

**CITY OF COFFEYVILLE, KANSAS**

Independent Auditors' Report and  
Financial Statement with  
Supplementary Information

For the Year Ended December 31, 2017

# CITY OF COFFEYVILLE, KANSAS

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**JARRED, GILMORE & PHILLIPS, PA**  
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITORS' REPORT**

Honorable Mayor and City Commissioners  
City of Coffeyville, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Coffeyville, Kansas, as of and for the year ended December 31, 2017 and the related notes to the financial statement.

***Management's Responsibility for the Financial Statement***

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

***Auditors' Responsibility***

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

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

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

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

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Coffeyville on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Coffeyville as of December 31, 2017, or changes in financial position and cash flows thereof for the year then ended.

***Unmodified Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Coffeyville as of December 31, 2017, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

***Other Matters***

*Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of City of Coffeyville as of and for the year ended December 31, 2016 (not presented herein), and have issued our report thereon dated July 10, 2017, which contained an unmodified opinion on the basic financial statement. The 2016 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2016 actual column (2016 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended December 31, 2017 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2016 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2016 basic financial statement. The 2016 comparative information was subjected to the auditing procedures applied in the audit of the 2016 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2016 basic financial statement or to the 2016 basic financial statement itself, and other additional procedures in accordance with

auditing standards generally accepted in the United States of America. In our opinion, the 2016 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2016, on the basis of accounting described in Note 1.

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The schedule of required bond information (Schedule 4 as listed in the table of contents) is presented for purposes of additional analysis as required by bond agreements and is not a required part of the financial statement. Such information has not been subjected to the auditing procedures applied in the audit of the financial statement, and, accordingly, we express no opinion on it.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated July 20, 2018, on our consideration of the City of Coffeyville's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Coffeyville's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Coffeyville's internal control over financial reporting and compliance.



JARRED, GILMORE & PHILLIPS, PA  
Certified Public Accountants

July 20, 2018  
Chanute, Kansas

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

Funds	Beginning Unencumbered Cash Balances	Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Add Encumbrances and Accounts Payable	Cash Balance December 31, 2017
General Fund	\$ 1,521,287.76	-	\$ 11,913,775.08	\$ 11,803,297.93	\$ 1,631,764.91	\$ 310,999.61	\$ 1,942,764.52
Special Purpose Funds:							
Library	-	-	366,012.16	365,952.13	60.03	-	60.03
Local Alcohol Liquor	80,691.77	-	63,688.41	40,451.25	103,928.93	-	103,928.93
Capital Equipment	(123,992.62)	-	676,451.69	163,721.58	388,737.49	10,576.89	399,314.38
911 Emergency System	71,361.08	-	62,502.63	34,308.07	99,555.64	4,436.61	103,992.25
Capital Improvement Reserve	9,038,948.11	-	2,341,577.85	6,243,856.12	5,136,669.84	2,461,187.97	7,597,857.81
Economic Development	2,293,932.69	-	150,531.95	138,956.05	2,305,508.59	10,601.13	2,316,109.72
Airport Holding	46,328.64	-	52,495.54	81,819.90	17,004.28	123.47	17,127.75
Risk Management	540,430.11	-	1,840,148.11	2,077,226.01	303,352.22	35,383.27	338,735.49
Golf Course	1,360.29	-	302,144.40	299,263.21	4,241.48	4,588.66	8,830.14
Youth Activities Center	21,203.34	-	20,144.10	27,626.54	13,720.90	9,169.95	22,890.85
Police VIN	28,339.37	-	15,770.00	1,609.00	42,500.37	46.00	42,546.37
Aquatic Center Operations	2,205.50	-	101,869.34	101,216.47	2,858.37	18.52	2,876.89
Business Development Training Center	152,718.90	-	3,200.00	155,918.90	-	62,027.58	62,027.58
Business Development Training							
Center Reserve	57,198.04	-	-	57,198.04	-	57,198.04	57,198.04
Veterans Memorial Stadium	31,586.40	-	9,335.72	9,035.72	31,886.40	-	31,886.40
Veterans Memorial Stadium							
Depreciation and Replacement	260,611.86	-	75,058.00	9,040.00	326,629.86	-	326,629.86
USD #445 Sales Tax	669,909.16	-	806,514.63	882,677.42	593,746.37	-	593,746.37
CRMC Sales Tax	-	-	662,414.25	598,715.38	63,698.87	-	63,698.87
1/2 Cent Sales Tax IRB Debt Service	140,114.48	-	564,560.22	518,265.00	186,409.70	-	186,409.70
Community Improvement District Sales Tax							
Bond and Interest Funds:							
G. O. Bond and Interest	17,604.83	-	259,590.00	259,590.00	17,604.83	-	17,604.83
Capital Project Funds:							
Miscellaneous Projects	395,065.67	-	63,682.82	283,006.64	175,741.85	2,968.91	178,710.76
Airport Special Projects	6,870.44	-	813,911.64	818,878.11	1,903.97	70,178.54	72,082.51
Golf Course Depreciation and Replacement	16,500.56	-	742.74	-	17,243.30	-	17,243.30
Law Enforcement Projects	2,597.24	-	2,502.47	-	5,099.71	-	5,099.71
Electric Bond Projects	1,894,907.67	457,312.01	24,670.20	53,495.07	2,323,394.81	95,036.42	2,418,431.23
Business Funds:							
Electric Utility	5,817,868.44	-	56,970,453.99	58,101,092.67	4,687,229.76	4,032,856.94	8,720,086.70
Electric R & I Reserves	7,149,489.18	-	1,793,139.86	294,482.33	8,648,146.71	-	8,648,146.71
Electric Debt Service	456,439.03	-	5,186,333.46	5,186,233.46	456,539.03	-	456,539.03
Electric Surplus	1,963,992.60	-	199,590.00	523,837.58	1,639,745.02	-	1,639,745.02

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

**Statement 1 (Continued)**

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

Funds	Beginning Unencumbered Cash Balances	Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Add Encumbrances and Accounts Payable	Cash Balance December 31, 2017
<b>Business Funds (Continued):</b>							
Water and Sewer Utility	\$ 2,842,492.67	\$ -	\$ 6,866,693.65	\$ 6,354,174.48	\$ 3,355,011.84	\$ 141,361.09	\$ 3,496,372.93
Water and Sewer Depreciation and Replacement	2,878,988.92	-	1,016,161.83	624,198.17	3,270,952.58	285,674.63	3,556,627.21
Water and Sewer Debt Service	259,705.78	-	1,156,189.35	1,161,139.32	254,755.81	-	254,755.81
Water and Sewer Restricted Reserve	1,600,000.00	-	400,000.00	-	2,000,000.00	-	2,000,000.00
Stormwater Utility	132,331.98	-	469,624.68	463,849.33	138,107.33	3,975.38	142,082.71
Stormwater Depreciation and Replacement	614,071.64	-	307,030.00	14,492.78	906,608.86	19,800.95	926,409.81
Refuse/Trash Utility	236,603.64	-	583,853.26	536,368.81	284,088.09	38,765.88	322,853.97
Internet Utility	12,670.11	-	291,552.38	271,814.82	32,407.67	3,893.82	36,301.49
Meter Deposit	-	-	144,154.00	144,154.00	-	387,149.50	387,149.50
<b>Total Reporting Entity (Excluding Agency Funds)</b>	<b>\$ 41,132,435.28</b>	<b>\$ 457,312.01</b>	<b>\$ 96,591,197.42</b>	<b>\$ 98,700,962.29</b>	<b>\$ 39,479,982.42</b>	<b>\$ 8,048,019.76</b>	<b>\$ 47,528,002.18</b>
<b>Composition of Cash:</b>							
Cash on Hand.....							\$ 2,057.40
Checking Accounts:							
Petty Cash .....							1,730.86
City Treasurer .....							25,713,498.86
Payroll Account .....							46,008.68
Perpetual Care Account .....							86,535.55
Water and Light Refund Account .....							604,176.26
Health Insurance Flex Plan Account .....							14,230.68
Municipal Court Account .....							26,324.88
Employee Benefit Account .....							96,643.74
Money Market Accounts:							
City Treasurer .....							1,245,576.54
Restlawn Permanent Trust.....							54,146.39
Escrow .....							277,054.20
Trust Accounts:							
Investments.....							19,538,544.54
<b>Total Cash</b>							<b>47,706,528.58</b>
Less: Agency Funds Per Schedule 3 .....							<b>(178,526.40)</b>
<b>Total Reporting Entity (Excluding Agency Funds)</b> .....							<b>\$ 47,528,002.18</b>

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



## CITY OF COFFEYVILLE, KANSAS

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

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Coffeyville, Kansas, (the City) is incorporated as a city of the first class, under the provision of K.S.A. 13-101 *et seq.* The City operates under a Commission-City Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, electric, water and sewer, health and social services, culture-recreation, education, public improvements, planning and zoning, and general administrative services.

The financial statement and schedules of the City of Coffeyville, Kansas, have been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Governmental Accounting Standards Board is the principal standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies follow. Note 1 describes how the City's accounting policies differ from accounting principles generally accepted in the United States of America.

#### Financial Reporting Entity

The City of Coffeyville, Kansas, is a municipal corporation governed by an elected five-member commission. This financial statement presents the City of Coffeyville.

*Related Municipal Entities:* A related municipal entity is determined by the following criteria. Whether the City exercises oversight responsibility on financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters, scope of the public service, and significant operational or financial relationships with the City. Related municipal entities are not required to be included in the City's audit by the Kansas Municipal Audit and Accounting Guide (KMAAG). Based upon the application of this criterion, the following is a brief review of potential related municipal entities:

#### Coffeyville Public Library

The City of Coffeyville, Kansas, Library Board operates the City's public library. Acquisition or disposition of real property by the Board must be approved by the City. Bond issuances must also be approved by the City. The City levies taxes for the Library Board and significantly influences the Library's operations. Separate audited financial statements are available at the Library.

#### Coffeyville Regional Medical Center

The Medical Center Board of Trustees operates the City's hospital. The hospital can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. Separate audited financial statements are available at the Medical Center.

## 1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

### *Related Municipal Entities* (Continued)

#### Coffeyville Community Enhancement Foundation

Coffeyville Community Enhancement Foundation is a 501c(3) corporation whose Board of Directors is the current City Commission. This corporation was established to create an avenue for entities, whose bylaws restrict their donations to 501c(3) entities, to make donations for city projects (i.e. Midland Theater restoration). If money is received for projects, it is paid to the City as a reimbursement as the project progresses. Many people have given to special projects, therefore, the money is segregated in the Foundation's books for each project. Separate financial statements are not prepared by the Foundation.

#### Regulatory Basis Fund Types

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities of the City of Coffeyville, Kansas, for the year of 2017:

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

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

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

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

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

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

#### Basis of Presentation – Regulatory Basis of Accounting

*Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.* The (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

## **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

### Basis of Presentation – Regulatory Basis of Accounting (Continued)

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

### Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1st of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31, such taxes are a lien on the property.

### Reimbursed Expenses

K.S.A. 79-2934 provides that reimbursed expenditures, in excess of those budgeted, should be recorded as reductions in expenditures rather than as revenues. In the financial statement and budget comparisons presented in this report, reimbursements and refunds are recorded as revenues. The reimbursements are recorded as cash receipts when received by the City Treasurer and are often difficult to identify the exact expenditure which they are reimbursing. In funds showing expenditures in excess of the original adopted budget, reimbursements are added to the adopted budget as budget credits for comparison with the actual expenditures.

### Pension Plan

Substantially all full-time City employees are members of the State of Kansas Public Employees Retirement System, or the State of Kansas Police and Fire Retirement System, both of which are a multi-employer state-wide pension plan. The City's policy is to fund all pension costs accrued. Such costs to be funded are actuarially determined annually by the State of Kansas.

### Budgetary Information

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

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

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Budgetary Information (Continued)

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. During the year ended December 31, 2017, the City amended the Business Development Training Center Fund.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

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

- Capital Equipment Fund
- 911 Emergency System Fund
- Capital Improvement Reserve Fund
- Risk Management Fund
- Business Development Training Center Reserve Fund
- Veterans Memorial Stadium Depreciation and Replacement Fund

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

**2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

Compliance with Kansas Statutes

Statement 1 and Schedule 1 have been prepared in order to show compliance with the cash basis and budget laws of Kansas. As shown in Statement 1 and Schedule 1, the City was in compliance with the cash basis and budget laws of Kansas.

**2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY** (Continued)

Compliance with Revenue Bond Covenants

The City is required, under the ordinances on Revenue Bond Issues, to maintain in its Business Funds certain restricted accounts. The ordinances provide that the following reserve accounts be set up in amounts described below:

<u>RESERVE ACCOUNTS</u>	<u>REQUIRED AMOUNT</u>	<u>ACTUAL AMOUNT</u>
Principal and Interest Account for Electric Utility Revenue Bonds, Series 2011-A – requires transfers monthly of 1/6 of next maturing interest and 1/12 of next maturing principal.	\$ 8,443.33	
Principal and Interest Account for Electric Utility System Refunding General Obligation Bonds, Series 2013-A – requires transfers monthly of 1/6 of next maturing interest and 1/12 of next maturing principal.	77,107.71	
Principal and Interest Account for Electric Utility System Revenue Bonds, Series 2015-B – requires transfers monthly of 1/6 of next maturing interest and 1/12 of next maturing principal.	281,895.83	
Principal and Interest Account for Taxable Electric Utility System Revenue Bonds, Series 2015-C – requires transfers monthly of 1/6 of next maturing interest and 1/12 of next maturing principal.	<u>53,644.79</u>	
	<u>421,091.66</u>	<u>\$ 456,539.03</u>
Electric Depreciation and Replacement Account – requires \$100,000.00 to be maintained for the Electric Utility Revenue Bonds, Series 2011-A, Electric Utility System Refunding General Obligation Bonds, Series 2013-A and Electric Utility System Revenue Bonds, Series 2015-B.	100,000.00	
Electric Utility Revenue Bonds, Series 2011-A requires reserves beginning December 21, 2011 in the amount of ten percent of the bond principal in the Electric Depreciation and Replacement Account.	123,500.00	
Electric Utility System Refunding Bonds, Series 2013-A requires reserves beginning December 3, 2014 in the amount of ten percent of the bond principal in the Electric Depreciation and Replacement Account.	555,555.00	
Electric Utility System Revenue Bonds, Series 2015-B requires reserves beginning June 25, 2015 in the amount of the maximum annual debt service for the Series 2015-B during any fiscal year of the bond principal in the Electric Depreciation and Replacement Account.	<u>3,432,750.00</u>	**
	<u>4,211,805.00</u>	<u>8,648,146.71</u>
Total Reserve at December 31, 2017	<u>\$ 4,632,896.66</u>	<u>\$ 9,104,685.74</u>

**2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY** (Continued)

\*\* However, the obligations of the City have been guaranteed by a policy of financial guaranty insurance issued by National Public Finance Guarantee Corporation. The Policy unconditionally and irrevocably guarantees to any owner or holder of the Obligations or, if applicable, of the coupons appertaining thereto (the "Owner"), the full and complete payment required to be made by or on behalf of the issuer of the Obligations (the "Issuer") to the Paying Agent or its successor of an amount equal to (i) the principal of (either at the stated maturity or by any advancement of maturity pursuant to a mandatory sinking fund payment) and interest on, the Obligations as such payments shall become due but shall not be so paid (except that in the event of any acceleration of the due date of such principal by reason of mandatory or optional redemption or acceleration resulting from default or otherwise, other than any advancement of maturity pursuant to a mandatory sinking fund payment, the payments guaranteed by the Policy shall be made in such amounts and at such times as such payments of principal would have been due had there not been any such acceleration); and (ii) the reimbursement of any such payment which is subsequently recovered from any Owner pursuant to a final judgment by a court of competent jurisdiction that such payment constitutes an avoidable preference (a "Preference") to the Owner within the meaning of any applicable bankruptcy law. The amounts referred to in clauses (i) and (ii) of the preceding sentence are referred to collectively in this letter as the "Insured Amounts."

The City agrees to fix, establish, maintain and collect such rates, fees or charges for Electric Utility service furnished by the Electric System, which will be sufficient to enable the City to have, in each fiscal year, a net income in an amount that will be not less than 125% amount required to be paid by the City in the next succeeding fiscal year on account of both principal and interest of all Electric Utility System Bonds of the City at the time outstanding. Net income is defined as gross income less operating expenses, but before any transfers, depreciation and capital expense. For the year ended December 31, 2017, the Electric Utility Fund had net income of \$8,983,602.01 which is 180.04% of the principal and interest requirements for 2018 of \$5,957,827.13.

**3. DEPOSITS AND INVESTMENTS**

As of December 31, 2017, the City has the following investments.

<u>Investment Type</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Rating</u>
Agency Money Market			
Less than one year maturity	\$ 104,125.14	\$ 104,125.14	AAA
Federal Agency			
One to five year maturity	13,049,347.50	12,814,363.00	AAA
Kansas Investment Pool			
Less than one year maturity	<u>6,385,071.90</u>	<u>6,385,071.90</u>	S&P AAf/S1+
Total Investment	<u>\$ 19,538,544.54</u>	<u>\$ 19,303,560.04</u>	

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 branch 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.

### 3. **DEPOSITS AND INVESTMENTS** (Continued)

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. The rating of the City's investments is noted above.

*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. The City's allocation of investments as of December 31, 2017, is as follows:

<u>Investments</u>	<u>Percentage of Investments</u>
Agency Money Market	00.54%
Federal Agency	66.38%
Kansas Municipal Investment Pool	33.08%

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

At December 31, 2017, the City's carrying amount of deposits was \$28,165,926.64 and the bank balance was \$28,213,231.57. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$279,996.74 was covered by FDIC insurance and \$27,933,234.83 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

*Custodial credit risk – investments.* For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

At December 31, 2017, the City has invested \$6,385,071.90 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

#### 4. LONG-TERM DEBT

Changes in long-term debt the City for the year ended December 31, 2017, were as follows:

Issue	Interest Rates	Date of Issue	Original Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
<b>General Obligation Bonds</b>									
<b>Paid With Utility Revenues</b>									
Series 2011-A - Refunding	2.25%-4.125%	October 24, 2011	\$ 5,900,000.00	November 1, 2031	\$ 4,270,000.00	\$ -	\$ (340,000.00)	\$ 3,930,000.00	\$ 148,608.76
Series 2013-A - Refunding	2.0%-2.15%	December 3, 2013	5,555,000.00	June 1, 2021	3,600,000.00	-	(850,000.00)	2,750,000.00	63,792.50
Series 2016-A - Bldg Renovations	2.0%-3.0%	March 22, 2016	6,280,000.00	June 1, 2030	6,280,000.00	-	(380,000.00)	5,900,000.00	138,265.00
<b>Revenue Bonds</b>									
<b>Paid With Utility Revenues</b>									
Series 2011-A - Electric Utility	4.00%-4.20%	December 21, 2011	1,235,000.00	June 1, 2023	1,235,000.00	-	-	1,235,000.00	50,660.00
Series 2015-B - Electric Utility	5.00-5.25%	June 25, 2015	48,900,000.00	June 1, 2042	48,900,000.00	-	(1,000,000.00)	47,900,000.00	2,432,750.00
Series 2015-C - Electric Utility - Taxable	3.25%	June 25, 2015	12,351,000.00	June 1, 2042	12,351,000.00	-	(236,000.00)	12,115,000.00	397,572.50
<b>Revolving Loans</b>									
<b>Kansas Water Pollution Control Loan</b>									
Industrial Park Force Main Project	3.11%	May 12, 1998	1,628,702.00	September 1, 2019	269,805.93	-	(87,174.55)	182,631.38	7,718.41
Penn Street Project	3.11%	May 22, 1998	3,028,448.15	September 1, 2019	594,164.56	-	(191,975.15)	402,189.41	16,997.43
Waste Water Treatment Project	3.11%	May 22, 1998	9,188,589.85	September 1, 2020	2,217,114.57	-	(528,890.47)	1,688,224.10	64,871.87
<b>Kansas Public Water Supply Loan</b>									
Water Plant & Reservoir Project	3.63%	October 6, 2009	720,000.00	August 1, 2030	375,974.85	-	(21,033.95)	354,940.90	13,458.73
<b>Capital Leases</b>									
Blackstart Generators-CNB	3.45%	February 1, 2007	2,000,000.00	August 1, 2026	1,211,733.82	-	(103,433.55)	1,108,300.27	52,024.91
Fire Truck-Commercial Bank	3.27%	June 13, 2017	508,662.29	October 1, 2027	-	508,662.29	-	508,662.29	2,291.44
<b>Total Contractual Indebtedness</b>			<b>\$ 81,304,793.73</b>		<b>\$ 508,662.29</b>	<b>\$ (3,738,507.67)</b>	<b>\$ 78,074,948.35</b>	<b>\$ 3,389,011.55</b>	



#### 4. LONG-TERM DEBT (Continued)

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

Principal	2018	2019	2020	2021	2022	2023 - 2027	2028 - 2032
General Obligation Bonds							
Series 2011-A - Refunding	\$ 340,000.00	\$ 350,000.00	\$ 350,000.00	\$ 360,000.00	\$ 365,000.00	\$ 1,245,000.00	\$ 920,000.00
Series 2013-A - Refunding	870,000.00	855,000.00	830,000.00	195,000.00	-	-	-
Series 2016-A - Bldg Renovations	415,000.00	420,000.00	430,000.00	440,000.00	445,000.00	2,385,000.00	1,365,000.00
Revenue Bonds							
Series 2011-A - Electric Utility	-	-	-	-	605,000.00	630,000.00	-
Series 2015-B - Electric Utility	1,000,000.00	1,100,000.00	1,100,000.00	1,200,000.00	1,200,000.00	7,100,000.00	9,000,000.00
Series 2015-C - Electric Utility - Taxable	250,000.00	264,000.00	280,000.00	295,000.00	311,000.00	1,822,000.00	2,326,000.00
Revolving Loans							
Kansas Water Pollution Control Loan							
Industrial Park Force Main Project	89,906.77	92,724.61	-	-	-	-	-
Penn Street Project	197,991.99	204,197.42	-	-	-	-	-
Waste Water Treatment Project	545,466.85	562,562.76	580,194.49	-	-	-	-
Kansas Public Water Supply Loan							
Water Plant & Reservoir Project	21,804.42	22,603.10	23,431.04	24,289.30	25,179.02	140,423.94	97,210.08
Capital Leases							
Blackstart Generators-CNB	118,236.87	122,351.22	126,608.74	131,014.42	135,573.40	474,515.62	-
Fire Truck-Commercial Bank	43,858.90	45,213.91	46,704.50	48,244.22	49,834.70	274,806.06	-
Total Principal Payments	3,892,265.80	4,038,653.02	3,766,938.77	2,693,547.94	3,136,587.12	14,071,745.62	13,708,210.08
Interest							
General Obligation Bonds							
Series 2011-A - Refunding	138,408.76	128,208.76	117,708.76	107,209.16	95,958.76	318,781.30	95,340.04
Series 2013-A - Refunding	46,592.50	29,342.50	12,492.50	2,096.25	2,096.25	-	-
Series 2016-A - Bldg Renovations	130,315.00	121,965.00	113,465.00	104,765.00	95,915.00	322,625.00	54,007.50
Revenue Bonds							
Series 2011-A - Electric Utility	50,660.00	50,660.00	50,660.00	50,660.00	38,560.00	13,230.00	-
Series 2015-B - Electric Utility	2,382,750.00	2,330,250.00	2,275,250.00	2,217,750.00	2,157,750.00	9,791,250.00	7,744,625.00
Series 2015-C - Electric Utility - Taxable	389,675.00	381,322.50	372,482.50	363,138.75	353,291.25	1,599,130.00	1,263,275.00
Revolving Loans							
Kansas Water Pollution Control Loan							
Industrial Park Force Main Project	4,986.19	2,168.35	-	-	-	-	-
Penn Street Project	10,980.59	4,775.16	-	-	-	-	-
Waste Water Treatment Project	48,295.49	31,199.58	13,567.85	-	-	-	-
Kansas Public Water Supply Loan							
Water Plant & Reservoir Project	12,688.26	11,889.58	11,061.64	10,203.38	9,313.66	32,039.46	6,267.96
Capital Leases							
Blackstart Generators-CNB	37,221.59	33,107.24	28,849.72	24,444.04	19,885.06	31,354.99	-
Fire Truck-Commercial Bank	16,187.46	14,832.45	13,341.86	11,802.14	10,211.66	25,304.15	-
Total Interest Payments	3,268,760.84	3,139,721.12	3,008,879.83	2,892,068.72	2,782,981.64	12,133,714.90	9,163,515.50
Total Principal and Interest	\$ 7,161,026.64	\$ 7,178,374.14	\$ 6,775,818.60	\$ 5,585,616.66	\$ 5,919,568.76	\$ 26,205,460.52	\$ 22,871,725.58

#### 4. LONG-TERM DEBT (Continued)

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

Principal	2033 - 2037	2038 - 2042	Total
General Obligation Bonds			
Series 2011-A - Refunding	\$ -	\$ -	\$ 3,930,000.00
Series 2013-A - Refunding	-	-	2,750,000.00
Series 2016-A - Bldg Renovations	-	-	5,900,000.00
Revenue Bonds			
Series 2011-A - Electric Utility	-	-	1,235,000.00
Series 2015-B - Electric Utility	11,500,000.00	14,700,000.00	47,900,000.00
Series 2015-C - Electric Utility - Taxable	2,926,000.00	3,641,000.00	12,115,000.00
Revolving Loans			
Kansas Water Pollution Control Loan			-
Industrial Park Force Main Project	-	-	182,631.38
Penn Street Project	-	-	402,189.41
Waste Water Treatment Project	-	-	1,688,224.10
Kansas Public Water Supply Loan	-	-	-
Water Plant & Reservoir Project	-	-	354,940.90
Capital Leases			
Blackstart Generators-CNB	-	-	1,108,300.27
Fire Truck-Commercial Bank	-	-	508,662.29
Total Principal Payments	<u>14,426,000.00</u>	<u>18,341,000.00</u>	<u>78,074,948.35</u>
Interest			
General Obligation Bonds			
Series 2011-A - Refunding	-	-	1,001,615.54
Series 2013-A - Refunding	-	-	92,620.00
Series 2016-A - Bldg Renovations	-	-	943,057.50
Revenue Bonds			
Series 2011-A - Electric Utility	-	-	254,430.00
Series 2015-B - Electric Utility	5,162,500.00	1,902,500.00	35,964,625.00
Series 2015-C - Electric Utility - Taxable	837,850.00	305,906.25	5,866,071.25
Revolving Loans			
Kansas Water Pollution Control Loan			
Industrial Park Force Main Project	-	-	7,154.54
Penn Street Project	-	-	15,755.75
Waste Water Treatment Project	-	-	93,062.92
Kansas Public Water Supply Loan	-	-	-
Water Plant & Reservoir Project	-	-	93,463.94
Capital Leases			
Blackstart Generators-CNB	-	-	174,862.64
Fire Truck-Commercial Bank	-	-	91,679.72
Total Interest Payments	<u>6,000,350.00</u>	<u>2,208,406.25</u>	<u>44,598,398.80</u>
Total Principal and Interest	<u>\$ 20,426,350.00</u>	<u>\$ 20,549,406.25</u>	<u>\$ 122,673,347.15</u>

## 5. CAPITAL LEASE OBLIGATIONS

The City has entered into a capital lease agreement in order to finance the purchase of a Blackstart Generator. Payments are made of \$77,729.23 semi-annually, including interest at approximately 5.00%. Final maturity for the lease is in 2026. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2018	\$ 155,458.46
2019	155,458.46
2020	155,458.46
2021	155,458.46
2022	155,458.46
2023-2026	<u>505,870.61</u>
	1,283,162.91
Less imputed interest	<u>(174,862.64)</u>
Net Present Value of Minimum	
Lease Payments	1,108,300.27
Less: Current Maturities	<u>(118,236.87)</u>
Long-Term Capital Lease Obligations	<u>\$ 990,063.40</u>

The City has entered into a capital lease agreement in order to finance the purchase of a Fire Truck. Payments are made of \$30,023.18 semi-annually, including interest at approximately 3.27%. Final maturity for the lease is in 2027. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2018	\$ 60,046.36
2019	60,046.36
2020	60,046.36
2021	60,046.36
2022	60,046.36
2023-2027	<u>300,110.21</u>
	600,342.01
Less imputed interest	<u>(91,679.72)</u>
Net Present Value of Minimum	
Lease Payments	508,662.29
Less: Current Maturities	<u>(43,858.90)</u>
Long-Term Capital Lease Obligations	<u>\$ 464,803.39</u>

## 6. OPERATING LEASES

As of December 31, 2017 the City has entered into an operating lease for office equipment. Rent expense for the year ended December 31, 2017, was \$18,799.36. Under the current lease agreements, the future minimum rental payments are as follows:

2018	\$ 4,216.68
2019	3,162.51

## **7. INDUSTRIAL REVENUE BONDS**

The City has entered into various agreements to induce businesses to locate or expand operations in Coffeyville, Kansas. In connection therewith, the City has issued industrial revenue bonds (IRB's), which require the businesses to make lease payments to trust accounts sufficient to pay debt service on the IRB's. The City is under no obligation to pay the IRB debt, which is to be paid from the lease payments made by the related businesses. At December 31, 2017, there were four industrial revenue bond issues with principal balances due totaling \$6,748,222.88.

## **8. DEFINED BENEFIT PENSION PLAN**

### General Information about the Pension Plan

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

*Contributions.* K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7.15% of covered salary. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, KPERS 3 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium for the period of January 1, 2017 through September 30, 2017 for the Death and Disability Program) and the statutory contribution rate was 8.46% for KPERS and 19.03% for KP&F for the fiscal year ended December 31, 2017. Contributions to the pension plan from (non-school municipality) were \$480,217.21 for KPERS and \$484,270.61 for KP&F for the year ended December 31, 2017.

### Net Pension Liability

At December 31, 2017, the City's proportionate share of the collective net pension liability reported by KPERS was \$4,617,097.00 and \$4,811,361.00 for KP&F. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

**8. DEFINED BENEFIT PENSION PLAN** (Continued)

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

**9. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS**

*Compensated Absences:*

All full-time employees of the City with one year of employment are eligible for vacation benefits in varying annual amounts. Vacation must be used by each anniversary date. In the event of termination, unused accrued vacation time is paid.

Sick leave accrues to all full-time employees at the rate of one day per month and is unlimited. Employees who terminate by other than retirement or death will not be paid for accumulated sick leave. An employee shall be paid for accumulated sick leave up to 65 days (45 days for the Fire Department) upon termination by death or retirement.

The City determines a liability for compensated absences when the following conditions are met:

1. The City's obligation relating to employees' rights to receive compensation for future absences is attributable to employees' services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of the compensation is probable.
4. The amount can be reasonably estimated.

In accordance with the above criteria, the City has an unfunded liability for vacation benefits at December 31, 2017 of \$848,476.05 an unfunded liability for compensatory time at December 31, 2017 of \$59,992.64, and has not estimated a liability for sick pay which has been earned, but not taken by City employees, inasmuch as the amount cannot be reasonably estimated.

*Other Post Employment Benefits:*

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

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

**10. CAPITAL PROJECTS**

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

<u>PROJECT NAME</u>	<u>AUTHORIZED</u>	<u>EXPENDED THRU 12/31/17</u>	<u>COMPLETION</u>
Intersection and Drainage Improvements	\$ 3,088,469.23	\$ 3,023,008.69	Ongoing
9 <sup>th</sup> Street Improvements, Sidewalk Improvements and Waterline Replacement	2,050,932.66	2,038,227.36	Complete
Resurfacing Buckeye West to RR Overpass	1,183,514.25	186,472.11	2018
Brownfield Grants	382,122.26	188,845.15	2018
New Electric Generation Project	58,000,000.00	56,076,630.07	2018
Building Renovation Projects	12,418,520.61	12,145,749.70	2018
Taxiway Overlay Project	849,690.22	747,364.57	2018
11 Street Stormwater Inlet Reconstruction	76,900.00	21,531.05	2018
Acme Foundry Street & Waterline Improvements	1,413,688.04	989,103.54	2018
2018 Geometric Improvement Project	97,931.93	96,225.41	2019
Safe Routes to Schools Grant	64,270.75	12,453.25	2019
10 Street Improvements – CDBG Project	346,000.00	0.00	2019
	<u>\$ 79,972,039.95</u>	<u>\$ 75,525,610.90</u>	

**11. LOANS RECEIVABLE**

The City has made Community and Economic Development Loans through the Community Development Fund. The Fund was the recipient of various HUD grants in earlier years. Loans made with these monies are repaid and the City makes additional development loans from these repayments. The loans due to the City at December 31, 2017, are as follows:

Economic Development Loans	\$ 115,020.23
Community Development Loans	2,736.59
Public Housing Loans	223,871.45

These loans are not reflected in these regulatory basis financial statements of the City of Coffeyville, Kansas.

**12. ECONOMIC DEPENDENCY**

During 2017, the City collected 64,28% of its electric utility revenues from Coffeyville Resources Nitrogen Fertilizer Plant, LLC.

**13. RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees' health and life; and natural disasters. The City manages these risks of loss through the purchase of various insurance policies.

The City has established a Health Insurance Fund. The purpose is to provide for an employee welfare benefit plan for health insurance. Contributions from eligible employees and the City are deposited in the name of the plan, subject to withdrawal for purposes of paying approved claims and expenses. The City has contracted with BlueCross BlueShield of Kansas to be the claims supervisor. The supervisor reviews all claims for allowability and issues weekly reports to the City. The City has a stop-gap policy which pays any aggregate claims over \$50,000.00.

**13. RISK MANAGEMENT** (Continued)

The City has been unable to obtain workers' compensation insurance at a cost it considers to be economically justifiable. For this reason, the City has joined together with other cities in the State to participate in the Kansas Eastern Region Insurance Trust (KERIT). The City participates in the decision making of KERIT through trustee representation. KERIT files its annual audited financial statements with the Kansas Insurance Commissioner. The City pays annual premium to KERIT for its workers' compensation insurance coverage. The agreement to participate provides that KERIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of a stated dollar amount for each insurance event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KERIT management.

**14. COMMITMENTS AND CONTINGENCIES**

The City has entered into an agreement with the Grand River Dam Authority for the purchase of electrical services until June 1, 2042.

The City is involved in various lawsuits incurred through normal operations. It is the opinion of the City's management that the outcome of this litigation will not result in a material loss to the City in excess of applicable insurance coverage.

**15. INTERFUND TRANSFERS**

Operating and residual transfers were as follows:

<u>From Fund:</u>	<u>To Fund:</u>	<u>Statutory Authority</u>	<u>Amount</u>
General	Capital Equipment	K.S.A. 12-1,117	\$ 161,302.90
General	Capital Improvement Reserve	K.S.A. 12-1,118	2,027,483.67
General	CRMC Sales Tax	K.S.A. 12-197	662,414.25
General	USD #445 Sales Tax	K.S.A. 12-197	806,514.63
General	Risk Management	K.S.A. 12-2615	809,452.04
General	Economic Development	K.S.A. 12-197	80,651.46
General	½ Cent Sales Tax IRB Debt Service	K.S.A. 12-197	564,560.22
General	Community Improvement District Sales Tax	K.S.A. 12-197	13,127.00
Capital Improvement Reserve	Airport Special Projects	K.S.A. 12-1,118	97,000.00
Airport Holding	Airport Special Projects	K.S.A. 12-825d	41,880.64
Golf Course	Risk Management	K.S.A. 12-2615	27,625.00
Electric Utility	Risk Management	K.S.A. 12-2615	313,083.36
Electric Utility	Electric Debt Service	K.S.A. 12-825d	5,186,333.46
Electric Utility	Electric R & I Reserves	K.S.A. 12-825d	1,655,000.00
Electric Utility	Electric Surplus	K.S.A. 12-825d	199,590.00
Electric Utility	General	K.S.A. 12-825d	2,408,082.70
Electric Surplus	Veterans Memorial Stadium Depreciation and Replacement	K.S.A. 12-825d	25,000.00
Electric Surplus	Youth Activities Center	K.S.A. 12-825d	15,000.00
Electric Surplus	G.O. Bond and Interest	K.S.A. 12-825d	159,590.00
Water and Sewer Utility	Risk Management	K.S.A. 12-2615	237,574.76

**15. INTERFUND TRANSFERS** (Continued)

<u>From Fund:</u>	<u>To Fund:</u>	<u>Statutory Authority</u>	<u>Amount</u>
Water and Sewer Utility	Water and Sewer Depreciation and Replacement	K.S.A. 12-825d	\$ 1,001,875.00
Water and Sewer Utility	Water and Sewer Debt Service	K.S.A. 12-825d	1,156,189.35
Water and Sewer Utility	General	K.S.A. 12-825d	777,054.10
Water and Sewer Utility	Golf Course	K.S.A. 12-825d	50,000.00
Water and Sewer Utility	Aquatic Center Operations	K.S.A. 12-825d	25,000.00
Water and Sewer Utility	G.O. Bond and Interest	K.S.A. 12-825d	100,000.00
Water and Sewer Utility	Water and Sewer Restricted Reserve	K.S.A. 12-825d	400,000.00
Stormwater Utility	Risk Management	K.S.A. 12-2615	18,416.64
Stormwater Utility	Stormwater Depreciation and Replacement	K.S.A. 12-825d	307,030.00
Internet Utility	Risk Management	K.S.A. 12-2615	11,970.82

**16. SUBSEQUENT EVENTS**

The City evaluated events and transactions occurring subsequent year end, and there were no subsequent events requiring recognition in the financial statements.



## **SUPPLEMENTARY INFORMATION**

**Schedule 1**

**CITY OF COFFEYVILLE, KANSAS**  
 Summary of Expenditures - Actual and Budget  
 (Budgeted Funds Only)  
 Regulatory Basis  
 For the Year Ended December 31, 2017

Funds	Total Certified		Adjustments for Qualifying Budget Credits		Total Certified Budget for Comparison		Expenditures Charged to Current Year Budget		Variance - Over (Under)
	Total Certified Budget	\$	Adjustments for Qualifying Budget Credits	\$	Total Certified Budget for Comparison	\$	Expenditures Charged to Current Year Budget	\$	
General Fund	\$ 12,922,113.00	\$	40,804.82	\$	12,962,917.82	\$	11,803,297.93	\$	(1,159,619.89)
Special Purpose Funds:									
Library	390,713.00		-		390,713.00		365,952.13		(24,760.87)
Local Alcohol Liquor	130,578.00		-		130,578.00		40,451.25		(90,126.75)
Economic Development	212,738.00		-		212,738.00		138,956.05		(73,781.95)
Airport Holding	82,374.00		-		82,374.00		81,819.90		(554.10)
Golf Course	333,513.00		-		333,513.00		299,263.21		(34,249.79)
Youth Activities Center	34,158.00		-		34,158.00		27,626.54		(6,531.46)
Police VIN	47,434.00		-		47,434.00		1,609.00		(45,825.00)
Aquatic Center Operations	128,951.00		-		128,951.00		101,216.47		(27,734.53)
Business Development Training Center	155,919.00		-		155,919.00		155,918.90		(0.10)
Veterans Memorial Stadium	25,897.00		9,335.72		35,232.72		9,035.72		(26,197.00)
USD #445 Sales Tax	1,375,075.00		-		1,375,075.00		882,677.42		(492,397.58)
CRMC Sales Tax	857,586.00		-		857,586.00		598,715.38		(258,870.62)
1/2 Cent Sales Tax IRB Debt Service	518,265.00		-		518,265.00		518,265.00		-
Community Improvement District Sales Tax	-		-		-		-		-
Bond and Interest Funds:									
G.O. Bond and Interest	277,195.00		-		277,195.00		259,590.00		(17,605.00)
Business Funds:									
Electric Utility	60,092,640.00		-		60,092,640.00		58,101,092.67		(1,991,547.33)
Electric Debt Service	5,186,333.00		-		5,186,333.00		5,186,233.46		(99.54)
Water and Sewer Utility	6,572,728.00		3,122.42		6,575,850.42		6,354,174.48		(221,675.94)
Water and Sewer Debt Service	1,161,739.00		-		1,161,739.00		1,161,139.32		(599.68)
Stormwater Utility	481,991.00		-		481,991.00		463,849.33		(18,141.67)
Refuse/Trash Utility	606,036.00		-		606,036.00		536,368.81		(69,667.19)
Internet Utility	279,496.00		144.60		279,640.60		271,814.82		(7,825.78)

**CITY OF COFFEYVILLE, KANSAS**  
**GENERAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
<b>Taxes and Shared Receipts</b>				
Ad Valorem Property Tax	\$ 1,779,884.26	\$ 1,872,543.39	\$ 2,225,362.00	\$ (352,818.61)
Delinquent Tax	107,335.16	83,439.02	60,000.00	23,439.02
Motor Vehicle Tax	185,104.64	198,703.03	206,631.00	(7,927.97)
Recreational Vehicle Tax	1,372.30	1,786.98	1,521.00	265.98
16/20 M Vehicle Tax	827.20	566.64	841.00	(274.36)
Vehicle Rental Excise Tax	95.10	51.82	177.00	(125.18)
Commercial Vehicle Tax	9,660.34	9,861.33	8,137.00	1,724.33
Watercraft Tax	657.49	532.70	517.00	15.70
Special Assessments	63,572.47	73,635.34	30,000.00	43,635.34
Franchise Tax	604,481.17	688,423.06	476,972.00	211,451.06
Sales Tax	5,137,239.57	4,852,214.72	5,145,516.00	(293,301.28)
Federal Grants	8,650.01	2,705.56	-	2,705.56
Local Alcohol Liquor Tax	18,091.55	28,878.71	16,327.00	12,551.71
Special Highway Tax	259,225.61	256,024.36	256,330.00	(305.64)
Highway Connecting Links	76,750.82	76,645.19	76,700.00	(54.81)
Highway County Aid	45,694.05	45,975.73	40,830.00	5,145.73
Licenses and Permits	94,108.50	92,606.00	-	92,606.00
Fines, Forfeitures and Penalties	183,460.84	207,414.75	308,445.00	(101,030.25)
Charges for Services	99,811.84	90,317.95	96,596.00	(6,278.05)
<b>Use of Money and Property</b>				
Interest Income	20,461.28	21,263.49	12,000.00	9,263.49
Rents	67,423.00	36,492.50	67,400.00	(30,907.50)
Sale of Equipment and Scrap	2,228.40	3,294.94	5,000.00	(1,705.06)
<b>Other Receipts</b>				
Donations	-	1,180.00	-	1,180.00
Reimbursed Expense	46,151.89	40,804.82	-	40,804.82
Insurance Proceeds	-	38,750.00	-	38,750.00
Miscellaneous	8,239.70	4,526.25	6,000.00	(1,473.75)
<b>Operating Transfers from:</b>				
Electric Utility Fund	2,327,045.74	2,408,082.70	2,583,695.00	(175,612.30)
Water and Sewer Utility Fund	694,334.64	777,054.10	723,775.00	53,279.10
Community Development Fund	218,655.33	-	-	-
<b>Total Receipts</b>	<b>12,060,562.90</b>	<b>11,913,775.08</b>	<b>\$ 12,348,772.00</b>	<b>\$ (434,996.92)</b>
<b>Expenditures</b>				
<b>General Government</b>				
Personal Services	838,080.11	782,088.99	\$ 987,382.00	\$ (205,293.01)
Contractual Services	259,202.84	269,145.94	313,797.00	(44,651.06)
Commodities	10,788.03	12,130.62	14,240.00	(2,109.38)
Capital Outlay	1,442.98	1,832.92	18,450.00	(16,617.08)

**CITY OF COFFEYVILLE, KANSAS**  
**GENERAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Expenditures (Continued)</b>				
<b>Police Department</b>				
Personal Services	\$ 1,867,612.12	\$ 1,880,840.44	\$ 2,290,170.00	\$ (409,329.56)
Contractual Services	112,343.13	102,474.63	112,486.00	(10,011.37)
Commodities	68,157.22	76,800.99	108,290.00	(31,489.01)
Capital Outlay	5,565.71	31,814.46	31,250.00	564.46
<b>Fire Department</b>				
Personal Services	1,900,222.64	1,782,528.08	2,032,552.00	(250,023.92)
Contractual Services	60,599.02	64,953.97	61,426.00	3,527.97
Commodities	37,003.45	39,314.93	43,790.00	(4,475.07)
Capital Outlay	8,938.56	31,218.06	13,550.00	17,668.06
<b>Engineering Department</b>				
Personal Services	251,554.79	252,466.08	317,952.00	(65,485.92)
Contractual Services	7,194.80	9,369.46	14,817.00	(5,447.54)
Commodities	8,075.56	6,922.93	5,625.00	1,297.93
Capital Outlay	1,121.72	1,146.05	3,000.00	(1,853.95)
<b>Building</b>				
Personal Services	25,674.00	27,112.99	37,153.00	(10,040.01)
Contractual Services	5,863.95	4,643.07	14,835.00	(10,191.93)
Commodities	3,171.50	3,469.72	4,040.00	(570.28)
Capital Outlay	-	-	2,000.00	(2,000.00)
<b>Non-Departmental</b>				
Contractual Services	158,591.37	157,409.41	150,852.00	6,557.41
Commodities	18,459.27	11,516.61	14,050.00	(2,533.39)
Capital Outlay	51,200.00	6,778.50	1,500.00	5,278.50
<b>Public Service</b>				
Personal Services	805,519.91	797,214.81	1,054,425.00	(257,210.19)
Contractual Services	143,650.01	93,020.02	123,758.00	(30,737.98)
Commodities	183,093.76	229,126.08	175,720.00	53,406.08
Capital Outlay	21,508.51	2,452.00	6,000.00	(3,548.00)
<b>Industrial Levy</b>				
Contractual Services	-	-	55,025.00	(55,025.00)
Commodities	-	-	21,050.00	(21,050.00)
<b>Capital Development</b>				
Capital Outlay	-	-	554,766.00	(554,766.00)

**CITY OF COFFEYVILLE, KANSAS**  
**GENERAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Operating Transfers to:				
Capital Equipment Fund	\$ 171,241.32	\$ 161,302.90	\$ 171,517.00	\$ (10,214.10)
Capital Improvement Reserve Fund	2,071,445.69	2,027,483.67	1,765,404.00	262,079.67
Economic Development Fund	85,620.66	80,651.46	85,759.00	(5,107.54)
CRMC Sales Tax Fund	856,206.60	662,414.25	857,586.00	(195,171.75)
USD #445 Sales Tax Fund	512,903.55	806,514.63	857,586.00	(51,071.37)
Community Improvement District				
Sales Tax Fund	-	13,127.00	-	13,127.00
1/2 Cent Sales Tax IRB				
Debt Service Fund	240,312.13	564,560.22	600,310.00	(35,749.78)
Risk Management Fund	805,643.13	809,452.04	-	809,452.04
Total Certified Budget			12,922,113.00	(1,118,815.07)
Adjustments for Qualifying Budget Credits			40,804.82	(40,804.82)
Total Expenditures	11,598,008.04	11,803,297.93	\$ 12,962,917.82	\$ (1,159,619.89)
Receipts Over(Under) Expenditures	462,554.86	110,477.15		
Unencumbered Cash, Beginning	1,058,732.90	1,521,287.76		
Unencumbered Cash, Ending	\$ 1,521,287.76	\$ 1,631,764.91		

**CITY OF COFFEYVILLE, KANSAS**  
**LIBRARY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Taxes and Shared Receipts				
Ad Valorem Property Tax	\$ 333,972.32	\$ 305,544.89	\$ 345,932.00	\$ (40,387.11)
Delinquent Tax	16,326.24	14,714.03	10,000.00	4,714.03
Motor Vehicle Tax	36,874.73	36,850.30	37,738.00	(887.70)
Recreational Vehicle Tax	273.55	331.01	278.00	53.01
16/20 M Vehicle Tax	167.50	117.62	153.00	(35.38)
Commercial Vehicle Tax	1,916.81	1,802.55	1,486.00	316.55
Watercraft Tax	130.90	97.28	94.00	3.28
Vehicle Rental Excise Tax	19.13	9.74	32.00	(22.26)
Other Receipts				
Reimbursed Expense	387.19	6,544.74	-	6,544.74
<b>Total Receipts</b>	<b>390,068.37</b>	<b>366,012.16</b>	<b>\$ 395,713.00</b>	<b>\$ (29,700.84)</b>
<b>Expenditures</b>				
Culture and Recreation				
Appropriation to Library Board	374,735.23	359,467.42	\$ 364,079.00	\$ (4,611.58)
Maintenance	498.70	-	-	-
Personal Services	387.19	510.90	900.00	(389.10)
Contractual Services	5,705.91	5,973.81	23,603.00	(17,629.19)
Capital Outlay	-	-	2,131.00	(2,131.00)
Operating Transfers to				
Capital Improvement Reserve Fund	32,290.37	-	-	-
<b>Total Expenditures</b>	<b>413,617.40</b>	<b>365,952.13</b>	<b>\$ 390,713.00</b>	<b>\$ (24,760.87)</b>
Receipts Over(Under) Expenditures	(23,549.03)	60.03		
Unencumbered Cash, Beginning	23,549.03	-		
Unencumbered Cash, Ending	\$ -	\$ 60.03		

**CITY OF COFFEYVILLE, KANSAS**  
**LOCAL ALCOHOL LIQUOR FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Taxes and Shared Receipts				
Local Alcohol Liquor Tax	\$ 36,183.12	\$ 62,635.97	\$ 32,654.00	\$ 29,981.97
Use of Money and Property				
Rental Income	1,030.00	1,030.00	1,030.00	-
Other Receipts				
Reimbursed Expense	6,432.00	22.44	-	22.44
<b>Total Receipts</b>	<b>43,645.12</b>	<b>63,688.41</b>	<b>\$ 33,684.00</b>	<b>\$ 30,004.41</b>
<b>Expenditures</b>				
Culture and Recreation				
Park Recreation Programs	22,646.38	22,220.89	\$ 69,434.00	\$ (47,213.11)
Alcohol Control Programs	-	15,996.55	55,702.00	(39,705.45)
City Programs	42,546.13	2,233.81	5,442.00	(3,208.19)
<b>Total Expenditures</b>	<b>65,192.51</b>	<b>40,451.25</b>	<b>\$ 130,578.00</b>	<b>\$ (90,126.75)</b>
Receipts Over(Under) Expenditures	(21,547.39)	23,237.16		
Unencumbered Cash, Beginning	102,239.16	80,691.77		
Unencumbered Cash, Ending	<b>\$ 80,691.77</b>	<b>\$ 103,928.93</b>		

**CITY OF COFFEYVILLE, KANSAS**  
**CAPITAL EQUIPMENT FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Capital Lease Proceeds	\$ -	\$ 508,662.29
Sale of Assets	35,170.00	-
Other Receipts		
Reimbursed Expense	9.93	6,486.50
Operating Transfers from General Fund	171,241.32	161,302.90
Total Receipts	<u>206,421.25</u>	<u>676,451.69</u>
Expenditures		
General Government		
Capital Outlay	600,166.91	161,430.14
Debt Service		
Interest	-	2,291.44
Total Expenditures	<u>600,166.91</u>	<u>163,721.58</u>
Receipts Over(Under) Expenditures	(393,745.66)	512,730.11
Unencumbered Cash, Beginning	269,753.04	(123,992.62)
Unencumbered Cash, Ending	<u>\$ (123,992.62)</u>	<u>\$ 388,737.49</u>



**CITY OF COFFEYVILLE, KANSAS**  
**911 EMERGENCY SYSTEM FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Taxes and Shared Receipts		
Grants - Federal	\$ 13,858.00	\$ -
Charges for Services		
911 System	72,314.70	62,502.63
Total Receipts	<u>86,172.70</u>	<u>62,502.63</u>
Expenditures		
General Government		
Contractual Services	34,152.85	30,086.31
Capital Outlay	14,148.49	4,221.76
Total Expenditures	<u>48,301.34</u>	<u>34,308.07</u>
Receipts Over(Under) Expenditures	37,871.36	28,194.56
Unencumbered Cash, Beginning	<u>33,489.72</u>	<u>71,361.08</u>
Unencumbered Cash, Ending	<u><u>\$ 71,361.08</u></u>	<u><u>\$ 99,555.64</u></u>

**CITY OF COFFEYVILLE, KANSAS**  
**CAPITAL IMPROVEMENT RESERVE FUND**  
Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Taxes and Shared Receipts		
Federal Grant - CDBG	\$ -	\$ 15,486.90
Federal Grant - SRTS	-	9,962.28
State Grant - KDOT	761,794.01	64,253.78
Use of Money and Property		
Sale of Property	149,837.50	27,822.50
Bond Proceeds	6,416,742.83	-
Interest Income	2,921.61	38,799.08
Other Receipts		
Donation	-	200.00
Reimbursed Expense	332,915.89	157,569.64
Operating Transfers from:		
General Fund	2,071,445.69	2,027,483.67
Library Fund	32,290.37	-
Total Receipts	<u>9,767,947.90</u>	<u>2,341,577.85</u>
Expenditures		
Capital Improvements		
Contractual Services	817,282.28	1,889,446.51
Commodities	5,467.95	42,658.53
Capital Outlay	8,858,715.73	4,214,751.08
Operating Transfers to		
Airport Special Projects Fund	-	97,000.00
Total Expenditures	<u>9,681,465.96</u>	<u>6,243,856.12</u>
Receipts Over(Under) Expenditures	86,481.94	(3,902,278.27)
Unencumbered Cash, Beginning	<u>8,952,466.17</u>	<u>9,038,948.11</u>
Unencumbered Cash, Ending	<u>\$ 9,038,948.11</u>	<u>\$ 5,136,669.84</u>

**CITY OF COFFEYVILLE, KANSAS**  
**ECONOMIC DEVELOPMENT FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Use of Money and Property				
Economic Development Loan				
Principal	\$ 16,671.57	\$ 65,452.90	\$ 18,200.00	\$ 47,252.90
Interest	2,212.80	3,269.99	2,157.00	1,112.99
Late Fees	-	173.00	-	173.00
Other Receipts				
Reimbursed Expense	2,868.64	984.60	5,624.00	(4,639.40)
Operating Transfers from General Fund	85,620.66	80,651.46	85,759.00	(5,107.54)
<b>Total Receipts</b>	<b>107,373.67</b>	<b>150,531.95</b>	<b>\$ 111,740.00</b>	<b>\$ 38,791.95</b>
Expenditures				
Development Projects				
Contractual	188,757.19	131,926.50	\$ 200,863.00	\$ (68,936.50)
Commodities	96.08	7,029.55	11,025.00	(3,995.45)
Capital Outlay	6,379.15	-	850.00	(850.00)
<b>Total Expenditures</b>	<b>195,232.42</b>	<b>138,956.05</b>	<b>\$ 212,738.00</b>	<b>\$ (73,781.95)</b>
Receipts Over(Under) Expenditures	(87,858.75)	11,575.90		
Unencumbered Cash, Beginning	2,381,791.44	2,293,932.69		
Unencumbered Cash, Ending	<b>\$ 2,293,932.69</b>	<b>\$ 2,305,508.59</b>		

**CITY OF COFFEYVILLE, KANSAS**  
**COMMUNITY DEVELOPMENT FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Use of Money and Property				
Principal Payments	\$ -	\$ -	\$ -	\$ -
Total Receipts	-	-	\$ -	\$ -
Expenditures				
Residual Transfers to				
General Fund	218,655.33	-	-	-
Total Expenditures	218,655.33	-	\$ -	\$ -
Receipts Over(Under) Expenditures	(218,655.33)	-		
Unencumbered Cash, Beginning	218,655.33	-		
Unencumbered Cash, Ending	\$ -	\$ -		

**CITY OF COFFEYVILLE, KANSAS**  
**AIRPORT HOLDING FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Use of Money and Property				
Rental Income	\$ 37,240.00	\$ 38,238.00	\$ 36,220.00	\$ 2,018.00
Royalties	522.94	14,257.54	-	14,257.54
Other Receipts				
Reimbursed Expense	8.96	-	-	-
<b>Total Receipts</b>	<b>37,771.90</b>	<b>52,495.54</b>	<b>\$ 36,220.00</b>	<b>\$ 16,275.54</b>
<b>Expenditures</b>				
General Government				
Contractual Services	20,844.32	19,594.48	\$ 22,858.00	\$ (3,263.52)
Commodities	2,223.79	3,069.70	2,820.00	249.70
Capital Outlay	5,500.00	17,275.08	2,590.00	14,685.08
Operating Transfers to Airport Special Projects Fund	-	41,880.64	54,106.00	(12,225.36)
<b>Total Expenditures</b>	<b>28,568.11</b>	<b>81,819.90</b>	<b>\$ 82,374.00</b>	<b>\$ (554.10)</b>
Receipts Over(Under) Expenditures	9,203.79	(29,324.36)		
Unencumbered Cash, Beginning	37,124.85	46,328.64		
Unencumbered Cash, Ending	<b>\$ 46,328.64</b>	<b>\$ 17,004.28</b>		

**CITY OF COFFEYVILLE, KANSAS**  
**RISK MANAGEMENT FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ (137.69)	\$ (142.36)
Other Receipts		
Reimbursed Expense	432,652.27	422,167.86
Operating Transfers from:		
Electric Utility Fund	302,101.80	313,083.36
General Fund	805,643.13	809,452.04
Water and Sewer Utility Fund	236,457.08	237,574.76
Stormwater Utility Fund	18,330.00	18,416.64
Internet Utility Fund	11,914.52	11,970.82
Golf Course Fund	27,495.00	27,625.00
Total Receipts	<u>1,834,456.11</u>	<u>1,840,148.12</u>
Expenditures		
General Government		
Contractual Services	<u>2,181,450.30</u>	<u>2,077,226.01</u>
Total Expenditures	<u>2,181,450.30</u>	<u>2,077,226.01</u>
Receipts Over(Under) Expenditures	(346,994.19)	(237,077.89)
Unencumbered Cash, Beginning	<u>887,424.30</u>	<u>540,430.11</u>
Unencumbered Cash, Ending	<u>\$ 540,430.11</u>	<u>\$ 303,352.22</u>

**CITY OF COFFEYVILLE, KANSAS**  
**GOLF COURSE FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Charges for Services				
Golf Course Sheds	\$ 17,145.85	\$ 15,749.98	\$ 15,000.00	\$ 749.98
Membership Fees	38,470.57	42,587.59	-	42,587.59
Green Fees	104,441.93	95,689.65	145,000.00	(49,310.35)
Golf Cart Fees	34,722.30	35,497.24	35,450.00	47.24
Pro Shop	12,055.69	10,185.87	60,230.00	(50,044.13)
Sales Tax	8,063.10	7,873.29	-	7,873.29
Driving Range	5,384.25	6,691.92	4,500.00	2,191.92
Concessions	38,245.95	37,312.25	-	37,312.25
Rent	200.00	-	250.00	(250.00)
Other Fees	737.17	640.00	-	640.00
Other Receipts				
Miscellaneous Income	265.34	(138.53)	10,725.00	(10,863.53)
Reimbursed Expense	24.64	55.14	-	55.14
Operating Transfers from Water and Sewer Utility Fund	34,000.00	50,000.00	61,000.00	(11,000.00)
<b>Total Receipts</b>	<b>293,756.79</b>	<b>302,144.40</b>	<b>\$ 332,155.00</b>	<b>\$ (30,010.60)</b>
<b>Expenditures</b>				
Culture and Recreation				
Personal Services	150,366.19	152,816.44	\$ 196,492.00	\$ (43,675.56)
Contractual Services	42,082.62	47,440.54	47,552.00	(111.46)
Commodities	73,815.51	64,474.83	82,025.00	(17,550.17)
Capital Outlay	1,710.84	6,906.40	7,444.00	(537.60)
Operating Transfers to Risk Management Fund	27,495.00	27,625.00	-	27,625.00
<b>Total Expenditures</b>	<b>295,470.16</b>	<b>299,263.21</b>	<b>\$ 333,513.00</b>	<b>\$ (34,249.79)</b>
Receipts Over(Under) Expenditures	(1,713.37)	2,881.19		
Unencumbered Cash, Beginning	3,073.66	1,360.29		
Unencumbered Cash, Ending	\$ 1,360.29	\$ 4,241.48		

**CITY OF COFFEYVILLE, KANSAS**  
**YOUTH ACTIVITIES CENTER FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Use of Money and Property				
Rental Income	\$ 5,000.00	\$ 5,000.00	\$ 5,000.00	\$ -
Other Receipts				
Miscellaneous Income	179.52	144.10	75.00	69.10
Reimbursed Expense	9,045.78	-	8,163.00	(8,163.00)
Operating Transfers from Electric Surplus Fund	5,000.00	15,000.00	15,000.00	-
<b>Total Receipts</b>	<u>19,225.30</u>	<u>20,144.10</u>	<u>\$ 28,238.00</u>	<u>\$ (8,093.90)</u>
<b>Expenditures</b>				
Culture and Recreation				
Personal Services	18.77	-	\$ -	\$ -
Contractual Services	12,465.53	27,481.70	28,000.00	(518.30)
Commodities	366.72	144.84	560.00	(415.16)
Capital Outlay	-	-	5,598.00	(5,598.00)
<b>Total Expenditures</b>	<u>12,851.02</u>	<u>27,626.54</u>	<u>\$ 34,158.00</u>	<u>\$ (6,531.46)</u>
Receipts Over(Under) Expenditures	6,374.28	(7,482.44)		
Unencumbered Cash, Beginning	<u>14,829.06</u>	<u>21,203.34</u>		
Unencumbered Cash, Ending	<u>\$ 21,203.34</u>	<u>\$ 13,720.90</u>		



**CITY OF COFFEYVILLE, KANSAS**  
**POLICE VIN FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Vehicle Inspection Fees	\$ 17,540.00	\$ 15,770.00	\$ 16,000.00	\$ (230.00)
Other Receipts				
Reimbursed Expense	29.82	-	-	-
Total Receipts	<u>17,569.82</u>	<u>15,770.00</u>	<u>\$ 16,000.00</u>	<u>\$ (230.00)</u>
Expenditures				
Public Safety				
Contractual Services	6,889.00	1,609.00	\$ 2,025.00	\$ (416.00)
Capital Outlay	-	-	45,409.00	(45,409.00)
Total Expenditures	<u>6,889.00</u>	<u>1,609.00</u>	<u>\$ 47,434.00</u>	<u>\$ (45,825.00)</u>
Receipts Over(Under) Expenditures	10,680.82	14,161.00		
Unencumbered Cash, Beginning	<u>17,658.55</u>	<u>28,339.37</u>		
Unencumbered Cash, Ending	<u>\$ 28,339.37</u>	<u>\$ 42,500.37</u>		

**CITY OF COFFEYVILLE, KANSAS**  
**AQUATIC CENTER OPERATIONS FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Charges for Services				
Pool Admissions	\$ 43,185.50	\$ 44,027.75	\$ 46,700.00	\$ (2,672.25)
Concessions	28,488.13	29,741.15	27,500.00	2,241.15
Sales Tax	2,685.17	2,801.82	-	2,801.82
Other Receipts				
Miscellaneous	250.21	256.18	2,480.00	(2,223.82)
Reimbursed Expense	32.06	42.44	-	42.44
Operating Transfers from Water and Sewer Utility Fund	47,500.00	25,000.00	50,000.00	(25,000.00)
<b>Total Receipts</b>	<b>122,141.07</b>	<b>101,869.34</b>	<b>\$ 126,680.00</b>	<b>\$ (24,810.66)</b>
<b>Expenditures</b>				
Culture and Recreation				
Personal Services	57,756.79	51,859.04	\$ 66,483.00	\$ (14,623.96)
Contractual Services	16,107.46	12,911.32	12,885.00	26.32
Commodities	29,013.12	32,075.71	34,100.00	(2,024.29)
Capital Outlay	22,296.31	4,370.40	15,483.00	(11,112.60)
<b>Total Expenditures</b>	<b>125,173.68</b>	<b>101,216.47</b>	<b>\$ 128,951.00</b>	<b>\$ (27,734.53)</b>
Receipts Over(Under) Expenditures	(3,032.61)	652.87		
Unencumbered Cash, Beginning	5,238.11	2,205.50		
Unencumbered Cash, Ending	\$ 2,205.50	\$ 2,858.37		

**CITY OF COFFEYVILLE, KANSAS**  
**BUSINESS DEVELOPMENT TRAINING CENTER FUND**  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Other Receipts				
Reimbursed Expense	\$ 3,200.00	\$ 3,200.00	\$ 3,200.00	\$ -
Total Receipts	3,200.00	3,200.00	\$ 3,200.00	\$ -
Expenditures				
General Government				
Contractual Services	21,262.55	93,891.32	\$ 115,736.00	\$ (21,844.68)
Capital Outlay	-	62,027.58	40,183.00	21,844.58
Total Expenditures	21,262.55	155,918.90	\$ 155,919.00	\$ (0.10)
Receipts Over(Under) Expenditures	(18,062.55)	(152,718.90)		
Unencumbered Cash, Beginning	170,781.45	152,718.90		
Unencumbered Cash, Ending	\$ 152,718.90	\$ -		

**CITY OF COFFEYVILLE, KANSAS**  
**BUSINESS DEVELOPMENT TRAINING CENTER RESERVE FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Rental of Building	\$ -	\$ -
Total Receipts	-	-
Expenditures		
General Government		
Contractual Services	-	57,198.04
Total Expenditures	-	57,198.04
Receipts Over(Under) Expenditures	-	(57,198.04)
Unencumbered Cash, Beginning	57,198.04	57,198.04
Unencumbered Cash, Ending	\$ 57,198.04	\$ -

**CITY OF COFFEYVILLE, KANSAS**  
**VETERANS MEMORIAL STADIUM FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Other Receipts				
Reimbursed Expense	\$ 8,853.30	\$ 9,335.72	\$ 11,644.00	\$ (2,308.28)
Total Receipts	8,853.30	9,335.72	\$ 11,644.00	\$ (2,308.28)
Expenditures				
Culture and Recreation				
Contractual Services	8,553.30	9,035.72	\$ 12,144.00	\$ (3,108.28)
Capital Outlay	-	-	13,753.00	(13,753.00)
Total Certified Budget			25,897.00	(16,861.28)
Adjustments for Qualifying Budget Credits			9,335.72	(9,335.72)
Total Expenditures	8,553.30	9,035.72	\$ 35,232.72	\$ (26,197.00)
Receipts Over(Under) Expenditures	300.00	300.00		
Unencumbered Cash, Beginning	31,286.40	31,586.40		
Unencumbered Cash, Ending	\$ 31,586.40	\$ 31,886.40		

**CITY OF COFFEYVILLE, KANSAS**  
**VETERANS MEMORIAL STADIUM DEPRECIATION AND REPLACEMENT FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Sale of Scrap	\$ -	\$ 58.00
Other Receipts		
Maintenance Fees	50,000.00	50,000.00
Operating Transfer from Electric Surplus Fund	25,000.00	25,000.00
Total Receipts	75,000.00	75,058.00
Expenditures		
Culture and Recreation		
Contractual Services	9,439.66	6,782.01
Capital Outlay	14,593.10	2,257.99
Total Expenditures	24,032.76	9,040.00
Receipts Over(Under) Expenditures	50,967.24	66,018.00
Unencumbered Cash, Beginning	209,644.62	260,611.86
Unencumbered Cash, Ending	\$ 260,611.86	\$ 326,629.86

**CITY OF COFFEYVILLE, KANSAS**  
**USD #445 SALES TAX FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers from General Fund	\$ 856,206.60	\$ 806,514.63	\$ 857,586.00	\$ (51,071.37)
Total Receipts	856,206.60	806,514.63	\$ 857,586.00	\$ (51,071.37)
Expenditures				
Culture and Recreation Appropriation to USD #445	1,121,209.00	882,677.42	\$ 1,375,075.00	\$ (492,397.58)
Total Expenditures	1,121,209.00	882,677.42	\$ 1,375,075.00	\$ (492,397.58)
Receipts Over(Under) Expenditures	(265,002.40)	(76,162.79)		
Unencumbered Cash, Beginning	934,911.56	669,909.16		
Unencumbered Cash, Ending	\$ 669,909.16	\$ 593,746.37		

**CITY OF COFFEYVILLE, KANSAS**  
**CRMC SALES TAX FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers from General Fund	\$ 512,903.55	\$ 662,414.25	\$ 857,586.00	\$ (195,171.75)
Total Receipts	512,903.55	662,414.25	\$ 857,586.00	\$ (195,171.75)
Expenditures				
Culture and Recreation Appropriation to Coffeyville Regional Medical Center	2,564,225.45	598,715.38	\$ 857,586.00	\$ (258,870.62)
Total Expenditures	2,564,225.45	598,715.38	\$ 857,586.00	\$ (258,870.62)
Receipts Over(Under) Expenditures	(2,051,321.90)	63,698.87		
Unencumbered Cash, Beginning	2,051,321.90	-		
Unencumbered Cash, Ending	\$ -	\$ 63,698.87		



**CITY OF COFFEYVILLE, KANSAS**  
**1/2 CENT SALES TAX IRB DEBT SERVICE FUND**  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Us of Money and Property Bond Proceeds	\$ 56,925.00	\$ -	\$ -	\$ -
Operating Transfers from General Fund	240,312.13	564,560.22	600,310.00	(35,749.78)
<b>Total Receipts</b>	<u>297,237.13</u>	<u>564,560.22</u>	<u>\$ 600,310.00</u>	<u>\$ (35,749.78)</u>
<b>Expenditures</b>				
Debt Service				
Bond Principal	-	380,000.00	\$ 380,000.00	\$ 380,000.00
Bond Interest	98,261.64	138,265.00	138,265.00	138,265.00
Commissions and Postage	58,861.01	-	-	-
<b>Total Expenditures</b>	<u>157,122.65</u>	<u>518,265.00</u>	<u>\$ 518,265.00</u>	<u>\$ -</u>
Receipts Over(Under) Expenditures	140,114.48	46,295.22		
Unencumbered Cash, Beginning	-	140,114.48		
Unencumbered Cash, Ending	<u>\$ 140,114.48</u>	<u>\$ 186,409.70</u>		

**CITY OF COFFEYVILLE, KANSAS**  
**COMMUNITY IMPROVEMENT DISTRICT SALES TAX FUND**  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers from General Fund	\$ -	\$ 13,127.00	\$ -	\$ 13,127.00
Total Receipts	-	13,127.00	\$ -	\$ 13,127.00
Expenditures				
General Government Contractual Services	-	-	\$ -	\$ -
Total Expenditures	-	-	\$ -	\$ -
Receipts Over(Under) Expenditures	-	13,127.00		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ 13,127.00		

**CITY OF COFFEYVILLE, KANSAS**  
**G.O. BOND AND INTEREST FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers from:				
Electric Surplus Fund	\$ 159,090.00	\$ 159,590.00	\$ 159,590.00	\$ -
Water and Sewer Utility Fund	100,000.00	100,000.00	100,000.00	-
Total Receipts	<u>259,090.00</u>	<u>259,590.00</u>	<u>\$ 259,590.00</u>	<u>\$ -</u>
Expenditures				
Governmental Services				
Contractual	-	-	\$ 17,605.00	\$ (17,605.00)
Debt Service				
Bond Principal	150,000.00	155,000.00	155,000.00	-
Bond Interest	109,090.00	104,590.00	104,590.00	-
Total Expenditures	<u>259,090.00</u>	<u>259,590.00</u>	<u>\$ 277,195.00</u>	<u>\$ (17,605.00)</u>
Receipts Over(Under) Expenditures	-	-		
Unencumbered Cash, Beginning	<u>17,604.83</u>	<u>17,604.83</u>		
Unencumbered Cash, Ending	<u>\$ 17,604.83</u>	<u>\$ 17,604.83</u>		

**CITY OF COFFEYVILLE, KANSAS**  
**MISCELLANEOUS PROJECTS FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Taxes and Shared Receipts		
Federal Grants - ESG	\$ 32,204.19	\$ 6,336.00
Federal Grants - Brownfield	75,961.51	34,449.94
Federal Grants - NSP	2,469.58	-
Local Alcohol Liquor Tax	-	9,699.78
Use of Money and Property		
Community Development Loans		
Principal Payments	49,688.21	9,128.55
Interest Payments	2,935.77	2,557.13
Sale of Property	26,601.28	-
Other Receipts		
Reimbursed Expense	5,545.14	1,511.42
Total Receipts	<u>195,405.68</u>	<u>63,682.82</u>
Expenditures		
Capital Improvements		
Capital Outlay	<u>145,802.01</u>	<u>283,006.64</u>
Total Expenditures	<u>145,802.01</u>	<u>283,006.64</u>
Receipts Over(Under) Expenditures	49,603.67	(219,323.82)
Unencumbered Cash, Beginning	<u>345,462.00</u>	<u>395,065.67</u>
Unencumbered Cash, Ending	<u>\$ 395,065.67</u>	<u>\$ 175,741.85</u>

**CITY OF COFFEYVILLE, KANSAS**  
**AIRPORT SPECIAL PROJECTS FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Taxes and Shared Receipts		
Federal Grants - FAA	\$ -	\$ 675,031.00
Operating Transfers from:		
Capital Improvement Reserve Fund	-	97,000.00
Airport Holding Fund	-	41,880.64
	<u>-</u>	<u>813,911.64</u>
Total Receipts	-	813,911.64
Expenditures		
Capital Improvements		
Capital Outlay	1,300.00	818,878.11
	<u>1,300.00</u>	<u>818,878.11</u>
Total Expenditures	1,300.00	818,878.11
Receipts Over(Under) Expenditures	(1,300.00)	(4,966.47)
Unencumbered Cash, Beginning	8,170.44	6,870.44
	<u>8,170.44</u>	<u>6,870.44</u>
Unencumbered Cash, Ending	<u>\$ 6,870.44</u>	<u>\$ 1,903.97</u>

**CITY OF COFFEYVILLE, KANSAS**  
**GOLF COURSE DEPRECIATION AND REPLACEMENT FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ 552.40	\$ 742.74
Total Receipts	552.40	742.74
Expenditures		
Capital Improvements		
Capital Outlay	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	552.40	742.74
Unencumbered Cash, Beginning	15,948.16	16,500.56
Unencumbered Cash, Ending	\$ 16,500.56	\$ 17,243.30

**CITY OF COFFEYVILLE, KANSAS**  
**LAW ENFORCEMENT PROJECTS FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Taxes and Shared Receipts		
Drug Tax	\$ 447.24	\$ 7.47
Use of Money and Property		
Storage Fees	2,150.00	2,495.00
Total Receipts	2,597.24	2,502.47
Expenditures		
Operating Transfers to		
General Fund	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	2,597.24	2,502.47
Unencumbered Cash, Beginning	-	2,597.24
Unencumbered Cash, Ending	\$ 2,597.24	\$ 5,099.71

**CITY OF COFFEYVILLE, KANSAS**  
**ELECTRIC BOND PROJECTS FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ 175,503.24	\$ 24,614.11
Other Receipts		
Reimbursed Expense	29.82	56.09
Total Receipts	<u>175,533.06</u>	<u>24,670.20</u>
Expenditures		
Capital Improvements		
Capital Outlay	<u>1,519,938.53</u>	<u>53,495.07</u>
Total Expenditures	<u>1,519,938.53</u>	<u>53,495.07</u>
Receipts Over(Under) Expenditures	(1,344,405.47)	(28,824.87)
Unencumbered Cash, Beginning	3,239,313.14	1,894,907.67
Cancelled Encumbrances	<u>-</u>	<u>457,312.01</u>
Unencumbered Cash, Ending	<u>\$ 1,894,907.67</u>	<u>\$ 2,323,394.81</u>



**CITY OF COFFEYVILLE, KANSAS**  
**ELECTRIC UTILITY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Charges for Services				
Sale of Electricity				
General Sales	\$ 20,951,343.40	\$ 23,049,983.92	\$ 54,576,052.00	\$ (31,526,068.08)
Coffeyville Resources	29,067,321.05	33,111,092.75	6,202,000.00	26,909,092.75
Turn on & Turn off	13,075.00	15,375.00	15,000.00	375.00
Late Fees	104,666.25	97,929.44	140,000.00	(42,070.56)
Other Charges	1,798.30	1,800.00	-	1,800.00
Use of Money and Property				
Rental of Property	19,329.00	14,335.00	16,850.00	(2,515.00)
Sale of Scrap	1,944.40	1,060.87	5,000.00	(3,939.13)
Interest Income	64,531.97	91,671.12	42,000.00	49,671.12
Other Receipts				
Insurance Proceeds	75,708.51	76,991.60	-	76,991.60
Reimbursed Expense	34,468.92	504,928.39	408,000.00	96,928.39
Bad Debt Recovery	139.48	-	-	-
Miscellaneous	(236.00)	5,285.90	1,680.00	3,605.90
<b>Total Receipts</b>	<b>50,334,090.28</b>	<b>56,970,453.99</b>	<b>\$ 61,406,582.00</b>	<b>\$ (4,436,128.01)</b>
<b>Expenditures</b>				
Distribution				
Personal Services	1,049,080.78	1,107,651.12	\$ 1,178,139.00	\$ (70,487.88)
Contractual Services	428,780.67	453,691.32	466,560.00	(12,868.68)
Commodities	166,546.11	155,718.23	131,970.00	23,748.23
Capital Outlay	215,072.14	325,898.89	241,500.00	84,398.89
Transmission				
Personal Services	150,189.00	146,610.98	89,065.00	57,545.98
Contractual Services	978,095.48	1,803,922.89	1,422,500.00	381,422.89
Commodities	252.55	213.45	1,090.00	(876.55)
Capital Outlay	-	-	1,000.00	(1,000.00)
Generation				
Personal Services	1,164,629.52	1,075,771.63	1,399,735.00	(323,963.37)
Contractual Services	499,214.99	446,001.63	433,600.00	12,401.63
Commodities	9,741,507.68	10,698,495.11	11,947,830.00	(1,249,334.89)
Capital Outlay	21,190.39	26,252.28	51,500.00	(25,247.72)

**CITY OF COFFEYVILLE, KANSAS**  
**ELECTRIC UTILITY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
General and Administrative				
Personal Services	\$ 234,936.58	\$ 235,646.30	\$ 322,909.00	\$ (87,262.70)
Contractual Services	459,912.16	585,109.73	556,693.00	28,416.73
Commodities	4,332.36	5,087.38	5,820.00	(732.62)
Capital Outlay	-	-	1,000.00	(1,000.00)
Industries - Coffeyville Resources				
Contractual Services	3,624,888.23	3,673,223.55	2,559,423.00	1,113,800.55
Commodities	24,184,875.76	27,599,708.66	29,657,688.00	(2,057,979.34)
Operating Transfers to:				
General Fund	2,327,045.74	2,408,082.70	2,583,695.00	(175,612.30)
Risk Management Fund	302,101.80	313,083.36	-	313,083.36
Electric Debt Service Fund	1,121,861.00	5,186,333.46	5,186,333.00	0.46
Electric Surplus Fund	189,090.00	199,590.00	199,590.00	-
Electric R & I Reserves Fund	1,655,000.00	1,655,000.00	1,655,000.00	-
Total Expenditures	<u>48,518,602.94</u>	<u>58,101,092.67</u>	<u>\$ 60,092,640.00</u>	<u>\$ (1,991,547.33)</u>
Receipts Over(Under) Expenditures	1,815,487.34	(1,130,638.68)		
Unencumbered Cash, Beginning	<u>4,002,381.10</u>	<u>5,817,868.44</u>		
Unencumbered Cash, Ending	<u>\$ 5,817,868.44</u>	<u>\$ 4,687,229.76</u>		

**CITY OF COFFEYVILLE, KANSAS**  
**ELECTRIC R & I RESERVES FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Sale of Equipment and Scrap	\$ -	\$ 26,250.00
Other Receipts		
Insurance Proceeds	138,729.51	87,719.55
Reimbursed Expense	24,279.65	24,170.31
Operating Transfers from Electric Utility Fund	1,655,000.00	1,655,000.00
<b>Total Receipts</b>	<b>1,818,009.16</b>	<b>1,793,139.86</b>
Expenditures		
General Government		
Contractual Services	253,221.93	21,687.59
Commodities	229.95	-
Capital Outlay	288,931.91	272,794.74
<b>Total Expenditures</b>	<b>542,383.79</b>	<b>294,482.33</b>
Receipts Over(Under) Expenditures	1,275,625.37	1,498,657.53
Unencumbered Cash, Beginning	5,873,863.81	7,149,489.18
Unencumbered Cash, Ending	<b>\$ 7,149,489.18</b>	<b>\$ 8,648,146.71</b>

**CITY OF COFFEYVILLE, KANSAS**  
**ELECTRIC DEBT SERVICE FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Operating Transfers from Electric Utility Fund	\$ 1,121,861.00	\$ 5,186,333.46	\$ 5,186,333.00	\$ 0.46
<b>Total Receipts</b>	<u>1,121,861.00</u>	<u>5,186,333.46</u>	<u>\$ 5,186,333.00</u>	<u>\$ 0.46</u>
<b>Expenditures</b>				
Debt Service				
Bond Principal	926,429.07	2,189,433.55	\$ 2,182,058.00	\$ 7,375.55
Bond Interest	3,054,489.39	2,996,799.91	3,004,175.00	(7,375.09)
Bond Issuance Costs	-	-	100.00	(100.00)
<b>Total Expenditures</b>	<u>3,980,918.46</u>	<u>5,186,233.46</u>	<u>\$ 5,186,333.00</u>	<u>\$ (99.54)</u>
Receipts Over(Under) Expenditures	(2,859,057.46)	100.00		
Unencumbered Cash, Beginning	<u>3,315,496.49</u>	<u>456,439.03</u>		
Unencumbered Cash, Ending	<u>\$ 456,439.03</u>	<u>\$ 456,539.03</u>		

**CITY OF COFFEYVILLE, KANSAS**  
**ELECTRIC SURPLUS FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from Electric Utility Fund	\$ 189,090.00	\$ 199,590.00
Total Receipts	189,090.00	199,590.00
Expenditures		
General Government		
Contractual Services	-	324,247.58
Operating Transfers to:		
Youth Activities Center Fund	5,000.00	15,000.00
Veterans Memorial Stadium Depreciation and Replacement Fund	25,000.00	25,000.00
G.O. Bond and Interest Fund	159,090.00	159,590.00
Total Expenditures	189,090.00	523,837.58
Receipts Over(Under) Expenditures	-	(324,247.58)
Unencumbered Cash, Beginning	1,963,992.60	1,963,992.60
Unencumbered Cash, Ending	\$ 1,963,992.60	\$ 1,639,745.02

**CITY OF COFFEYVILLE, KANSAS**  
**WATER AND SEWER UTILITY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Charges for Services				
Water Sales	\$ 3,965,607.32	\$ 4,027,360.15	\$ 4,017,275.00	\$ 10,085.15
Sewer Charges	2,640,053.64	2,689,589.53	2,825,109.00	(135,519.00)
Late Fees	49,856.44	39,739.86	43,500.00	(3,760.00)
Turn on & Turn off	15,125.00	13,400.00	14,500.00	(1,100.00)
Other Charges	39,516.53	42,900.12	36,200.00	6,700.00
Use of Money and Property				
Interest Income	30,988.06	44,426.44	25,000.00	19,426.00
Sale of Scrap and Equipment	235.90	5,942.90	2,000.00	3,943.00
Other Receipts				
Miscellaneous	425.00	212.23	-	212.00
Reimbursed Expense	8,185.36	3,122.42	2,800.00	322.00
<b>Total Receipts</b>	<b>6,749,993.25</b>	<b>6,866,693.65</b>	<b>\$ 6,966,384.00</b>	<b>\$ (99,690.85)</b>
<b>Expenditures</b>				
Water Distribution				
Personal Services	524,796.21	525,682.99	\$ 623,299.00	\$ (97,616.01)
Contractual Services	34,442.46	36,431.11	29,234.00	7,197.11
Commodities	69,342.51	109,781.14	129,840.00	(20,058.86)
Capital Outlay	63,343.94	36,724.62	69,350.00	(32,625.38)
Water Treatment				
Personal Services	348,409.43	363,992.53	405,142.00	(41,149.47)
Contractual Services	226,436.33	221,228.11	321,362.00	(100,133.89)
Commodities	299,430.42	292,221.95	307,140.00	(14,918.05)
Capital Outlay	15,984.85	20,562.42	20,825.00	(262.58)
Water General				
Personal Services	33,223.28	35,503.42	41,987.00	(6,483.58)
Contractual Services	157,526.35	164,836.18	173,389.00	(8,552.82)
Commodities	1,924.41	2,286.21	2,500.00	(213.79)
Capital Outlay	-	-	200.00	(200.00)
Sewer Collections				
Personal Services	165,304.37	152,827.83	212,592.00	(59,764.17)
Contractual Services	17,461.83	44,443.84	28,577.00	15,866.84
Commodities	23,810.55	20,897.33	27,570.00	(6,672.67)
Capital Outlay	6,769.58	4,468.04	23,250.00	(18,781.96)

**CITY OF COFFEYVILLE, KANSAS**  
**WATER AND SEWER UTILITY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Sewer Treatment				
Personal Services	\$ 386,372.52	\$ 387,115.67	\$ 453,310.00	\$ (66,194.33)
Contractual Services	52,005.67	72,372.21	53,662.00	18,710.21
Commodities	44,880.93	18,015.32	24,005.00	(5,989.68)
Capital Outlay	2,844.63	757.23	9,050.00	(8,292.77)
Sewer General				
Personal Services	33,222.85	35,502.85	41,987.00	(6,484.15)
Contractual Services	57,788.54	60,330.27	75,368.00	(15,037.73)
Commodities	500.00	500.00	500.00	-
Capital Outlay	-	-	200.00	(200.00)
Operating Transfers to:				
General Fund	694,334.64	777,054.10	723,775.00	53,279.10
G.O. Bond and Interest Fund	100,000.00	100,000.00	100,000.00	-
Water and Sewer Depreciation and Replacement Fund	1,001,875.00	1,001,875.00	1,001,875.00	-
Water and Sewer Debt Service Fund	1,162,139.34	1,156,189.35	1,161,739.00	(5,549.65)
Water and Sewer Restricted Reserve Fund	400,000.00	400,000.00	400,000.00	-
Aquatic Center Operations Fund	47,500.00	25,000.00	50,000.00	(25,000.00)
Golf Course Fund	34,000.00	50,000.00	61,000.00	(11,000.00)
Risk Management Fund	236,457.08	237,574.76	-	237,574.76
Total Certified Budget			6,572,728.00	(218,553.52)
Adjustments for Qualifying Budget Credits			3,122.42	(3,122.42)
Total Expenditures	6,242,127.72	6,354,174.48	\$ 6,575,850.42	\$ (221,675.94)
Receipts Over(Under) Expenditures	507,865.53	512,519.17		
Unencumbered Cash, Beginning	2,334,627.14	2,842,492.67		
Unencumbered Cash, Ending	\$ 2,842,492.67	\$ 3,355,011.84		

**CITY OF COFFEYVILLE, KANSAS**  
**WATER AND SEWER DEPRECIATION AND REPLACEMENT FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Other Receipts		
Reimbursed Expense	\$ 14,286.83	\$ 14,286.83
Operating Transfers from Water and Sewer Utility Fund	1,001,875.00	1,001,875.00
Total Receipts	1,016,161.83	1,016,161.83
Expenditures		
Public Works		
Contractual Services	141,500.00	281,248.70
Capital Outlay	1,004,777.60	342,949.47
Total Expenditures	1,146,277.60	624,198.17
Receipts Over(Under) Expenditures	(130,115.77)	391,963.66
Unencumbered Cash, Beginning	3,009,104.69	2,878,988.92
Unencumbered Cash, Ending	\$ 2,878,988.92	\$ 3,270,952.58



**CITY OF COFFEYVILLE, KANSAS**  
**WATER AND SEWER DEBT SERVICE FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers from Water and Sewer Utility Fund	\$ 1,162,139.34	\$ 1,156,189.35	\$ 1,161,739.00	\$ (5,549.65)
Total Receipts	<u>1,162,139.34</u>	<u>1,156,189.35</u>	<u>\$ 1,161,739.00</u>	<u>\$ (5,549.65)</u>
Expenditures				
Debt Service				
Bond Principal	983,775.09	1,014,074.12	\$ 1,014,074.00	\$ 0.12
Bond Interest	177,764.23	147,065.20	147,065.00	0.20
Commissions and Postage	-	-	600.00	(600.00)
Total Expenditures	<u>1,161,539.32</u>	<u>1,161,139.32</u>	<u>\$ 1,161,739.00</u>	<u>\$ (599.68)</u>
Receipts Over(Under) Expenditures	600.02	(4,949.97)		
Unencumbered Cash, Beginning	<u>259,105.76</u>	<u>259,705.78</u>		
Unencumbered Cash, Ending	<u>\$ 259,705.78</u>	<u>\$ 254,755.81</u>		

**CITY OF COFFEYVILLE, KANSAS**  
**WATER AND SEWER RESTRICTED RESERVE FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from Water and Sewer Utility Fund	\$ 400,000.00	\$ 400,000.00
Total Receipts	400,000.00	400,000.00
Expenditures		
General Government Capital Outlay	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	400,000.00	400,000.00
Unencumbered Cash, Beginning	1,200,000.00	1,600,000.00
Unencumbered Cash, Ending	\$ 1,600,000.00	\$ 2,000,000.00

**CITY OF COFFEYVILLE, KANSAS**  
**STORMWATER UTILITY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Charges for Services				
Stormwater Sales	\$ 474,848.02	\$ 467,455.04	\$ 473,436.00	\$ (5,980.96)
Late Charges	2,044.00	2,118.42	1,100.00	1,018.42
Other Receipts				
Reimbursed Expense	25.61	51.22	5,000.00	(4,948.78)
<b>Total Receipts</b>	<b>476,917.63</b>	<b>469,624.68</b>	<b>\$ 479,536.00</b>	<b>\$ (9,911.32)</b>
<b>Expenditures</b>				
Public Works				
Personal Services	101,742.77	102,321.97	\$ 123,579.00	\$ (21,257.03)
Contractual Services	27,957.93	19,678.65	14,541.00	5,137.65
Commodities	25,306.20	13,007.11	25,325.00	(12,317.89)
Capital Outlay	7,430.96	3,394.96	5,600.00	(2,205.04)
Operating Transfers to:				
Risk Management Fund	18,330.00	18,416.64	-	18,416.64
Stormwater Depreciation and Replacement Fund	317,946.00	307,030.00	312,946.00	(5,916.00)
<b>Total Expenditures</b>	<b>498,713.86</b>	<b>463,849.33</b>	<b>\$ 481,991.00</b>	<b>\$ (18,141.67)</b>
Receipts Over(Under) Expenditures	(21,796.23)	5,775.35		
Unencumbered Cash, Beginning	154,128.21	132,331.98		
Unencumbered Cash, Ending	<b>\$ 132,331.98</b>	<b>\$ 138,107.33</b>		

**CITY OF COFFEYVILLE, KANSAS**  
**STORMWATER DEPRECIATION AND REPLACEMENT FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from Stormwater Utility Fund	\$ 317,946.00	\$ 307,030.00
Total Receipts	317,946.00	307,030.00
Expenditures		
Public Works		
Contractual Services	69,500.00	14,492.78
Capital Outlay	102,490.21	-
Total Expenditures	171,990.21	14,492.78
Receipts Over(Under) Expenditures	145,955.79	292,537.22
Unencumbered Cash, Beginning	468,115.85	614,071.64
Unencumbered Cash, Ending	\$ 614,071.64	\$ 906,608.86

**CITY OF COFFEYVILLE, KANSAS**  
**REFUSE/TRASH UTILITY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Trash Collections	\$ 552,543.50	\$ 553,506.95	\$ 558,231.00	\$ (4,724.05)
Late Charges	7,856.71	7,560.54	7,800.00	(239.46)
Other Receipts				
Miscellaneous	-	141.63	-	141.63
Reimbursed Expense	23,478.19	22,644.14	20,000.00	2,644.14
Total Receipts	583,878.40	583,853.26	\$ 586,031.00	\$ (2,177.74)
Expenditures				
Collections				
Contractual Services	568,138.55	532,868.81	\$ 602,536.00	\$ (69,667.19)
Commodities	3,500.00	3,500.00	3,500.00	-
Total Expenditures	571,638.55	536,368.81	\$ 606,036.00	\$ (69,667.19)
Receipts Over(Under) Expenditures	12,239.85	47,484.45		
Unencumbered Cash, Beginning	224,363.79	236,603.64		
Unencumbered Cash, Ending	\$ 236,603.64	\$ 284,088.09		

**CITY OF COFFEYVILLE, KANSAS**  
**INTERNET UTILITY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Charges for Services				
Internet Charges	\$ 234,070.36	\$ 284,319.68	\$ 275,000.00	\$ 9,319.68
Installation Charges	2,875.00	3,500.00	3,300.00	200.00
Service Calls	1,450.00	1,495.00	-	1,495.00
Late Charges	1,621.19	2,018.10	1,500.00	518.10
Turn on & Turn off	125.00	75.00	50.00	25.00
Other Receipts				
Reimbursed Expense	109.34	144.60	-	145.00
<b>Total Receipts</b>	<b>240,250.89</b>	<b>291,552.38</b>	<b>\$ 279,850.00</b>	<b>\$ 11,702.78</b>
<b>Expenditures</b>				
Connections				
Personal Services	98,212.67	103,389.22	\$ 115,373.00	\$ (11,983.78)
Contractual Services	93,595.76	111,604.12	120,613.00	(9,008.88)
Commodities	1,455.70	2,045.55	3,510.00	(1,464.45)
Capital Outlay	81,641.96	42,805.11	40,000.00	2,805.11
Operating Transfers to				
Risk Management Fund	11,914.52	11,970.82	-	11,970.82
<b>Total Certified Budget</b>			<b>279,496.00</b>	<b>(7,681.18)</b>
Adjustments for Qualifying Budget Credits			144.60	(144.60)
<b>Total Expenditures</b>	<b>286,820.61</b>	<b>271,814.82</b>	<b>\$ 279,640.60</b>	<b>\$ (7,825.78)</b>
Receipts Over(Under) Expenditures	(46,569.72)	19,737.56		
Unencumbered Cash, Beginning	59,239.83	12,670.11		
Unencumbered Cash, Ending	\$ 12,670.11	\$ 32,407.67		

**CITY OF COFFEYVILLE, KANSAS**  
**METER DEPOSIT FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2017

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

	Prior Year Actual	Current Year Actual
Receipts		
Other Receipts		
Meter Deposits	\$ 137,950.00	\$ 144,154.00
Total Receipts	137,950.00	144,154.00
Expenditures		
Meter Deposit Refunds	137,950.00	144,154.00
Total Expenditures	137,950.00	144,154.00
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

**CITY OF COFFEYVILLE, KANSAS**  
**AGENCY FUNDS**  
 Schedule of Receipts and Disbursements  
 Regulatory Basis  
 For the Year Ended December 31, 2017

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Fire Insurance Proceeds	\$ 16,419.48	\$ 3,750.00	\$ -	\$ 20,169.48
Sales Tax	16,936.72	696,472.37	709,786.56	3,622.53
Perpetual Care	94,663.78	1,774.78	2,115.00	94,323.56
Drug Forfeitures	41,799.94	28,116.85	22,444.68	60,410.83
	<u>\$ 169,819.92</u>	<u>\$ 730,114.00</u>	<u>\$ 734,346.24</u>	<u>\$ 178,526.40</u>



**CITY OF COFFEYVILLE, KANSAS**  
 Schedule of Required Bond Information  
 December 31, 2017

	<u>Date Expires</u>	<u>Amount</u>
Power Industries Insurance Coverage		
Insurer: Federal Insurance Company		
Electric Generation and Distribution (existing system)		
Coverages:		
Personal Property	09/01/2018	\$ 6,692,859.00
Building		71,843,021.00
Property in the Open		46,228,535.00
Stock		2,393,781.00
Deductible:		25,000.00
Premium:		464,702.00

Total electric users for the beginning and ending of fiscal year 2017 were as follows:

	<u>1/31/2017</u>	<u>12/31/2017</u>
Electric	6,219	6,129

**CITY OF COFFEYVILLE, KANSAS**  
Schedule of Expenditures of Federal Awards  
For the Year Ended December 31, 2017

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM TITLE	PASS-THROUGH ENTITY IDENTIFYING NUMBER	FEDERAL CFDA NUMBER	CASH RECEIPTS	DISBURSE- MENTS/ EXPENDITURES
<b><u>U.S. DEPARTMENT OF HOUSING &amp; URBAN DEVELOPMENT</u></b>				
Passed through the Kansas Dept. of Commerce:				
Community Development Block Grant - Streets	15-PF-016	14.228	\$ 9,736.90	\$ 2,000.00
Community Development Block Grant - Sidewalks	15-PF-042	14.228	5,750.00	2,000.00
		Total 14.228	15,486.90	4,000.00
Passed through the Kansas Housing Resources Corporation Emergency Shelter Grant	ESG-FFY2016	14.231	6,336.00	6,336.00
Total U.S. Department of Housing & Urban Development			21,822.90	10,336.00
<b><u>U.S. DEPARTMENT OF JUSTICE</u></b>				
Direct Grant				
Bulletproof Vest Partnership Program	N/A	16.607	-	7,601.42
Passed through the Kansas Governor's Office S.T.O.P. Violence Against Women	16-VAWA-13	16.588	1,937.00	1,937.00
Passed through the Kansas Criminal Justice Coordinating Council Edward Byrne Memorial Justice Assistance Grant	17-JAG-20	16.738	25,000.00	25,000.00
Total U.S. Department of Justice			26,937.00	34,538.42
<b><u>U.S. DEPARTMENT OF TRANSPORTATION</u></b>				
Direct Grant				
Airport Improvement Program 3-20-0011-019-2017	N/A	20.106 (M)	675,031.00	689,856.33
Passed through the Kansas Department of Transportation				
Safe Routes to School	U 230401	20.205	9,962.28	9,962.28
National Priority Safety Program	AL-9481-17	20.616	907.50	907.50
CLICK Step Special Enforcement Program	PT-1196-17	20.600	1,798.06	1,798.06
Total U.S. Department of Transportation			687,698.84	702,524.17

**CITY OF COFFEYVILLE, KANSAS**  
 Schedule of Expenditures of Federal Awards  
 For the Year Ended December 31, 2017

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM TITLE	PASS-THROUGH ENTITY IDENTIFYING NUMBER	FEDERAL CFDA NUMBER	CASH RECEIPTS	DISBURSE- MENTS/ EXPENDITURES
<b><u>U.S. ENVIRONMENTAL PROTECTION AGENCY</u></b>				
Direct Grant				
Brownfields Assessment and Cleanup Cooperative Agreement - ARRA	N/A	66.818	\$ 8,208.47	\$ 12,930.38
Passed through the Coffeyville Community Enhancement Foundation, Inc.				
Brownfields Assessment and Cleanup Cooperative Agreement - ARRA	BF97746501	66.818	26,241.67	25,427.67
		Total 66.818	34,450.14	38,358.05
Total U.S. Environmental Protection Agency				
			\$ 34,450.14	\$ 38,358.05
<b>TOTAL ALL PROGRAMS</b>			<b>\$ 770,908.88</b>	<b>\$ 785,756.64</b>

**NOTE A -- BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of Coffeyville, Kansas and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statement.

**NOTE B -- INDIRECT COSTS**

The City of Coffeyville, Kansas did not elect to use the 10% de minimis cost rate.

**Note C: SUBRECIPIENTS**

Of the Federal expenditures presented, City of Coffeyville, Kansas provided Federal awards to subrecipients as follows:

Emergency Shelter Grant	<u>Program Name</u>	<u>CFDA</u>	<u>Subrecipients</u>
		14.231	\$ 6,336.00

(M) - Major Program

**JARRED, GILMORE & PHILLIPS, PA**  
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED  
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS**

Honorable Mayor and City Commissioners  
City of Coffeyville, Kansas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of the City of Coffeyville, as of and for the year ended December 31, 2017, and the related notes to the financial statement, which collectively comprise the City of Coffeyville's basic financial statement, and have issued our report thereon dated July 16, 2018.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statement, we considered the City of Coffeyville's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the City of Coffeyville's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Coffeyville's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statement will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City of Coffeyville's financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



JARRED, GILMORE & PHILLIPS, PA  
Certified Public Accountants

Chanute, Kansas  
July 16, 2018

**JARRED, GILMORE & PHILLIPS, PA**  
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR  
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY  
THE UNIFORM GUIDANCE**

Honorable Mayor and City Commissioners  
City of Coffeyville, Kansas

**Report on Compliance for Each Major Federal Program**

We have audited the City of Coffeyville's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City of Coffeyville's major federal programs for the year ended December 31, 2017. City of Coffeyville's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditors' Responsibility***

Our responsibility is to express an opinion on compliance for each of the City of Coffeyville's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Coffeyville's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City of Coffeyville's compliance.

**Opinion on Each Major Federal Program**

In our opinion, the City of Coffeyville, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2017.

**Report on Internal Control over Compliance**

Management of the City of Coffeyville, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City of Coffeyville's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Coffeyville's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Purpose of this Report**

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



JARRED, GILMORE & PHILLIPS, PA  
Certified Public Accountants

Chanute, Kansas  
July 16, 2018

**CITY OF COFFEYVILLE, KANSAS**

Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2017

**I. SUMMARY OF AUDITORS' RESULTS**

**Financial Statement:**

The auditors' report expresses an adverse opinion on the basic financial statement of City of Coffeyville, Kansas on the Generally Accepted Accounting Principles (GAAP) basis of accounting and an unmodified opinion on the regulatory basis of accounting.

**Internal Control over Financial Reporting:**

Material weakness(es) identified?	_____	Yes	<u>  X  </u>	No
Significant deficiencies identified?	_____	Yes	<u>  X  </u>	None Reported
Noncompliance or other matters required to be reported under <i>Government Auditing Standards</i>	_____	Yes	<u>  X  </u>	No

**Federal Awards:**

Internal control over major programs:				
Material weakness(es) identified?	_____	Yes	<u>  X  </u>	No
Significant deficiencies identified?	_____	Yes	<u>  X  </u>	None Reported

The auditors' report on compliance for the major federal award programs for City of Coffeyville, Kansas expresses an unmodified opinion.

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance?	_____	Yes	<u>  X  </u>	No
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Identification of major programs:

**U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT**

Airport Improvement Program – CFDA No. 20.106

The threshold for distinguishing Types A and B programs was \$750,000.00.

Auditee qualified as a low risk auditee?	_____	Yes	<u>  X  </u>	No
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**II. FINANCIAL STATEMENT FINDINGS**

NONE

**III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

NONE



**CITY OF COFFEYVILLE, KANSAS**

Summary Schedule of Prior Audit Findings  
For the Year Ended December 31, 2017

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December 31, 2016:

No Findings in the Prior Year Audit