 31, 2016	Amounts Due Within One Year
General obligation bonds	\$ 8,299,991	\$ 1,424,309	\$ 1,807,941	\$ 7,916,359	\$ 716,930
General obligation bonds premium	97,894	51,159	9,812	139,241	-
Notes payable	856,754	-	36,083	820,671	36,251
Compensated absences	87,264	63,757	51,122	99,899	54,245
	<u>\$ 9,341,903</u>	<u>\$ 1,539,225</u>	<u>\$ 1,904,958</u>	<u>\$ 8,976,170</u>	<u>\$ 807,426</u>

General Obligation Bonds. The City issues General Obligation Bonds to provide funds for the acquisition and construction of major capital facilities. General Obligation Bonds have been issued for both general government and proprietary fund activities. These bonds are reported in the proprietary funds if they are expected to be repaid from proprietary fund revenues. In addition, general obligation bonds have been issued to refund other general obligation bonds.

CITY OF BONNER SPRINGS, KANSAS
 NOTES TO THE FINANCIAL STATEMENTS
 Year ended December 31, 2016

III. DETAILED NOTES ON ALL FUNDS (Continued)

D. Long-term Debt (Continued)

General Obligation Bonds are direct obligations and pledge the full faith and credit of the City. These bonds generally are issued with set amounts of principal maturing each year. General Obligation Bonds currently outstanding are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Outstanding Balance</u>	<u>Original Amount</u>
Improvement and Refunding			
Series 2007	3.9% to 5.0%	\$ 80,000	\$ 1,120,000
Series 2008	3.6% to 4.3%	80,000	1,680,000
Series 2009	2.0% to 4.4%	1,065,000	7,605,000
Series 2011	2.0% to 4.2%	6,165,000	8,765,000
Series 2014	2.0% to 3.0%	1,670,000	1,978,784
Series 2016	.80% to 2.55%	4,995,000	4,995,000
		<u>\$ 14,055,000</u>	

<u>Allocation</u>	
Governmental activities	\$ 6,138,641
Business-type activities	<u>7,916,359</u>
	<u>\$ 14,055,000</u>

Annual debt service requirements to maturity for the general obligation bonds are as follows:

<u>Year Ending December 31,</u>	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Totals</u>
2017	\$ 780,516	\$ 958,724	\$ 1,739,240
2018	754,016	947,611	1,701,627
2019	758,431	952,935	1,711,366
2020	744,523	953,019	1,697,542
2021	756,616	963,776	1,720,392
2022 - 2026	2,446,360	3,193,561	5,639,921
2027 - 2031	791,848	1,511,787	2,303,635
Total Principal and Interest	<u>7,032,310</u>	<u>9,481,413</u>	<u>16,513,723</u>
Total Interest	<u>893,669</u>	<u>1,565,054</u>	<u>2,458,723</u>
Total Principal	<u>\$ 6,138,641</u>	<u>\$ 7,916,359</u>	<u>\$ 14,055,000</u>

CITY OF BONNER SPRINGS, KANSAS
 NOTES TO THE FINANCIAL STATEMENTS
 Year ended December 31, 2016

III. DETAILED NOTES ON ALL FUNDS (Continued)

D. Long-term Debt (Continued)

On September 30, 2015, the City entered into an agreement for a loan through the Kansas Water Pollution Control Revolving Loan Fund for improving the wastewater system in Bonner Springs. The City is obligated to make semi-annual payments of \$27,266 until February 2023. The payments carry a 1.90% interest rate plus a .35% service fee. At December 31, 2016, the outstanding principal balance was \$820,671.

Annual debt service requirements for the loan are as follows:

Year Ending <u>December 31,</u>	Business- Type <u>Activities</u>
2017	\$ 54,532
2018	54,532
2019	54,532
2020	54,532
2021	54,532
2022 - 2026	272,661
2027 - 2031	272,661
2032 - 2036	<u>190,037</u>
Total Principal and Interest	1,008,019
Total Interest	<u>187,348</u>
Total Principal	<u><u>\$ 820,671</u></u>

Special Assessments. As provided by Kansas statutes, projects financed in part by special assessments are financed through general obligation bonds of the City and are retired from the Debt Service Fund. Special assessments paid prior to the issuance of bonds are recorded as revenue in the appropriate project. Special assessments received after the issuance of bonds are recorded as revenue in the Debt Service Fund. The special assessments receivable are not recorded as revenue when levied against the respective property owners as such amounts are not available to finance current year operations. The special assessment debt is a contingent liability of the City to the extent of property owner defaults which have historically been immaterial.

E. Conduit Debt Obligations. From time to time, the City has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, the State of Kansas, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2016, there were seven series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of \$4,699,598.

CITY OF BONNER SPRINGS, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
Year ended December 31, 2016

IV. OTHER INFORMATION

A. *Contingent Liabilities*

Amounts received or receivable from grantor agencies are subject to audit and adjustment by these agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

B. *Defined Benefit Pension Plan*

Description of Pension Plan. The City participates in a cost-sharing multiple-employer pension plan (Pension Plan), as defined in Governmental Accounting Standards Board Statement No. 67, *Financial Reporting for Pension Plans*. The Pension Plan is administered by the Kansas Public Employees Retirement System (KPERS), a body corporate and an instrumentality of the State of Kansas. KPERS provides benefit provisions to the following statewide pension groups under one plan, as provided by K.S.A. 74, article 49:

Public employees, which includes:

- o State/School employees
- o Local employees
- o Police and Firemen
- o Judges

Substantially all public employees in Kansas are covered by the Pension Plan. Participation by local political subdivisions is optional, but irrevocable once elected.

Those employees participating in the Pension Plan for the City are included in the Local employees group and the Kansas Police and Firemen group.

KPERS issues a stand-alone comprehensive annual financial report, which is available on the KPERS website at www.kpers.org.

Benefits. Benefits are established by statute and may only be changed by the State Legislature. Members (except Police and Firemen) with ten or more years of credited service, may retire as early as age 55 (Police and Firemen may be age 50 with 20 years of credited service), with an actuarially reduced monthly benefit. Normal retirement is at age 65, age 62 with ten years of credited service, or whenever a member's combined age and years of service equal 85. Police and Firemen normal retirement ages are age 60 with 15 years of credited service, age 55 with 20 years, age 50 with 25 years, or any age with 36 years of service.

Monthly retirement benefits are based on a statutory formula that includes final average salary and years of service. When ending employment, members may withdraw their contributions from their individual accounts, including interest. Members who withdraw their accumulated contributions lose all rights and privileges of membership. For all pension coverage groups, the accumulated contributions and interest are deposited into and disbursed from the membership accumulated reserve fund as established by K.S.A. 74-4922.

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2016

IV. OTHER INFORMATION (Continued)

B. Defined Benefit Pension Plan (Continued)

Members choose one of seven payment options for their monthly retirement benefits. At retirement a member may receive a lump-sum payment of up to 50% of the actuarial present value of the member's lifetime benefit. His or her monthly retirement benefit is then permanently reduced based on the amount of the lump sum. Benefit increases, including ad hoc post-retirement benefit increases, must be passed into law by the Kansas Legislature. Benefit increases are under the authority of the Legislature and the Governor of the State of Kansas.

The 2012 Legislature made changes affecting new hires, current members and employers. A new KPERs 3 cash balance retirement plan for new hires starting January 1, 2015, was created. Normal retirement age for KPERs 3 is 65 with five years of service or 60 with 30 years of service. Early retirement is available at age 55 with ten years of service, with a reduced benefit. Monthly benefit options are an annuity benefit based on the account balance at retirement.

For all pension coverage groups, the retirement benefits are disbursed from the retirement benefit payment reserve fund as established by K.S.A. 74-4922.

Contributions. Member contributions are established by state law, and are paid by the employee according to the provisions of Section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rates are determined based on the results of an annual actuarial valuation. The contributions and assets of all groups are deposited in the Kansas Public Employees Retirement Fund established by K.S.A. 74-4921. All of the retirement systems are funded on an actuarial reserve basis.

For fiscal years beginning in 1995, Kansas legislation established statutory limits on increases in contribution rates for KPERs employers. Annual increases in the employer contribution rates related to subsequent benefit enhancements are not subject to these limitations. The statutory cap increase over the prior year contribution rate is 1.1% of total payroll for the fiscal year ended June 30, 2016.

The actuarially determined employer contribution rates (not including the 1.00% contribution rate for the Death and Disability Program) and the statutory contribution rates are as follows:

	Actuarial Employer Rate	Statutory Employer Capped Rate
Local government employees	9.18%	9.18%
Police and firemen	20.42%	20.42%

Member contribution rates as a percentage of eligible compensation for the fiscal year 2016 are 6.00% for Local employees and 7.15% for Police and Firemen.

Employer Allocations. Although KPERs administers one cost-sharing multiple-employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarial determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense are determined separately for each of the following groups of the plan:

- State/School
- Local
- Police and Firemen
- Judges

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
Year ended December 31, 2016

IV. OTHER INFORMATION (Continued)

B. Defined Benefit Pension Plan (Continued)

To facilitate the separate (sub) actuarial valuations, KPERs maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer and nonemployer allocations are applied to amounts presented in the schedules of pension amounts by employer and nonemployer.

The allocation percentages for the City's share of the collective pension amounts as of December 31, 2016, are based on the ratio of its contributions to the total of the employer and nonemployer contributions of the group for the fiscal years ended December 31, 2016.

The contributions used exclude contributions made for prior service, excess benefits and irregular payments. At June 30, 2016, the City's proportion for the Local employees group was 0.168%, which was an increase of .008% from its proportion measured at June 30, 2015. At June 30, 2016, the City's proportion for the Police and Firemen group was 0.307%, which was a decrease of .026% from its proportion measured at June 30, 2015.

Net Pension Liability. At December 31, 2016 and 2015, the City reported a liability of \$5,448,947 and \$4,520,427, respectively, for its total proportionate share of the net pension liability for the Local and Police and Firemen groups.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation as of December 31, 2015, which was rolled forward to June 30, 2016, using the following actuarial assumptions:

	<u>Assumptions</u>	<u>Rate</u>
Price inflation		3.00%
Wage inflation		4.00%
Salary increases, including wage increases		4% to 16.00%, including inflation
Long-term rate of return, net of investment expense, and including price inflation		8.00%

Mortality rates were based on the RP-Combined Mortality Tables for Males and Females, as appropriate, with adjustments for mortality improvements based on Scale AA.

The actuarial assumptions used in the December 31, 2015 valuation were based on the results of an actuarial experience study conducted for three years ending December 31, 2012.

The long-term expected rate of return of pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage.

Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2016 are summarized in the following table:

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2016

IV. OTHER INFORMATION (Continued)

B. Defined Benefit Pension Plan (Continued)

<u>Asset</u>	<u>Long-Term Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global Equity	47.00%	6.80%
Fixed Income	13.00%	1.25%
Yield driven	8.00%	6.55%
Real Return	11.00%	1.71%
Real estate	11.00%	5.05%
Alternatives	8.00%	9.85%
Short-term investments	<u>2.00%</u>	-0.25%
	<u>100.00%</u>	

Discount Rate. The discount rate used to measure the total pension liability was 8.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the contractually required rate. The State, School and Local employers do not necessarily contribute the full actuarial determined rate. Based on legislation passed in 1993, the employer contribution rates certified by the System's Board of Trustees for these groups may not increase by more than the statutory cap. The expected KPERs employer statutory contribution was modeled for future years, assuming all actuarial assumptions are met in future years. Employers contribute the full actuarial determined rate for Police & Firemen, and Judges. Future employer contribution rates were also modeled for Police & Firemen and Judges, assuming all actuarial assumptions are met in future years. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's proportionate share of the net pension liability to changes in the discount rate. The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 8.00%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (7.00%) or 1-percentage point higher (9.00%) than the current rate:

	<u>1% Decrease (7.00%)</u>	<u>Discount Rate (8.00%)</u>	<u>1% Increase (9.00%)</u>
Local	\$ 3,565,035	\$ 2,600,959	\$ 1,783,497
Police and firemen	3,906,857	2,847,988	1,953,367
Total	<u>\$ 7,471,892</u>	<u>\$ 5,448,947</u>	<u>\$ 3,736,864</u>

Pension Expense. For the year ended December 31, 2016, the City recognized Local pension expense of \$254,744 and Police and Firemen pension expense of \$344,084, which includes the changes in the collective net pension liability, projected earnings on pension plan investments, and the amortization of deferred outflows of resources and deferred inflows of resources for the current period.

Deferred Outflows of Resources and Deferred Inflows of Resources. At December 31, 2016, the City reported deferred outflows of resources and deferred inflows of resources related to pensions for Local and Police and Firemen groups from the following sources:

CITY OF BONNER SPRINGS, KANSAS
 NOTES TO THE FINANCIAL STATEMENTS
 Year ended December 31, 2016

IV. OTHER INFORMATION (Continued)

B. Defined Benefit Pension Plan (Continued)

	<u>Deferred outflows of resources</u>	<u>Deferred inflows of resources</u>
Differences between actual and expected experience	\$ 165,409	\$ 76,335
Net differences between projected and actual earnings on investments	680,141	-
Changes in assumptions	-	41,888
Changes in proportion	252,025	199,024
Total	<u>\$ 1,097,575</u>	<u>\$ 317,247</u>

\$318,867 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2017. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31,	<u>Local</u> Deferred		<u>Police and firemen</u> Deferred		<u>Total</u>
	[Inflows]	Outflows	[Inflows]	Outflows	
	<u>Amount</u>		<u>Amount</u>		
2017	\$ 45,482	\$ 81,389	\$ 126,871		\$ 126,871
2018	45,482	81,389	126,871		126,871
2019	138,331	185,630	323,961		323,961
2020	96,108	96,981	193,089		193,089
2021	12,841	[3,305]	9,536		9,536
Total	<u>\$ 338,244</u>	<u>\$ 442,084</u>	<u>\$ 780,328</u>		<u>\$ 780,328</u>

C. Interfund Transactions

At December 31, 2016, the City had the following interfund receivables and payables:

	<u>Due From</u>	<u>Due To</u>
General Fund	\$ 159	\$ -
Other Governmental Funds	-	9,849
Water Treatment/Distribution Fund	9,849	-
Library Fund	-	159
Total	<u>\$ 10,008</u>	<u>\$ 10,008</u>

The City uses interfund receivables and payables as needed when cash is negative within a fund. All payables are cleared in less than one year.

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
Year ended December 31, 2016

IV. OTHER INFORMATION (Continued)

D. Interfund Transfers

A reconciliation of all transfers by fund type for 2016 follows:

	<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory Authority</u>
General		Bonner Springs Center CID City Contribution	\$ 41,987	Ordinance 2178
General		Economic Development	1,570	Ordinance 2178
General		Emergency Medical	484,801	Ordinance 2178
General		Senior Center	42,471	Ordinance 2178
General		Street Projects	267,451	Ordinance 2178
General		Swimming Pool	59,746	Ordinance 2178
General		Tiblow Transit	14,470	Ordinance 2178
General		Wastewater Collection/Treatment	7,388	Ordinance 2178
2016-A GO Bonds		Wastewater Treatment Plant Screening	98,520	Bond Ordinance
Capital Improvement Sales Tax		Street Projects	300,000	Ordinance 2178
Drug & Alcohol		General	42,650	Ordinance 2178
Emergency Services Capital		Debt Service	263,240	Ordinance 2178
Library Sales Tax		Debt Service	461,188	Ordinance 2178
Solid Waste		General	11,500	K.S.A. 12-825d
Stormwater		Debt Service	19,866	K.S.A. 12-825d
Wastewater Collection/Treatment		General	49,700	K.S.A. 12-825d
Wastewater Collection/Treatment		2016-A G.O. Bond	253,800	Bond Ordinance
Water Treatment/Distribution		General	149,100	Ordinance 2178
Water Treatment/Distribution		2016-A G.O. Bond	96,174	Bond Ordinance
Water Treatment/Distribution		Debt Service	21,714	K.S.A. 12-825d
		Total	<u>\$ 1,767,453</u>	

E. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. No significant reductions in insurance coverage from that of the prior year have occurred. Settlements have not exceeded commercial insurance coverage in any of the past three fiscal years.

F. Postemployment Healthcare Plan

Plan Description. The City provides for a continuation of medical, prescription drug, hearing and vision insurance benefits to eligible early retirees and their spouses. The City provides retiree healthcare benefits through the Midwest Public Risk (MPR), which is a risk pool comprised of approximately 115 entity members. It has been determined that MPR functions as an agent multiple-employer plan. K.S.A. 12-5040 requires all local governmental entities in the state that provide a group health care plan to make participation available to all retirees and dependents until the retiree reaches the age of 65 years. No separate financial report is issued for the Plan.

Funding Policy. The contribution requirements of plan participants and the City are established and amended by the City. The required contribution is based on projected pay-as-you-go financing requirements. Plan participants contributed approximately 100% of the total premiums to the Plan, through their required contribution of \$6,326 to \$9,743 (depending on the retiree selected coverage level) per year for retiree-only coverage and \$14,677 to \$22,704 per year for retiree plus spouse or children coverage, and \$17,388 to \$26,325 per year for retiree and family coverage.

CITY OF BONNER SPRINGS, KANSAS
 NOTES TO THE FINANCIAL STATEMENTS
 Year ended December 31, 2016

IV. OTHER INFORMATION (Continued)

F. Postemployment Healthcare Plan (Continued)

Annual OPEB Cost and Net OPEB Obligation. The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

The following table shows the components of the City's annual OPEB cost for the Plan for the year, the amount actually contributed to the plan, and the changes in the City's net OPEB obligation to the Plan:

Annual required contribution (ARC)	\$ 24,528
Interest on Net OPEB Obligation	11,762
Adjustment to the ARC	<u>[15,356]</u>
Annual OPEB cost (expense)	20,934
Benefit payments	<u>5,000</u>
Change in net OPEB obligation	15,934
Net OPEB obligation - beginning of year	<u>261,387</u>
Net OPEB obligation - end of year	<u><u>\$ 277,321</u></u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the year ended December 31, 2016 was as follows:

Fiscal Year Ended	Annual OPEB Cost	Annual OPEB Cost Contributed	Net OPEB Obligation
December 31, 2016	\$ 20,934	\$ 5,000	\$ 277,321
December 31, 2015	32,469	12,000	256,552
December 31, 2014	30,118	10,000	236,083

Funding Status and Funding Progress. As of July 1, 2015, the most recent actuarial valuation date, the Plan was not funded. The actuarial accrued liability for benefits was \$159,354 and the actuarial value of asset was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$159,354. The covered payroll (annual payroll of active employees covered by the plan) was \$4,271,696, and the ratio of the UAAL to the covered payroll was 3.73%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statement, presents multiyear trend information about whether the actuarial value of plan assets (if any) are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2016

IV. OTHER INFORMATION (Continued)

F. Postemployment Healthcare Plan (Continued)

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan participants) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan participants to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

As of July 1, 2015, the most recent actuarial valuation date, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.50% investment rate of return, which is the rate of the employer's own investments as there are no plan assets and an annual healthcare cost trend of 7.00% initially, reduced by decrements to an ultimate rate of 5.00% after six years. The UAAL is being amortized as a level dollar over an open thirty-year period.

G. Related Party Transaction

During the year ended December 31, 2016, the City paid \$2,367 to a publishing company owned by a City Council member.

H. Tax Abatements

Property tax abatements are authorized under Kansas statutes KSA 12-1740 et seq. and KSA 79-201a and subject to City policies. The City's objective through these tax abatement programs is to retain and expand existing businesses; attract new commercial/retail and industrial businesses; add new jobs within the community; develop housing opportunities for a variety of income levels; stimulate additional private investment and improve the overall quality of life for its citizens.

Tax Increment Financing

TIF is an economic development tool established by the Kansas TIF Act (KSA 12-1770 et seq) and subject to City Policy (GB-06-02) to aid in financing projects for substantial public benefit. Public benefits can include 1) development, redevelopment and revitalization of central business areas, blighted areas, and environmentally contaminated areas located within the City, 2) creation and retention of jobs and 3) expansion of the economic and tax base of the City.

The City currently has one TIF project which is on a Pay-As-You-Go basis and works by reimbursing a portion of the incremental increase in property tax generated within the TIF district to the property owner. The base value (prior to improvements) is not subject to the rebate and is retained by the applicable jurisdictions.

Applicants must submit a detailed, written application to the City, which will undergo due diligence and analysis before it is presented to the City's governing body for consideration. If a TIF District is established and a Project Plan is approved, the process also includes a Redevelopment Agreement that specifies performance certification and reimbursement requirements. City staff works with the property owner to certify eligible expenses and compliance with the agreement. Because reimbursements are not paid until after improvements are put in place, agreement compliance is met, eligible expenses are certified, and property tax distributions are made to the City, there are no provisions for recapturing taxes.

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2016

H. Tax Abatements (Continued)

Below is the only TIF project which was active in 2016.

TIF Project Plan				
District	Purpose	Base Year	Expires	2016 Property Tax Reimbursement
Bonner Springs Pointe(K-7 & Ks. Ave)	Construction of approximately 90,000 sq. ft. of retail and commercial space	2009	2029	\$38,499

Community Improvement District (CID)

Community Improvement Districts (CIDs) are an economic development tool established by the Kansas CID Act (KSA12-6a26 through KSA 12-6a36 inclusive) and subject to City policy (GB- 10-01) to assist in financing certain improvement projects which provide a public benefit such as: strengthen economic development and employment opportunities, reduce blight, upgrade older real estate through redevelopment or rehabilitation, enhance tourism or promote sustainability. If a CID is approved the City and applicant enter into an agreement that specifies performance, certification, and reimbursement requirements. City staff works with the property owner to certify eligible expenses and compliance with the agreement. When the project begins to generate CID revenues, the City staff tracks the CID revenues and distributes those revenues to the property owner.

Bonner Springs established its first CID for improvements to the Bonner Springs Center at K-7 & KS. Ave. in 2011. The Development Agreement provides up to \$1,400,000 to reimburse eligible costs for defined improvements on a pay-as-you-go basis, funded by a CID sales tax of 1%.

Community Improvement District (CID)					
CID Sales Tax					
Name	Rate	Start	Expires	Purpose	2016 Reimbursement Amount
Bonner Springs Center	1.00%	1/1/2011	12/31/2033	Acquisition and improvement of a retail strip shopping center, a retail store, and a restaurant and site improvements related thereto located on the property.	\$64,854

Neighborhood Revitalization Program

The City of Bonner Springs has four established neighborhood revitalization areas, three of which received tax rebates in 2016. NRAs are authorized under Kansas state statutes K.S.A. 12-117.

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2016

H. Tax Abatements (Continued)

NRAs are provided to assist with spurring investment and revitalization of properties which can benefit a neighborhood and the general public. The program works by rebating a portion of the incremental increase in property taxes resulting from the improvement back to the owner. Participation in the program and percentage of rebate and duration are determined by the City of Bonner Springs, Bonner Springs/Edwardsville School District, Wyandotte County, and Kansas City, Ks Community College. Because the rebate is not given until after improvements are in place and property taxes are paid each year, there are no provisions for recapturing taxes.

Neighborhood Revitalization Plans			
Plan	Purpose	Type & % Abatement in 2016	2016 Rebate Paid
Plan Area 1 (application for program began in 1997 and expired in 2010)	Revitalization of specific areas of town including the downtown area	Residential, Commercial, Industrial - New & Rehab - 95% rebate, (Rehab - 5 yrs., New -10 years)	\$30,993
Plan Area 3 (application for program began in 2009 and expired in 2015)	Revitalization of specific areas mainly in the North portion of the City	Residential, Commercial, Industrial - New construction only - 75% rebate/2 yrs., 50% rebate/3 yrs. (total 5 yr. rebate), Min. Investment of \$140,000 appraised value for New structures	\$32,890
Plan Area 4 (application for program began in 2009 and expired in 2015)	Revitalization of specific areas of town including the downtown area	Residential, Commercial, Industrial - New & Rehab , 75% rebate/2 yrs., 50% rebate/3 yrs. (total 5 yr. rebate), Min. Investment of \$140,000 appraised value for New structures	\$3,272

*New/Rehab Single Family Residential, Commercial & Industrial – New Min. Investment of \$170,000 appraised value.

New/Rehab Duplex & Multifamily – New must have Min. Investment of \$200,000 appraised value.

Senior Housing Tax Credit Projects – New Single Family – Min. Investment of \$170,000 appraised value.

Senior Housing Tax Credit Projects – New Duplex & Multifamily – Min. Investment of \$200,000 appraised value.

CITY OF BONNER SPRINGS, KANSAS
 OTHER POST-EMPLOYMENT BENEFITS
 REQUIRED SUPPLEMENTARY INFORMATION
 Year ended December 31, 2016

Schedule of Funding Progress:

Actuarial Valuation <u>Date</u>	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded AAL (b) - (a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as Percent of Payroll (b-a)/(c)
7/1/2015	\$ -	\$ 159,354	\$ 159,354	0.00%	\$ 4,271,696	3.73%
7/1/2013	-	312,289	312,289	0.00%	4,211,840	7.41%
7/1/2011	-	233,461	233,461	0.00%	3,614,148	6.46%

CITY OF BONNER SPRINGS, KANSAS
 OTHER POST-EMPLOYMENT BENEFITS
 REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
 Year ended December 31, 2016

Schedule of the City's Proportionate Share of the Net Pension Liability
 Last Ten Fiscal Years*

	Local <u>12/31/2016</u>	Police and Firemen <u>12/31/2016</u>	Local <u>12/31/2015</u>	Police and Firemen <u>12/31/2015</u>
City's proportion of the net pension liability	0.168%	0.307%	0.160%	0.333%
City's proportionate share of the net pension liability	\$ 2,600,959	\$ 2,847,988	\$ 2,104,757	\$ 2,415,670
City's covered-employee payroll	\$ 2,919,046	\$ 1,537,517	\$ 2,614,078	\$ 1,466,782
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	89.10%	185.23%	80.52%	164.69%
Plan fiduciary net position as a percentage of the total net pension liability	68.55%	69.30%	71.98%	74.60%

* The amounts presented for each fiscal year were determined as of 12/31. Data became available with the inception of GASB 68 during fiscal year 2015, therefore, 10 years of data is unavailable.

Schedule of the City's Contributions
 Last Ten Fiscal Years*

	Local <u>12/31/2016</u>	Police and Firemen <u>12/31/2016</u>	Local <u>12/31/2015</u>	Police and Firemen <u>12/31/2015</u>
Contractually required contribution	\$ 267,615	\$ 318,204	\$ 276,725	\$ 328,414
Contributions in relation to the contractually required contribution	<u>267,615</u>	<u>318,204</u>	<u>276,725</u>	<u>328,414</u>
Contribution excess [deficiency]	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered-employee payroll	\$ 2,915,198	\$ 1,558,298	\$ 2,919,046	\$ 1,537,517
Contributions as a percentage of covered-employee payroll	9.18%	20.42%	9.48%	21.36%

* Data became available with the inception of GASB 68 during fiscal year 2015, therefore, 10 years of data is unavailable.

CITY OF BONNER SPRINGS, KANSAS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

December 31, 2016

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 2,488,620	\$ 798,338	\$ 3,286,958
Receivables (net of allowance for uncollectibles)			
Accounts	<u>68,314</u>	<u>-</u>	<u>68,314</u>
Total assets	<u>\$ 2,556,934</u>	<u>\$ 798,338</u>	<u>\$ 3,355,272</u>
LIABILITIES AND EQUITY			
LIABILITIES			
Accounts payable	\$ 5,394	\$ 43,482	\$ 48,876
Accrued liabilities	10,822	-	10,822
Due to other entities	23,680	11,840	35,520
Due to other funds	<u>259</u>	<u>9,590</u>	<u>9,849</u>
Total liabilities	<u>40,155</u>	<u>64,912</u>	<u>105,067</u>
EQUITY			
Fund balances			
Restricted	1,519,373	733,426	2,252,799
Committed	841,493	-	841,493
Assigned	<u>155,913</u>	<u>-</u>	<u>155,913</u>
Total equity	<u>2,516,779</u>	<u>733,426</u>	<u>3,250,205</u>
Total liabilities and equity	<u>\$ 2,556,934</u>	<u>\$ 798,338</u>	<u>\$ 3,355,272</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended December 31, 2016

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total</u>
Revenues			
Taxes	\$ 1,526,781	\$ 522,233	\$ 2,049,014
Intergovernmental	522,732	11,869	534,601
Charges for services	744,878	-	744,878
Use of money and property	4,486	1,600	6,086
Reimbursements	90,262	-	90,262
Miscellaneous	6,555	6,267	12,822
Total revenues	<u>2,895,694</u>	<u>541,969</u>	<u>3,437,663</u>
Expenditures			
Current			
General government	292,511	-	292,511
Public safety	755,043	-	755,043
Public works	137,274	-	137,274
Culture and recreation	421,260	-	421,260
Economic development	364,590	-	364,590
Capital outlay	1,117,182	549,322	1,666,504
Total expenditures	<u>3,087,860</u>	<u>549,322</u>	<u>3,637,182</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[192,166]</u>	<u>[7,353]</u>	<u>[199,519]</u>
Other financing sources [uses]			
Gain on sale of assets	-	13,000	13,000
Transfers in	1,212,496	98,520	1,311,016
Transfers out	<u>[823,704]</u>	<u>[263,240]</u>	<u>[1,086,944]</u>
Total other financing sources [uses]	<u>388,792</u>	<u>[151,720]</u>	<u>237,072</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	196,626	[159,073]	37,553
Fund balances, January 1	<u>2,320,153</u>	<u>892,499</u>	<u>3,212,652</u>
Fund balance, December 31	<u>\$ 2,516,779</u>	<u>\$ 733,426</u>	<u>\$ 3,250,205</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 December 31, 2016

ASSETS	Emergency <u>Medical</u>	Centennial <u>Park</u>	Convention & Tourism <u>Promotion</u>	Drug & <u>Alcohol</u>	<u>Soccer</u>	Economic <u>Development</u>	Park <u>Dedication</u>
Cash and cash equivalents	\$ 9,879	\$ 530	\$ 142,187	\$ 124,898	\$ 6,754	\$ -	\$ 73,013
Receivables							
Accounts	<u>61,375</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 71,254</u>	<u>\$ 530</u>	<u>\$ 142,187</u>	<u>\$ 124,898</u>	<u>\$ 6,754</u>	<u>\$ -</u>	<u>\$ 73,013</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable	\$ 2,005	\$ -	\$ 961	\$ -	\$ -	\$ -	\$ -
Due to other entities	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Accrued liabilities	<u>7,874</u>	<u>-</u>	<u>365</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>9,879</u>	<u>-</u>	<u>1,326</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Restricted	61,375	-	140,861	124,898	6,754	-	-
Committed	-	530	-	-	-	-	73,013
Assigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances [deficit]	<u>61,375</u>	<u>530</u>	<u>140,861</u>	<u>124,898</u>	<u>6,754</u>	<u>-</u>	<u>73,013</u>
Total liabilities and fund balances	<u>\$ 71,254</u>	<u>\$ 530</u>	<u>\$ 142,187</u>	<u>\$ 124,898</u>	<u>\$ 6,754</u>	<u>\$ -</u>	<u>\$ 73,013</u>

<u>Risk Management</u>	<u>Senior Center</u>	<u>Special Parks & Recreation</u>	<u>Street Projects</u>	<u>Summer Ball</u>	<u>Recreation Program</u>	<u>Swimming Pool</u>	<u>Tiblow Transit</u>
\$ 118,080	\$ 951	\$ 145,376	\$ 480,781	\$ 4,654	\$ 51,787	\$ 83	\$ 11,063
-	-	-	-	-	-	-	-
<u>\$ 118,080</u>	<u>\$ 951</u>	<u>\$ 145,376</u>	<u>\$ 480,781</u>	<u>\$ 4,654</u>	<u>\$ 51,787</u>	<u>\$ 83</u>	<u>\$ 11,063</u>
\$ 1,095	\$ 261	\$ -	\$ -	\$ -	\$ 85	\$ 83	\$ 434
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	<u>690</u>	-	-	-	<u>1,350</u>	-	<u>543</u>
<u>1,095</u>	<u>951</u>	-	-	-	<u>1,435</u>	<u>83</u>	<u>977</u>
-	-	-	-	-	-	-	[1,650]
100,713	-	145,376	465,477	4,654	50,352	-	-
<u>16,272</u>	-	-	<u>15,304</u>	-	-	-	<u>11,736</u>
<u>116,985</u>	-	<u>145,376</u>	<u>480,781</u>	<u>4,654</u>	<u>50,352</u>	-	<u>10,086</u>
<u>\$ 118,080</u>	<u>\$ 951</u>	<u>\$ 145,376</u>	<u>\$ 480,781</u>	<u>\$ 4,654</u>	<u>\$ 51,787</u>	<u>\$ 83</u>	<u>\$ 11,063</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS (Continued)
 December 31, 2016

	FEMA Mitigation Grant	Senior Center Activities	PHA Investment	LLEBG Grant #98-07	Library Sales Tax
ASSETS					
Cash and cash equivalents	\$ -	\$ 1,430	\$ 186,847	\$ 132	\$ 521,669
Receivables					
Accounts	-	25	-	-	-
	<u>-</u>	<u>25</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ -</u>	<u>\$ 1,455</u>	<u>\$ 186,847</u>	<u>\$ 132</u>	<u>\$ 521,669</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	\$ -	\$ 77	\$ -	\$ -	\$ -
Due to other entities	-	-	-	-	11,840
Due to other funds	259	-	-	-	-
Accrued liabilities	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>259</u>	<u>77</u>	<u>-</u>	<u>-</u>	<u>11,840</u>
Fund balances					
Restricted	[259]	-	186,847	132	509,829
Committed	-	1,378	-	-	-
Assigned	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances [deficit]	<u>[259]</u>	<u>1,378</u>	<u>186,847</u>	<u>132</u>	<u>509,829</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$ 1,455</u>	<u>\$ 186,847</u>	<u>\$ 132</u>	<u>\$ 521,669</u>

<u>Stormwater</u>	<u>Bonner Springs Center CID City Contribution</u>	<u>Bonner Springs Center CID Sales Tax</u>	<u>Bonner Springs Fire Equipment Grant</u>	<u>Capital Improvement Sales Tax</u>	<u>Westgate TIF Funding</u>	<u>Bonner Springs TIF Increment</u>	<u>Totals</u>
\$ 229,163	\$ -	\$ -	\$ 9,476	\$ 355,047	\$ 14,820	\$ -	\$ 2,488,620
<u>6,914</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>68,314</u>
<u>\$ 236,077</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,476</u>	<u>\$ 355,047</u>	<u>\$ 14,820</u>	<u>\$ -</u>	<u>\$ 2,556,934</u>
\$ 360	\$ -	\$ -	\$ -	\$ -	\$ 33	\$ -	\$ 5,394
-	-	-	-	11,840	-	-	23,680
-	-	-	-	-	-	-	259
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,822</u>
<u>360</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,840</u>	<u>33</u>	<u>-</u>	<u>40,155</u>
214,254	-	-	9,476	252,069	14,787	-	1,519,373
-	-	-	-	-	-	-	841,493
<u>21,463</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>91,138</u>	<u>-</u>	<u>-</u>	<u>155,913</u>
<u>235,717</u>	<u>-</u>	<u>-</u>	<u>9,476</u>	<u>343,207</u>	<u>14,787</u>	<u>-</u>	<u>2,516,779</u>
<u>\$ 236,077</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,476</u>	<u>\$ 355,047</u>	<u>\$ 14,820</u>	<u>\$ -</u>	<u>\$ 2,556,934</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended December 31, 2016

	Emergency <u>Medical</u>	Centennial <u>Park</u>	Convention & <u>Tourism</u>	Drug & <u>Alcohol</u>	<u>Soccer</u>	Economic <u>Development</u>
Revenues						
Taxes	\$ -	\$ -	\$ 102,243	\$ 72,819	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Use of money and property	-	-	303	206	23	7
Charges for services	281,578	-	-	-	13,908	3,000
Reimbursements	-	-	100	-	-	-
Miscellaneous	-	130	-	-	-	-
Total revenues	<u>281,578</u>	<u>130</u>	<u>102,646</u>	<u>73,025</u>	<u>13,931</u>	<u>3,007</u>
Expenditures						
General government	-	-	116,008	-	-	-
Public safety	755,043	-	-	-	-	-
Public works	-	-	-	-	-	-
Culture and recreation	-	30	-	12,415	16,612	-
Economic development	-	-	-	-	-	8,861
Capital outlay	1,058	-	950	1,100	-	-
Total expenditures	<u>756,101</u>	<u>30</u>	<u>116,958</u>	<u>13,515</u>	<u>16,612</u>	<u>8,861</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[474,523]</u>	<u>100</u>	<u>[14,312]</u>	<u>59,510</u>	<u>[2,681]</u>	<u>[5,854]</u>
Other financing sources [uses]						
Transfers in	484,801	-	-	-	-	1,570
Transfers [out]	-	-	-	[42,650]	-	-
Total other financing sources [uses]	<u>484,801</u>	<u>-</u>	<u>-</u>	<u>[42,650]</u>	<u>-</u>	<u>1,570</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>10,278</u>	<u>100</u>	<u>[14,312]</u>	<u>16,860</u>	<u>[2,681]</u>	<u>[4,284]</u>
Fund balances [deficit], January 1	<u>51,097</u>	<u>430</u>	<u>155,173</u>	<u>108,038</u>	<u>9,435</u>	<u>4,284</u>
Fund balances [deficit], December 31	<u>\$ 61,375</u>	<u>\$ 530</u>	<u>\$ 140,861</u>	<u>\$ 124,898</u>	<u>\$ 6,754</u>	<u>\$ -</u>

<u>Park Dedication</u>	<u>Risk Management</u>	<u>Senior Center</u>	<u>Special Parks & Recreation</u>	<u>Street Projects</u>	<u>Summer Ball</u>	<u>Recreation Program</u>	<u>Swimming Pool</u>	<u>Tiblow Transit</u>
\$ -	\$ -	\$ -	\$ 72,819	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	6,450	-	369,134	-	-	-	51,880
128	230	-	220	1,080	65	140	-	-
11,000	-	-	-	-	30,905	120,990	161,917	6,618
-	82,129	90	-	-	3,150	-	4,793	-
-	-	-	3,175	-	50	500	45	2,655
<u>11,128</u>	<u>82,359</u>	<u>6,540</u>	<u>76,214</u>	<u>370,214</u>	<u>34,170</u>	<u>121,630</u>	<u>166,755</u>	<u>61,153</u>
-	55,492	49,011	-	-	-	-	-	65,537
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	27,667	-	26,426	115,772	222,338	-
-	-	-	-	-	-	-	-	-
-	6,461	-	-	957,853	32,531	31,728	4,163	-
-	61,953	49,011	27,667	957,853	58,957	147,500	226,501	65,537
<u>11,128</u>	<u>20,406</u>	<u>[42,471]</u>	<u>48,547</u>	<u>[587,639]</u>	<u>[24,787]</u>	<u>[25,870]</u>	<u>[59,746]</u>	<u>[4,384]</u>
-	-	42,471	-	567,451	-	-	59,746	14,470
-	-	-	-	-	-	-	-	-
-	-	42,471	-	567,451	-	-	59,746	14,470
11,128	20,406	-	48,547	[20,188]	[24,787]	[25,870]	-	10,086
61,885	96,579	-	96,829	500,969	29,441	76,222	-	-
<u>\$ 73,013</u>	<u>\$ 116,985</u>	<u>\$ -</u>	<u>\$ 145,376</u>	<u>\$ 480,781</u>	<u>\$ 4,654</u>	<u>\$ 50,352</u>	<u>\$ -</u>	<u>\$ 10,086</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
For the Year Ended December 31, 2016

	FEMA Mitigation <u>Grant</u>	Senior Center <u>Activities</u>	PHA <u>Investment</u>	LLEBG Grant <u>#98-07</u>	Library Sales <u>Tax</u>	<u>Stormwater</u>
Revenues						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 522,234	\$ -
Intergovernmental	-	-	-	-	-	-
Use of money and property	-	-	366	-	562	463
Charges for services	-	5,345	-	-	-	109,617
Reimbursements	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total revenues	-	5,345	366	-	522,796	110,080
Expenditures						
General government	-	5,291	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	137,274
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Capital outlay	-	-	-	-	26,462	-
Total expenditures	-	5,291	-	-	26,462	137,274
Excess [deficiency] of revenues over [under] expenditures	-	54	366	-	496,334	[27,194]
Other financing sources [uses]						
Transfers in	-	-	-	-	-	-
Transfers [out]	-	-	-	-	[461,188]	[19,866]
Total other financing sources [uses]	-	-	-	-	[461,188]	[19,866]
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	-	54	366	-	35,146	[47,060]
Fund balances [deficit], January 1	[259]	1,324	186,481	132	474,683	282,777
Fund balances [deficit], December 31	\$ [259]	\$ 1,378	\$ 186,847	\$ 132	\$ 509,829	\$ 235,717

Bonner Springs Center CID City Contribution	Bonner Springs Center CID Sales Tax	Bonner Springs Fire Equipment Grant	Capital Improvement Sales Tax	Westgate TIF Funding	Bonner Springs TIF Increment	Total
\$ -	\$ -	\$ -	\$ 522,233	\$ -	\$ 234,433	\$ 1,526,781
-	68,268	-	-	27,000	-	522,732
-	-	-	693	-	-	4,486
-	-	-	-	-	-	744,878
-	-	-	-	-	-	90,262
-	-	-	-	-	-	6,555
-	68,268	-	522,926	27,000	234,433	2,895,694
-	-	-	-	-	1,172	292,511
-	-	-	-	-	-	755,043
-	-	-	-	-	-	137,274
-	-	-	-	-	-	421,260
41,987	68,268	-	-	12,213	233,261	364,590
-	-	-	54,876	-	-	1,117,182
41,987	68,268	-	54,876	12,213	234,433	3,087,860
[41,987]	-	-	468,050	14,787	-	[192,166]
41,987	-	-	-	-	-	1,212,496
-	-	-	[300,000]	-	-	[823,704]
41,987	-	-	[300,000]	-	-	388,792
-	-	-	168,050	14,787	-	196,626
-	-	9,476	175,157	-	-	2,320,153
\$ -	\$ -	\$ 9,476	\$ 343,207	\$ 14,787	\$ -	\$ 2,516,779

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECT FUNDS
 December 31, 2016

	Riverview Waterline <u>Relocate</u>	Powell Drive/43rd <u>Street</u>	Bonner Pointe <u>TIF Fund</u>	Emergency Services <u>Capital</u>
ASSETS				
Cash and investments	\$ -	\$ 530,727	\$ 2,343	\$ 230,713
Total assets	<u>\$ -</u>	<u>\$ 530,727</u>	<u>\$ 2,343</u>	<u>\$ 230,713</u>
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ 43,482
Due to other entities	-	-	-	11,840
Due to other funds	<u>522</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>522</u>	<u>-</u>	<u>-</u>	<u>55,322</u>
FUND BALANCES				
Restricted	<u>[522]</u>	<u>530,727</u>	<u>2,343</u>	<u>175,391</u>
Total fund balances [deficit]	<u>[522]</u>	<u>530,727</u>	<u>2,343</u>	<u>175,391</u>
Total liabilities and equity	<u>\$ -</u>	<u>\$ 530,727</u>	<u>\$ 2,343</u>	<u>\$ 230,713</u>

<u>Sidewalk Escrow</u>	<u>Morse Ave Waterline</u>	<u>Water Plant Upgrades</u>	<u>Wastewater Treatment Plant Screening</u>	<u>Totals</u>
\$ 34,555	\$ -	\$ -	\$ -	\$ 798,338
<u>\$ 34,555</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 798,338</u>
\$ -	\$ -	\$ -	\$ -	\$ 43,482
-	-	-	-	11,840
-	4,680	4,388	-	9,590
-	4,680	4,388	-	64,912
34,555	[4,680]	[4,388]	-	733,426
34,555	[4,680]	[4,388]	-	733,426
<u>\$ 34,555</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 798,338</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECT FUNDS
 For the Year Ended December 31, 2016

	Riverview Waterline <u>Relocate</u>	Powell Drive/43rd <u>Street</u>	Bonner Pointe <u>TIF Fund</u>	Emergency Services <u>Capital</u>
Revenues				
Use of money and property	\$ -	\$ 1,038	\$ -	\$ 494
Taxes	-	-	-	522,233
Intergovernmental	11,869	-	-	-
Miscellaneous	-	5,000	-	1,235
Total revenues	<u>11,869</u>	<u>6,038</u>	<u>-</u>	<u>523,962</u>
Expenditures				
Capital outlay	-	-	-	449,140
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>449,140</u>
Excess [deficiency] of revenues over [under] expenditures	<u>11,869</u>	<u>6,038</u>	<u>-</u>	<u>74,822</u>
Other financing sources [uses]				
Gain on sale of asset	-	-	-	13,000
Transfers in	-	-	-	-
Transfers [out]	-	-	-	[263,240]
Total other financing sources [uses]	<u>-</u>	<u>-</u>	<u>-</u>	<u>[250,240]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>11,869</u>	<u>6,038</u>	<u>-</u>	<u>[175,418]</u>
Fund balances [deficit], January 1	<u>[12,391]</u>	<u>524,689</u>	<u>2,343</u>	<u>350,809</u>
Fund balances [deficit], December 31	<u>\$ [522]</u>	<u>\$ 530,727</u>	<u>\$ 2,343</u>	<u>\$ 175,391</u>

<u>Sidewalk Escrow</u>	<u>Morse Ave Waterline</u>	<u>Water Plant Upgrades</u>	<u>Wastewater Treatment Plant Screening</u>	<u>Totals</u>
\$ 68	\$ -	\$ -	\$ -	\$ 1,600
-	-	-	-	522,233
-	-	-	-	11,869
<u>-</u>	<u>-</u>	<u>32</u>	<u>-</u>	<u>6,267</u>
<u>68</u>	<u>-</u>	<u>32</u>	<u>-</u>	<u>541,969</u>
<u>-</u>	<u>217</u>	<u>1,445</u>	<u>98,520</u>	<u>549,322</u>
<u>-</u>	<u>217</u>	<u>1,445</u>	<u>98,520</u>	<u>549,322</u>
<u>68</u>	<u>[217]</u>	<u>[1,413]</u>	<u>[98,520]</u>	<u>[7,353]</u>
-	-	-	-	13,000
-	-	-	98,520	98,520
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>[263,240]</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>98,520</u>	<u>[151,720]</u>
68	[217]	[1,413]	-	[159,073]
<u>34,487</u>	<u>[4,463]</u>	<u>[2,975]</u>	<u>-</u>	<u>892,499</u>
<u>\$ 34,555</u>	<u>\$ [4,680]</u>	<u>\$ [4,388]</u>	<u>\$ -</u>	<u>\$ 733,426</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - ACTUAL AND BUDGET
 EMERGENCY MEDICAL SERVICE FUND
 For the Year Ended December 31, 2016

	GAAP Basis Actual	Adjustments	Budgetary Basis Actual	Original Budget	Amended Budget	Variance Positive [Negative]
Revenues						
Charges for services	\$ 281,578	\$ [121,932]	\$ 159,646	\$ 180,000	\$ 180,000	\$ [20,354]
Total revenues	<u>281,578</u>	<u>[121,932]</u>	<u>159,646</u>	<u>180,000</u>	<u>180,000</u>	<u>[20,354]</u>
Expenditures						
Personal services	502,959	-	502,959	567,722	567,722	64,763
Contractual	197,613	[111,654]	85,959	92,572	92,572	6,613
Commodities	54,471	-	54,471	55,350	55,350	879
Capital outlay	1,058	-	1,058	500	500	[558]
Total expenditures	<u>756,101</u>	<u>[111,654]</u>	<u>644,447</u>	<u>716,144</u>	<u>716,144</u>	<u>71,697</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[474,523]</u>	<u>[10,278]</u>	<u>[484,801]</u>	<u>[536,144]</u>	<u>[536,144]</u>	<u>51,343</u>
Other financing sources [uses]						
Transfers in	<u>484,801</u>	<u>-</u>	<u>484,801</u>	<u>536,144</u>	<u>536,144</u>	<u>[51,343]</u>
Total other financing sources [uses]	<u>484,801</u>	<u>-</u>	<u>484,801</u>	<u>536,144</u>	<u>536,144</u>	<u>[51,343]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	10,278	\$ <u>[10,278]</u>	-	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Fund balance, January 1	<u>51,097</u>		<u>-</u>			
Fund balance, December 31	<u>\$ 61,375</u>		<u>\$ -</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - ACTUAL AND BUDGET
 CONVENTION AND TOURISM PROMOTION FUND
 For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Taxes	\$ 102,243	\$ -	\$ 102,243	\$ 90,000	\$ 90,000	\$ 12,243
Reimbursements	100	-	100	-	-	100
Use of money and property	303	-	303	330	330	[27]
Total revenues	<u>102,646</u>	<u>-</u>	<u>102,646</u>	<u>90,330</u>	<u>90,330</u>	<u>12,316</u>
Expenditures						
Personal services	52,494	-	52,494	52,791	52,791	297
Contractual	62,083	-	62,083	68,685	68,685	6,602
Commodities	1,431	-	1,431	1,400	1,400	[31]
Capital outlay	950	-	950	30,000	30,000	29,050
Total expenditures	<u>116,958</u>	<u>-</u>	<u>116,958</u>	<u>152,876</u>	<u>152,876</u>	<u>35,918</u>
Excess [deficiency] of revenues over [under] expenditures	[14,312]	\$ -	[14,312]	\$ [62,546]	\$ [62,546]	\$ 48,234
Fund balance, January 1	<u>155,173</u>		<u>155,173</u>			
Fund balance, December 31	<u>\$ 140,861</u>		<u>\$ 140,861</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
DRUG AND ALCOHOL FUND

For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive <u>[Negative]</u>
Revenues						
Taxes	\$ 72,819	\$ -	\$ 72,819	\$ 55,000	\$ 55,000	\$ 17,819
Use of money and property	206	-	206	200	200	6
Total revenues	<u>73,025</u>	<u>-</u>	<u>73,025</u>	<u>55,200</u>	<u>55,200</u>	<u>17,825</u>
Expenditures						
Contractual services	12,415	[4,000]	8,415	25,000	25,000	16,585
Capital outlay	1,100	-	1,100	-	-	[1,100]
Total expenditures	<u>13,515</u>	<u>[4,000]</u>	<u>9,515</u>	<u>25,000</u>	<u>25,000</u>	<u>15,485</u>
Excess [deficiency] of revenues over [under] expenditures	<u>59,510</u>	<u>4,000</u>	<u>63,510</u>	<u>30,200</u>	<u>30,200</u>	<u>33,310</u>
Other financing sources [uses]						
Transfer [out]	<u>[42,650]</u>	<u>[4,000]</u>	<u>[46,650]</u>	<u>[42,650]</u>	<u>[42,650]</u>	<u>[4,000]</u>
Total other financing sources [uses]	<u>[42,650]</u>	<u>[4,000]</u>	<u>[46,650]</u>	<u>[42,650]</u>	<u>[42,650]</u>	<u>[4,000]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	16,860	<u>\$ -</u>	16,860	<u>\$ [12,450]</u>	<u>\$ [12,450]</u>	<u>\$ 29,310</u>
Fund balance, January 1	<u>108,038</u>		<u>108,038</u>			
Fund balance, December 31	<u>\$ 124,898</u>		<u>\$ 124,898</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
SOCCER FUND

For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Use of money and property	\$ 23	\$ -	\$ 23	\$ -	\$ -	\$ 23
Charges for services	13,908	-	13,908	20,000	20,000	[6,092]
Total revenues	<u>13,931</u>	<u>-</u>	<u>13,931</u>	<u>20,000</u>	<u>20,000</u>	<u>[6,069]</u>
Expenditures						
Personnel services	450	-	450	1,115	1,115	665
Contractual services	8,510	-	8,510	11,500	11,500	2,990
Commodities	<u>7,652</u>	<u>-</u>	<u>7,652</u>	<u>8,500</u>	<u>8,500</u>	<u>848</u>
Total expenditures	<u>16,612</u>	<u>-</u>	<u>16,612</u>	<u>21,115</u>	<u>21,115</u>	<u>4,503</u>
Excess [deficiency] of revenues over [under] expenditures	[2,681]	<u>\$ -</u>	[2,681]	<u>\$ [1,115]</u>	<u>\$ [1,115]</u>	<u>\$ [1,566]</u>
Fund balance, January 1	<u>9,435</u>		<u>9,435</u>			
Fund balance, December 31	<u>\$ 6,754</u>		<u>\$ 6,754</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - ACTUAL AND BUDGET
 ECONOMIC DEVELOPMENT FUND
 For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive <u>[Negative]</u>
Revenues						
Charges for services	\$ 3,000	\$ -	\$ 3,000	\$ -	\$ -	\$ 3,000
Use of money and property	<u>7</u>	<u>-</u>	<u>7</u>	<u>-</u>	<u>-</u>	<u>7</u>
Total revenues	<u>3,007</u>	<u>-</u>	<u>3,007</u>	<u>-</u>	<u>-</u>	<u>3,007</u>
Expenditures						
Contractual services	8,806	-	8,806	12,045	12,045	3,239
Commodities	<u>55</u>	<u>-</u>	<u>55</u>	<u>900</u>	<u>900</u>	<u>845</u>
Total expenditures	<u>8,861</u>	<u>-</u>	<u>8,861</u>	<u>12,945</u>	<u>12,945</u>	<u>4,084</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[5,854]</u>	<u>-</u>	<u>[5,854]</u>	<u>[12,945]</u>	<u>[12,945]</u>	<u>7,091</u>
Other financing sources [uses]						
Transfers in	<u>1,570</u>	<u>-</u>	<u>1,570</u>	<u>8,991</u>	<u>8,991</u>	<u>[7,421]</u>
Total other financing sources [uses]	<u>1,570</u>	<u>-</u>	<u>1,570</u>	<u>8,991</u>	<u>8,991</u>	<u>[7,421]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>[4,284]</u>	<u>\$ -</u>	<u>[4,284]</u>	<u>\$ [3,954]</u>	<u>\$ [3,954]</u>	<u>\$ [330]</u>
Fund balance, January 1	<u>4,284</u>		<u>4,284</u>			
Fund balance, December 31	<u>\$ -</u>		<u>\$ -</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
PARK DEDICATION FUND

For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Charges for services	\$ 11,000	\$ -	\$ 11,000	\$ 5,000	\$ 5,000	\$ 6,000
Use of money and property	128	-	128	100	100	28
Total revenues	<u>11,128</u>	<u>-</u>	<u>11,128</u>	<u>5,100</u>	<u>5,100</u>	<u>6,028</u>
Expenditures						
Contractual services	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess [deficiency] of revenues over [under] expenditures	11,128	<u>\$ -</u>	11,128	<u>\$ 5,100</u>	<u>\$ 5,100</u>	<u>\$ 6,028</u>
Fund balance, January 1	<u>61,885</u>		<u>61,885</u>			
Fund balance, December 31	<u>\$ 73,013</u>		<u>\$ 73,013</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
RISK MANAGEMENT FUND

For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Reimbursements	\$ 82,129	\$ -	\$ 82,129	\$ -	\$ -	\$ 82,129
Use of money and property	230	-	230	250	250	[20]
Total revenues	<u>82,359</u>	<u>-</u>	<u>82,359</u>	<u>250</u>	<u>250</u>	<u>82,109</u>
Expenditures						
Contractual services	55,492	16,272	71,764	131,620	131,620	59,856
Capital outlay	6,461	-	6,461	-	-	[6,461]
Total expenditures	<u>61,953</u>	<u>16,272</u>	<u>78,225</u>	<u>131,620</u>	<u>131,620</u>	<u>53,395</u>
Excess [deficiency] of revenues over [under] expenditures	20,406	<u>\$ [16,272]</u>	4,134	<u>\$ [131,370]</u>	<u>\$ [131,370]</u>	<u>\$ 135,504</u>
Fund balance, January 1	<u>96,579</u>		<u>96,579</u>			
Fund balance, December 31	<u>\$ 116,985</u>		<u>\$ 100,713</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
SENIOR CENTER FUND

For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Intergovernmental	\$ 6,540	\$ -	\$ 6,540	\$ 6,450	\$ 6,450	\$ 90
Total revenues	<u>6,540</u>	<u>-</u>	<u>6,540</u>	<u>6,450</u>	<u>6,450</u>	<u>90</u>
Expenditures						
Personal services	41,886	-	41,886	43,361	43,361	1,475
Contractual services	5,314	-	5,314	5,530	5,530	216
Commodities	<u>1,811</u>	<u>-</u>	<u>1,811</u>	<u>2,300</u>	<u>2,300</u>	<u>489</u>
Total expenditures	<u>49,011</u>	<u>-</u>	<u>49,011</u>	<u>51,191</u>	<u>51,191</u>	<u>2,180</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[42,471]</u>	<u>-</u>	<u>[42,471]</u>	<u>[44,741]</u>	<u>[44,741]</u>	<u>2,270</u>
Other financing sources [uses]						
Transfer in	<u>42,471</u>	<u>-</u>	<u>42,471</u>	<u>44,741</u>	<u>44,741</u>	<u>[2,270]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>-</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, January 1	<u>-</u>		<u>-</u>			
Fund balance, December 31	<u>\$ -</u>		<u>\$ -</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - ACTUAL AND BUDGET
 SPECIAL PARKS AND RECREATION FUND
 For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Intergovernmental	\$ 72,819	\$ -	\$ 72,819	\$ 55,000	\$ 55,000	\$ 17,819
Miscellaneous	3,175	-	3,175	-	-	3,175
Use of money and property	<u>220</u>	<u>-</u>	<u>220</u>	<u>175</u>	<u>175</u>	<u>45</u>
Total revenues	<u>76,214</u>	<u>-</u>	<u>76,214</u>	<u>55,175</u>	<u>55,175</u>	<u>21,039</u>
Expenditures						
Contractual	<u>27,667</u>	<u>[2,405]</u>	<u>25,262</u>	<u>88,420</u>	<u>88,420</u>	<u>63,158</u>
Total expenditures	<u>27,667</u>	<u>[2,405]</u>	<u>25,262</u>	<u>88,420</u>	<u>88,420</u>	<u>63,158</u>
Excess [deficiency] of revenues over [under] expenditures	48,547	<u>\$ 2,405</u>	50,952	<u>\$ [33,245]</u>	<u>\$ [33,245]</u>	<u>\$ 84,197</u>
Fund balance, January 1	<u>96,829</u>		<u>94,424</u>			
Fund balance, December 31	<u>\$ 145,376</u>		<u>\$ 145,376</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
STREET PROJECTS FUND

For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Intergovernmental	\$ 369,134	\$ -	\$ 369,134	\$ 323,862	\$ 323,862	\$ 45,272
Use of money and property	<u>1,080</u>	<u>-</u>	<u>1,080</u>	<u>500</u>	<u>500</u>	<u>580</u>
Total revenues	<u>370,214</u>	<u>-</u>	<u>370,214</u>	<u>324,362</u>	<u>324,362</u>	<u>45,852</u>
Expenditures						
Capital outlay	<u>957,853</u>	<u>[105,796]</u>	<u>852,057</u>	<u>919,100</u>	<u>919,100</u>	<u>67,043</u>
Total expenditures	<u>957,853</u>	<u>[105,796]</u>	<u>852,057</u>	<u>919,100</u>	<u>919,100</u>	<u>67,043</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[587,639]</u>	<u>105,796</u>	<u>[481,843]</u>	<u>[594,738]</u>	<u>[594,738]</u>	<u>112,895</u>
Other financing sources [uses]						
Transfer in	<u>567,451</u>	<u>-</u>	<u>567,451</u>	<u>567,451</u>	<u>567,451</u>	<u>-</u>
Total other financing sources [uses]	<u>567,451</u>	<u>-</u>	<u>567,451</u>	<u>567,451</u>	<u>567,451</u>	<u>-</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>[20,188]</u>	<u>\$ 105,796</u>	<u>85,608</u>	<u>\$ [27,287]</u>	<u>\$ [27,287]</u>	<u>\$ 112,895</u>
Fund balance, January 1	<u>500,969</u>		<u>379,869</u>			
Fund balance, December 31	<u>\$ 480,781</u>		<u>\$ 465,477</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
SUMMER BALL FUND

For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Charges for services	\$ 30,905	\$ -	\$ 30,905	\$ 43,500	\$ 43,500	\$ [12,595]
Reimbursements	3,150	-	3,150	-	-	3,150
Miscellaneous	50	-	50	-	-	50
Use of money and property	<u>65</u>	<u>-</u>	<u>65</u>	<u>-</u>	<u>-</u>	<u>65</u>
Total revenues	<u>34,170</u>	<u>-</u>	<u>34,170</u>	<u>43,500</u>	<u>43,500</u>	<u>[9,330]</u>
Expenditures						
Personal services	6,987	-	6,987	9,450	9,450	2,463
Contractual services	7,436	-	7,436	11,650	11,650	4,214
Commodities	12,003	-	12,003	13,150	13,150	1,147
Capital outlay	<u>32,531</u>	<u>-</u>	<u>32,531</u>	<u>32,600</u>	<u>32,600</u>	<u>69</u>
Total expenditures	<u>58,957</u>	<u>-</u>	<u>58,957</u>	<u>66,850</u>	<u>66,850</u>	<u>7,893</u>
Excess [deficiency] of revenues over [under] expenditures	[24,787]	\$ <u>-</u>	[24,787]	\$ <u>[23,350]</u>	\$ <u>[23,350]</u>	\$ <u>[1,437]</u>
Fund balance, January 1	<u>29,441</u>		<u>29,441</u>			
Fund balance, December 31	\$ <u>4,654</u>		\$ <u>4,654</u>			

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

CITY OF BONNER SPRINGS, KANSAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
RECREATION PROGRAM FUND
For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Charges for services	\$ 120,990	\$ -	\$ 120,990	\$ 174,000	\$ 174,000	\$ [53,010]
Miscellaneous	500	-	500	-	-	500
Use of money and property	<u>140</u>	<u>-</u>	<u>140</u>	<u>-</u>	<u>-</u>	<u>140</u>
Total revenues	<u>121,630</u>	<u>-</u>	<u>121,630</u>	<u>174,000</u>	<u>174,000</u>	<u>[52,370]</u>
Expenditures						
Personal services	96,048	-	96,048	105,180	105,180	9,132
Contractual services	10,653	-	10,653	33,800	33,800	23,147
Commodities	9,071	-	9,071	33,800	33,800	24,729
Capital outlay	<u>31,728</u>	<u>-</u>	<u>31,728</u>	<u>40,600</u>	<u>40,600</u>	<u>8,872</u>
Total expenditures	<u>147,500</u>	<u>-</u>	<u>147,500</u>	<u>213,380</u>	<u>213,380</u>	<u>65,880</u>
Excess [deficiency] of revenues over [under] expenditures	[25,870]	<u>\$ -</u>	[25,870]	<u>\$ [39,380]</u>	<u>\$ [39,380]</u>	<u>\$ 13,510</u>
Fund balance, January 1	<u>76,222</u>		<u>76,222</u>			
Fund balance, December 31	<u>\$ 50,352</u>		<u>\$ 50,352</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
SWIMMING POOL FUND

For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Charges of services	\$ 161,917	\$ -	\$ 161,917	\$ 127,650	\$ 127,650	\$ 34,267
Miscellaneous	45	-	45	-	-	45
Reimbursements	4,793	-	4,793	1,150	1,150	3,643
Total revenues	<u>166,755</u>	<u>-</u>	<u>166,755</u>	<u>128,800</u>	<u>128,800</u>	<u>37,955</u>
Expenditures						
Personal services	130,233	-	130,233	186,995	186,995	56,762
Contractual services	56,097	-	56,097	41,173	41,173	[14,924]
Commodities	36,008	-	36,008	31,530	31,530	[4,478]
Capital outlay	4,163	-	4,163	-	-	[4,163]
Total expenditures	<u>226,501</u>	<u>-</u>	<u>226,501</u>	<u>259,698</u>	<u>259,698</u>	<u>33,197</u>
Excess [deficiency] of revenues over [under] expenditures	[59,746]	-	[59,746]	[130,898]	[130,898]	71,152
Other financing sources [uses]						
Transfer in	59,746	-	59,746	130,898	130,898	[71,152]
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	-	<u>\$ -</u>	-	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, January 1	-		-			
Fund balance, December 31	<u>\$ -</u>		<u>\$ -</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
TIBLOW TRANSIT FUND

For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Intergovernmental	\$ 51,880	\$ -	\$ 51,880	\$ 114,680	\$ 114,680	\$ [62,800]
Charges of services	6,618	-	6,618	2,000	2,000	4,618
Miscellaneous	2,655	-	2,655	3,500	3,500	[845]
Total revenues	<u>61,153</u>	<u>-</u>	<u>61,153</u>	<u>120,180</u>	<u>120,180</u>	<u>[59,027]</u>
Expenditures						
Personal services	40,926	-	40,926	60,213	60,213	19,287
Contractual services	15,784	-	15,784	16,301	16,301	517
Commodities	8,827	-	8,827	18,600	18,600	9,773
Capital outlay	-	11,736	11,736	60,000	60,000	48,264
Total expenditures	<u>65,537</u>	<u>11,736</u>	<u>77,273</u>	<u>155,114</u>	<u>155,114</u>	<u>77,841</u>
Excess [deficiency] of revenues over [under] expenditures	[4,384]	[11,736]	[16,120]	[34,934]	[34,934]	18,814
Other financing sources [uses]						
Transfer in	<u>14,470</u>	<u>-</u>	<u>14,470</u>	<u>34,934</u>	<u>34,934</u>	<u>[20,464]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	10,086	<u>\$ [11,736]</u>	[1,650]	<u>\$ -</u>	<u>\$ -</u>	<u>\$ [1,650]</u>
Fund balance, January 1	<u>-</u>		<u>-</u>			
Fund balance, December 31	<u>\$ 10,086</u>		<u>\$ [1,650]</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - ACTUAL AND BUDGET
LIBRARY SALES TAX FUND

For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Taxes	\$ 522,234	\$ -	\$ 522,234	\$ 467,500	\$ 467,500	\$ 54,734
Use of money and property	<u>562</u>	<u>-</u>	<u>562</u>	<u>100</u>	<u>100</u>	<u>462</u>
Total revenues	<u>522,796</u>	<u>-</u>	<u>522,796</u>	<u>467,600</u>	<u>467,600</u>	<u>55,196</u>
Expenditures						
Capital outlay	<u>26,462</u>	<u>-</u>	<u>26,462</u>	<u>465,510</u>	<u>465,510</u>	<u>439,048</u>
Total expenditures	<u>26,462</u>	<u>-</u>	<u>26,462</u>	<u>465,510</u>	<u>465,510</u>	<u>439,048</u>
Excess [deficiency] of revenues over [under] expenditures	496,334	-	496,334	2,090	2,090	494,244
Other financing sources [uses]						
Transfer [out]	<u>[461,188]</u>	<u>-</u>	<u>[461,188]</u>	<u>[464,609]</u>	<u>[464,609]</u>	<u>3,421</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	35,146	<u>\$ -</u>	35,146	<u>\$ [462,519]</u>	<u>\$ [462,519]</u>	<u>\$ 497,665</u>
Fund balance, January 1	<u>474,683</u>		<u>474,683</u>			
Fund balance, December 31	<u>\$ 509,829</u>		<u>\$ 509,829</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - ACTUAL AND BUDGET
 BONNER SPRINGS CENTER CID CITY CONTRIBUTION FUND
 For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures						
Contractual services	<u>41,987</u>	<u>-</u>	<u>41,987</u>	<u>50,000</u>	<u>50,000</u>	<u>8,013</u>
Total expenditures	<u>41,987</u>	<u>-</u>	<u>41,987</u>	<u>50,000</u>	<u>50,000</u>	<u>8,013</u>
Excess [deficiency] of revenues over [under] expenditures	[41,987]	-	[41,987]	[50,000]	[50,000]	8,013
Other financing sources [uses]						
Transfer in	<u>41,987</u>	<u>-</u>	<u>41,987</u>	<u>50,000</u>	<u>50,000</u>	<u>[8,013]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	-	<u>\$ -</u>	-	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, January 1	<u>-</u>		<u>-</u>			
Fund balance, December 31	<u>\$ -</u>		<u>\$ -</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - ACTUAL AND BUDGET
 BONNER SPRINGS CENTER CID SALES TAX FUND
 For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Intergovernmental	\$ 68,268	\$ -	\$ 68,268	\$ 100,000	\$ 100,000	\$ [31,732]
Total revenues	<u>68,268</u>	<u>-</u>	<u>68,268</u>	<u>100,000</u>	<u>100,000</u>	<u>[31,732]</u>
Expenditures						
Contractual services	<u>68,268</u>	<u>-</u>	<u>68,268</u>	<u>100,000</u>	<u>100,000</u>	<u>31,732</u>
Total expenditures	<u>68,268</u>	<u>-</u>	<u>68,268</u>	<u>100,000</u>	<u>100,000</u>	<u>31,732</u>
Excess [deficiency] of revenues over [under] expenditures	-	<u>\$ -</u>	-	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, January 1	<u>-</u>		<u>-</u>			
Fund balance, December 31	<u>\$ -</u>		<u>\$ -</u>			

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

CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - ACTUAL AND BUDGET
 CAPITAL IMPROVEMENT SALES TAX FUND
 For the Year Ended December 31, 2016

	GAAP Basis <u>Actual</u>	<u>Adjustments</u>	Budgetary Basis <u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	Variance Positive [Negative]
Revenues						
Taxes	\$ 522,233	\$ -	\$ 522,233	\$ 467,500	\$ 467,500	\$ 54,733
Use of money and property	693	-	693	350	350	343
Total revenues	<u>522,926</u>	<u>-</u>	<u>522,926</u>	<u>467,850</u>	<u>467,850</u>	<u>55,076</u>
Expenditures						
Capital outlay	<u>54,876</u>	<u>91,138</u>	<u>146,014</u>	<u>235,000</u>	<u>235,000</u>	<u>88,986</u>
Total expenditures	<u>54,876</u>	<u>91,138</u>	<u>146,014</u>	<u>235,000</u>	<u>235,000</u>	<u>88,986</u>
Excess [deficiency] of revenues over [under] expenditures	468,050	[91,138]	376,912	232,850	232,850	144,062
Other financing sources [uses]						
Transfer out	<u>[300,000]</u>	<u>-</u>	<u>[300,000]</u>	<u>[300,000]</u>	<u>[300,000]</u>	<u>-</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	168,050	<u>\$ [91,138]</u>	76,912	<u>\$ [67,150]</u>	<u>\$ [67,150]</u>	<u>\$ 144,062</u>
Fund balance, January 1	<u>175,157</u>		<u>175,157</u>			
Fund balance, December 31	<u>\$ 343,207</u>		<u>\$ 252,069</u>			

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

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CITY OF BONNER SPRINGS, KANSAS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - ACTUAL AND BUDGET
 DEBT SERVICE FUND
 For the Year Ended December 31, 2016

	GAAP Basis Actual	Adjustment	Budgetary Basis Actual	Original Budget	Final Budget	Variance Positive [Negative]
Revenues						
Taxes	\$ 341,579	\$ -	\$ 341,579	\$ 334,103	\$ 334,103	\$ 7,476
Special assessments	132,006	-	132,006	125,000	125,000	7,006
Use of money and property	1,170	-	1,170	1,200	1,200	[30]
Total revenues	474,755	-	474,755	460,303	460,303	14,452
Expenditures						
Debt service						
Principal	1,017,552	682,448	1,700,000	1,700,000	1,700,000	-
Interest	264,507	247,867	512,374	515,796	515,796	3,422
Cash basis reserve	-	-	-	50,000	50,000	50,000
Total expenditures	1,282,059	930,315	2,212,374	2,265,796	2,265,796	53,422
Excess [deficiency] of revenues over [under] expenditures	[807,304]	[930,315]	[1,737,619]	[1,805,493]	[1,805,493]	67,874
Other financing sources [uses]						
Transfer in	766,008	930,315	1,696,323	1,699,744	1,699,744	[3,421]
Total other financing sources [uses]	766,008	930,315	1,696,323	1,699,744	1,699,744	[3,421]
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	[41,296]	\$ -	[41,296]	\$ [105,749]	\$ [105,749]	\$ 64,453
Fund balance, January 1	243,882		243,882			
Fund balance, December 31	\$ 202,586		\$ 202,586			

CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 December 31, 2016

	Private Purpose Trust			
	Senior Center	Bonner Beautiful	Cemetery	Senior Trust Scholarship
ASSETS				
Cash and cash equivalents	\$ 15,713	\$ 5,947	\$ 5,159	\$ 7,383
Total assets	<u>\$ 15,713</u>	<u>\$ 5,947</u>	<u>\$ 5,159</u>	<u>\$ 7,383</u>
LIABILITIES AND NET POSITION				
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position				
Unreserved				
Undesignated	<u>15,713</u>	<u>5,947</u>	<u>5,159</u>	<u>7,383</u>
Total liabilities and net position	<u>\$ 15,713</u>	<u>\$ 5,947</u>	<u>\$ 5,159</u>	<u>\$ 7,383</u>

Private Purpose Trust (Continued)

<u>Dare Concert</u>	<u>Daly</u>	<u>Recreation Scholarship</u>	<u>Ambulance Trust</u>	<u>Total</u>
\$ 3,906	\$ 17	\$ 30,927	\$ 819	\$ 69,871
<u>\$ 3,906</u>	<u>\$ 17</u>	<u>\$ 30,927</u>	<u>\$ 819</u>	<u>\$ 69,871</u>
\$ -	\$ -	\$ -	\$ -	\$ -
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,906	\$ 17	\$ 30,927	\$ 819	\$ 69,871
<u>\$ 3,906</u>	<u>\$ 17</u>	<u>\$ 30,927</u>	<u>\$ 819</u>	<u>\$ 69,871</u>

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

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CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 December 31, 2016

	Agency Funds				Total
	Service & Court Bonds	Alcohol & Drug Safety	Payroll Clearing	Public Housing	
ASSETS					
Cash and cash equivalents	\$ 44,551	\$ 26,001	\$ 11,581	\$ [202]	\$ 81,931
Total assets	<u>\$ 44,551</u>	<u>\$ 26,001</u>	<u>\$ 11,581</u>	<u>\$ [202]</u>	<u>\$ 81,931</u>
LIABILITIES AND NET POSITION					
Liabilities					
Accounts payable	\$ 44,551	\$ 26,001	\$ 11,581	\$ [202]	\$ 81,931
Total liabilities	<u>44,551</u>	<u>26,001</u>	<u>11,581</u>	<u>[202]</u>	<u>81,931</u>
Net position					
Unreserved					
Undesignated	-	-	-	-	-
Total liabilities and net position	<u>\$ 44,551</u>	<u>\$ 26,001</u>	<u>\$ 11,581</u>	<u>\$ [202]</u>	<u>\$ 81,931</u>

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

CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS

For the Year Ended December 31, 2016

	Private Purpose Trust			
	Senior Center	Bonner Beautiful	Cemetery	Senior Trust Scholarship
Additions				
Charges for services	\$ 225	\$ -	\$ -	\$ 1,745
Interest income	31	12	10	16
Donations	30	-	1,635	20
Total additions	<u>286</u>	<u>12</u>	<u>1,645</u>	<u>1,781</u>
Deductions				
Contractual	<u>24</u>	<u>240</u>	<u>857</u>	<u>3,334</u>
Total deductions	<u>24</u>	<u>240</u>	<u>857</u>	<u>3,334</u>
Change in Net Position	262	[228]	788	[1,553]
Net position, January 1	<u>15,451</u>	<u>6,175</u>	<u>4,371</u>	<u>8,936</u>
Net position, December 31	<u>\$ 15,713</u>	<u>\$ 5,947</u>	<u>\$ 5,159</u>	<u>\$ 7,383</u>

Private Purpose Trust (Continued)

<u>Dare Concert</u>	<u>Daly</u>	<u>Recreation Scholarship</u>	<u>Ambulance Trust</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$ 1,970
-	-	38	1	108
<u>4,000</u>	<u>-</u>	<u>17,570</u>	<u>-</u>	<u>23,255</u>
<u>4,000</u>	<u>-</u>	<u>17,608</u>	<u>1</u>	<u>25,333</u>
<u>5,468</u>	<u>-</u>	<u>6,498</u>	<u>-</u>	<u>16,421</u>
<u>5,468</u>	<u>-</u>	<u>6,498</u>	<u>-</u>	<u>16,421</u>
[1,468]	-	11,110	1	8,912
<u>5,374</u>	<u>17</u>	<u>19,817</u>	<u>818</u>	<u>60,959</u>
<u>\$ 3,906</u>	<u>\$ 17</u>	<u>\$ 30,927</u>	<u>\$ 819</u>	<u>\$ 69,871</u>

See independent auditor's report on the financial statements.