

CITY OF BONNER SPRINGS, KANSAS

FINANCIAL STATEMENTS

Year ending December 31, 2017

This page intentionally left blank.

CITY OF BONNER SPRINGS, KANSAS

Financial Statements
Year ending December 31, 2017

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report	1 - 2
Management's Discussion and Analysis	3 - 8
Basic Financial Statements:	
Government-wide Financial Statements	
Statement of Net Position	9
Statement of Activities	10
Fund Financial Statements	
Balance Sheet - Governmental Funds	11
Reconciliation of the Total Governmental Fund Balances to Net Position of Governmental Activities	12
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	13
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures And Changes in Fund Balances with the Government Wide Statement of Activities	14
Statement of Revenues, Expenditures, and Changes in Fund Balances - Actual and Budget	
General Fund	15 - 17
Library Fund	18
Statement of Net Position - Proprietary Funds	19
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds	20
Statement of Cash Flows - Proprietary Funds	21 - 22
Statement of Fiduciary Net Position	23
Statement of Changes in Fiduciary Net Position	24
Notes to the Financial Statements	25 - 48

CITY OF BONNER SPRINGS, KANSAS

Financial Statements
Year ending December 31, 2017

TABLE OF CONTENTS - CONTINUED

	<u>Page</u>
Required Supplementary Information:	
Schedule of Funding Progress	49
Schedule of the City's Proportionate Share of the Net Pension Liability	50
Schedule of the City's Contributions	50
Combining Statements and Individual Fund Schedules	
Combining Statements - Nonmajor Funds	
Combining Balance Sheet - Nonmajor Governmental Funds	51
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	52
Combining Balance Sheet - Nonmajor Special Revenue Funds	53 - 54
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	55 - 56
Combining Balance Sheet - Nonmajor Capital Project Funds	57
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Project Funds	58
Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance - Actual and Budget:	
Emergency Medical Service Fund	59
Convention and Tourism Promotion Fund	60
Drug and Alcohol Fund	61
Soccer Fund	62
Park Dedication Fund	63
Risk Management Fund	64
Senior Center Fund	65
Special Parks and Recreation Fund	66
Street Projects Fund	67
Summer Ball Fund	68
Recreation Program Fund	69
Swimming Pool Fund	70
Tiblow Transit Fund	71
Library Sales Tax Fund	72
Bonner Springs Center CID City Contribution Fund	73
Bonner Springs Center CID Sales Tax Fund	74
Capital Improvement Sales Tax Fund	75
Debt Service Fund	76

CITY OF BONNER SPRINGS, KANSAS

Financial Statements
Year ending December 31, 2017

TABLE OF CONTENTS – CONTINUED

	<u>Page</u>
Combining Statement of Fiduciary Net Position - Fiduciary Funds	77 - 78
Combining Statement of Changes in Fiduciary Net Position - Fiduciary Funds	79



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, 2017, 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, 2017, 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.

www.mizehouser.com ■ mhco@mizehouser.com

534 S Kansas Ave, Suite 700 ■ Topeka, KS 66603-3465 ■ 785.233.0536 p ■ 785.233.1078 f

534 S Kansas Ave, Suite 400 ■ Topeka, KS 66603-3454 ■ 785.234.5573 p ■ 785.234.1037 f

7101 College Blvd, Suite 900 ■ Overland Park, KS 66210-1984 ■ 913.451.1882 p ■ 913.451.2211 f

211 E Eighth Suite A ■ Lawrence, KS 66044-2771 ■ 785.842.8844 p ■ 785.842.9049 f

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

June 1, 2018

CITY OF BONNER SPRINGS, KANSAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2017
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, 2017.

Financial Highlights

- The Government-wide net position totaled \$33.8 million at the end of the current fiscal year.
- The Government-wide unrestricted current assets exceed the current liabilities by \$12.6 million, representing the City's ability to meet its current obligations when due.
- Total capital assets, net of accumulated depreciation at December 31, 2017 totaled \$41.3 million.
- During the year ended December 31, 2017, the City's total revenues exceeded total expenses (which include charges for services, local taxes, and state and federal aid) by \$1.5 million.
- The City's total indebtedness decreased by \$.6 million.
- The City's net capital assets decreased by \$1.1 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, 2017
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, 2017
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, 2017:

City of Bonner Springs
Condensed Statement of Net Position
December 31, 2017 and 2016

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Current assets	\$12,159,715	\$ 10,191,702	\$ 3,683,811	\$ 3,411,966	\$15,843,526	\$13,603,668
Net capital assets	<u>21,482,574</u>	<u>22,122,214</u>	<u>19,819,947</u>	<u>20,249,414</u>	<u>41,302,521</u>	<u>42,371,628</u>
Total assets	<u>33,642,289</u>	<u>32,313,916</u>	<u>23,503,758</u>	<u>23,661,380</u>	<u>57,146,047</u>	<u>55,975,296</u>
Deferred outflows	<u>1,197,032</u>	<u>1,263,286</u>	<u>117,605</u>	<u>153,156</u>	<u>1,314,637</u>	<u>1,416,442</u>
Total deferred outflows	<u>1,197,032</u>	<u>1,263,286</u>	<u>117,605</u>	<u>153,156</u>	<u>1,314,637</u>	<u>1,416,442</u>
Total assets and deferred outflows	<u>\$34,839,321</u>	<u>\$ 33,577,202</u>	<u>\$23,621,363</u>	<u>\$23,814,536</u>	<u>\$58,460,684</u>	<u>\$57,391,738</u>
Current liabilities	\$ 2,067,083	\$ 1,384,893	\$ 1,171,353	\$ 1,052,266	\$ 3,238,436	\$ 2,437,159
Noncurrent liabilities	<u>10,461,822</u>	<u>10,985,142</u>	<u>8,147,789</u>	<u>8,980,596</u>	<u>18,609,611</u>	<u>19,965,738</u>
Total liabilities	<u>12,528,905</u>	<u>12,370,035</u>	<u>9,319,142</u>	<u>10,032,862</u>	<u>21,848,047</u>	<u>22,402,897</u>
Deferred inflows	<u>2,736,865</u>	<u>2,618,232</u>	<u>55,210</u>	<u>47,208</u>	<u>2,792,075</u>	<u>2,665,440</u>
Total deferred inflows	<u>2,736,865</u>	<u>2,618,232</u>	<u>55,210</u>	<u>47,208</u>	<u>2,792,075</u>	<u>2,665,440</u>
Total liabilities and deferred inflows	<u>\$15,265,770</u>	<u>\$ 14,988,267</u>	<u>\$ 9,374,352</u>	<u>\$10,080,070</u>	<u>\$24,640,122</u>	<u>\$25,068,337</u>
Net position:						
Net investment in capital assets	\$15,800,652	\$ 15,828,567	\$12,457,547	\$12,157,563	\$28,258,199	\$27,986,130
Restricted for:						
Debt Service	188,375	202,586	-	-	188,375	202,586
Unrestricted	<u>3,584,524</u>	<u>2,557,782</u>	<u>1,789,464</u>	<u>1,576,903</u>	<u>5,373,988</u>	<u>4,134,685</u>
Total net position	<u>\$19,573,551</u>	<u>\$ 18,588,935</u>	<u>\$14,247,011</u>	<u>\$13,734,466</u>	<u>\$33,820,562</u>	<u>\$32,323,401</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 \$11.1 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, 2017
Unaudited

The City has \$13.8 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, 2017, totaling \$57.1 million. The total assets of the City exceeded the total liabilities by \$35.3 million. Net investment in capital assets totaled \$28.3 million, restricted net position totaled \$.2 million and unrestricted net position totaled \$5.4 million.

Government-Wide Activities

The following is a condensed statement of the City's change in net position for the year ended December 31, 2017. Major items of program revenues, grants and general revenues are detailed below. Government-wide activities increased the net position of the City by \$1 million for the year ended December 31, 2017. 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 \$.6 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. Temporary note proceeds of \$.8 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 \$.8 million are treated as expenditures in the fund statements, but are treated as capital assets in the Government wide financial statements.

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Revenues:						
Program revenues:						
Charges for services	\$ 1,536,868	\$ 1,521,989	\$ 4,393,775	\$ 4,185,542	\$ 5,930,643	\$ 5,707,531
Operating grants	491,349	442,975	-	-	491,349	442,975
Capital contributions	133,703	132,006	170,962	107,133	304,665	239,139
General revenues:						
Taxes	8,734,732	8,702,755	-	-	8,734,732	8,702,755
Transfers [net]	226,572	574,600	[226,572]	[574,600]	-	-
Other	1,035,764	1,028,976	31,100	50,408	1,066,864	1,079,384
Total revenues	<u>12,158,988</u>	<u>12,403,301</u>	<u>4,369,265</u>	<u>3,768,483</u>	<u>16,528,253</u>	<u>16,171,784</u>
Expenses:						
Program expenses:						
General government	2,228,495	2,231,504	-	-	2,228,495	2,231,504
Public safety	4,402,006	4,587,210	-	-	4,402,006	4,587,210
Public works	2,223,870	2,819,664	-	-	2,223,870	2,819,664
Culture and recreation	1,371,259	1,304,900	-	-	1,371,259	1,304,900
Economic development	748,036	364,590	-	-	748,036	364,590
Solid waste	-	-	420,115	406,988	420,115	406,988
Wastewater collection/treatment	-	-	1,681,506	1,751,853	1,681,506	1,751,853
Water treatment/distribution	-	-	1,755,099	1,546,489	1,755,099	1,546,489
Interest on long-term debt	200,706	449,601	-	-	200,706	449,601
Total expenses	<u>11,174,372</u>	<u>11,757,469</u>	<u>3,856,720</u>	<u>3,705,330</u>	<u>15,031,092</u>	<u>15,462,799</u>
Increase [decrease] in net position	<u>\$ 984,616</u>	<u>\$ 645,832</u>	<u>\$ 512,545</u>	<u>\$ 63,153</u>	<u>\$ 1,497,161</u>	<u>\$ 708,985</u>

CITY OF BONNER SPRINGS, KANSAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2017
Unaudited

Governmental Activities net position increased by \$1 million. Business-type activities increased the net position by \$.5 million.

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, 2017 for the governmental funds totaled \$9.5 million. Total unassigned fund balances at December 31, 2017 totaled \$4.7 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 \$4.7 million, which represents all but \$72,131 of the General Fund's total fund balance. The increase in the General Fund's fund balance was \$836,926.

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 \$130,308, the unrestricted net position of the Wastewater Collection/Treatment Fund at the end of the year amounted to \$738,407, and the unrestricted Water Treatment/Distribution Fund at the end of the year amounted to \$920,749. The total change in all three funds was \$[5,827], \$276,746 and \$241,626, 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 \$9,190,745. The revenues were more than budgetary estimates by \$521,636 and the expenditures were less than budgetary estimates by \$1,842,762.

CITY OF BONNER SPRINGS, KANSAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2017
Unaudited

Fixed Assets and Debt Administration

The City's investment in fixed assets for its governmental and business-type activities totaled \$41.3 million (net of accumulated depreciation) as of December 31, 2017.

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

1. A wheel loader was purchased for \$56,150 for the Cemetery.
2. New and used vehicles were purchased for \$111,953 for Public Works and \$60,111 for the Police Department.
3. The 134th Street pressure reducing valve projects were completed during 2017, with a total cost of \$91,128.
4. The WWTP screening project was completed during 2017, with a total cost of \$131,872.
5. The clarifier rehabilitation project was completed during 2017, with a total cost of \$99,610.
6. An excavator was purchased for the Water department for \$51,998.
7. An electronic message board was purchased for \$31,826.
8. A transit bus was purchased for \$58,680.

Other major assets which were partially completed and in progress at the end of 2017 included the Riverview Stormwater project in the amount of \$275,848 and the Lions Park Trail Extension project in the amount of \$97,877.

At December 31, 2017, the City had total debt outstanding of \$13.8 million, backed by the full faith and credit of the City. Total long-term debt decreased for the fiscal year ended December 31, 2017, in the amount of \$.6 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, 2017

	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	\$ 9,596,122	\$ 3,248,998	\$ 12,845,120	\$ 268,792	\$ 147,133
Cash with fiscal agent	6,200	-	6,200	-	-
Taxes receivable	2,484,313	-	2,484,313	-	-
Accounts receivable	54,480	298,504	352,984	222	-
Prepaid expenses	-	-	-	19,407	-
Due from other funds	-	9,327	9,327	-	-
Inventory	18,600	126,982	145,582	1,726	-
Total current assets	<u>12,159,715</u>	<u>3,683,811</u>	<u>15,843,526</u>	<u>290,147</u>	<u>147,133</u>
Capital assets:					
Construction in progress	383,355	43,313	426,668	103,442	-
Land	1,038,248	465,577	1,503,825	-	-
Capital assets	35,021,980	33,624,335	68,646,315	2,689,372	1,166,223
Accumulated depreciation	[14,961,009]	[14,313,278]	[29,274,287]	[2,114,957]	[796,436]
Total net capital assets	<u>21,482,574</u>	<u>19,819,947</u>	<u>41,302,521</u>	<u>677,857</u>	<u>369,787</u>
Total assets	<u>33,642,289</u>	<u>23,503,758</u>	<u>57,146,047</u>	<u>968,004</u>	<u>516,920</u>
Deferred outflows of resources:					
Pension liability	1,197,032	117,605	1,314,637	-	35,746
Total deferred outflows of resources	<u>1,197,032</u>	<u>117,605</u>	<u>1,314,637</u>	<u>-</u>	<u>35,746</u>
TOTAL ASSETS AND DEFERRED INFLOWS OF RESOURCES	<u>\$ 34,839,321</u>	<u>\$ 23,621,363</u>	<u>\$ 58,460,684</u>	<u>\$ 968,004</u>	<u>\$ 552,666</u>
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES:					
Liabilities:					
Current liabilities:					
Accounts payable	\$ 74,715	\$ 20,358	\$ 95,073	\$ 7,930	\$ -
Accrued liabilities	72,435	12,852	85,287	1,570	7,297
Interest payable	89,983	148,896	238,879	-	-
Customer deposits	-	140,807	140,807	11,587	-
Matured bonds and interest payable	6,200	-	6,200	-	-
Due to other funds	9,327	-	9,327	-	-
Current portion of compensated absences	410,496	62,612	473,108	4,937	7,144
Current portion of notes payable	-	37,071	37,071	-	-
Current portion of temporary notes payable	770,000	-	770,000	-	-
Current portion of general obligation bonds payable	633,927	748,757	1,382,684	-	-
Total current liabilities (payable from current assets)	<u>2,067,083</u>	<u>1,171,353</u>	<u>3,238,436</u>	<u>26,024</u>	<u>14,441</u>
Noncurrent liabilities:					
Compensated absences	345,482	52,695	398,177	4,039	4,763
Net other post employment benefit obligation	290,036	-	290,036	-	-
Notes payable	-	748,174	748,174	-	-
Net pension liability	4,778,309	770,348	5,548,657	-	222,381
General obligation bonds payable	5,047,995	6,576,572	11,624,567	-	-
Total noncurrent liabilities	<u>10,461,822</u>	<u>8,147,789</u>	<u>18,609,611</u>	<u>4,039</u>	<u>227,144</u>
Total liabilities	<u>12,528,905</u>	<u>9,319,142</u>	<u>21,848,047</u>	<u>30,063</u>	<u>241,585</u>
Deferred inflows of resources:					
Unavailable revenue - property taxes	2,484,313	-	2,484,313	-	-
Pension liability	252,552	55,210	307,762	-	19,557
Total deferred inflows of resources	<u>2,736,865</u>	<u>55,210</u>	<u>2,792,075</u>	<u>-</u>	<u>19,557</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>\$ 15,265,770</u>	<u>\$ 9,374,352</u>	<u>\$ 24,640,122</u>	<u>\$ 30,063</u>	<u>\$ 261,142</u>
Net Position:					
Net investment in capital assets	\$ 15,800,652	\$ 12,457,547	\$ 28,258,199	\$ 677,857	\$ 369,787
Restricted for:					
Debt service	188,375	-	188,375	-	-
Unrestricted	3,584,524	1,789,464	5,373,988	260,084	[78,263]
Total net position	<u>\$ 19,573,551</u>	<u>\$ 14,247,011</u>	<u>\$ 33,820,562</u>	<u>\$ 937,941</u>	<u>\$ 291,524</u>

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, 2017

	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	Total	Housing Authority	Bonner Springs City Library
						Business Type Activities			
Governmental activities:									
General government	\$ 2,228,495	\$ 422,842	\$ 107,226	\$ -	\$ [1,698,427]	\$ -	\$ [1,698,427]	\$ -	\$ -
Public safety	4,402,006	574,370	4,686	-	[3,822,950]	-	[3,822,950]	-	-
Public works	2,223,870	114,142	378,407	133,703	[1,597,618]	-	[1,597,618]	-	-
Culture and recreation	1,371,259	409,264	1,030	-	[960,965]	-	[960,965]	-	-
Economic development	748,036	16,250	-	-	[731,786]	-	[731,786]	-	-
Interest on long-term debt	200,706	-	-	-	[200,706]	-	[200,706]	-	-
Total governmental activities	<u>11,174,372</u>	<u>1,536,868</u>	<u>491,349</u>	<u>133,703</u>	<u>[9,012,452]</u>	<u>-</u>	<u>[9,012,452]</u>	<u>-</u>	<u>-</u>
Business-type activities:									
Solid waste	420,115	425,981	-	-	-	5,866	5,866	-	-
Wastewater collection/treatment	1,681,506	1,840,072	-	170,962	-	329,528	329,528	-	-
Water treatment/distribution	<u>1,755,099</u>	<u>2,127,722</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>372,623</u>	<u>372,623</u>	<u>-</u>	<u>-</u>
Total business-type activities	<u>3,856,720</u>	<u>4,393,775</u>	<u>-</u>	<u>170,962</u>	<u>-</u>	<u>708,017</u>	<u>708,017</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 15,031,092</u>	<u>\$ 5,930,643</u>	<u>\$ 491,349</u>	<u>\$ 304,665</u>	<u>[9,012,452]</u>	<u>708,017</u>	<u>[8,304,435]</u>	<u>-</u>	<u>-</u>
Component units:									
Housing Authority	\$ 295,772	\$ 129,394	\$ 190,152	\$ -	\$ -	\$ -	\$ -	\$ 23,774	\$ -
Bonner Springs City Library	<u>616,462</u>	<u>46,087</u>	<u>620,234</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>49,859</u>
Total component units	<u>\$ 912,234</u>	<u>\$ 175,481</u>	<u>\$ 810,386</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>23,774</u>	<u>49,859</u>
General revenues:									
Property taxes levied for									
General purposes					2,015,875	-	2,015,875	-	-
Debt service					304,084	-	304,084	-	-
Sales and use tax					5,022,431	-	5,022,431	-	-
Franchise tax					760,210	-	760,210	-	-
Liquor tax					208,108	-	208,108	-	-
Guest tax					107,358	-	107,358	-	-
Motor recreational vehicle tax					316,666	-	316,666	-	-
Investments earnings					26,410	7,816	34,226	530	402
Miscellaneous					1,009,354	23,284	1,032,638	-	-
Transfers, net					<u>226,572</u>	<u>[226,572]</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total general revenues					<u>9,997,068</u>	<u>[195,472]</u>	<u>9,801,596</u>	<u>530</u>	<u>402</u>
Change in net position					<u>984,616</u>	<u>512,545</u>	<u>1,497,161</u>	<u>24,304</u>	<u>50,261</u>
Net position - beginning					18,588,935	13,734,466	32,323,401	731,541	241,263
Prior period adjustment					-	-	-	182,096	-
Net position - beginning, restated					<u>18,588,935</u>	<u>13,734,466</u>	<u>32,323,401</u>	<u>913,637</u>	<u>241,263</u>
Net position - ending					<u>\$ 19,573,551</u>	<u>\$ 14,247,011</u>	<u>\$ 33,820,562</u>	<u>\$ 937,941</u>	<u>\$ 291,524</u>

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

CITY OF BONNER SPRINGS, KANSAS

BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2017

	General	Library	Debt Service	2016-A G.O. Bonds	Other Governmental Funds	Total
ASSETS						
Cash and cash equivalents	\$ 4,889,338	\$ -	\$ 188,375	\$ -	\$ 4,511,166	\$ 9,588,879
Cash with fiscal agent	-	-	6,200	-	-	6,200
Inventory	18,600	-	-	-	-	18,600
Receivables						
Accounts	3,915	-	-	-	50,565	54,480
Taxes	1,758,988	371,324	354,001	-	-	2,484,313
Total assets	<u>\$ 6,670,841</u>	<u>\$ 371,324</u>	<u>\$ 548,576</u>	<u>\$ -</u>	<u>\$ 4,561,731</u>	<u>\$ 12,152,472</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 33,630	\$ -	\$ -	\$ -	\$ 33,842	\$ 67,472
Accrued liabilities	63,238	-	-	-	9,197	72,435
Matured bonds and interest payable	-	-	6,200	-	-	6,200
Due to other funds	-	-	-	-	9,327	9,327
Total liabilities	<u>96,868</u>	<u>-</u>	<u>6,200</u>	<u>-</u>	<u>52,366</u>	<u>155,434</u>
Deferred inflows of resources						
Unavailable revenue - property taxes	<u>1,758,988</u>	<u>371,324</u>	<u>354,001</u>	<u>-</u>	<u>-</u>	<u>2,484,313</u>
Total deferred inflows of resources	<u>1,758,988</u>	<u>371,324</u>	<u>354,001</u>	<u>-</u>	<u>-</u>	<u>2,484,313</u>
FUND BALANCES						
Nonspendable	18,600	-	-	-	-	18,600
Restricted	-	-	188,375	-	3,090,439	3,278,814
Committed	-	-	-	-	1,197,248	1,197,248
Assigned	53,531	-	-	-	221,678	275,209
Unassigned	4,742,854	-	-	-	-	4,742,854
Total fund balances	<u>4,814,985</u>	<u>-</u>	<u>188,375</u>	<u>-</u>	<u>4,509,365</u>	<u>9,512,725</u>
Total liabilities, deferred inflows of Resources and fund balances	<u>\$ 6,670,841</u>	<u>\$ 371,324</u>	<u>\$ 548,576</u>	<u>\$ -</u>	<u>\$ 4,561,731</u>	<u>\$ 12,152,472</u>

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, 2017

Total Governmental Fund Balances		\$	9,512,725
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	36,443,581		
Accumulated depreciation is	<u>[14,961,009]</u>	21,482,572	
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.			
		1,197,032	
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.			
		[5,030,860]	
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	5,681,922		
Temporary notes payable	770,000		
Interest payable	89,982		
Net other post employment benefit obligation	290,036		
Compensated absences payable	<u>755,978</u>	<u>[7,587,918]</u>	
Net Position of Governmental Activities		\$	<u>19,573,551</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, 2017

	<u>General</u>	<u>Library</u>	<u>Debt Service</u>	<u>2016-A G.O. Bonds</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Revenues						
Taxes	\$ 6,343,464	\$ 405,418	\$ 350,639	\$ -	\$ 1,603,324	\$ 8,702,845
Special assessments	-	-	133,703	-	-	133,703
Intergovernmental	86,966	-	-	-	569,713	656,679
Licenses and permits	130,991	-	-	-	-	130,991
Charges for services	159,526	-	-	-	738,753	898,279
Fines and fees	279,429	-	-	-	-	279,429
Use of money and property	14,603	-	1,277	121	10,908	26,909
Reimbursements	164,422	37,050	-	-	68,897	270,369
Miscellaneous	727,328	-	-	-	10,666	737,994
Total revenues	<u>7,906,729</u>	<u>442,468</u>	<u>485,619</u>	<u>121</u>	<u>3,002,261</u>	<u>11,837,198</u>
Expenditures						
Current						
General government	1,246,728	442,228	-	-	276,673	1,965,629
Public safety	3,100,761	-	-	-	806,422	3,907,183
Public works	770,164	-	-	-	522,265	1,292,429
Culture and recreation	686,408	-	-	-	388,056	1,074,464
Economic development	387,659	-	-	-	360,377	748,036
Capital outlay	226,789	-	-	-	912,037	1,138,826
Debt service						
Principal	-	-	608,070	-	-	608,070
Interest and other charges	-	-	171,321	3,500	-	174,821
Total expenditures	<u>6,418,509</u>	<u>442,228</u>	<u>779,391</u>	<u>3,500</u>	<u>3,265,830</u>	<u>10,909,458</u>
Excess [deficiency] of revenues over [under] expenditures	<u>1,488,220</u>	<u>240</u>	<u>[293,772]</u>	<u>[3,379]</u>	<u>[263,569]</u>	<u>927,740</u>
Other financing sources [uses]						
Temporary note proceeds	-	-	-	-	770,000	770,000
Transfers in	266,756	-	279,561	-	2,096,917	2,643,234
Transfers out	[918,050]	-	-	[154,424]	[1,344,188]	[2,416,662]
Total other financing sources [uses]	<u>[651,294]</u>	<u>-</u>	<u>279,561</u>	<u>[154,424]</u>	<u>1,522,729</u>	<u>996,572</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	836,926	240	[14,211]	[157,803]	1,259,160	1,924,312
Fund balance, January 1	<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>
Fund balance, December 31	<u>\$ 4,814,985</u>	<u>\$ -</u>	<u>\$ 188,375</u>	<u>\$ -</u>	<u>\$ 4,509,365</u>	<u>\$ 9,512,725</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, 2017

Total Net Change In Fund Balances - Governmental Funds	\$ 1,924,312
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	815,242
Depreciation expense	<u>[1,454,883]</u> [639,641]
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 increased.	
	[25,885]
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	86,799
Other post employment benefits	[12,715]
Pension payments are reported as expenditures in the governmental funds and do not affect the statement of net activities.	
	[189,981]
Temporary note 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	
	[770,000]
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>611,727</u>
Changes In Net Position of Governmental Activities	<u>\$ 984,616</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, 2017

	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	\$ 6,343,464	\$ -	\$ 6,343,464	\$ 5,958,299	\$ 5,958,299	\$ 385,165
Intergovernmental	86,966	-	86,966	82,250	82,250	4,716
Licenses and permits	130,991	-	130,991	109,000	109,000	21,991
Charges for services	159,526	-	159,526	151,000	151,000	8,526
Fines and fees	279,429	-	279,429	299,300	299,300	[19,871]
Use of money and property	14,603	-	14,603	7,000	7,000	7,603
Reimbursements	164,422	-	164,422	176,000	176,000	[11,578]
Miscellaneous	<u>727,328</u>	<u>-</u>	<u>727,328</u>	<u>615,000</u>	<u>615,000</u>	<u>112,328</u>
Total revenues	<u>7,906,729</u>	<u>-</u>	<u>7,906,729</u>	<u>7,397,849</u>	<u>7,397,849</u>	<u>508,880</u>
Expenditures						
City council						
Personal services	10,033	-	10,033	10,100	10,100	67
Contractual services	6,615	-	6,615	6,910	6,910	295
Commodities	<u>4,490</u>	<u>-</u>	<u>4,490</u>	<u>3,625</u>	<u>3,625</u>	<u>[865]</u>
Total city council	<u>21,138</u>	<u>-</u>	<u>21,138</u>	<u>20,635</u>	<u>20,635</u>	<u>[503]</u>
City manager						
Personal services	316,299	-	316,299	320,787	320,787	4,488
Contractual services	117,228	3,747	120,975	123,782	123,782	2,807
Commodities	<u>6,219</u>	<u>-</u>	<u>6,219</u>	<u>22,075</u>	<u>22,075</u>	<u>15,856</u>
Total city manager	<u>439,746</u>	<u>3,747</u>	<u>443,493</u>	<u>466,644</u>	<u>466,644</u>	<u>23,151</u>
City clerk						
Personal services	136,785	-	136,785	143,935	143,935	7,150
Contractual services	188,875	-	188,875	123,758	123,758	[65,117]
Commodities	11,066	-	11,066	10,050	10,050	[1,016]
Capital outlay	<u>250</u>	<u>-</u>	<u>250</u>	<u>-</u>	<u>-</u>	<u>[250]</u>
Total city clerk	<u>336,976</u>	<u>-</u>	<u>336,976</u>	<u>277,743</u>	<u>277,743</u>	<u>[59,233]</u>
Budget & finance						
Personal services	292,501	-	292,501	305,109	305,109	12,608
Contractual services	52,968	-	52,968	59,765	59,765	6,797
Commodities	4,768	-	4,768	5,000	5,000	232
Capital outlay	<u>895</u>	<u>-</u>	<u>895</u>	<u>-</u>	<u>-</u>	<u>[895]</u>
Total budget & finance	<u>351,132</u>	<u>-</u>	<u>351,132</u>	<u>369,874</u>	<u>369,874</u>	<u>18,742</u>
Municipal court						
Personal services	103,948	-	103,948	108,877	108,877	4,929
Contractual services	94,652	-	94,652	106,070	106,070	11,418
Commodities	2	-	2	660	660	658
Capital outlay	<u>317</u>	<u>-</u>	<u>317</u>	<u>850</u>	<u>850</u>	<u>533</u>
Total municipal court	<u>198,919</u>	<u>-</u>	<u>198,919</u>	<u>216,457</u>	<u>216,457</u>	<u>17,538</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, 2017

	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						
Police						
Personal services	\$ 2,348,420	\$ -	\$ 2,348,420	\$ 2,713,149	\$ 2,713,149	\$ 364,729
Contractual services	254,754	-	254,754	274,460	274,460	19,706
Commodities	99,357	14,419	113,776	120,500	120,500	6,724
Capital outlay	8,441	[5,245]	3,196	-	-	[3,196]
Total police	<u>2,710,972</u>	<u>9,174</u>	<u>2,720,146</u>	<u>3,108,109</u>	<u>3,108,109</u>	<u>387,963</u>
Fire						
Personal services	100,442	-	100,442	112,185	112,185	11,743
Contractual services	78,313	5,345	83,658	106,223	106,223	22,565
Commodities	20,873	929	21,802	32,225	32,225	10,423
Capital outlay	2,528	[1,328]	1,200	2,700	2,700	1,500
Total fire	<u>202,156</u>	<u>4,946</u>	<u>207,102</u>	<u>253,333</u>	<u>253,333</u>	<u>46,231</u>
Parks & recreation						
Personal services	468,147	-	468,147	529,153	529,153	61,006
Contractual services	153,929	[450]	153,479	166,259	166,259	12,780
Commodities	51,023	-	51,023	42,495	42,495	[8,528]
Capital outlay	1,679	-	1,679	3,000	3,000	1,321
Total parks & recreation	<u>674,778</u>	<u>[450]</u>	<u>674,328</u>	<u>740,907</u>	<u>740,907</u>	<u>66,579</u>
Cemetery						
Personal services	68,917	-	68,917	72,537	72,537	3,620
Contractual services	24,572	-	24,572	8,970	8,970	[15,602]
Commodities	5,392	-	5,392	5,870	5,870	478
Capital outlay	66,062	15,000	81,062	20,350	20,350	[60,712]
Total cemetery	<u>164,943</u>	<u>15,000</u>	<u>179,943</u>	<u>107,727</u>	<u>107,727</u>	<u>[72,216]</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, 2017

	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						
Bonner beautiful						
Contractual services	\$ 1,193	\$ -	\$ 1,193	\$ 1,690	\$ 1,690	\$ 497
Commodities	2,423	-	2,423	3,775	3,775	1,352
Total Bonner beautiful	<u>3,616</u>	<u>-</u>	<u>3,616</u>	<u>5,465</u>	<u>5,465</u>	<u>1,849</u>
Public works						
Personal services	537,236	-	537,236	670,958	670,958	133,722
Contractual services	124,861	[6,642]	118,219	107,035	107,035	[11,184]
Commodities	108,067	[13,863]	94,204	153,800	153,800	59,596
Capital outlay	146,617	[488]	146,129	251,000	251,000	104,871
Total public works	<u>916,781</u>	<u>[20,993]</u>	<u>895,788</u>	<u>1,182,793</u>	<u>1,182,793</u>	<u>287,005</u>
Community and economic development						
Personal services	294,666	-	294,666	411,430	411,430	116,764
Contractual services	87,948	-	87,948	87,670	87,670	[278]
Commodities	5,045	-	5,045	5,310	5,310	265
Total community and economic development	<u>387,659</u>	<u>-</u>	<u>387,659</u>	<u>504,410</u>	<u>504,410</u>	<u>116,751</u>
City band						
Personal services	5,203	-	5,203	670	670	[4,533]
Contractual services	2,250	-	2,250	7,370	7,370	5,120
Commodities	2,240	-	2,240	2,400	2,400	160
Total city band	<u>9,693</u>	<u>-</u>	<u>9,693</u>	<u>10,440</u>	<u>10,440</u>	<u>747</u>
Miscellaneous	-	-	-	835,000	835,000	835,000
Total expenditures	<u>6,418,509</u>	<u>11,424</u>	<u>6,429,933</u>	<u>8,099,537</u>	<u>8,099,537</u>	<u>1,669,604</u>
Excess [deficiency] of revenues over [under] expenditures	<u>1,488,220</u>	<u>[11,424]</u>	<u>1,476,796</u>	<u>[701,688]</u>	<u>[701,688]</u>	<u>2,178,484</u>
Other financing sources [uses]						
Transfer in	266,756	-	266,756	254,000	254,000	12,756
Transfer [out]	[918,050]	-	[918,050]	[1,091,208]	[1,091,208]	173,158
Total other financing sources [uses]	<u>[651,294]</u>	<u>-</u>	<u>[651,294]</u>	<u>[837,208]</u>	<u>[837,208]</u>	<u>185,914</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other sources [uses]	<u>836,926</u>	<u>\$ [11,424]</u>	<u>825,502</u>	<u>\$ [1,538,896]</u>	<u>\$ [1,538,896]</u>	<u>\$ 2,364,398</u>
Fund balance, January 1	<u>3,978,059</u>		<u>3,917,352</u>			
Fund balance, December 31	<u>\$ 4,814,985</u>		<u>\$ 4,742,854</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
LIBRARY FUND

For the Year Ended December 31, 2017

	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	\$ 405,418	\$ -	\$ 405,418	\$ 405,426	\$ 405,426	\$ [8]
Reimbursements	<u>37,050</u>	<u>-</u>	<u>37,050</u>	<u>25,000</u>	<u>25,000</u>	<u>12,050</u>
Total revenues	<u>442,468</u>	<u>-</u>	<u>442,468</u>	<u>430,426</u>	<u>430,426</u>	<u>12,042</u>
Expenditures						
Personal services	27,746	-	27,746	-	-	[27,746]
Contractual	7,972	-	7,972	-	-	[7,972]
Commodities	1,092	-	1,092	-	-	[1,092]
Component unit transfer out	405,418	-	405,418	396,373	396,373	[9,045]
Miscellaneous	-	-	-	25,000	25,000	25,000
Qualifying budget credits	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,050</u>	<u>37,050</u>	<u>37,050</u>
Total expenditures	<u>442,228</u>	<u>-</u>	<u>442,228</u>	<u>458,423</u>	<u>458,423</u>	<u>16,195</u>
Excess [deficiency] of revenues over [under] expenditures	240	<u>\$ -</u>	240	<u>\$ [27,997]</u>	<u>\$ [27,997]</u>	<u>\$ 28,237</u>
Fund balance, January 1	<u>[240]</u>		<u>[240]</u>			
Fund balance, December 31	<u>\$ -</u>		<u>\$ -</u>			

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 December 31, 2017

	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	\$ 102,963	\$ 1,067,368	\$ 2,078,667	\$ 3,248,998	\$ 7,243
Receivables					
Accounts	27,345	109,051	162,108	298,504	-
Due from other funds	-	-	9,327	9,327	-
Inventories	-	26,187	100,795	126,982	-
Total current assets	<u>130,308</u>	<u>1,202,606</u>	<u>2,350,897</u>	<u>3,683,811</u>	<u>7,243</u>
Capital assets:					
Buildings and equipment	-	18,468,730	15,155,605	33,624,335	-
Land	-	185,441	280,136	465,577	-
Construction in progress	-	-	43,313	43,313	-
Accumulated depreciation	-	[8,570,763]	[5,742,515]	[14,313,278]	-
Total capital assets	<u>-</u>	<u>10,083,408</u>	<u>9,736,539</u>	<u>19,819,947</u>	<u>-</u>
Total assets	<u>130,308</u>	<u>11,286,014</u>	<u>12,087,436</u>	<u>23,503,758</u>	<u>7,243</u>
Deferred outflows of resources:					
Pension liability	-	48,979	68,626	117,605	-
Total deferred outflows of resources	<u>-</u>	<u>48,979</u>	<u>68,626</u>	<u>117,605</u>	<u>-</u>
Total assets and deferred outflows of resources	<u>\$ 130,308</u>	<u>\$ 11,334,993</u>	<u>\$ 12,156,062</u>	<u>\$ 23,621,363</u>	<u>\$ 7,243</u>
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES:					
Current liabilities (payable from current assets):					
Accounts payable	\$ -	\$ 8,527	\$ 11,831	\$ 20,358	\$ 7,243
Customer deposits	-	-	140,807	140,807	-
Accrued liabilities	-	5,731	7,121	12,852	-
Interest payable	-	97,176	51,720	148,896	-
Current portion of compensated absences	-	25,045	37,567	62,612	-
Current portion of notes payable	-	-	37,071	37,071	-
Current portion of general obligation bonds payable	-	459,046	289,711	748,757	-
Total current liabilities (payable from current assets)	<u>-</u>	<u>595,525</u>	<u>575,828</u>	<u>1,171,353</u>	<u>7,243</u>
Noncurrent liabilities:					
Accrued compensated absences	-	21,078	31,617	52,695	-
Notes payable	-	-	748,174	748,174	-
Net pension liability	-	331,219	439,129	770,348	-
General obligation bonds payable	-	4,066,631	2,509,941	6,576,572	-
Total noncurrent liabilities	<u>-</u>	<u>4,418,928</u>	<u>3,728,861</u>	<u>8,147,789</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>5,014,453</u>	<u>4,304,689</u>	<u>9,319,142</u>	<u>7,243</u>
Deferred inflows of resources:					
Pension liability	-	24,402	30,808	55,210	-
Total deferred inflows of resources	<u>-</u>	<u>24,402</u>	<u>30,808</u>	<u>55,210</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>\$ -</u>	<u>\$ 5,038,855</u>	<u>\$ 4,335,497</u>	<u>\$ 9,374,352</u>	<u>\$ 7,243</u>
Net Position					
Net investment in capital assets	\$ -	\$ 5,557,731	\$ 6,899,816	\$ 12,457,547	\$ -
Unrestricted	130,308	738,407	920,749	1,789,464	-
Total net position	<u>\$ 130,308</u>	<u>\$ 6,296,138</u>	<u>\$ 7,820,565</u>	<u>\$ 14,247,011</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, 2017

	Business-Type Activities: Enterprise Funds				Internal Service Fund
	Solid Waste	Wastewater Collection/ Treatment	Water Treatment/ Distribution	Total Enterprise Funds	
Operating revenues					
Charges for services	\$ 425,981	\$ 1,840,072	\$ 2,127,722	\$ 4,393,775	\$ -
Miscellaneous	-	12,121	11,163	23,284	118,424
Total operating revenues	<u>425,981</u>	<u>1,852,193</u>	<u>2,138,885</u>	<u>4,417,059</u>	<u>118,424</u>
Operating expenses					
Personal services	-	368,345	473,777	842,122	-
Contractual	420,115	510,854	382,728	1,313,697	118,424
Commodities	-	45,979	303,659	349,638	-
Capital outlay	-	54,112	211,197	265,309	-
Depreciation and amortization	-	498,879	255,598	754,477	-
Total operating expenses	<u>420,115</u>	<u>1,478,169</u>	<u>1,626,959</u>	<u>3,525,243</u>	<u>118,424</u>
Operating income [loss]	<u>5,866</u>	<u>374,024</u>	<u>511,926</u>	<u>891,816</u>	<u>-</u>
Nonoperating revenues [expenses]					
Capital contribution	-	170,962	-	170,962	-
Loss on sale of assets	-	-	[4,545]	[4,545]	-
Interest expense	-	[203,337]	[123,595]	[326,932]	-
Interest income	307	2,713	4,796	7,816	-
Total nonoperating revenues [expenses]	<u>307</u>	<u>[29,662]</u>	<u>[123,344]</u>	<u>[152,699]</u>	<u>-</u>
Income [loss] before operating transfers	<u>6,173</u>	<u>344,362</u>	<u>388,582</u>	<u>739,117</u>	<u>-</u>
Transfers from [to] other funds					
Transfers in	-	6,000	7,535	13,535	-
Transfers [out]	[12,000]	[73,616]	[154,491]	[240,107]	-
Total transfers	<u>[12,000]</u>	<u>[67,616]</u>	<u>[146,956]</u>	<u>[226,572]</u>	<u>-</u>
Changes in net position	[5,827]	276,746	241,626	512,545	-
Net position, January 1	<u>136,135</u>	<u>6,019,392</u>	<u>7,578,939</u>	<u>13,734,466</u>	<u>-</u>
Net position, December 31	<u>\$ 130,308</u>	<u>\$ 6,296,138</u>	<u>\$ 7,820,565</u>	<u>\$ 14,247,011</u>	<u>\$ -</u>

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, 2017

	Business-Type Activities: Enterprise Funds				
	Solid Waste	Wastewater Collection/ Treatment	Water Treatment/ Distribution	Total Enterprise Funds	Internal Service Fund
Cash flows from operating activities					
Cash received from customers and users	\$ 426,248	\$ 1,848,924	\$ 2,086,181	\$ 4,361,353	\$ 118,424
Cash payments to employees for services	-	[360,768]	[463,695]	[824,463]	-
Cash payments to other suppliers of goods or services	[420,115]	[603,050]	[863,883]	[1,887,048]	[116,397]
Net cash provided by [used in] operating activities	6,133	885,106	758,603	1,649,842	2,027
Cash flows from noncapital financing activities					
Transfers from other funds	-	6,000	7,535	13,535	-
Transfers [to] other funds	[12,000]	[73,616]	[154,491]	[240,107]	-
Change in due to/from other funds	-	-	522	522	-
Net cash provided by [used in] noncapital financing activities	[12,000]	[67,616]	[146,434]	[226,050]	-
Cash flows from capital and related financing activities					
Purchase and construction of fixed assets, net	-	[170,964]	[194,016]	[364,980]	-
Contributed capital	-	170,962	-	170,962	-
Interest payments - bonds and notes	-	[159,976]	[100,924]	[260,900]	-
Principal payments - bonds and notes	-	[448,968]	[281,304]	[730,272]	-
Net cash provided by [used in] capital and related financing activities	-	[608,946]	[576,244]	[1,185,190]	-
Cash flows from investing activities					
Interest received	307	2,713	4,796	7,816	-
Net cash provided by [used in] investing activities	307	2,713	4,796	7,816	-
Net increase [decrease] in cash and cash equivalents	[5,560]	211,257	40,721	246,418	2,027
Cash and cash equivalents, January 1	108,523	856,111	2,037,946	3,002,580	5,216
Cash and cash equivalents, December 31	\$ 102,963	\$ 1,067,368	\$ 2,078,667	\$ 3,248,998	\$ 7,243

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

CITY OF BONNER SPRINGS, KANSAS
STATEMENT OF CASH FLOWS (Continued)
PROPRIETARY FUNDS
For the Year Ended December 31, 2017

	Business-Type Activities: Enterprise Funds				
	<u>Solid Waste</u>	<u>Wastewater Collection/ Treatment</u>	<u>Water Treatment/ Distribution</u>	<u>Total Enterprise Funds</u>	<u>Internal Service Fund</u>
Reconciliation of operating income [loss] to net cash provided by [used in] operating activities					
Operating income [loss]	\$ 5,866	\$ 374,024	\$ 511,926	\$ 891,816	\$ -
Adjustments to reconcile operating income [loss] to net cash provided by [used in] operating activities					
Depreciation expense	-	498,879	255,598	754,477	-
[Increase] decrease in accounts receivable	267	[3,269]	[59,592]	[62,594]	-
[Increase] decrease in inventory	-	7,091	29,554	36,645	-
[Increase] decrease in prepaid expenses	-	-	-	-	677
[Increase] decrease in deferred outflows	-	16,259	19,292	35,551	-
Increase [decrease] in accounts payable	-	804	4,147	4,951	1,350
Increase [decrease] in accrued liabilities	-	476	[274]	202	-
Increase [decrease] in customer deposits	-	-	6,888	6,888	-
Increase [decrease] in accrued compensated absences	-	6,163	9,245	15,408	-
Increase [decrease] in deferred inflows	-	3,660	4,342	8,002	-
Increase [decrease] in net pension liability	-	[18,981]	[22,523]	[41,504]	-
Net cash provided by [used in] operating activities	<u>\$ 6,133</u>	<u>\$ 885,106</u>	<u>\$ 758,603</u>	<u>\$ 1,649,842</u>	<u>\$ 2,027</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, 2017

	<u>Private Purpose Trust</u>	<u>Agency Funds</u>
Assets		
Cash and cash equivalents	\$ 86,268	\$ 77,549
Total Assets	<u>\$ 86,268</u>	<u>\$ 77,549</u>
Liabilities		
Accounts payable	\$ -	\$ 77,549
Total Liabilities	<u>-</u>	<u>77,549</u>
Net position		
Unreserved Undesignated	<u>86,268</u>	<u>-</u>
Total liabilities and net position	<u>\$ 86,268</u>	<u>\$ 77,549</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, 2017

	Private Purpose <u>Trust</u>
Additions:	
Charges for services	\$ 2,373
Donations	30,982
Interest income	<u>206</u>
Total additions	<u>33,561</u>
Deductions	
Contractual	<u>17,164</u>
Total deductions	<u>17,164</u>
Change in net position	16,397
Net position, January 1	<u>69,871</u>
Net position, December 31	<u>\$ 86,268</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, 2017

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, 2017

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, 2017

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 2018.

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, 2017

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, 2017

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, 2017

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	\$ 18,600	\$ -	\$ -	\$ -	\$ -	\$ 18,600
Restricted for:						
Public housing	-	-	-	-	187,380	187,380
Public safety	-	-	-	-	195,523	195,523
Public works	-	-	-	-	220,524	220,524
Culture and recreation	-	-	-	-	714,748	714,748
Debt retirement	-	-	188,375	-	-	188,375
Economic development	-	-	-	-	19,267	19,267
Capital improvements	-	-	-	-	1,752,997	1,752,997
Committed for:						
Culture and recreation	-	-	-	-	275,734	275,734
Public works	-	-	-	-	825,067	825,067
Risk management	-	-	-	-	96,447	96,447
Assigned for:						
General government	3,747	-	-	-	-	3,747
Public safety	24,319	-	-	-	2,850	27,169
Culture and recreation	15,120	-	-	-	20,462	35,582
Public works	10,345	-	-	-	157,939	168,284
Capital improvements	-	-	-	-	24,155	24,155
Risk management	-	-	-	-	16,272	16,272
Unassigned:	<u>4,742,854</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,742,854</u>
Total Fund Balances	<u>\$4,814,985</u>	<u>\$ -</u>	<u>\$ 188,375</u>	<u>\$ -</u>	<u>\$ 4,509,365</u>	<u>\$ 9,512,725</u>

7. Use of Estimate

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, 2017

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, 2017

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, 2017	\$ 4,814,985	\$ -	\$ 188,375	\$ -	\$ 4,509,365	\$ 9,512,725
Adjustments:						
Unreserved fund balances not subject to the Kansas Budget Law:						
Centennial Park	-	-	-	-	[565]	[565]
FEMA Mitigation Grant	-	-	-	-	259	259
Senior Center Activities	-	-	-	-	[1,428]	[1,428]
PHA Investment	-	-	-	-	[187,380]	[187,380]
LLEBG Grant #98-07	-	-	-	-	[132]	[132]
Stormwater	-	-	-	-	[227,058]	[227,058]
Fire Equipment Grant	-	-	-	-	[9,476]	[9,476]
Westgate TIF Funding	-	-	-	-	[19,267]	[19,267]
2017-1 Temporary Notes	-	-	-	-	[70,413]	[70,413]
Nonmajor Capital Projects	-	-	-	-	[1,241,919]	[1,241,919]
Accounts receivable	-	-	-	-	[43,759]	[43,759]
Inventory	[18,600]	-	-	-	-	[18,600]
Reserve for encumbrances	[53,531]	-	-	-	[215,402]	[268,933]
Total deductions	[72,131]	-	-	-	[2,016,540]	[2,088,671]
BUDGETARY FUND BALANCE						
December 31, 2017	\$ 4,742,854	\$ -	\$ 188,375	\$ -	\$ 2,492,825	\$ 7,424,054

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2017

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, 2017, 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, 2017.

At December 31, 2017, the City's carrying amount of deposits was \$13,015,137 and the bank balance was \$13,580,092. 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 \$13,330,092 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, 2017

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	\$1,758,988	\$371,324	\$354,001	\$ -	\$ -	\$ -	\$ -	\$2,484,313
Accounts	3,915	-	-	27,345	109,051	162,108	50,565	352,984
Total receivables	<u>\$1,762,903</u>	<u>\$371,324</u>	<u>\$354,001</u>	<u>\$27,345</u>	<u>\$ 109,051</u>	<u>\$ 162,108</u>	<u>\$50,565</u>	<u>\$2,837,297</u>

C. Capital Assets

Capital asset activity for the year ended December 31, 2017, was as follows:

	Balance 12/31/2016	Restatement	Balance Restated 12/31/2016	Additions	Retirements	Balance 12/31/2017
City governmental activities:						
Capital assets, not being depreciated						
Construction in progress	\$ 9,630	\$ -	\$ 9,630	\$ 373,725	\$ -	\$ 383,355
Land	1,033,248	-	1,033,248	5,000	-	1,038,248
Capital assets, being depreciated						
Buildings	13,133,482	-	13,133,482	44,171	10,031	13,167,622
Improvements other than buildings	457,845	-	457,845	14,300	-	472,145
Machinery and equipment	6,130,109	-	6,130,109	384,296	132,331	6,382,074
Infrastructure	14,979,529	-	14,979,529	20,610	-	15,000,139
Total capital assets	<u>35,743,843</u>	<u>-</u>	<u>35,743,843</u>	<u>842,102</u>	<u>142,362</u>	<u>36,443,583</u>
Less accumulated depreciation for:						
Buildings	2,840,601	-	2,840,601	284,809	6,269	3,119,141
Improvements other than buildings	271,274	-	271,274	25,176	-	296,450
Machinery and equipment	4,680,291	-	4,680,291	447,575	109,233	5,018,633
Infrastructure	5,829,462	-	5,829,462	697,323	-	6,526,785
Total accumulated depreciation	<u>13,621,628</u>	<u>-</u>	<u>13,621,628</u>	<u>1,454,883</u>	<u>115,502</u>	<u>14,961,009</u>
Governmental activities capital assets, net	<u>\$ 22,122,215</u>	<u>\$ -</u>	<u>\$ 22,122,215</u>	<u>\$ [612,781]</u>	<u>\$ 26,860</u>	<u>\$ 21,482,574</u>
Business-type activities:						
Capital assets, not being depreciated						
Construction in progress	\$ 122,533	\$ -	\$ 122,533	\$ 108,405	\$ 187,625	\$ 43,313
Land	465,577	-	465,577	-	-	465,577
Capital assets, being depreciated						
Plant	32,553,348	-	32,553,348	356,776	20,944	32,889,180
Machinery and equipment	693,056	-	693,056	51,999	9,900	735,155
Total capital assets	<u>33,834,514</u>	<u>-</u>	<u>33,834,514</u>	<u>517,180</u>	<u>218,469</u>	<u>34,133,225</u>
Less accumulated depreciation for:						
Plant	13,098,823	-	13,098,823	728,421	16,398	13,810,846
Machinery and equipment	486,277	-	486,277	26,055	9,900	502,432
Total accumulated depreciation	<u>13,585,100</u>	<u>-</u>	<u>13,585,100</u>	<u>754,476</u>	<u>26,298</u>	<u>14,313,278</u>
Business-type activities capital assets, net	<u>\$ 20,249,414</u>	<u>\$ -</u>	<u>\$ 20,249,414</u>	<u>\$ [237,296]</u>	<u>\$ 192,171</u>	<u>\$ 19,819,947</u>

CITY OF BONNER SPRINGS, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
Year ended December 31, 2017

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	\$ 107,629
Public safety	390,350
Highways and streets	716,725
Culture and recreation	<u>240,179</u>
Total depreciation	<u>\$ 1,454,883</u>

Business-type Activities:

Wastewater Collection/Treatment	\$ 498,879
Water Treatment/Distribution	<u>255,597</u>
Total depreciation	<u>\$ 754,476</u>

CITY OF BONNER SPRINGS, KANSAS
 NOTES TO THE FINANCIAL STATEMENTS
 Year ended December 31, 2017

III. DETAILED NOTES ON ALL FUNDS (Continued)

D. Long-term Debt

During the year ended December 31, 2017, the following changes occurred in long term liabilities:

Governmental activities

	Balance	Additions/		Balance	Amounts
	January 1, 2017	Adjustments	Reductions	December 31, 2017	Due Within
					One Year
General obligation bonds	\$ 6,138,641	\$ -	\$ 608,070	\$ 5,530,571	\$ 619,584
General obligation bonds premium	155,006	-	3,655	151,351	14,343
Temporary notes	-	770,000	-	770,000	770,000
Compensated absences	<u>842,780</u>	<u>368,144</u>	<u>454,946</u>	<u>755,978</u>	<u>410,496</u>
	<u>\$ 7,136,427</u>	<u>\$ 1,138,144</u>	<u>\$ 1,066,671</u>	<u>\$ 7,207,900</u>	<u>\$ 1,814,423</u>

Business-type activities

	Balance	Additions/		Balance	Amounts
	January 1, 2017	Adjustments	Reductions	December 31, 2017	Due Within
					One Year
General obligation bonds	\$ 7,916,359	\$ -	\$ 716,930	\$ 7,199,429	\$ 735,416
General obligation bonds premium	139,241	-	13,341	125,900	13,341
Notes payable	820,671	-	35,426	785,245	37,071
Compensated absences	<u>99,899</u>	<u>68,401</u>	<u>52,993</u>	<u>115,307</u>	<u>62,612</u>
	<u>\$ 8,976,170</u>	<u>\$ 68,401</u>	<u>\$ 818,690</u>	<u>\$ 8,225,881</u>	<u>\$ 848,440</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, 2017

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 2009	2.0% to 4.4%	\$ 715,000	\$ 7,605,000
Series 2011	2.0% to 4.2%	5,535,000	8,765,000
Series 2014	2.0% to 3.0%	1,515,000	\$ 197,894
Series 2016	.80% to 2.55%	4,965,000	4,995,000
		<u>\$12,730,000</u>	

<u>Allocation</u>	
Governmental activities	\$ 5,530,571
Business-type activities	<u>7,199,429</u>
	<u>\$12,730,000</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>
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	742,758	955,444	1,698,202
2023 - 2027	1,976,376	2,698,132	4,674,508
2028 - 2032	<u>519,073</u>	<u>1,051,771</u>	<u>1,570,844</u>
Total Principal and Interest	6,251,793	8,522,688	14,774,481
Total Interest	<u>721,222</u>	<u>1,323,259</u>	<u>2,044,481</u>
Total Principal	<u>\$ 5,530,571</u>	<u>\$ 7,199,429</u>	<u>\$ 12,730,000</u>

CITY OF BONNER SPRINGS, KANSAS
 NOTES TO THE FINANCIAL STATEMENTS
 Year ended December 31, 2017

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 2035. The payments carry a 1.90% interest rate plus a .35% service fee. At December 31, 2017, the outstanding principal balance was \$785,245.

Annual debt service requirements for the loan are as follows:

Year Ending <u>December 31.</u>	Business- Type <u>Activities</u>
2018	\$ 54,532
2019	54,532
2020	54,532
2021	54,532
2022	54,532
2023 - 2027	272,661
2028 - 2032	272,661
2033 - 2035	<u>136,330</u>
Total Principal and Interest	954,312
Total Interest	<u>169,067</u>
Total Principal	<u>\$ 785,245</u>

On May 22, 2017, the City entered into an agreement for a \$2 million loan through the Kansas Water Supply Revolving Loan Fund for improving the public water supply in Bonner Springs. As of December 31, 2017, there were no draws on the loan.

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, 2017, there were six series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of \$4,419,730.

CITY OF BONNER SPRINGS, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
Year ended December 31, 2017

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, 2017

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 1.2% of total payroll for the fiscal year ended June 30, 2017.

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	8.46%	8.46%
Police and firemen	19.03%	19.03%

Member contribution rates as a percentage of eligible compensation for the fiscal year 2017 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, 2017

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, 2017, 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, 2017.

The contributions used exclude contributions made for prior service, excess benefits and irregular payments. At June 30, 2017, the City's proportion for the Local employees group was 0.167%, which was a decrease of .001% from its proportion measured at June 30, 2016. At June 30, 2017, the City's proportion for the Police and Firemen group was 0.334%, which was an increase of .027% from its proportion measured at June 30, 2016.

Net Pension Liability. At December 31, 2017 and 2016, the City reported a liability of \$5,548,657 and \$5,448,947, 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, 2016, which was rolled forward to June 30, 2017, using the following actuarial assumptions:

<u>Assumptions</u>	<u>Rate</u>
Price inflation	2.75%
Wage inflation	3.50%
Salary increases, including wage increases	3.50% to 12.0%, including inflation
Long-term rate of return, net of investment expense, and including price inflation	7.75%

Mortality rates were based on the RP 2014 Mortality Tables, with age setbacks and age set forwards as well as other adjustments based on different membership groups. Future mortality improvements are anticipated using Scale MP-2016.

The actuarial assumptions used in the December 31, 2016 valuation were based on the results of an actuarial experience study conducted for the period of January 1, 2013, through December 31, 2015. The experience study is dated November 18, 2016.

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, 2017, are summarized in the following table:

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2017

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 7.75%. 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 7.75%, 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 (6.75%) or 1-percentage point higher (8.75%) than the current rate:

	<u>1% Decrease (6.75%)</u>	<u>Discount Rate (7.75%)</u>	<u>1% Increase (8.75%)</u>
Local	\$ 3,478,685	\$ 2,415,387	\$ 1,519,068
Police and firemen	<u>4,444,995</u>	<u>3,133,270</u>	<u>2,035,169</u>
Total	<u>\$ 7,923,680</u>	<u>\$ 5,548,657</u>	<u>\$ 3,554,237</u>

Pension Expense. For the year ended December 31, 2017, the City recognized Local pension expense of \$248,336 and Police and Firemen pension expense of \$486,639 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, 2017, 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, 2017

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	\$ 163,148	\$ 106,957
Net differences between projected and actual earnings on investments	191,840	-
Changes of assumptions	348,869	31,664
Changes in proportion	<u>353,741</u>	<u>169,141</u>
Total	<u>\$ 1,057,598</u>	<u>\$ 307,762</u>

\$257,039 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, 2018. 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 <u>December 31,</u>	<u>Local</u>		<u>Police and firemen</u>		<u>Total</u>
	Deferred		Deferred		
	[Inflows]	Outflows	[Inflows]	Outflows	
	<u>Amount</u>		<u>Amount</u>		
2018	\$	12,619	\$	125,182	\$ 137,801
2019		104,695		239,130	343,825
2020		62,761		144,633	207,394
2021		[19,844]		35,046	15,202
2022		<u>5,900</u>		<u>39,714</u>	<u>45,614</u>
Total	<u>\$</u>	<u>166,131</u>	<u>\$</u>	<u>583,705</u>	<u>\$ 749,836</u>

C. Interfund Transactions

At December 31, 2017, the City had the following interfund receivables and payables:

	<u>Due From</u>	<u>Due To</u>
Other Governmental Funds	\$ -	\$ 9,327
Water Treatment/Distribution Fund	<u>9,327</u>	<u>-</u>
Total	<u>\$ 9,327</u>	<u>\$ 9,327</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, 2017

IV. OTHER INFORMATION (Continued)

D. Interfund Transfers

A reconciliation of all transfers by fund type for 2017 follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory Authority</u>
General	Bonner Springs Center CID City Contribution	\$ 48,221	Ordinance 2178
General	Emergency Medical	514,093	Ordinance 2178
General	Senior Center	51,283	Ordinance 2178
General	Street Projects	270,000	Ordinance 2178
General	Swimming Pool	15,348	Ordinance 2178
General	Tiblow Transit	13,105	Ordinance 2178
General	Wastewater Collection/Treatment	6,000	K.S.A. 12-825d
2016-A GO Bonds	Wastewater Treatment Plant Screening	47,352	Bond Ordinance
2016-A GO Bonds	Debt Service	2,944	Bond Ordinance
2016-A GO Bonds	WWTP Clarifier 2 Rehab	104,128	Bond Ordinance
2017-1 Temporary Note	Riverview Stormwater	685,064	K.S.A. 12-1,118
Capital Improvement Sales Tax	Street Projects	300,000	Ordinance 2178
Debt Service	Water Treatment/Distribution	1,124	K.S.A. 12-825d
Drug & Alcohol	General	41,000	Ordinance 2178
Emergency Services Capital	Debt Service	257,867	Ordinance 2178
Riverview Waterline Relocate	General	541	K.S.A. 12-1,118
Riverview Waterline Relocate	Water Treatment/Distribution	7,535	K.S.A. 12-1,118
Solid Waste	General	12,000	K.S.A. 12-825d
Special Parks and Recreation	Swimming Pool	28,207	Ordinance 2178
Special Parks and Recreation	Summer Ball	883	Ordinance 2178
Stormwater	General	4,100	K.S.A. 12-825d
Stormwater	Debt Service	19,874	K.S.A. 12-825d
Wastewater Collection/Treatment	General	53,500	K.S.A. 12-825d
Wastewater Collection/Treatment	WWTP Clarifier 2 Rehab	20,116	K.S.A. 12-825d
Water Treatment/Distribution	General	<u>155,615</u>	Ordinance 2178
	Total	<u>\$ 2,659,900</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.

CITY OF BONNER SPRINGS, KANSAS
 NOTES TO THE FINANCIAL STATEMENTS
 Year ended December 31, 2017

IV. OTHER INFORMATION (Continued)

F. Postemployment Healthcare Plan (Continued)

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 \$6,505 to \$10,289 (depending on the retiree selected coverage level) per year for retiree-only coverage and \$15,099 to \$24,297 per year for retiree plus spouse or children coverage, and \$17,900 to \$27,565 per year for retiree and family coverage.

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	12,479
Adjustment to the ARC	<u>[16,292]</u>
Annual OPEB cost (expense)	20,715
Benefit payments	<u>8,000</u>
Change in net OPEB obligation	12,715
Net OPEB obligation - beginning of year	<u>277,321</u>
Net OPEB obligation - end of year	<u>\$290,036</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, 2017 was as follows:

Fiscal Year <u>Ended</u>	Annual OPEB <u>Cost</u>	Annual OPEB Cost <u>Contributed</u>	Net OPEB <u>Obligation</u>
December 31, 2017	\$ 20,715	\$ 8,000	\$ 290,036
December 31, 2016	20,934	5,000	277,321
December 31, 2015	32,469	12,000	256,552

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%.

CITY OF BONNER SPRINGS, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
Year ended December 31, 2017

IV. OTHER INFORMATION (Continued)

F. Postemployment Healthcare Plan (Continued)

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.

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, 2017, the City paid \$2,218 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.

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2017

H. Tax Abatements (Continued)

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.

Below is the only TIF project which was active in 2017.

TIF Project Plan				
District	Purpose	Base Year	Expires	2017 Property Tax Reimbursement
Bonner Springs Pointe(K-7 & Ks. Ave)	Construction of approximately 90,000 sq. ft. of retail and commercial space	2009	2029	\$54,463

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)					
Name	CID Sales Tax			Purpose	2017 Reimbursement Amount
	Rate	Start	Expires		
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.	\$65,626

CITY OF BONNER SPRINGS, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year ended December 31, 2017

H. Tax Abatements (Continued)

Neighborhood Revitalization Program

The City of Bonner Springs has four established neighborhood revitalization areas, three of which received tax rebates in 2017. NRAs are authorized under Kansas state statutes K.S.A. 12-117.

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 2017	2017 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)	\$16,630
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	\$24,649
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	\$2,206
Plan Area 5 (application for program began in 2015 and expires in 2020)	Revitalization of specific areas of town	Residential, Commercial, Industrial - New & Rehab , 75% rebate/5 yrs; Senior Housing Tax Credit Projects – New, 50% rebate/10 yrs. Min. Investment \$170,000 for all but Duplex & Multifamily – Min. Investment \$200,000	\$18,863

CITY OF BONNER SPRINGS, KANSAS
 OTHER POST-EMPLOYMENT BENEFITS
 REQUIRED SUPPLEMENTARY INFORMATION
 Year ended December 31, 2017

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, 2017

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

	12/31/2017		12/31/2016		12/31/2015	
	Local	Police & Firemen	Local	Police & Firemen	Local	Police & Firemen
City's proportion of the net pension liability	0.167%	0.334%	0.168%	0.307%	0.16%	0.33%
City's proportionate share of the net pension liability	\$2,415,387	\$3,133,270	\$2,600,959	\$2,847,988	\$2,104,757	\$2,415,670
City's covered-employee payroll	\$2,915,198	\$1,558,298	\$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	82.85%	201.07%	89.10%	185.23%	80.52%	164.69%
Plan fiduciary net position as a percentage of the total net pension liability	72.15%	70.99%	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*

	12/31/2017		12/31/2016		12/31/2015	
	Local	Police and Firemen	Local	Police and Firemen	Local	Police and Firemen
Contractually required contribution	\$ 237,529	\$ 290,122	\$ 267,615	\$ 318,204	\$ 276,725	\$ 328,414
Contributions in relation to the contractually required contribution	<u>237,529</u>	<u>290,122</u>	<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>	<u>\$ -</u>	<u>\$ -</u>
City's covered-employee payroll	\$2,807,667	\$1,524,548	\$2,915,198	\$1,558,298	\$2,919,046	\$1,537,517
Contributions as a percentage of covered-employee payroll	8.46%	19.03%	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, 2017

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 3,259,926	\$ 1,251,240	\$ 4,511,166
Receivables (net of allowance for uncollectibles)			
Accounts	<u>50,565</u>	<u>-</u>	<u>50,565</u>
Total assets	<u>\$ 3,310,491</u>	<u>\$ 1,251,240</u>	<u>\$ 4,561,731</u>
LIABILITIES AND EQUITY			
LIABILITIES			
Accounts payable	\$ 33,589	\$ 253	\$ 33,842
Accrued liabilities	9,197	-	9,197
Due to other funds	<u>259</u>	<u>9,068</u>	<u>9,327</u>
Total liabilities	<u>43,045</u>	<u>9,321</u>	<u>52,366</u>
EQUITY			
Fund balances			
Restricted	1,848,520	1,241,919	3,090,439
Committed	1,197,248	-	1,197,248
Assigned	<u>221,678</u>	<u>-</u>	<u>221,678</u>
Total equity	<u>3,267,446</u>	<u>1,241,919</u>	<u>4,509,365</u>
Total liabilities and equity	<u>\$ 3,310,491</u>	<u>\$ 1,251,240</u>	<u>\$ 4,561,731</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, 2017

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total</u>
Revenues			
Taxes	\$ 1,085,904	\$ 517,420	\$ 1,603,324
Intergovernmental	561,115	8,598	569,713
Charges for services	738,753	-	738,753
Use of money and property	8,692	2,216	10,908
Reimbursements	58,897	10,000	68,897
Miscellaneous	2,219	8,447	10,666
Total revenues	<u>2,455,580</u>	<u>546,681</u>	<u>3,002,261</u>
Expenditures			
Current			
General government	276,673	-	276,673
Public safety	806,422	-	806,422
Public works	522,265	-	522,265
Culture and recreation	388,056	-	388,056
Economic development	360,377	-	360,377
Capital outlay	283,132	628,905	912,037
Total expenditures	<u>2,636,925</u>	<u>628,905</u>	<u>3,265,830</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[181,345]</u>	<u>[82,224]</u>	<u>[263,569]</u>
Other financing sources [uses]			
Temporary note proceeds	770,000	-	770,000
Transfers in	1,240,257	856,660	2,096,917
Transfers out	<u>[1,078,245]</u>	<u>[265,943]</u>	<u>[1,344,188]</u>
Total other financing sources [uses]	<u>932,012</u>	<u>590,717</u>	<u>1,522,729</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	750,667	508,493	1,259,160
Fund balances, January 1	<u>2,516,779</u>	<u>733,426</u>	<u>3,250,205</u>
Fund balance, December 31	<u>\$ 3,267,446</u>	<u>\$ 1,241,919</u>	<u>\$ 4,509,365</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 December 31, 2017

	<u>Emergency Medical</u>	<u>Centennial Park</u>	<u>Convention & Tourism Promotion</u>	<u>Drug & Alcohol</u>	<u>Soccer</u>	<u>Park Dedication</u>
ASSETS						
Cash and cash equivalents	\$ 14,275	\$ 565	\$ 129,980	\$ 142,215	\$ 9,747	\$ 77,730
Receivables						
Accounts	<u>43,759</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 58,034</u>	<u>\$ 565</u>	<u>\$ 129,980</u>	<u>\$ 142,215</u>	<u>\$ 9,747</u>	<u>\$ 77,730</u>
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 3,834	\$ -	\$ 2,260	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-
Accrued liabilities	<u>7,591</u>	<u>-</u>	<u>375</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>11,425</u>	<u>-</u>	<u>2,635</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances						
Restricted	43,759	-	119,830	142,215	9,747	-
Committed	-	565	-	-	-	77,730
Assigned	<u>2,850</u>	<u>-</u>	<u>7,515</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances [deficit]	<u>46,609</u>	<u>565</u>	<u>127,345</u>	<u>142,215</u>	<u>9,747</u>	<u>77,730</u>
Total liabilities and fund balances	<u>\$ 58,034</u>	<u>\$ 565</u>	<u>\$ 129,980</u>	<u>\$ 142,215</u>	<u>\$ 9,747</u>	<u>\$ 77,730</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>
\$ 112,719	\$ 1,755	\$ 147,056	\$ 1,003,229	\$ -	\$ 49,391	\$ 179	\$ 12,729
-	-	-	-	-	-	-	-
<u>\$ 112,719</u>	<u>\$ 1,755</u>	<u>\$ 147,056</u>	<u>\$ 1,003,229</u>	<u>\$ -</u>	<u>\$ 49,391</u>	<u>\$ 179</u>	<u>\$ 12,729</u>
\$ -	\$ 279	\$ -	\$ 26,498	\$ -	\$ 440	\$ 175	\$ 27
-	-	-	-	-	-	-	-
-	690	-	-	-	-	-	541
-	969	-	26,498	-	440	175	568
-	-	-	-	-	-	-	-
96,447	-	147,056	825,067	-	48,951	4	-
16,272	786	-	151,664	-	-	-	12,161
<u>112,719</u>	<u>786</u>	<u>147,056</u>	<u>976,731</u>	<u>-</u>	<u>48,951</u>	<u>4</u>	<u>12,161</u>
<u>\$ 112,719</u>	<u>\$ 1,755</u>	<u>\$ 147,056</u>	<u>\$ 1,003,229</u>	<u>\$ -</u>	<u>\$ 49,391</u>	<u>\$ 179</u>	<u>\$ 12,729</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, 2017

	FEMA Mitigation Grant	Senior Center Activities	PHA Investment	LLEBG Grant #98-07	Library Sales Tax	Stormwater	Bonner Springs Center CID City Contribution
ASSETS							
Cash and cash equivalents	\$ -	\$ 1,479	\$ 187,380	\$ 132	\$ 585,112	\$ 220,277	\$ -
Receivables							
Accounts	<u>-</u>	<u>25</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,781</u>	<u>-</u>
Total assets	<u>\$ -</u>	<u>\$ 1,504</u>	<u>\$ 187,380</u>	<u>\$ 132</u>	<u>\$ 585,112</u>	<u>\$ 227,058</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable	\$ -	\$ 76	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	259	-	-	-	-	-	-
Accrued liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>259</u>	<u>76</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances							
Restricted	[259]	-	187,380	132	585,112	220,783	-
Committed	-	1,428	-	-	-	-	-
Assigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,275</u>	<u>-</u>
Total fund balances [deficit]	<u>[259]</u>	<u>1,428</u>	<u>187,380</u>	<u>132</u>	<u>585,112</u>	<u>227,058</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$ 1,504</u>	<u>\$ 187,380</u>	<u>\$ 132</u>	<u>\$ 585,112</u>	<u>\$ 227,058</u>	<u>\$ -</u>

Bonner Springs Center CID Sales Tax	Bonner Springs Fire Equipment Grant	Capital Improvement Sales Tax	Westgate TIF Funding	Bonner Springs TIF Increment	Inspect Engineering Reimbursement	2017-1 Temporary Notes	Totals
\$ -	\$ 9,476	\$ 464,820	\$ 19,267	\$ -	\$ -	\$ 70,413	\$ 3,259,926
-	-	-	-	-	-	-	50,565
\$ -	\$ 9,476	\$ 464,820	\$ 19,267	\$ -	\$ -	\$ 70,413	\$ 3,310,491
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 33,589
-	-	-	-	-	-	-	259
-	-	-	-	-	-	-	9,197
-	-	-	-	-	-	-	43,045
-	9,476	440,665	19,267	-	-	70,413	1,848,520
-	-	-	-	-	-	-	1,197,248
-	-	24,155	-	-	-	-	221,678
-	9,476	464,820	19,267	-	-	70,413	3,267,446
\$ -	\$ 9,476	\$ 464,820	\$ 19,267	\$ -	\$ -	\$ 70,413	\$ 3,310,491

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, 2017

	Emergency <u>Medical</u>	Centennial <u>Park</u>	Convention & Tourism	Drug & <u>Alcohol</u>	<u>Soccer</u>
Revenues					
Taxes	\$ -	\$ -	\$ 107,358	\$ 69,369	\$ -
Intergovernmental	-	-	-	-	-
Use of money and property	-	-	389	387	31
Charges for services	279,298	-	-	-	13,926
Reimbursements	-	-	-	-	2,146
Miscellaneous	-	35	-	-	-
Total revenues	<u>279,298</u>	<u>35</u>	<u>107,747</u>	<u>69,756</u>	<u>16,103</u>
Expenditures					
General government	-	-	91,604	-	-
Public safety	806,422	-	-	-	-
Public works	-	-	-	-	-
Culture and recreation	-	-	-	11,439	13,110
Economic development	-	-	-	-	-
Capital outlay	1,735	-	29,659	-	-
Total expenditures	<u>808,157</u>	<u>-</u>	<u>121,263</u>	<u>11,439</u>	<u>13,110</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[528,859]</u>	<u>35</u>	<u>[13,516]</u>	<u>58,317</u>	<u>2,993</u>
Other financing sources [uses]					
Temporary note proceeds	-	-	-	-	-
Transfers in	514,093	-	-	-	-
Transfers [out]	-	-	-	[41,000]	-
Total other financing sources [uses]	<u>514,093</u>	<u>-</u>	<u>-</u>	<u>[41,000]</u>	<u>-</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>[14,766]</u>	<u>35</u>	<u>[13,516]</u>	<u>17,317</u>	<u>2,993</u>
Fund balances [deficit], January 1	<u>61,375</u>	<u>530</u>	<u>140,861</u>	<u>124,898</u>	<u>6,754</u>
Fund balances [deficit], December 31	<u>\$ 46,609</u>	<u>\$ 565</u>	<u>\$ 127,345</u>	<u>\$ 142,215</u>	<u>\$ 9,747</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>
\$ -	\$ -	\$ -	\$ 69,369	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	6,450	-	369,809	-	-	-	100,776
217	336	-	391	2,037	12	151	-	-
4,500	-	-	-	-	28,318	112,930	171,659	10,559
-	49,376	-	890	-	1,800	-	96	-
-	-	-	66	-	-	-	30	1,170
<u>4,717</u>	<u>49,712</u>	<u>6,450</u>	<u>70,716</u>	<u>371,846</u>	<u>30,130</u>	<u>113,081</u>	<u>171,785</u>	<u>112,505</u>
-	44,106	52,859	-	-	-	-	-	64,855
-	-	-	-	-	-	-	-	-
-	-	-	-	445,896	-	-	-	-
-	-	-	39,946	-	30,274	106,158	187,129	-
-	-	-	-	-	-	-	-	-
-	<u>9,872</u>	<u>4,088</u>	-	-	<u>5,393</u>	<u>8,324</u>	<u>28,207</u>	<u>58,680</u>
-	<u>53,978</u>	<u>56,947</u>	<u>39,946</u>	<u>445,896</u>	<u>35,667</u>	<u>114,482</u>	<u>215,336</u>	<u>123,535</u>
<u>4,717</u>	<u>[4,266]</u>	<u>[50,497]</u>	<u>30,770</u>	<u>[74,050]</u>	<u>[5,537]</u>	<u>[1,401]</u>	<u>[43,551]</u>	<u>[11,030]</u>
-	-	-	-	-	-	-	-	-
-	-	51,283	-	570,000	-	-	43,555	13,105
-	-	-	[29,090]	-	883	-	-	-
-	-	<u>51,283</u>	<u>[29,090]</u>	<u>570,000</u>	<u>883</u>	-	<u>43,555</u>	<u>13,105</u>
4,717	[4,266]	786	1,680	495,950	[4,654]	[1,401]	4	2,075
<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>
<u>\$ 77,730</u>	<u>\$ 112,719</u>	<u>\$ 786</u>	<u>\$ 147,056</u>	<u>\$ 976,731</u>	<u>\$ -</u>	<u>\$ 48,951</u>	<u>\$ 4</u>	<u>\$ 12,161</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, 2017

	FEMA Mitigation Grant	Senior Center Activities	PHA Investment	LLEBG Grant #98-07	Library Sales Tax	Stormwater	Bonner Springs Center CID City Contribution
Revenues							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 88,663	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-
Use of money and property	-	-	533	-	1,675	589	-
Charges for services	-	7,100	-	-	-	110,463	-
Reimbursements	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	918	-
Total revenues	-	7,100	533	-	90,338	111,970	-
Expenditures							
General government	-	7,050	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	74,580	-
Culture and recreation	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	48,221
Capital outlay	-	-	-	-	15,055	22,075	-
Total expenditures	-	7,050	-	-	15,055	96,655	48,221
Excess [deficiency] of revenues over [under] expenditures	-	50	533	-	75,283	15,315	[48,221]
Other financing sources [uses]							
Temporary note proceeds	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	48,221
Transfers [out]	-	-	-	-	-	[23,974]	-
Total other financing sources [uses]	-	-	-	-	-	[23,974]	48,221
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	-	50	533	-	75,283	[8,659]	-
Fund balances [deficit], January 1	[259]	1,378	186,847	132	509,829	235,717	-
Fund balances [deficit], December 31	\$ [259]	\$ 1,428	\$ 187,380	\$ 132	\$ 585,112	\$ 227,058	\$ -

Bonner Springs Center CID Sales Tax	Bonner Springs Fire Equipment Grant	Capital Improvement Sales Tax	Westgate TIF Funding	Bonner Springs TIF Increment	Inspect Engineering Reimbursement	2017-1 Temporary Notes	Total
\$ -	\$ -	\$ 517,420	\$ -	\$ 233,725	\$ -	\$ -	\$ 1,085,904
69,080	-	-	15,000	-	-	-	561,115
-	-	1,437	-	-	-	507	8,692
-	-	-	-	-	-	-	738,753
-	-	2,800	-	-	1,789	-	58,897
-	-	-	-	-	-	-	2,219
<u>69,080</u>	<u>-</u>	<u>521,657</u>	<u>15,000</u>	<u>233,725</u>	<u>1,789</u>	<u>507</u>	<u>2,455,580</u>
-	-	-	-	1,169	-	15,030	276,673
-	-	-	-	-	-	-	806,422
-	-	-	-	-	1,789	-	522,265
-	-	-	-	-	-	-	388,056
69,080	-	-	10,520	232,556	-	-	360,377
-	-	100,044	-	-	-	-	283,132
<u>69,080</u>	<u>-</u>	<u>100,044</u>	<u>10,520</u>	<u>233,725</u>	<u>1,789</u>	<u>15,030</u>	<u>2,636,925</u>
-	-	421,613	4,480	-	-	[14,523]	[181,345]
-	-	-	-	-	-	770,000	770,000
-	-	-	-	-	-	-	1,240,257
-	-	[300,000]	-	-	-	[685,064]	[1,078,245]
-	-	[300,000]	-	-	-	84,936	932,012
-	-	121,613	4,480	-	-	70,413	750,667
-	9,476	343,207	14,787	-	-	-	2,516,779
<u>\$ -</u>	<u>\$ 9,476</u>	<u>\$ 464,820</u>	<u>\$ 19,267</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 70,413</u>	<u>\$ 3,267,446</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECT FUNDS
 December 31, 2017

	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	\$ -	\$ 532,240	\$ 2,343	\$ 269,671
Total assets	<u>\$ -</u>	<u>\$ 532,240</u>	<u>\$ 2,343</u>	<u>\$ 269,671</u>
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ 253
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>253</u>
FUND BALANCES				
Restricted	<u>-</u>	<u>532,240</u>	<u>2,343</u>	<u>269,418</u>
Total fund balances [deficit]	<u>-</u>	<u>532,240</u>	<u>2,343</u>	<u>269,418</u>
Total liabilities and equity	<u>\$ -</u>	<u>\$ 532,240</u>	<u>\$ 2,343</u>	<u>\$ 269,671</u>

<u>Sidewalk Escrow</u>	<u>Morse Ave Waterline</u>	<u>Water Plant Upgrades</u>	<u>Wastewater Treatment Plant Screening</u>	<u>Riverview Stormwater</u>	<u>WWTP Clarifier 2 Rehab</u>	<u>Totals</u>
\$ 43,114	\$ -	\$ -	\$ -	\$ 403,872	\$ -	\$ 1,251,240
<u>\$ 43,114</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 403,872</u>	<u>\$ -</u>	<u>\$ 1,251,240</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 253
-	4,680	4,388	-	-	-	9,068
-	4,680	4,388	-	-	-	9,321
43,114	[4,680]	[4,388]	-	403,872	-	1,241,919
43,114	[4,680]	[4,388]	-	403,872	-	1,241,919
<u>\$ 43,114</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 403,872</u>	<u>\$ -</u>	<u>\$ 1,251,240</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, 2017

	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	\$ -	\$ 1,513	\$ -	\$ 591
Taxes	-	-	-	517,420
Intergovernmental	8,598	-	-	-
Reimbursements	-	-	-	10,000
Miscellaneous	-	-	-	-
Total revenues	<u>8,598</u>	<u>1,513</u>	<u>-</u>	<u>528,011</u>
Expenditures				
Capital outlay	-	-	-	176,117
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>176,117</u>
Excess [deficiency] of revenues over [under] expenditures	<u>8,598</u>	<u>1,513</u>	<u>-</u>	<u>351,894</u>
Other financing sources [uses]				
Transfers in	-	-	-	-
Transfers [out]	<u>[8,076]</u>	<u>-</u>	<u>-</u>	<u>[257,867]</u>
Total other financing sources [uses]	<u>[8,076]</u>	<u>-</u>	<u>-</u>	<u>[257,867]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	522	1,513	-	94,027
Fund balances [deficit], January 1	<u>[522]</u>	<u>530,727</u>	<u>2,343</u>	<u>175,391</u>
Fund balances [deficit], December 31	<u>\$ -</u>	<u>\$ 532,240</u>	<u>\$ 2,343</u>	<u>\$ 269,418</u>

<u>Sidewalk Escrow</u>	<u>Morse Ave Waterline</u>	<u>Water Plant Upgrades</u>	<u>Wastewater Treatment Plant Screening</u>	<u>Riverview Stormwater</u>	<u>WWTP Clarifier 2 Rehab</u>	<u>Totals</u>
\$ 112	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,216
-	-	-	-	-	-	517,420
-	-	-	-	-	-	8,598
-	-	-	-	-	-	10,000
<u>8,447</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,447</u>
<u>8,559</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>546,681</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>47,352</u>	<u>281,192</u>	<u>124,244</u>	<u>628,905</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>47,352</u>	<u>281,192</u>	<u>124,244</u>	<u>628,905</u>
<u>8,559</u>	<u>-</u>	<u>-</u>	<u>[47,352]</u>	<u>[281,192]</u>	<u>[124,244]</u>	<u>[82,224]</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>47,352</u>	<u>685,064</u>	<u>124,244</u>	<u>856,660</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>[265,943]</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>47,352</u>	<u>685,064</u>	<u>124,244</u>	<u>590,717</u>
8,559	-	-	-	403,872	-	508,493
<u>34,555</u>	<u>[4,680]</u>	<u>[4,388]</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>733,426</u>
<u>\$ 43,114</u>	<u>\$ [4,680]</u>	<u>\$ [4,388]</u>	<u>\$ -</u>	<u>\$ 403,872</u>	<u>\$ -</u>	<u>\$ 1,241,919</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, 2017

	GAAP Basis Actual	Adjustments	Budgetary Basis Actual	Original Budget	Amended Budget	Variance Positive [Negative]
Revenues						
Charges for services	\$ 279,298	\$ [112,674]	\$ 166,624	\$ 180,000	\$ 180,000	\$ [13,376]
Total revenues	<u>279,298</u>	<u>[112,674]</u>	<u>166,624</u>	<u>180,000</u>	<u>180,000</u>	<u>[13,376]</u>
Expenditures						
Personal services	526,688	-	526,688	583,553	583,553	56,865
Contractual	221,555	[127,440]	94,115	109,928	109,928	15,813
Commodities	58,179	-	58,179	56,375	56,375	[1,804]
Capital outlay	1,735	-	1,735	-	-	[1,735]
Total expenditures	<u>808,157</u>	<u>[127,440]</u>	<u>680,717</u>	<u>749,856</u>	<u>749,856</u>	<u>69,139</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[528,859]</u>	<u>14,766</u>	<u>[514,093]</u>	<u>[569,856]</u>	<u>[569,856]</u>	<u>55,763</u>
Other financing sources [uses]						
Transfers in	<u>514,093</u>	<u>-</u>	<u>514,093</u>	<u>569,856</u>	<u>569,856</u>	<u>[55,763]</u>
Total other financing sources [uses]	<u>514,093</u>	<u>-</u>	<u>514,093</u>	<u>569,856</u>	<u>569,856</u>	<u>[55,763]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>[14,766]</u>	<u>\$ 14,766</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, January 1	<u>61,375</u>		<u>-</u>			
Fund balance, December 31	<u>\$ 46,609</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, 2017

	GAAP Basis		Budgetary Basis		Original	Final	Variance
	<u>Actual</u>	<u>Adjustments</u>	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Budget</u>	Positive [Negative]
Revenues							
Taxes	\$ 107,358	\$ -	\$ 107,358	\$ 95,000	\$ 95,000	\$ 95,000	\$ 12,358
Use of money and property	389	-	389	325	325	325	64
Total revenues	<u>107,747</u>	<u>-</u>	<u>107,747</u>	<u>95,325</u>	<u>95,325</u>	<u>95,325</u>	<u>12,422</u>
Expenditures							
Personal services	25,192	-	25,192	25,549	25,549	25,549	357
Contractual	64,484	7,515	71,999	85,005	85,005	85,005	13,006
Commodities	1,928	-	1,928	1,700	1,700	1,700	[228]
Capital outlay	29,659	-	29,659	30,000	30,000	30,000	341
Total expenditures	<u>121,263</u>	<u>7,515</u>	<u>128,778</u>	<u>142,254</u>	<u>142,254</u>	<u>142,254</u>	<u>13,476</u>
Excess [deficiency] of revenues over [under] expenditures	[13,516]	<u>\$ [7,515]</u>	[21,031]	<u>\$ [46,929]</u>	<u>\$ [46,929]</u>	<u>\$ [46,929]</u>	<u>\$ 25,898</u>
Fund balance, January 1	<u>140,861</u>		<u>140,861</u>				
Fund balance, December 31	<u>\$ 127,345</u>		<u>\$ 119,830</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, 2017

	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	\$ 69,369	\$ -	\$ 69,369	\$ 55,000	\$ 55,000	\$ 14,369
Use of money and property	387	-	387	200	200	187
Total revenues	<u>69,756</u>	<u>-</u>	<u>69,756</u>	<u>55,200</u>	<u>55,200</u>	<u>14,556</u>
Expenditures						
Contractual services	11,439	[4,500]	6,939	25,000	25,000	18,061
Total expenditures	<u>11,439</u>	<u>[4,500]</u>	<u>6,939</u>	<u>25,000</u>	<u>25,000</u>	<u>18,061</u>
Excess [deficiency] of revenues over [under] expenditures	<u>58,317</u>	<u>4,500</u>	<u>62,817</u>	<u>30,200</u>	<u>30,200</u>	<u>32,617</u>
Other financing sources [uses]						
Transfer [out]	[41,000]	[4,500]	[45,500]	[41,000]	[41,000]	[4,500]
Total other financing sources [uses]	<u>[41,000]</u>	<u>[4,500]</u>	<u>[45,500]</u>	<u>[41,000]</u>	<u>[41,000]</u>	<u>[4,500]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	17,317	<u>\$ -</u>	17,317	<u>\$ [10,800]</u>	<u>\$ [10,800]</u>	<u>\$ 28,117</u>
Fund balance, January 1	<u>124,898</u>		<u>124,898</u>			
Fund balance, December 31	<u>\$ 142,215</u>		<u>\$ 142,215</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, 2017

	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	\$ 13,926	\$ -	\$ 13,926	\$ 20,000	\$ 20,000	\$ [6,074]
Reimbursements	2,146	-	2,146	-	-	2,146
Use of money and property	31	-	31	-	-	31
Total revenues	<u>16,103</u>	<u>-</u>	<u>16,103</u>	<u>20,000</u>	<u>20,000</u>	<u>[3,897]</u>
Expenditures						
Personnel services	1,496	-	1,496	1,115	1,115	[381]
Contractual services	5,365	-	5,365	8,050	8,050	2,685
Commodities	6,249	-	6,249	9,900	9,900	3,651
Total expenditures	<u>13,110</u>	<u>-</u>	<u>13,110</u>	<u>19,065</u>	<u>19,065</u>	<u>5,955</u>
Excess [deficiency] of revenues over [under] expenditures	2,993	<u>\$ -</u>	2,993	<u>\$ 935</u>	<u>\$ 935</u>	<u>\$ 2,058</u>
Fund balance, January 1	<u>6,754</u>		<u>6,754</u>			
Fund balance, December 31	<u>\$ 9,747</u>		<u>\$ 9,747</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, 2017

	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	\$ 4,500	\$ -	\$ 4,500	\$ 5,000	\$ 5,000	\$ [500]
Use of money and property	217	-	217	100	100	117
Total revenues	<u>4,717</u>	<u>-</u>	<u>4,717</u>	<u>5,100</u>	<u>5,100</u>	<u>[383]</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	4,717	<u>\$ -</u>	4,717	<u>\$ 5,100</u>	<u>\$ 5,100</u>	<u>\$ [383]</u>
Fund balance, January 1	<u>73,013</u>		<u>73,013</u>			
Fund balance, December 31	<u>\$ 77,730</u>		<u>\$ 77,730</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, 2017

	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	\$ 49,376	\$ -	\$ 49,376	\$ -	\$ -	\$ 49,376
Use of money and property	336	-	336	100	100	236
Total revenues	<u>49,712</u>	<u>-</u>	<u>49,712</u>	<u>100</u>	<u>100</u>	<u>49,612</u>
Expenditures						
Contractual services	44,106	-	44,106	139,084	139,084	94,978
Capital outlay	<u>9,872</u>	<u>-</u>	<u>9,872</u>	<u>-</u>	<u>-</u>	<u>[9,872]</u>
Total expenditures	<u>53,978</u>	<u>-</u>	<u>53,978</u>	<u>139,084</u>	<u>139,084</u>	<u>85,106</u>
Excess [deficiency] of revenues over [under] expenditures	[4,266]	<u>\$ -</u>	[4,266]	<u>\$ [138,984]</u>	<u>\$ [138,984]</u>	<u>\$ 134,718</u>
Fund balance, January 1	<u>116,985</u>		<u>100,713</u>			
Fund balance, December 31	<u>\$ 112,719</u>		<u>\$ 96,447</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, 2017

	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	\$ 6,450	\$ -	\$ 6,450	\$ 6,450	\$ 6,450	\$ -
Total revenues	<u>6,450</u>	<u>-</u>	<u>6,450</u>	<u>6,450</u>	<u>6,450</u>	<u>-</u>
Expenditures						
Personal services	45,367	-	45,367	44,168	44,168	[1,199]
Contractual services	5,807	-	5,807	6,030	6,030	223
Commodities	1,685	-	1,685	5,320	5,320	3,635
Capital outlay	4,088	786	4,874	2,400	2,400	[2,474]
Total expenditures	<u>56,947</u>	<u>786</u>	<u>57,733</u>	<u>57,918</u>	<u>57,918</u>	<u>185</u>
Excess [deficiency] of revenues over [under] expenditures	[50,497]	[786]	[51,283]	[51,468]	[51,468]	185
Other financing sources [uses]						
Transfer in	<u>51,283</u>	<u>-</u>	<u>51,283</u>	<u>51,468</u>	<u>51,468</u>	<u>[185]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	786	<u>\$ [786]</u>	-	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance, January 1	<u>-</u>		<u>-</u>			
Fund balance, December 31	<u>\$ 786</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, 2017

	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	\$ 69,369	\$ -	\$ 69,369	\$ 55,000	\$ 55,000	\$ 14,369
Reimbursements	890	-	890	-	-	890
Miscellaneous	66	-	66	-	-	66
Use of money and property	391	-	391	200	200	191
Total revenues	<u>70,716</u>	<u>-</u>	<u>70,716</u>	<u>55,200</u>	<u>55,200</u>	<u>15,516</u>
Expenditures						
Capital outlay	39,946	-	39,946	43,500	43,500	3,554
Total expenditures	<u>39,946</u>	<u>-</u>	<u>39,946</u>	<u>43,500</u>	<u>43,500</u>	<u>3,554</u>
Excess [deficiency] of revenues over [under] expenditures	<u>30,770</u>	<u>-</u>	<u>30,770</u>	<u>11,700</u>	<u>11,700</u>	<u>19,070</u>
Other financing sources [uses]						
Transfer [out]	<u>[29,090]</u>	<u>-</u>	<u>[29,090]</u>	<u>[38,240]</u>	<u>[38,240]</u>	<u>9,150</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	1,680	<u>\$ -</u>	1,680	<u>\$ [26,540]</u>	<u>\$ [26,540]</u>	<u>\$ 28,220</u>
Fund balance, January 1	<u>145,376</u>		<u>145,376</u>			
Fund balance, December 31	<u>\$ 147,056</u>		<u>\$ 147,056</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, 2017

	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	\$ 369,809	\$ -	\$ 369,809	\$ 354,862	\$ 354,862	\$ 14,947
Use of money and property	<u>2,037</u>	<u>-</u>	<u>2,037</u>	<u>600</u>	<u>600</u>	<u>1,437</u>
Total revenues	<u>371,846</u>	<u>-</u>	<u>371,846</u>	<u>355,462</u>	<u>355,462</u>	<u>16,384</u>
Expenditures						
Capital outlay	<u>445,896</u>	<u>136,360</u>	<u>582,256</u>	<u>1,011,200</u>	<u>1,011,200</u>	<u>428,944</u>
Total expenditures	<u>445,896</u>	<u>136,360</u>	<u>582,256</u>	<u>1,011,200</u>	<u>1,011,200</u>	<u>428,944</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[74,050]</u>	<u>[136,360]</u>	<u>[210,410]</u>	<u>[655,738]</u>	<u>[655,738]</u>	<u>445,328</u>
Other financing sources [uses]						
Transfer in	<u>570,000</u>	<u>-</u>	<u>570,000</u>	<u>570,000</u>	<u>570,000</u>	<u>-</u>
Total other financing sources [uses]	<u>570,000</u>	<u>-</u>	<u>570,000</u>	<u>570,000</u>	<u>570,000</u>	<u>-</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	495,950	<u>\$ [136,360]</u>	359,590	<u>\$ [85,738]</u>	<u>\$ [85,738]</u>	<u>\$ 445,328</u>
Fund balance, January 1	<u>480,781</u>		<u>465,477</u>			
Fund balance, December 31	<u>\$ 976,731</u>		<u>\$ 825,067</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, 2017

	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	\$ 28,318	\$ -	\$ 28,318	\$ 45,040	\$ 45,040	\$ [16,722]
Reimbursements	1,800	-	1,800	-	-	1,800
Use of money and property	<u>12</u>	<u>-</u>	<u>12</u>	<u>-</u>	<u>-</u>	<u>12</u>
Total revenues	<u>30,130</u>	<u>-</u>	<u>30,130</u>	<u>45,040</u>	<u>45,040</u>	<u>[14,910]</u>
Expenditures						
Personal services	7,565	-	7,565	9,450	9,450	1,885
Contractual services	6,874	-	6,874	13,450	13,450	6,576
Commodities	15,835	-	15,835	17,975	17,975	2,140
Capital outlay	<u>5,393</u>	<u>-</u>	<u>5,393</u>	<u>7,000</u>	<u>7,000</u>	<u>1,607</u>
Total expenditures	<u>35,667</u>	<u>-</u>	<u>35,667</u>	<u>47,875</u>	<u>47,875</u>	<u>12,208</u>
Excess [deficiency] of revenues over [under] expenditures	[5,537]	-	[5,537]	[2,835]	[2,835]	[2,702]
Other financing sources [uses]						
Transfer [out]	<u>883</u>	<u>-</u>	<u>883</u>	<u>-</u>	<u>-</u>	<u>883</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	[4,654]	<u>\$ -</u>	[4,654]	<u>\$ [2,835]</u>	<u>\$ [2,835]</u>	<u>\$ [1,819]</u>
Fund balance, January 1	<u>4,654</u>		<u>4,654</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
 RECREATION PROGRAM FUND
 For the Year Ended December 31, 2017

	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	\$ 112,930	\$ -	\$ 112,930	\$ 167,000	\$ 167,000	\$ [54,070]
Use of money and property	151	-	151	100	100	51
Total revenues	<u>113,081</u>	<u>-</u>	<u>113,081</u>	<u>167,100</u>	<u>167,100</u>	<u>[54,019]</u>
Expenditures						
Personal services	89,006	-	89,006	111,145	111,145	22,139
Contractual services	5,134	-	5,134	30,500	30,500	25,366
Commodities	12,018	-	12,018	26,000	26,000	13,982
Capital outlay	8,324	-	8,324	13,500	13,500	5,176
Total expenditures	<u>114,482</u>	<u>-</u>	<u>114,482</u>	<u>181,145</u>	<u>181,145</u>	<u>66,663</u>
Excess [deficiency] of revenues over [under] expenditures	[1,401]	<u>\$ -</u>	[1,401]	<u>\$ [14,045]</u>	<u>\$ [14,045]</u>	<u>\$ 12,644</u>
Fund balance, January 1	<u>50,352</u>		<u>50,352</u>			
Fund balance, December 31	<u>\$ 48,951</u>		<u>\$ 48,951</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, 2017

	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	\$ 171,659	\$ -	\$ 171,659	\$ 144,150	\$ 144,150	\$ 27,509
Miscellaneous	30	-	30	-	-	30
Reimbursements	96	-	96	-	-	96
Total revenues	<u>171,785</u>	<u>-</u>	<u>171,785</u>	<u>144,150</u>	<u>144,150</u>	<u>27,635</u>
Expenditures						
Personal services	113,748	-	113,748	180,409	180,409	66,661
Contractual services	38,663	-	38,663	43,874	43,874	5,211
Commodities	34,718	-	34,718	31,350	31,350	[3,368]
Capital outlay	28,207	-	28,207	38,240	38,240	10,033
Total expenditures	<u>215,336</u>	<u>-</u>	<u>215,336</u>	<u>293,873</u>	<u>293,873</u>	<u>78,537</u>
Excess [deficiency] of revenues over [under] expenditures	[43,551]	-	[43,551]	[149,723]	[149,723]	106,172
Other financing sources [uses]						
Transfer in	<u>43,555</u>	<u>-</u>	<u>43,555</u>	<u>149,723</u>	<u>149,723</u>	<u>[106,168]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	4	<u>\$ -</u>	4	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4</u>
Fund balance, January 1	-		-			
Fund balance, December 31	<u>\$ 4</u>		<u>\$ 4</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, 2017

	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	\$ 100,776	\$ -	\$ 100,776	\$ 115,104	\$ 115,104	\$ [14,328]
Charges of services	10,559	-	10,559	7,500	7,500	3,059
Miscellaneous	<u>1,170</u>	<u>-</u>	<u>1,170</u>	<u>3,000</u>	<u>3,000</u>	<u>[1,830]</u>
Total revenues	<u>112,505</u>	<u>-</u>	<u>112,505</u>	<u>125,604</u>	<u>125,604</u>	<u>[13,099]</u>
Expenditures						
Personal services	47,027	-	47,027	57,310	57,310	10,283
Contractual services	8,538	-	8,538	13,095	13,095	4,557
Commodities	9,290	-	9,290	18,600	18,600	9,310
Capital outlay	<u>58,680</u>	<u>425</u>	<u>59,105</u>	<u>65,000</u>	<u>65,000</u>	<u>5,895</u>
Total expenditures	<u>123,535</u>	<u>425</u>	<u>123,960</u>	<u>154,005</u>	<u>154,005</u>	<u>30,045</u>
Excess [deficiency] of revenues over [under] expenditures	[11,030]	[425]	[11,455]	[28,401]	[28,401]	16,946
Other financing sources [uses]						
Transfer in	<u>13,105</u>	<u>-</u>	<u>13,105</u>	<u>28,401</u>	<u>28,401</u>	<u>[15,296]</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	2,075	<u>\$ [425]</u>	1,650	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,650</u>
Fund balance, January 1	<u>10,086</u>		<u>[1,650]</u>			
Fund balance, December 31	<u>\$ 12,161</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
LIBRARY SALES TAX FUND

For the Year Ended December 31, 2017

	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	\$ 88,663	\$ -	\$ 88,663	\$ 38,960	\$ 38,960	\$ 49,703
Use of money and property	1,675	-	1,675	25	25	1,650
Total revenues	<u>90,338</u>	<u>-</u>	<u>90,338</u>	<u>38,985</u>	<u>38,985</u>	<u>51,353</u>
Expenditures						
Capital outlay	15,055	-	15,055	502,080	502,080	487,025
Total expenditures	<u>15,055</u>	<u>-</u>	<u>15,055</u>	<u>502,080</u>	<u>502,080</u>	<u>487,025</u>
Excess [deficiency] of revenues over [under] expenditures	75,283	<u>\$ -</u>	75,283	<u>\$ [463,095]</u>	<u>\$ [463,095]</u>	<u>\$ 538,378</u>
Fund balance, January 1	<u>509,829</u>		<u>509,829</u>			
Fund balance, December 31	<u>\$ 585,112</u>		<u>\$ 585,112</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, 2017

	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>48,221</u>	<u>-</u>	<u>48,221</u>	<u>50,000</u>	<u>50,000</u>	<u>1,779</u>
Total expenditures	<u>48,221</u>	<u>-</u>	<u>48,221</u>	<u>50,000</u>	<u>50,000</u>	<u>1,779</u>
Excess [deficiency] of revenues over [under] expenditures	[48,221]	-	[48,221]	[50,000]	[50,000]	1,779
Other financing sources [uses]						
Transfer in	<u>48,221</u>	<u>-</u>	<u>48,221</u>	<u>50,000</u>	<u>50,000</u>	<u>[1,779]</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, 2017

	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	\$ 69,080	\$ -	\$ 69,080	\$ 100,000	\$ 100,000	\$ [30,920]
Total revenues	<u>69,080</u>	<u>-</u>	<u>69,080</u>	<u>100,000</u>	<u>100,000</u>	<u>[30,920]</u>
Expenditures						
Contractual services	69,080	-	69,080	100,000	100,000	30,920
Total expenditures	<u>69,080</u>	<u>-</u>	<u>69,080</u>	<u>100,000</u>	<u>100,000</u>	<u>30,920</u>
Excess [deficiency] of revenues over [under] expenditures	-	\$ -	-	\$ -	\$ -	\$ -
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
 CAPITAL IMPROVEMENT SALES TAX FUND
 For the Year Ended December 31, 2017

	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	\$ 517,420	\$ -	\$ 517,420	\$ 467,500	\$ 467,500	\$ 49,920
Reimbursements	2,800	-	2,800	-	-	2,800
Use of money and property	<u>1,437</u>	<u>-</u>	<u>1,437</u>	<u>350</u>	<u>350</u>	<u>1,087</u>
Total revenues	<u>521,657</u>	<u>-</u>	<u>521,657</u>	<u>467,850</u>	<u>467,850</u>	<u>53,807</u>
Expenditures						
Capital outlay	<u>100,044</u>	<u>[66,984]</u>	<u>33,060</u>	<u>22,500</u>	<u>63,394</u>	<u>30,334</u>
Total expenditures	<u>100,044</u>	<u>[66,984]</u>	<u>33,060</u>	<u>22,500</u>	<u>63,394</u>	<u>30,334</u>
Excess [deficiency] of revenues over [under] expenditures	421,613	66,984	488,597	445,350	404,456	84,141
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]	121,613	<u>\$ 66,984</u>	188,597	<u>\$ 145,350</u>	<u>\$ 104,456</u>	<u>\$ 84,141</u>
Fund balance, January 1	<u>343,207</u>		<u>252,069</u>			
Fund balance, December 31	<u>\$ 464,820</u>		<u>\$ 440,666</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
 DEBT SERVICE FUND
 For the Year Ended December 31, 2017

	GAAP Basis Actual	Adjustment	Budgetary Basis Actual	Original Budget	Final Budget	Variance Positive [Negative]
Revenues						
Taxes	\$ 350,639	\$ -	\$ 350,639	\$ 350,045	\$ 350,045	\$ 594
Special assessments	133,703	-	133,703	125,000	125,000	8,703
Use of money and property	1,277	-	1,277	1,000	1,000	277
Total revenues	<u>485,619</u>	<u>-</u>	<u>485,619</u>	<u>476,045</u>	<u>476,045</u>	<u>9,574</u>
Expenditures						
Debt service						
Principal	608,070	716,930	1,325,000	1,325,000	1,325,000	-
Interest	171,321	241,794	413,115	413,115	413,115	-
Cash basis reserve	-	-	-	64,859	64,859	64,859
Total expenditures	<u>779,391</u>	<u>958,724</u>	<u>1,738,115</u>	<u>1,802,974</u>	<u>1,802,974</u>	<u>64,859</u>
Excess [deficiency] of revenues over [under] expenditures	<u>[293,772]</u>	<u>[958,724]</u>	<u>[1,252,496]</u>	<u>[1,326,929]</u>	<u>[1,326,929]</u>	<u>74,433</u>
Other financing sources [uses]						
Transfer in	<u>279,561</u>	<u>958,724</u>	<u>1,238,285</u>	<u>1,235,341</u>	<u>1,235,341</u>	<u>2,944</u>
Total other financing sources [uses]	<u>279,561</u>	<u>958,724</u>	<u>1,238,285</u>	<u>1,235,341</u>	<u>1,235,341</u>	<u>2,944</u>
Excess [deficiency] of revenues and other sources over [under] expenditures and other [uses]	<u>[14,211]</u>	<u>\$ -</u>	<u>[14,211]</u>	<u>\$ [91,588]</u>	<u>\$ [91,588]</u>	<u>\$ 77,377</u>
Fund balance, January 1	<u>202,586</u>		<u>202,586</u>			
Fund balance, December 31	<u>\$ 188,375</u>		<u>\$ 188,375</u>			

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

CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 December 31, 2017

	Private Purpose Trust			
	Senior Center	Bonner Beautiful	Cemetery	Senior Trust Scholarship
ASSETS				
Cash and cash equivalents	\$ 14,017	\$ 6,019	\$ 5,271	\$ 7,491
Total assets	<u>\$ 14,017</u>	<u>\$ 6,019</u>	<u>\$ 5,271</u>	<u>\$ 7,491</u>
LIABILITIES AND NET POSITION				
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position				
Unreserved				
Undesignated	<u>14,017</u>	<u>6,019</u>	<u>5,271</u>	<u>7,491</u>
Total liabilities and net position	<u>\$ 14,017</u>	<u>\$ 6,019</u>	<u>\$ 5,271</u>	<u>\$ 7,491</u>

Private Purpose Trust (Continued)

<u>Dare Concert</u>	<u>Daly</u>	<u>Recreation Scholarship</u>	<u>Law Enforcement Trust</u>	<u>Ambulance Trust</u>	<u>Total</u>
\$ 3,936	\$ 317	\$ 43,924	\$ 5,293	\$ -	\$ 86,268
<u>\$ 3,936</u>	<u>\$ 317</u>	<u>\$ 43,924</u>	<u>\$ 5,293</u>	<u>\$ -</u>	<u>\$ 86,268</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,936	\$ 317	\$ 43,924	\$ 5,293	\$ -	\$ 86,268
<u>\$ 3,936</u>	<u>\$ 317</u>	<u>\$ 43,924</u>	<u>\$ 5,293</u>	<u>\$ -</u>	<u>\$ 86,268</u>

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

This page intentionally left blank.

CITY OF BONNER SPRINGS, KANSAS

COMBINING STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 December 31, 2017

	Agency Funds				Total
	Service & Court Bonds	Alcohol & Drug Safety	Payroll Clearing	Public Housing	
ASSETS					
Cash and cash equivalents	\$ 43,617	\$ 26,086	\$ 7,879	\$ [33]	\$ 77,549
Total assets	<u>\$ 43,617</u>	<u>\$ 26,086</u>	<u>\$ 7,879</u>	<u>\$ [33]</u>	<u>\$ 77,549</u>
LIABILITIES AND NET POSITION					
Liabilities					
Accounts payable	\$ 43,617	\$ 26,086	\$ 7,879	\$ [33]	\$ 77,549
Total liabilities	<u>43,617</u>	<u>26,086</u>	<u>7,879</u>	<u>[33]</u>	<u>77,549</u>
Net position					
Unreserved					
Undesignated	-	-	-	-	-
Total liabilities and net position	<u>\$ 43,617</u>	<u>\$ 26,086</u>	<u>\$ 7,879</u>	<u>\$ [33]</u>	<u>\$ 77,549</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, 2017

	Private Purpose Trust			
	Senior Center	Bonner Beautiful	Cemetery	Senior Trust Scholarship
Additions				
Charges for services	\$ 188	\$ -	\$ -	\$ 2,185
Interest income	41	18	15	24
Donations	-	387	147	3,025
Total additions	<u>229</u>	<u>405</u>	<u>162</u>	<u>5,234</u>
Deductions				
Contractual	<u>1,925</u>	<u>333</u>	<u>50</u>	<u>5,126</u>
Total deductions	<u>1,925</u>	<u>333</u>	<u>50</u>	<u>5,126</u>
Change in Net Position	[1,696]	72	112	108
Net position, January 1	<u>15,713</u>	<u>5,947</u>	<u>5,159</u>	<u>7,383</u>
Net position, December 31	<u>\$ 14,017</u>	<u>\$ 6,019</u>	<u>\$ 5,271</u>	<u>\$ 7,491</u>

Private Purpose Trust (Continued)

<u>Dare Concert</u>	<u>Daly</u>	<u>Recreation Scholarship</u>	<u>Law Enforcement Trust</u>	<u>Ambulance Trust</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,373
-	-	100	7	1	206
<u>4,530</u>	<u>300</u>	<u>17,307</u>	<u>5,286</u>	<u>-</u>	<u>30,982</u>
<u>4,530</u>	<u>300</u>	<u>17,407</u>	<u>5,293</u>	<u>1</u>	<u>33,561</u>
<u>4,500</u>	<u>-</u>	<u>4,410</u>	<u>-</u>	<u>820</u>	<u>17,164</u>
<u>4,500</u>	<u>-</u>	<u>4,410</u>	<u>-</u>	<u>820</u>	<u>17,164</u>
30	300	12,997	5,293	[819]	16,397
<u>3,906</u>	<u>17</u>	<u>30,927</u>	<u>-</u>	<u>819</u>	<u>69,871</u>
<u>\$ 3,936</u>	<u>\$ 317</u>	<u>\$ 43,924</u>	<u>\$ 5,293</u>	<u>\$ -</u>	<u>\$ 86,268</u>

See independent auditor's report on the financial statements.