

CITY OF FORT SCOTT, KANSAS

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Diehl Banwart Bolton

Certified Public Accountants P.A.

INDEPENDENT AUDITORS' REPORT

To the Mayor and the City Commission
City of Fort Scott, Kansas

We have audited the accompanying summary statement of receipts, expenditures, and unencumbered cash, regulatory basis, of the City of Fort Scott, 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 Statements

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 to meet the financial reporting requirements of the State of Kansas. This includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

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

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Fort Scott, Kansas to meet the requirements of the State of Kansas 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 Fort Scott, Kansas as of December 31, 2017 or changes in financial position or cash flows thereof for the year then ended.

Unqualified 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 for the City of Fort Scott, Kansas 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

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the Summary Statement of Receipts, Expenditures, and Unencumbered Cash Balance, Regulatory Basis (basic financial statement) as a whole. The Summary of Expenditures – Actual and Budget, Regulatory Basis, and the individual fund Schedules of Receipts and Expenditures – Actual and Budget, Regulatory Basis as listed in the table of contents is presented for analysis and is not a required part of the basic financial statement, however is required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide, and for purposes of additional analysis. 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.

Prior Year Comparative Numbers

The 2016 actual column presented in the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances and the individual fund schedules of regulatory basis receipts and expenditures – actual and budget (the financial statement and Schedule 2 as listed in the table of contents), are also presented for comparative analysis and was not a required part of the 2016 financial statement upon which we rendered an unqualified opinion dated April 6, 2017. The 2016 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>. 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 2016 basic financial statement as a whole, on the basis of accounting described in Note 1.



DIEHL, BANWART, BOLTON, CPAs PA

April 6, 2018
Fort Scott, Kansas

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

Funds	Beginning Unencumbered Cash Balances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus	
					Encumbrances and Accounts Payable	Cash Balances December 31, 2017
General Fund	\$ 1,207,278.75	\$ 6,937,520.37	\$ 7,126,090.09	\$ 1,018,709.03	\$ 60,248.01	\$ 1,078,957.04
Special Purposes Funds:						
Public Library	-	251,421.60	251,421.60	-	-	-
Public Safety Equipment	61,431.00	90,393.34	151,824.34	-	-	-
Economic Development	428,967.19	313,723.05	221,421.53	521,268.71	203.97	521,472.68
Special Streets & Highways	109,257.14	563,107.09	576,787.62	95,576.61	7,438.27	103,014.88
Special Parks & Recreation	3,833.19	23,451.48	24,181.84	3,102.83	-	3,102.83
Special Alcohol & Drugs	50,526.34	13,849.59	64,375.93	-	-	-
E911 Telephone Tax	24,313.08	79,548.00	53,658.88	50,202.20	2,728.00	52,930.20
Convention and Visitors Bureau	56,796.89	165,048.83	157,113.10	64,732.62	79.70	64,812.32
Capital Improvement Sales Tax	-	-	-	-	-	-
Aquatic Center and BRCC	-	-	-	-	-	-
BRCC Reserve	-	-	-	-	-	-
Equipment Reserve	-	-	-	-	-	-
Capital Improvements	-	-	-	-	-	-
Land Bank	-	1,000.00	-	1,000.00	-	1,000.00
CDBG Eco Devo Revolving Loan	265,709.35	-	-	265,709.35	-	265,709.35
Bond and Interest Fund						
Debt Service	250,442.75	2,112,202.86	2,133,304.69	229,340.92	-	229,340.92
Capital Project Funds						
CDBG Wall Street Project	-	3,750.00	3,750.00	-	-	-
CDBG Wall & Scott Building Project	-	-	175.00	(175.00)	-	(175.00)
KDH&E River Intake Project	-	263,192.21	101,651.45	161,540.76	-	161,540.76
18th & 23rd Streets Project	-	-	-	-	-	-
Ballfield Project	-	-	-	-	-	-
Quiet Zone Project	-	-	-	-	-	-
Safe Routes to Schools Project	105,509.40	36,540.60	142,050.00	-	-	-
Skate for Scholars	-	-	-	-	-	-
YAT Ellis Park Project	49,641.56	38,693.68	7,247.09	81,088.15	103.27	81,191.42
KDWP Gunn Park Grant	-	-	-	-	-	-

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

CITY OF FORT SCOTT, KANSAS

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

Funds	Beginning Unencumbered Cash Balances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus		Cash Balances December 31, 2017
					Encumbrances and Accounts Payable		
Capital Project Funds (Continued)							
National Avenue - 6th to 13th	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Golf Course Clubhouse	30,692.78	50,000.00	6,830.00	73,862.78	-	-	73,862.78
KDOT - Airport Design Ramp	76,768.64	737,553.62	814,322.26	-	-	-	-
US 69 Access Management Project	(145,873.56)	151,878.06	6,004.50	-	-	-	-
Unsung Heroes Park Project	6,080.00	24,689.40	15,819.40	14,950.00	-	-	14,950.00
Pednet Grant Project	-	55,862.00	54,762.00	1,100.00	-	-	1,100.00
Airport Runway Expansion Project	-	377,174.32	107,103.75	270,070.57	-	-	270,070.57
Fisher Park Improvements Project	-	10,300.00	4,591.10	5,708.90	-	-	5,708.90
College Booster Pump Station Project	-	356,797.22	298,950.59	57,846.63	250,890.77	-	308,737.40
Water Treatment Plant Improvements	-	173,789.42	173,789.42	-	84,863.90	-	84,863.90
Riverfront Project Grant	-	104,500.00	104,500.00	-	-	-	-
Business Funds:							
Water Utility	1,290,859.92	3,020,111.57	3,269,716.64	1,041,254.85	133,374.43	-	1,174,629.28
Wastewater Utility	1,587,247.51	1,564,598.55	1,817,329.11	1,334,516.95	34,292.34	-	1,368,809.29
Wastewater Bond Reserve	-	-	-	-	-	-	-
Stormwater Utility	373,511.50	234,716.61	97,100.55	511,127.56	62.95	-	511,190.51
Trust Funds:							
Fire Insurance Proceeds	-	6,000.00	6,000.00	-	-	-	-
20th Century Veterans Memorial	13,788.16	-	35.00	13,753.16	-	-	13,753.16
Animal Shelter Trust	-	-	-	-	-	-	-
Golf Course Trust	-	-	-	-	-	-	-
2nd Story Arts Festival	-	-	-	-	-	-	-
GNAT Project	6,167.64	100.00	484.89	5,782.75	-	-	5,782.75
Gunn Park Trails	3,395.74	6,510.00	7,693.44	2,212.30	-	-	2,212.30
Special Law Enforcement Trust	20,502.11	2,310.00	801.54	22,010.57	-	-	22,010.57
Safe Grant	3,069.63	-	1,610.88	1,458.75	-	-	1,458.75
Community Gardens	-	567.61	-	567.61	-	-	567.61
Total Primary Government	\$ 5,879,916.71	\$ 17,770,901.08	\$ 17,802,498.23	\$ 5,848,319.56	\$ 574,285.61	\$ -	\$ 6,422,605.17

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

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

Funds	Beginning Unencumbered Cash Balances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus		Cash Balances December 31, 2017
					Encumbrances and Accounts Payable		
Total Primary Government	\$ 5,879,916.71	\$ 17,770,901.08	\$ 17,802,498.23	\$ 5,848,319.56	\$ 574,285.61	\$	\$ 6,422,605.17
Component Units							
Fort Scott Public Library							
General Fund	195,622.58	275,876.34	301,634.43	169,864.49	-		169,864.49
Total Reporting Entity	\$ 6,075,539.29	\$ 18,046,777.42	\$ 18,104,132.66	\$ 6,018,184.05	\$ 574,285.61	\$	\$ 6,592,469.66
Composition of Cash							
Primary Government							
General Checking Accounts							\$ 6,422,605.17
Total Primary Government							6,422,605.17
Component Units							
Fort Scott Public Library							
Cash in Bank Accounts							169,864.49
Total Reporting Entity							\$ 6,592,469.66

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

CITY OF FORT SCOTT, KANSAS

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statement of the City of Fort Scott, Kansas has been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Kansas Municipal Audit and Accounting Guide (KMAAG), as approved by the director of the Kansas Division of Accounts and Reports, establishes the guidelines for the regulatory basis of accounting in the state of Kansas. The more significant of the City's accounting policies follow.

Nature of the Organization

The City of Fort Scott, Kansas (the City) was incorporated as a city of the first class on February 27, 1860, 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, water and sewer, health and social services, culture-recreation, education, public improvements, planning and zoning, and general administrative services. The City of Fort Scott, Kansas (the City) is a municipal corporation governed by an elected five-member commission.

Reporting Entity

This financial statement presents the City of Fort Scott, Kansas (the primary government) and its related municipal entities. Related municipal entities are included in the City's reporting entity because of the significance of their operational or financial relationships with the City.

Discretely Presented Related Municipal Entities. The related municipal entities section of the financial statement includes the financial data of the discretely presented related municipal entities. These related municipal entities are reported separately to emphasize that they are legally separate from the City. The governing bodies of these component units are appointed by the City.

1. Library Board - The City of Fort Scott 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 Fort Scott Housing Authority operates the City's housing projects. The Housing Authority can sue and be sued, and can buy, sell, or lease real property. Bond ordinances must be approved by the City. The Housing Authority's financial statements should be included with the City's financial statement. However, the statements are omitted in an apparent departure from generally accepted accounting principles.

There are no other separate entities related to the City which should be accounted for in the City's financial statement.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation - Fund Accounting

The accounts of the City are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its cash, liabilities, fund equity, revenues and expenditures. The various funds are grouped by type in the financial statement. The types of funds maintained by the City are as follows:

General Fund - the chief operating fund used to account for all resources except those required to be accounted for in another fund.

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

Trust Funds - funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Regulatory Basis of Accounting and Departures 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 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 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.

As discussed previously, the Fort Scott Housing Authority, a related municipal entity, has been omitted from this financial statement.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. As stated in Note 13, the General, Convention and Visitors Bureau, and Debt Service Funds were amended in 2017.

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 cash basis of accounting, modified further by the recording of accounts payable and encumbrances. Revenues are recognized when cash is received. Expenditures include cash disbursements, 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 budget expenditure authority lapses at year-end.

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

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

Deposits and Investments

Deposits and investments include checking accounts, money market checking accounts, and the state of Kansas Municipal Investment Pool. Kansas statutes permit investment in time deposits and the Kansas Municipal Investment Pool.

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

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 20th during the year levied with the balance to be paid on or before May 10th 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 31st, such taxes are a lien on the property.

Special Assessments

Kansas statutes require projects financed in part by special assessments to be financed through the issuance of general obligations bonds which are secured by the full faith and credit of the City. Special assessments paid prior to the issuance of general obligation bonds are recorded as revenue in the appropriate project. Special assessments received after the issuance of general obligation bonds are recorded as revenue in the bond and interest fund. Further, state statutes require levying additional general ad valorem property taxes in the Debt Service Fund to finance delinquent special assessments receivable.

Accordingly, special assessments are accounted for within the Debt Service Fund. Special assessments are levied over a ten or fifteen-year period and annual installments are due and payable with annual ad valorem property taxes. The City may foreclose liens against property benefited by special assessments when delinquent assessments are two years in arrears. At December 31, the special assessment taxes levied are a lien on the property.

Long-Term Obligations

Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

Compensated Absences

All regular full-time employees are eligible for vacation benefits. Employees are allowed to accumulate and carry forward a maximum of 160 hours (12 shift days for Fire Department Personnel). Hours accumulated and not taken in excess of these limits at December 31 of each year are lost by the employees. New employees must work a minimum of six months to utilize earned vacation benefits. Unused vacation benefits are paid to employees when employment with the City terminates.

All regular full-time employees are also eligible for sick leave benefits. All regular full-time service employees with 12 years of continuous service will be paid for half of accumulated sick hours on the books upon death or retirement. Unused sick leave benefits are lost when employment with the City terminates unless due to death or retirement. Employees accrue sick leave at the rate of 10 days per year with a maximum of 120 days (six shift days per year with a maximum of 72 shift days for Fire Department Personnel). The City accrues a liability for compensated absences that meet the following criteria:

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

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 accrued a liability for vacation and sick pay which has been earned but not taken by City employees.

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 Firemen's Retirement System, both of which are multi-employer statewide pension plans. The City's policy is to fund all pension costs accrued; such costs to be funded are actuarially determined annually by the State.

Termination and Post Employment Benefits

No termination benefits are provided to City employees when employment with the City ends except for the accrued compensated absences as discussed in Note 1.

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 government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the City under this program.

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

Compliance With Kansas Statutes

The financial statement is designed to show compliance with the cash basis and budget laws of Kansas. As shown in the financial statement, several funds show negative unencumbered cash balances in apparent violation of the Kansas cash basis law. However, these are apparently not violations of the cash basis law due to numerous grant money receivables as of December 31, 2017. The City was in apparent compliance with these Kansas laws.

Compliance With Revenue Bond Covenants

The City was in apparently in compliance with the Series 2016 General obligation Refunding Bonds as discussed in Note 4.

3. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

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, but has limited the investments to time deposits at the local bank and the Kansas Municipal Investment Pool.

Concentration of credit risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City does not have any "peak periods" designated.

At December 31, 2017 the City's carrying amount of deposits was \$6,422,605.17 and the bank balance was \$6,513,230.06. The bank balance was held by one bank resulting in no diversification of credit risk. Of the bank balance, \$250,000.00 was covered by federal depository insurance, and \$6,263,230.06 was collateralized with securities totaling \$6,968,084.28 held by the pledging financial institutions' agents in the City's name.

The carrying amount of the Library's deposits was \$169,864.49 and the bank balance was \$173,498.99, all of which is covered by FDIC insurance.

4. LONG-TERM OBLIGATIONS

General Obligation Bonds

General Obligation Bonds are direct obligations and pledge the full faith and credit of the City. The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both general government and business (utility) activities. Debt Service on these bonds therefore are reported in the business funds if they are expected to be repaid from business revenues.

Debt Service Requirements

Future requirements of principal and interest are recorded in Note 14.

4. **LONG-TERM OBLIGATIONS** (Continued)

Compliance with Bond Covenants

The bond resolution for the Series 2016 General Obligation Refunding Bonds contain the following significant covenants:

- Rates will be charged for the use and services of the Wastewater Utility Fund that will produce revenues sufficient to cover the annual debt service on the 2016 bonds. Net revenues for the year were as follows:

Total Receipts, Wastewater Utility Fund	\$ 1,564,598.55
Total Expenses, Wastewater Utility Fund	\$ 1,817,329.11
Less Capital Outlays - plant	(36,420.09)
Less Capital Outlays - collections	(85,760.30)
Less Capital Outlays - administration	(1048.00)
Less Transfers Out	(477,016.00)
Adjusted Expenses	\$ 1,217,084.72
Net Revenues	\$ 347,513.83

Net Revenues were apparently sufficient to meet the current year debt service requirement of \$277,853.23.

- Accounts will be established and maintained as follows:

	Account Balance
Operations and maintenance account (60 days of Wastewater Utility Fund expenses)	\$ 202,847.45
Debt Service Account (to maintain a pro-rata amount of debt service due the following year)	85,386.72
Debt Service Reserve Account (125% of the average annual debt service requirements of the 2016 bonds)	261,530.59
Compliance Account (specific bond proceeds set aside for payment of expenses to be compliant with state and Federal laws)	3,852.10
Surplus Account (remaining money)	815,192.43
Cash Balance, December 31, 2017	\$ 1,368,809.29

Account balances equaled or exceeded balances required by the bond resolution.

- The Wastewater Utility System served 2,249 and 2,657 customers as of the beginning and the end of the year respectively.

4. **LONG-TERM OBLIGATIONS** (Continued)

Industrial Revenue Bonds

The City has entered into various agreements to induce businesses to locate or expand operations in Fort Scott, 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 no industrial revenue bonds issues outstanding.

Compensated Absences

Compensated absences are accrued as detailed in Note 1. Accrued compensated absences as of December 31, 2017, consisted of vacation and sick pay in the amount of \$721,089.61.

5. **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 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. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1 and KPERS 2, 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 .85% contribution rate for 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 the City were \$198,001.94 for KPERS and \$275,198.95 for KP&F for the year ended December 31, 2017.

5. **DEFINED BENEFIT PENSION PLANS** (Continued)

Net Pension Liability

At December 31, 2017, the City's proportionate share of the collective net pension liability reported by KPERS was \$1,960,644 and \$2,754,909 for KP&F. The net pension liability totaling \$9,128,692,062 was measured as of June 30, 2017. 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 nonemployer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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

The City Library's share of the net pension liability was \$115,775.

6. **SALES TO MAJOR CUSTOMER - ENTERPRISE FUNDS**

During 2017, approximately 50% of the total cubic feet of water and 36% of water sales in the Water Utility Fund were to Consolidated Rural Water District #2, Inc., Bourbon County, Kansas.

7. **RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; employees health and life; and natural disasters. The City manages these risks of loss through various insurance policies. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

8. **DISCLOSURES FOR RELATED MUNICIPAL ENTITIES**

FORT SCOTT PUBLIC LIBRARY

The Library's basis of accounting is the same as the City's basis as described in Note 1. The Library is not subject to the budgetary statutes applicable to Cities in the State of Kansas. Copies of the Library's financial statements may be obtained at the Fort Scott Public Library. Cash consists of deposits in bank accounts fully secured by FDIC insurance and securities pledged as disclosed in Note 3. The Library participates in the KPER's retirement system referred to in Note 5. The Library manages exposure to various risks of loss due to torts; theft of, damage to, or destruction to assets; errors and omissions; and injuries to employees; employees health and life; and natural disasters by purchasing various insurance policies.

9. INTERFUND TRANSFERS

Operating transfers were as follows:

Transfer To Fund	Transfer From Fund	K.S.A. Statutory Authority	Amount
Special Streets & Highways	General	12-1,119	\$ 300,000.00
Airport Runway Expansion	General	(2)	224,280.00
Safe Routes to Schools Project	General	(2)	36,540.60
Golf Course Clubhouse	General	(2)	50,000.00
KODT - Airport Design Ramp	General	(2)	18,822.64
Debt Service	General	(1)	546,128.48
Water Utility	General	(3)	316,715.54
Wastewater Utility	General	(3)	104,280.56
Debt Service	Public Safety Equipment Fund	(1)	22,479.76
Debt Service	Economic Development	(1)	25,000.00
Unsung Heroes Park Project	Economic Development	(2)	7,500.00
Debt Service	Special Streets & Highways	(1)	11,877.92
Debt Service	Special Parks & Recreation	(1)	12,459.42
Debt Service	Convention and Visitors Bureau	(1)	14,395.96
Debt Service	Water Utility	(1), 12-825d	664,073.00
Debt Service	Wastewater Utility	(1), 12-825d	455,066.00
Debt Service	Stormwater Utility	(1), 12-825d	78,816.00
KDH&E River Intake Project	Water Utility	12-825d	263,192.21
College Booster Pump Station	Water Utility	12-825d	356,797.22
Airport Runway Expansion	Wastewater Utility	12-825d	21,950.00
Water Treatment Plant	Water Utility	12-825d	173,789.42

- (1) These transfers are to transfer money to pay all debt service from the Debt Service Fund.
- (2) These transfers are actually reimbursed expenses.
- (3) These transfers are to transfer Sales Tax receipts recorded in the General Fund to the Debt Service Fund to pay the debt for which the sales tax receipts are designated for.

10. CAPITAL PROJECTS

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

	Project Authorization	Expenditures to Date
<u>CDBG Wall Street Sidewalks Project (Fund 252)</u>		
Project Completed		
CDBG Grant	\$ 162,633.62	
Reimbursements or Transfers	29,379.96	
Totals	<u>\$ 192,013.58</u>	<u>\$ 188,263.58</u>
<u>CDBG Wall and Scott Building Project (Fund 253)</u>		
Project still in progress		
CDBG Grant	\$ 95,000.00	
Reimbursements or Transfers	10,000.00	
Totals	<u>\$ 105,000.00</u>	<u>\$ 175.00</u>
<u>KDH&E River Intake Structure Project (Fund 300)</u>		
Project to be Completed in 2018		
Reimbursements or Transfers	\$ 316,300.00	
Totals	<u>\$ 316,300.00</u>	<u>\$ 154,759.24</u>
<u>Riverfront Project (Fund 304)</u>		
Project Still in Process		
Federal Aid	\$ 252,830.97	
Reimbursements or Transfers	104,500.00	
Totals	<u>\$ 357,330.97</u>	<u>\$ 307,330.97</u>
<u>YAT Ellis Park Project (Fund 309)</u>		
Project Still in Process		
Miscellaneous	\$ 795,119.13	
Reimbursements or Transfers	7,978.00	
Totals	<u>\$ 803,097.13</u>	<u>\$ 722,008.98</u>
<u>Golfcourse Clubhouse Project (Fund 315)</u>		
Project Still in Process		
Private Donations	\$ 54,760.75	
Reimbursements or Transfers	211,527.80	
Totals	<u>\$ 266,288.55</u>	<u>\$ 192,862.78</u>
<u>KDOT - Airport Design Ramp (Fund 316)</u>		
Project Complete		
Grants	\$ 806,706.56	
Reimbursements or Transfers	101,347.54	
Totals	<u>\$ 908,054.10</u>	<u>\$ 908,054.09</u>

10. **CAPITAL PROJECTS** (Continued)

	Project Authorization	Expenditures to Date
<u>US 69 Access Management Project (Fund 317)</u>		
Project Complete		
Intergovernmental Grant	\$ 796,040.10	
Reimbursements or Transfers	169,050.00	
Totals	<u>\$ 965,090.10</u>	<u>\$ 965,090.10</u>
<u>Unsung Heroes Park Project (Fund 320)</u>		
Project Still in Process		
Reimbursements or Transfers	\$ 30,769.40	
Totals	<u>\$ 30,769.40</u>	<u>\$ 30,769.40</u>
<u>Pednet Grant Project (Fund 321)</u>		
Project Complete		
Grant	<u>\$ 55,862.00</u>	<u>\$ 54,782.00</u>
<u>Airport Runway Expansion Project (Fund 322)</u>		
Project Still in Process		
Grant	\$ -	
Reimbursements or Transfers	377,174.32	
Totals	<u>\$ 377,174.32</u>	<u>\$ 377,174.32</u>
<u>Fischer Park Improvements Project (Fund 323)</u>		
Project Still in Process		
Reimbursements or Transfers	<u>\$ 10,300.00</u>	<u>\$ 4,591.10</u>
Totals		
<u>College Booster Pump Station Project (Fund 324)</u>		
Project Still in Process		
Reimbursements or Transfers	<u>\$ 356,797.22</u>	<u>\$ 298,950.59</u>
Totals		
<u>Water Treatment Plant Improvement Project (Fund 325)</u>		
Project Still in Process		
Reimbursements or Transfers	<u>\$ 265,425.82</u>	<u>\$ 265,425.82</u>
Totals		

11. **CONTINGENCIES**

Grants are subject to additional audits by regulatory agents, the purpose of which is to ensure compliance with the specific conditions of the grants. Any liability for reimbursement which may arise as a result of the audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material and would not be payable by the City.

12. **SUBSEQUENT EVENTS**

Management has evaluated events and transactions occurring subsequent to December 31, 2017 through April 6, 2018 the date the financial statements were available to be issued. During this period, there were no subsequent events requiring recognition in the financial statements or disclosure in the notes to the financial statements.

13. BUDGET AMENDMENTS

<u>General Fund</u>	<u>Original Budget</u>	<u>Amended Budget</u>
Cash Receipts		
Taxes	\$ 3,417,384	\$ 4,809,488
Intergovernmental	873,823	1,324,092
Licenses and Permits	10,000	21,650
Fines, Forfeitures and Penalties	105,395	120,000
Charges for Services	395,160	493,674
Use of Money and Property	1,000	1,000
Other Income	233,162	240,257
Operating Transfers from Other Funds	723,142	-
Total Cash Receipts	5,759,066	7,010,161
Unencumbered Cash, January 1	478,677	1,207,279
Resources Available	<u>\$ 6,237,743</u>	<u>\$ 8,217,440</u>
Expenditures		
General Government	\$ 1,127,737	\$ 1,336,957
Public Safety	2,721,175	2,901,531
Public Transportation	239,231	281,439
Recreation	946,035	1,160,427
Debt Service	59,603	-
Reserve	368,962	-
Operating Transfers to Other Funds	775,000	1,727,322
Total Expenditures	<u>\$ 6,237,743</u>	<u>\$ 7,407,676</u>
<u>Convention and Visitors Bureau Fund</u>	<u>Original Budget</u>	<u>Amended Budget</u>
Cash Receipts		
Intergovernmental	\$ 120,000	\$ 144,744
Other Receipts	-	15,500
Total Cash Receipts	120,000	160,244
Unencumbered Cash, January 1	15,293	15,293
Resources Available	<u>\$ 135,293</u>	<u>\$ 175,537</u>
Expenditures		
Economic Development	\$ 120,893	\$ 164,941
Operating Transfers to Other Funds	14,400	14,396
Total Expenditures	<u>\$ 135,293</u>	<u>\$ 179,337</u>
<u>Debt Service Fund</u>	<u>Original Budget</u>	<u>Amended Budget</u>
Cash Receipts		
Taxes	\$ 296,444	\$ 283,140
Other Receipts	-	-
Operating Transfers In	1,594,448	1,780,298
Total Cash Receipts	1,890,892	2,063,438
Unencumbered Cash, January 1	180,737	180,737
Resources Available	<u>\$ 2,071,629</u>	<u>\$ 2,244,175</u>
Expenditures		
Debt Service	\$ 1,947,458	\$ 2,133,311
Other	124,171	-
Total Expenditures	<u>\$ 2,071,629</u>	<u>\$ 2,133,311</u>

14. LONG-TERM DEBT OBLIGATIONS

Details about the City's long-term obligations, changes in long term debt, and current maturities and interest for the next five years and in five-year increments through maturity are recorded on the following two pages:

14. **LONG TERM OBLIGATIONS** (Continued)

Issue	Interest Rates	Amount of Issue	Date of Issue	Date of Final Maturity	Balances Beginning of Year	Additions/ New Debt	Reductions/ Principal Paid	Balances End of Year	Interest Paid
General Obligation Bonds									
Series 2009 - Streets / Waterline	1.90% - 4.20%	2,005,000	6/1/2009	10/1/2024	\$ 1,085,000	\$ -	\$ 155,000	\$ 930,000	\$ 39,195
Series 2010-A	1.75% - 3.75%	1,295,000	4/1/2010	10/1/2024	640,000	-	120,000	520,000	20,920
Series 2011-A	1.50% - 3.35%	775,000	3/1/2011	10/1/2021	430,000	-	80,000	350,000	13,148
Series 2011-B	1.25% - 2.05%	3,900,000	12/1/2011	10/1/2021	2,110,000	-	395,000	1,715,000	35,303
Series 2012-A	2.00% - 2.25%	5,620,000	3/6/2012	8/1/2025	3,910,000	-	400,000	3,510,000	79,835
Series 2012-B	1.00% - 1.75%	1,795,000	8/7/2012	10/1/2022	1,130,000	-	180,000	950,000	15,463
Series 2016	2.00%-3.125%	5,135,000	6/27/2016	10/1/2045	5,135,000	-	95,000	5,040,000	182,853
Total General Obligation Bonds					14,440,000	-	1,425,000	13,015,000	386,717
Revolving Loans, Kansas Department of Health and Environment & Transportation									
WWTP Improvements-C20 134402	3.49%	2,169,247	3/8/2001	2/1/2026	505,340	-	84,875	420,465	16,902
Brick Streets and Sidewalks-TR0076	4.00%	400,000	5/6/2008	8/1/2027	130,549	-	9,719	120,830	5,235
Wall Street Klink Project-TR0122	4.00%	400,000	8/4/2009	8/1/2019	52,728	-	16,901	35,827	2,109
Total Revolving Loans					688,617	-	111,495	577,122	24,246
Capital Leases									
2009 Freight Liner	4.08%	181,607	3/18/2010	4/1/2020	81,446	-	19,157	62,289	3,323
Golf Course	4.00%	396,249	5/1/2012	4/1/2021	191,244	-	41,243	150,001	6,899
Street Lights	2.45%	58,015	7/9/2012	7/9/2017	12,193	-	12,193	-	266
Computer Accounting System	2.38%	147,931	10/1/2013	10/1/2018	53,968	-	30,403	23,565	1,009
Street Sweeper	2.38%	168,000	10/18/2013	10/18/2018	61,222	-	34,489	26,733	1,145
Trolley	2.49%	80,000	5/2/2016	5/1/2022	73,781	-	12,677	61,104	1,719
Golf Equipment	3.07%	132,835	2/1/2017	3/1/2021	-	132,835	18,970	113,865	375
Total Capital Leases					473,854	132,835	169,132	437,557	14,736
					\$ 15,602,471	\$ 132,835	\$ 1,705,627	\$ 14,029,679	\$ 425,699

14. LONG TERM OBLIGATIONS (Continued)

Issue	2018	2019	2020	2021	2022	2023	2028	2033	2038	2043	Totals
Principal											
General Obligation Bonds	\$ 1,505,000	\$ 1,545,000	\$ 1,445,000	\$ 1,480,000	\$ 970,000	\$ 2,545,000	\$ 925,000	\$ 1,065,000	\$ 1,115,000	\$ 420,000	\$ 13,015,000
Revolving Loans, Kansas Department of Health & Environment & Transportation	115,548	119,721	105,094	108,847	61,846	66,066	-	-	-	-	577,122
Capital Leases	141,581	94,702	98,251	95,892	7,132	-	-	-	-	-	437,558
Total Principal	\$ 1,762,129	\$ 1,759,423	\$ 1,648,345	\$ 1,684,739	\$ 1,038,978	\$ 2,611,066	\$ 925,000	\$ 1,065,000	\$ 1,115,000	\$ 420,000	\$ 14,029,680
Interest											
General Obligation Bonds	\$ 322,149	\$ 291,669	\$ 258,666	\$ 227,561	\$ 194,414	\$ 679,611	\$ 478,219	\$ 331,519	\$ 161,269	\$ 26,563	\$ 2,971,640
Revolving Loans, Kansas Department of Health & Environment & Transportation	20,193	15,991	11,637	7,884	3,996	8,110	-	-	-	-	67,811
Capital Leases	13,685	9,661	6,112	2,668	66	-	-	-	-	-	32,192
Total Interest	\$ 356,027	\$ 317,321	\$ 276,415	\$ 238,113	\$ 198,476	\$ 687,721	\$ 478,219	\$ 331,519	\$ 161,269	\$ 26,563	\$ 3,071,643
Total Principal and Interest	\$ 2,118,156	\$ 2,076,744	\$ 1,924,760	\$ 1,922,852	\$ 1,237,454	\$ 3,298,787	\$ 1,403,219	\$ 1,396,519	\$ 1,276,269	\$ 446,563	\$ 17,101,323

**REGULATORY – REQUIRED
SUPPLEMENTARY INFORMATION**

CITY OF FORT SCOTT, KANSAS

Summary of Expenditures - Actual and Budget, Regulatory Basis
For the Year Ended December 31, 2017

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures	
				Charged to Current Year Budget	Variance - Over (Under)
General Fund	\$ 7,407,676.00	\$ 16,871.43	\$ 7,424,547.43	\$ 7,126,090.09	\$ (298,457.34)
Special Purposes Funds:					
Public Library	268,160.00	-	268,160.00	251,421.60	(16,738.40)
Public Safety Equipment	158,703.00	-	158,703.00	151,824.34	(6,878.66)
Economic Development	524,617.00	-	524,617.00	221,421.53	(303,195.47)
Special Streets & Highways	825,444.00	-	825,444.00	576,787.62	(248,656.38)
Special Parks & Recreation	28,319.00	-	28,319.00	24,181.84	(4,137.16)
Special Alcohol & Drugs	70,000.00	-	70,000.00	64,375.93	(5,624.07)
E911 Telephone Tax	116,511.00	-	116,511.00	53,658.88	(62,852.12)
Convention and Visitors Bureau	179,337.00	-	179,337.00	157,113.10	(22,223.90)
Capital Improvement Sales Tax	114,077.00	-	114,077.00	-	(114,077.00)
Aquatic Center and BRCC	922,258.00	-	922,258.00	-	(922,258.00)
CDBG Eco Devo Revolving Loan	-	-	-	-	-
Bond and Interest Fund					
Debt Service	2,133,311.00	-	2,133,311.00	2,133,304.69	(6.31)
Business Funds:					
Water Utility	3,665,751.00	-	3,665,751.00	3,269,716.64	(396,034.36)
Wastewater Utility	2,863,482.00	-	2,863,482.00	1,817,329.11	(1,046,152.89)
Stormwater Utility	522,810.00	-	522,810.00	97,100.55	(425,709.45)
	<u>\$ 19,800,456.00</u>				

CITY OF FORT SCOTT, 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 Year Ended December 31, 2016

	2016 Actual	2017 Actual	2017 Budget	Variance - Over (Under)
Receipts				
Taxes				
Ad Valorem property tax	\$ 1,381,122.91	\$ 1,381,843.56	\$ 1,376,216.00	\$ 5,627.56
Delinquent	42,980.59	29,223.04	100,000.00	(70,776.96)
Motor vehicle	169,060.70	166,089.32	167,004.00	(914.68)
Special assessments	5,339.08	6,978.31	5,000.00	1,978.31
Sales tax	3,161,264.99	3,069,315.42	3,161,268.00	(91,952.58)
Intergovernmental				
State special alcohol tax	18,845.35	13,849.60	20,000.00	(6,150.40)
Utility franchise taxes	879,094.05	1,330,273.11	1,304,092.00	26,181.11
KDOT STEP Grant-Federal	788.22	244.51	-	244.51
DARE grant	-	-	-	-
Licenses and Permits				
Licenses and permits	19,378.00	35,616.00	20,000.00	15,616.00
Other fees	1,679.00	1,675.00	1,650.00	25.00
Fines, Forfeitures and Penalties				
Municipal court fines	121,220.89	88,120.62	120,000.00	(31,879.38)
Charges for Services				
Shelter House Rental & Camping fees	10,222.00	10,725.00	10,222.00	503.00
Memorial Hall receipts	-	-	-	-
Lease income	20,133.25	1,485.25	-	1,485.25
Aquatic Center receipts	61,671.97	58,137.97	61,671.00	(3,533.03)
Baseball complex receipts	37,128.16	39,701.24	37,127.00	2,574.24
Golf course receipts	173,757.49	198,709.46	188,155.00	10,554.46
Buck Run Com Center receipts	44,740.75	41,044.49	44,740.00	(3,695.51)
Airport revenue	151,760.93	189,033.99	151,759.00	37,274.99
Use of Money and Property				
Interest earned	1,329.00	1,409.22	1,000.00	409.22
Sales of property	-	-	-	-
Other Income				
Payments in lieu of taxes	29,519.01	33,285.42	33,285.00	0.42
Miscellaneous	45,183.15	53,407.92	39,472.00	13,935.92
Reimbursed Expenses	16,000.00	26,191.84	16,000.00	10,191.84
Ballfield Reimbursement from USD	41,706.78	47,935.08	41,500.00	6,435.08
Mercy Hospital participation	29,425.00	33,225.00	30,000.00	3,225.00
Dispatching services	77,500.00	80,000.00	80,000.00	-
Operating Transfers from Other Funds				
Economic Development	-	-	-	-
Capital Improvement Sales Tax	5,500.34	-	-	-
Aquatic Center and BRCC	190,678.82	-	-	-
BRCC Reserve	105,375.95	-	-	-
Equipment reserve	148,529.76	-	-	-
Capital Improvement	325,906.51	-	-	-
Water Utility	250,000.00	-	-	-
Wastewater Utility	175,000.00	-	-	-
Total Receipts	<u>7,741,842.65</u>	<u>6,937,520.37</u>	<u>\$ 7,010,161.00</u>	<u>\$ (72,640.63)</u>

**CITY OF FORT SCOTT, 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 Year Ended December 31, 2016

	2016 <u>Actual</u>	2017 <u>Actual</u>	2017 <u>Budget</u>	Variance - Over <u>(Under)</u>
Expenditures				
City Commission				
Contractual services	\$ 7,692.67	\$ 2,303.05	\$ 5,100.00	\$ (2,796.95)
Commodities	572.19	1,919.15	500.00	1,419.15
City Manager				
Personal services	51,668.35	53,006.56	67,401.00	(14,394.44)
Contractual services	6,194.40	4,555.14	6,850.00	(2,294.86)
Commodities	1,841.10	2,292.61	3,000.00	(707.39)
Capital outlay	223.98	1,109.02	1,000.00	109.02
City Attorney				
Personal services	51,134.71	52,134.83	45,161.00	6,973.83
Contractual services	31,468.11	27,192.38	26,500.00	692.38
Commodities	37.60	139.23	150.00	(10.77)
Finance				
Personal services	87,462.62	78,347.94	79,974.00	(1,626.06)
Contractual services	15,558.21	14,587.31	17,965.00	(3,377.69)
Commodities	2,584.45	3,066.22	4,400.00	(1,333.78)
Capital outlay	291.95	426.89	1,000.00	(573.11)
Human Resources				
Personal services	24,963.56	28,559.35	29,074.00	(514.65)
Contractual services	25,202.64	15,450.80	15,200.00	250.80
Commodities	628.51	2,841.80	2,000.00	841.80
Capital outlay	-	369.00	1,000.00	(631.00)
City Clerk				
Personal services	33,005.17	34,878.92	32,742.00	2,136.92
Contractual services	4,378.70	5,456.65	5,050.00	406.65
Commodities	2,527.73	2,461.86	4,000.00	(1,538.14)
Capital outlay	-	849.00	1,000.00	(151.00)
Economic Development				
Personal services	114,127.17	119,070.80	114,269.00	4,801.80
Contractual services	44,355.52	41,195.78	46,738.00	(5,542.22)
Commodities	864.13	2,465.16	2,300.00	165.16
Capital outlay	-	537.99	-	537.99
Municipal Court				
Personal services	51,358.10	53,260.57	54,284.00	(1,023.43)
Contractual services	7,573.56	6,255.94	5,000.00	1,255.94
Commodities	34.99	9.94	-	9.94
Information Systems				
Personal services	27,724.01	27,364.61	26,329.00	1,035.61
Contractual services	24,893.98	29,693.04	32,200.00	(2,506.96)
Commodities	6,468.27	4,553.61	6,000.00	(1,446.39)
Capital outlay	3,096.01	24,580.66	25,000.00	(419.34)
General Government				
Contractual services	352,341.59	280,224.23	230,900.00	49,324.23
Commodities	16,959.05	15,310.10	12,750.00	2,560.10
Capital outlay	26,040.15	8,044.42	137,353.00	(129,308.58)

**CITY OF FORT SCOTT, 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 Year Ended December 31, 2016

	2016 Actual	2017 Actual	2017 Budget	Variance - Over (Under)
Expenditures				
Police				
Personal services	\$ 1,155,616.21	\$ 1,127,926.77	\$ 1,208,319.00	\$ (80,392.23)
Contractual services	73,129.20	71,393.00	58,360.00	13,033.00
Commodities	65,703.55	91,928.27	87,250.00	4,678.27
Capital outlay	36,502.46	30,067.52	29,646.00	421.52
Fire				
Personal services	777,822.82	775,621.21	798,800.00	(23,178.79)
Contractual services	63,574.77	70,939.83	63,600.00	7,339.83
Commodities	63,887.21	93,004.87	67,500.00	25,504.87
Capital outlay	9,127.00	26,491.65	23,961.00	2,530.65
Communications				
Personal services	376,051.98	383,218.97	452,891.00	(69,672.03)
Contractual services	7,736.73	12,829.77	7,050.00	5,779.77
Commodities	3,431.13	3,233.40	7,435.00	(4,201.60)
Capital outlay	21,532.42	3,361.73	2,500.00	861.73
Animal Control				
Personal services	36,573.43	38,335.79	39,393.00	(1,057.21)
Contractual services	3,248.13	3,489.52	5,800.00	(2,310.48)
Commodities	2,051.04	2,500.54	7,800.00	(5,299.46)
Capital outlay	-	40,225.22	41,226.00	(1,000.78)
City Codes				
Personal services	105,657.88	142,481.28	161,717.00	(19,235.72)
Contractual services	107,895.84	106,281.18	127,450.00	(21,168.82)
Commodities	4,362.55	9,580.78	4,600.00	4,980.78
Capital outlay	-	448.00	1,000.00	(552.00)
Airport				
Personal services	97,055.16	110,483.76	99,738.00	10,745.76
Contractual services	30,045.74	38,993.12	35,631.00	3,362.12
Commodities	132,170.13	197,320.17	115,400.00	81,920.17
Capital outlay	9,269.64	30,949.97	30,670.00	279.97
Parks				
Personal services	166,076.65	170,461.90	177,548.00	(7,086.10)
Contractual services	34,738.82	42,649.83	28,600.00	14,049.83
Commodities	49,533.16	73,242.27	42,500.00	30,742.27
Capital outlay	22,064.53	28,612.38	12,116.00	16,496.38
Ballfield				
Personal services	50,539.32	52,086.21	56,147.00	(4,060.79)
Contractual services	37,614.50	50,485.34	35,600.00	14,885.34
Commodities	33,405.16	26,454.35	30,350.00	(3,895.65)
Capital outlay	11,439.34	13,699.03	17,000.00	(3,300.97)
Aquatic Center				
Personal services	64,819.13	68,971.03	67,049.00	1,922.03
Contractual services	14,942.65	19,706.77	14,650.00	5,056.77
Commodities	20,802.33	22,222.91	27,791.00	(5,568.09)
Capital outlay	9,687.05	43,809.59	41,000.00	2,809.59

CITY OF FORT SCOTT, 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 Year Ended December 31, 2016

	2016 <u>Actual</u>	2017 <u>Actual</u>	2017 <u>Budget</u>	Variance - Over <u>(Under)</u>
Expenditures				
Golf Course				
Personal services	\$ 221,715.48	\$ 233,205.46	\$ 230,438.00	\$ 2,767.46
Contractual services	57,238.97	46,525.20	65,100.00	(18,574.80)
Commodities	105,263.69	84,373.48	90,000.00	(5,626.52)
Capital outlay	51,214.51	23,429.48	18,658.00	4,771.48
Buck Run Community Center				
Personal services	19,471.54	19,473.38	19,080.00	393.38
Contractual services	125,122.12	114,798.11	113,300.00	1,498.11
Commodities	15,639.33	17,807.92	19,250.00	(1,442.08)
Capital outlay	6,193.26	9,538.74	25,000.00	(15,461.26)
Grand Memorial Hall				
Contractual services	13,154.06	11,120.32	23,250.00	(12,129.68)
Commodities	5,218.63	1,027.69	6,000.00	(4,972.31)
Debt Service on Lease Purchase				
Principal and Interest	-	-	-	-
Reserve	-	-	-	-
Operating Transfers to Other Funds				
Special Streets & Highways	400,000.00	300,000.00	500,000.00	(200,000.00)
Economic Development	109,908.50	-	-	-
Equipment Reserve	-	-	-	-
Capital Improvements	-	-	-	-
CDBG Wall Street Sidewalk Project	2,389.96	-	-	-
Quiet Zone Project	2,400.00	-	-	-
Safe Routes to Schools Project	58,694.50	36,540.60	32,541.00	3,999.60
Golf Course Clubhouse	30,541.00	50,000.00	50,000.00	-
KDOT Airport Design Ramp Project	11,774.90	18,822.64	-	18,822.64
Airport Runway Expansion	-	224,280.00	-	224,280.00
US 69 Access Management Project PI	60.00	-	-	-
Debt Service	570,822.72	546,128.48	496,129.00	49,999.48
Water Utility	483,304.06	316,715.54	324,326.00	(7,610.46)
Wastewater Utility	165,347.00	104,280.56	324,326.00	(220,045.44)
Subtotal			7,407,676.00	
Adjustments for Qualifying for Budget Credits				
Grants	-	-	244.51	(244.51)
Reimbursements in excess of budget	-	-	16,626.92	(16,626.92)
Total Expenditures	<u>7,176,855.07</u>	<u>7,126,090.09</u>	<u>\$ 7,424,547.43</u>	<u>\$ (298,457.34)</u>
Receipts Over (Under) Expenditures	564,987.58	(188,569.72)		
Unencumbered Cash, Beginning	<u>642,291.17</u>	<u>1,207,278.75</u>		
Unencumbered Cash, Ending	<u>\$ 1,207,278.75</u>	<u>\$ 1,018,709.03</u>		

CITY OF FORT SCOTT, KANSAS
PUBLIC 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 Year Ended December 31, 2016

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>Variance - Over (Under)</u>
Receipts				
Taxes				
Ad Valorem property tax	\$ 220,422.01	\$ 220,573.71	\$ 231,511.00	\$ (10,937.29)
Delinquent	6,664.63	4,549.21	10,000.00	(5,450.79)
Motor vehicle tax	26,349.81	26,298.68	26,649.00	(350.32)
Total Receipts	<u>253,436.45</u>	<u>251,421.60</u>	<u>\$ 268,160.00</u>	<u>\$ (16,738.40)</u>
Expenditures				
Recreation				
Appropriation to Library Board	<u>253,436.45</u>	<u>251,421.60</u>	<u>\$ 268,160.00</u>	<u>\$ (16,738.40)</u>
Total Expenditures	<u>253,436.45</u>	<u>251,421.60</u>	<u>\$ 268,160.00</u>	<u>\$ (16,738.40)</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

CITY OF FORT SCOTT, KANSAS
PUBLIC SAFETY EQUIPMENT FUND

Schedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis

For the Year Ended December 31, 2017

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

	2016 Actual	2017 Actual	2017 Budget	Variance - Over (Under)
Receipts				
Taxes				
Ad Valorem property tax	\$ 79,214.42	\$ 79,267.42	\$ 85,317.00	\$ (6,049.58)
Delinquent	2,445.22	1,674.23	4,500.00	(2,825.77)
Motor vehicle tax	9,672.93	9,451.69	9,574.00	(122.31)
Total Receipts	<u>91,332.57</u>	<u>90,393.34</u>	<u>\$ 99,391.00</u>	<u>\$ (8,997.66)</u>
Expenditures				
Public Safety				
Contractual services	-	-	\$ -	\$ -
Commodities	4,791.00	-	-	-
Capital outlay	15,230.60	129,344.58	136,223.00	(6,878.42)
Debt Service on Lease Purchase				
Principal and Interest	-	-	-	-
Operating Transfers to Other Funds				
Debt Service	<u>22,479.76</u>	<u>22,479.76</u>	<u>22,480.00</u>	<u>(0.24)</u>
Total Expenditures	<u>42,501.36</u>	<u>151,824.34</u>	<u>\$ 158,703.00</u>	<u>\$ (6,878.66)</u>
Receipts Over (Under) Expenditures	48,831.21	(61,431.00)		
Unencumbered Cash, Beginning	<u>12,599.79</u>	<u>61,431.00</u>		
Unencumbered Cash, Ending	<u>\$ 61,431.00</u>	<u>\$ -</u>		

**CITY OF FORT SCOTT, 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 Year Ended December 31, 2016

	2016 Actual	2017 Actual	2017 Budget	Variance - Over (Under)
Receipts				
Taxes				
Ad Valorem property tax	\$ 19,803.64	\$ 19,816.85	\$ 20,800.00	\$ (983.15)
Delinquent	613.09	419.29	1,000.00	(580.71)
Motor vehicle tax	2,420.68	2,363.06	2,394.00	(30.94)
Use of Property and Money				
Lease Income	177,456.40	288,100.25	180,000.00	108,100.25
Other Receipts				
Miscellaneous	-	3,023.60	-	3,023.60
Operating Transfer from Other Fund				
General	109,908.50	-	-	-
Total Receipts	310,202.31	313,723.05	\$ 204,194.00	\$ 109,529.05
Expenditures				
Economic Development				
Contractual services	153,420.27	188,921.53	\$ 161,000.00	\$ 27,921.53
Commodities	38,019.97	-	10,000.00	(10,000.00)
Reserve	-	-	328,617.00	(328,617.00)
Operating Transfers to Other Funds				
General Fund	-	-	25,000.00	(25,000.00)
Debt Service	25,000.00	25,000.00	-	25,000.00
Unsung Heroes Park	4,580.00	7,500.00	-	7,500.00
2nd Story Arts Festival	2,400.20	-	-	-
Total Expenditures	223,420.44	221,421.53	\$ 524,617.00	\$ (303,195.47)
Receipts Over (Under) Expenditures	86,781.87	92,301.52		
Unencumbered Cash, Beginning	342,185.32	428,967.19		
Unencumbered Cash, Ending	\$ 428,967.19	\$ 521,268.71		

CITY OF FORT SCOTT, KANSAS
SPECIAL STREETS & HIGHWAYS FUNDSchedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis
For the Year Ended December 31, 2017

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

	2016 Actual	2017 Actual	2017 Budget	Variance - Over (Under)
Receipts				
Intergovernmental				
State gasoline tax	\$ 208,440.37	\$ 208,092.45	\$ 204,370.00	\$ 3,722.45
State connecting links	7,409.08	7,398.89	7,400.00	(1.11)
Other Receipts				
Reimbursed expenses	260.61	47,615.75	-	47,615.75
Operating Transfer from Other Fund				
General	400,000.00	300,000.00	550,000.00	(250,000.00)
Total Receipts	<u>616,110.06</u>	<u>563,107.09</u>	<u>\$ 761,770.00</u>	<u>\$ (198,662.91)</u>
Expenditures				
Public Streets				
Personal services	349,574.33	308,489.27	\$ 390,702.00	\$ (82,212.73)
Contractual services	80,305.90	32,470.94	97,950.00	(65,479.06)
Commodities	106,437.38	96,103.05	141,800.00	(45,696.95)
Capital outlay	100,419.57	127,846.44	183,114.00	(55,267.56)
Debt Service on Lease Purchase				
Principal and Interest	-	-	11,878.00	(11,878.00)
Operating Transfers to Other Funds				
Debt Service	11,877.96	11,877.92	-	11,877.92
Total Expenditures	<u>648,615.14</u>	<u>576,787.62</u>	<u>\$ 825,444.00</u>	<u>\$ (248,656.38)</u>
Receipts Over (Under) Expenditures	(32,505.08)	(13,680.53)		
Unencumbered Cash, Beginning	<u>141,762.22</u>	<u>109,257.14</u>		
Unencumbered Cash, Ending	<u>\$ 109,257.14</u>	<u>\$ 95,576.61</u>		

CITY OF FORT SCOTT, KANSAS
SPECIAL PARKS & RECREATION FUNDSchedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis
For the Year Ended December 31, 2017

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

	2016 Actual	2017 Actual	2017 Budget	Variance - Over (Under)
Receipts				
Intergovernmental				
State special alcohol tax	\$ 18,845.35	\$ 13,849.60	\$ 20,000.00	\$ (6,150.40)
Other Receipts				
Miscellaneous	11,170.56	9,601.88	8,319.00	1,282.88
Total Receipts	30,015.91	23,451.48	\$ 28,319.00	\$ (4,867.52)
Expenditures				
Recreation				
Contractual services	5,500.00	5,000.00	\$ 5,000.00	\$ -
Capital outlay	25,618.13	6,722.42	10,862.00	(4,139.58)
Debt Service on Lease Purchase				
Principal and Interest	-	-	-	-
Operating Transfers to Other Funds				
Debt Service	12,478.90	12,459.42	12,457.00	2.42
Gunn Park Trails	2,000.00	-	-	-
Total Expenditures	45,597.03	24,181.84	\$ 28,319.00	\$ (4,137.16)
Receipts Over (Under) Expenditures	(15,581.12)	(730.36)		
Unencumbered Cash, Beginning	19,414.31	3,833.19		
Unencumbered Cash, Ending	\$ 3,833.19	\$ 3,102.83		

CITY OF FORT SCOTT, KANSAS
SPECIAL ALCOHOL & DRUGS FUND

Schedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis

For the Year Ended December 31, 2017

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

	2016 Actual	2017 Actual	2017 Budget	Variance - Over (Under)
Receipts				
Intergovernmental				
State special alcohol tax	\$ 18,845.34	\$ 13,849.59	\$ 20,000.00	\$ (6,150.41)
Total Receipts	<u>18,845.34</u>	<u>13,849.59</u>	<u>\$ 20,000.00</u>	<u>\$ (6,150.41)</u>
Expenditures				
Public Safety				
Contractual services	9,125.00	64,375.93	\$ 70,000.00	\$ (5,624.07)
Total Expenditures	<u>9,125.00</u>	<u>64,375.93</u>	<u>\$ 70,000.00</u>	<u>\$ (5,624.07)</u>
Receipts Over (Under) Expenditures	9,720.34	(50,526.34)		
Unencumbered Cash, Beginning	<u>40,806.00</u>	<u>50,526.34</u>		
Unencumbered Cash, Ending	<u>\$ 50,526.34</u>	<u>\$ -</u>		

CITY OF FORT SCOTT, KANSAS
E911 TELEPHONE 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 Year Ended December 31, 2016

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>Variance - Over (Under)</u>
Receipts				
Intergovernmental				
Special telephone tax	\$ 80,283.00	\$ 79,548.00	\$ 81,809.00	\$ (2,261.00)
Other Receipts				
Miscellaneous	254.19	-	-	-
Total Receipts	<u>80,537.19</u>	<u>79,548.00</u>	<u>\$ 81,809.00</u>	<u>\$ (2,261.00)</u>
Expenditures				
Public Safety				
Contractual services	53,059.82	40,569.88	\$ 50,000.00	\$ (9,430.12)
Capital outlay	<u>13,446.60</u>	<u>13,089.00</u>	<u>66,511.00</u>	<u>(53,422.00)</u>
Total Expenditures	<u>66,506.42</u>	<u>53,658.88</u>	<u>\$ 116,511.00</u>	<u>\$ (62,852.12)</u>
Receipts Over (Under) Expenditures	14,030.77	25,889.12		
Unencumbered Cash, Beginning	<u>10,282.31</u>	<u>24,313.08</u>		
Unencumbered Cash, Ending	<u>\$ 24,313.08</u>	<u>\$ 50,202.20</u>		

CITY OF FORT SCOTT, KANSAS
CONVENTION AND VISITORS BUREAU FUNDSchedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis
For the Year Ended December 31, 2017

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

	2016 Actual	2017 Actual	2017 Budget	Variance - Over (Under)
Receipts				
Intergovernmental				
State guest tax	\$ 152,303.76	\$ 144,743.16	\$ 144,744.00	\$ (0.84)
Other Receipts				
Proceeds from capital lease	80,000.00	-	-	-
Miscellaneous	21,489.46	20,305.67	15,500.00	4,805.67
Total Receipts	253,793.22	165,048.83	\$ 160,244.00	\$ 4,804.83
Expenditures				
Economic Development				
Personal services	4,685.22	86,913.37	\$ 91,197.00	\$ (4,283.63)
Contractual services	64,430.00	45,576.97	38,500.00	7,076.97
Commodities	1,369.34	8,287.62	8,500.00	(212.38)
Capital outlay	134,037.23	1,939.18	26,744.00	(24,804.82)
Operating Transfers to Other Fund				
Debt Service	7,197.98	14,395.96	14,396.00	(0.04)
Total Expenditures	211,719.77	157,113.10	\$ 179,337.00	\$ (22,223.90)
Receipts Over (Under) Expenditures	42,073.45	7,935.73		
Unencumbered Cash, Beginning	14,723.44	56,796.89		
Unencumbered Cash, Ending	\$ 56,796.89	\$ 64,732.62		

CITY OF FORT SCOTT, KANSAS
CAPITAL IMPROVEMENT 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 Year Ended December 31, 2016

	2016 Actual	2017 Actual	2017 Budget	Variance - Over (Under)
Receipts				
Intergovernmental				
Sales tax	\$ -	\$ -	\$ 114,077.00	\$ (114,077.00)
Total Receipts	-	-	\$ 114,077.00	\$ (114,077.00)
Expenditures				
Public Works				
Capital outlay	-	-	\$ 90,935.00	\$ (90,935.00)
Operating Transfers to Other Funds				
General Fund	5,500.34	-	23,142.00	(23,142.00)
Total Expenditures	5,500.34	-	\$ 114,077.00	\$ (114,077.00)
Receipts Over (Under) Expenditures	(5,500.34)	-		
Unencumbered Cash, Beginning	5,500.34	-		
Unencumbered Cash, Ending	\$ -	\$ -		

CITY OF FORT SCOTT, KANSAS
AQUATIC CENTER AND BRCC FUND

Schedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis

For the Year Ended December 31, 2017

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

	<u>2016</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>	<u>2017</u> <u>Budget</u>	<u>Variance - Over</u> <u>(Under)</u>
Receipts				
Intergovernmental				
Sales tax	\$ -	\$ -	\$ 706,592.00	\$ (706,592.00)
Total Receipts	<u>-</u>	<u>-</u>	<u>\$ 706,592.00</u>	<u>\$ (706,592.00)</u>
Expenditures				
Reserve	-	-	\$ 241,955.00	\$ (241,955.00)
Operating Transfers to Other Funds				
General	<u>190,678.82</u>	<u>-</u>	<u>680,303.00</u>	<u>(680,303.00)</u>
Total Expenditures	<u>190,678.82</u>	<u>-</u>	<u>\$ 922,258.00</u>	<u>\$ (922,258.00)</u>
Receipts Over (Under) Expenditures	(190,678.82)	-		
Unencumbered Cash, Beginning	<u>190,678.82</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

CITY OF FORT SCOTT, KANSAS
BRCC RESERVE FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Reimbursed Expenses	\$ -	\$ -
Total Receipts	-	-
Expenditures		
General Government		
Capital outlay	-	-
Operating Transfers to Other Funds		
General Fund	105,375.95	-
Total Expenditures	105,375.95	-
Receipts Over (Under) Expenditures	(105,375.95)	-
Unencumbered Cash, Beginning	105,375.95	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF FORT SCOTT, KANSAS
EQUIPMENT RESERVE FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Reimbursed Expenses	\$ -	\$ -
Operating Transfer from Other Fund		
General	-	-
Total Receipts	-	-
Expenditures		
General Government		
Capital outlay	-	-
Debt Service on Lease Purchase		
Principal and Interest	-	-
Operating Transfers to Other Funds		
General Fund	148,529.76	-
Total Expenditures	148,529.76	-
Receipts Over (Under) Expenditures	(148,529.76)	-
Unencumbered Cash, Beginning	148,529.76	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF FORT SCOTT, KANSAS
CAPITAL IMPROVEMENTS FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Miscellaneous	\$ -	\$ -
Operating Transfers from Other Fund		
General	-	-
Total Receipts	-	-
Expenditures		
Capital Improvements	-	-
Operating Transfers to Other Funds		
General	325,906.51	-
Total Expenditures	325,906.51	-
Receipts Over (Under) Expenditures	(325,906.51)	-
Unencumbered Cash, Beginning	325,906.51	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF FORT SCOTT, KANSAS
LAND BANK FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Miscellaneous	\$ -	\$ 1,000.00
Total Receipts	-	1,000.00
Expenditures		
General Government		
Contractual services	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	-	1,000.00
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ 1,000.00

CITY OF FORT SCOTT, KANSAS
CDBG ECO DEVO REVOLVING LOAN FUND

Schedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	<u>2016</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>	<u>2017</u> <u>Budget</u>	<u>Variance - Over</u> <u>(Under)</u>
Receipts				
Use of Property and Money				
Interest on loans repaid	-	-	-	-
Principal on loans repaid	-	-	-	-
Total Receipts	-	-	<u>\$ -</u>	<u>\$ -</u>
Expenditures				
Economic Development				
Contractual services	-	-	\$ -	\$ -
Total Expenditures	-	-	<u>\$ -</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	<u>265,709.35</u>	<u>265,709.35</u>		
Unencumbered Cash, Ending	<u>\$ 265,709.35</u>	<u>\$ 265,709.35</u>		

CITY OF FORT SCOTT, KANSAS
DEBT SERVICE FUNDSchedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual	2017 Budget	Variance - Over (Under)
Receipts				
Taxes				
Ad Valorem property tax	\$ 247,140.65	\$ 247,266.13	\$ 246,261.00	\$ 1,005.13
Delinquent	7,407.23	5,151.89	7,000.00	(1,848.11)
Motor vehicle	30,132.74	29,488.30	29,879.00	(390.70)
Other Receipts				
Miscellaneous	70,680.39	-	-	-
Operating Transfers from Other Funds				
General	570,822.72	546,128.48	496,129.00	49,999.48
Public Safety Equipment	22,479.76	22,479.76	22,480.00	(0.24)
Economic Development	25,000.00	25,000.00	25,000.00	-
Special Streets and Highways	11,877.96	11,877.92	11,878.00	(0.08)
Special Parks and Recreation	12,478.90	12,459.42	12,460.00	(0.58)
Convention and Visitors Bureau	7,197.98	14,395.96	14,396.00	(0.04)
Water Utility	670,876.60	664,073.00	664,073.00	-
Wastewater Utility	242,648.29	455,066.00	455,066.00	-
Stormwater Utility	80,240.74	78,816.00	78,816.00	-
Total Receipts	<u>1,998,983.96</u>	<u>2,112,202.86</u>	<u>\$ 2,063,438.00</u>	<u>\$ 48,764.86</u>
Expenditures				
Debt Service on GO Bonds				
Principal	1,305,000.00	1,425,000.00	\$ 1,425,000.00	\$ -
Interest	227,425.00	386,715.73	386,716.00	(0.27)
Debt Service on Revolving loans				
Principal	107,583.36	111,494.46	111,495.00	(0.54)
Interest	28,157.44	24,246.34	24,250.00	(3.66)
Other	-	-	-	-
Debt Service Lease Purchasea	159,324.16	185,848.16	185,850.00	(1.84)
Miscellaneous				
Bond Issue Costs	66,828.29	-	-	-
Total Expenditures	<u>1,894,318.25</u>	<u>2,133,304.69</u>	<u>\$ 2,133,311.00</u>	<u>\$ (6.31)</u>
Receipts Over (Under) Expenditures	104,665.71	(21,101.83)		
Unencumbered Cash, Beginning	<u>145,777.04</u>	<u>250,442.75</u>		
Unencumbered Cash, Ending	<u>\$ 250,442.75</u>	<u>\$ 229,340.92</u>		

CITY OF FORT SCOTT, KANSAS
CDBG WALL STREET SIDEWALKS PROJECT FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 <u>Actual</u>	2017 <u>Actual</u>
Receipts		
Intergovernmental		
Federal Grant	\$ 158,883.62	\$ 3,750.00
Operating Transfer from Other Fund		
General	<u>2,389.96</u>	<u>-</u>
Total Receipts	<u>161,273.58</u>	<u>3,750.00</u>
Expenditures		
Public Works		
Capital projects	<u>152,199.23</u>	<u>3,750.00</u>
Total Expenditures	<u>152,199.23</u>	<u>3,750.00</u>
Receipts Over (Under) Expenditures	9,074.35	-
Unencumbered Cash, Beginning	<u>(9,074.35)</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

CITY OF FORT SCOTT, KANSAS
CDBG WALL AND SCOTT BUILDING PROJECT FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 <u>Actual</u>	2017 <u>Actual</u>
Receipts		
Intergovernmental		
Federal Grant	\$ -	\$ -
Total Receipts	<u>-</u>	<u>-</u>
Expenditures		
General Government		
Capital outlay	<u>-</u>	<u>175.00</u>
Total Expenditures	<u>-</u>	<u>175.00</u>
Receipts Over (Under) Expenditures	-	(175.00)
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>\$ -</u></u>	<u><u>\$ (175.00)</u></u>

CITY OF FORT SCOTT, KANSAS
KDH&E RIVER INTAKE STRUCTURE PROJECT FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Operating Transfers from Other Funds		
Water Utility	\$ 53,107.79	\$ 263,192.21
Total Receipts	<u>53,107.79</u>	<u>263,192.21</u>
Expenditures		
Public Streets		
Contractual services	<u>53,107.79</u>	<u>101,651.45</u>
Total Expenditures	<u>53,107.79</u>	<u>101,651.45</u>
Receipts Over (Under) Expenditures	-	161,540.76
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 161,540.76</u>

CITY OF FORT SCOTT, KANSAS
18TH & 23RD STREETS PROJECT FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis

For the Year Ended December 31, 2017

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

	2016 Actual	2017 Actual
Receipts		
Intergovernmental		
Federal grants	\$ 9,668.12	\$ -
Other Receipts		
Miscellaneous	195.37	-
Total Receipts	9,863.49	-
Expenditures		
Public Streets		
Contractual services	-	-
Capital outlay	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	9,863.49	-
Unencumbered Cash, Beginning	(9,863.49)	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF FORT SCOTT, KANSAS
BALLFIELD PROJECT FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Donations	\$ 28,300.20	\$ -
Total Receipts	28,300.20	-
Expenditures		
Recreation		
Capital outlay	56,213.24	-
Total Expenditures	56,213.24	-
Receipts Over (Under) Expenditures	(27,913.04)	-
Unencumbered Cash, Beginning	27,913.04	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF FORT SCOTT, KANSAS
QUIET ZONE PROJECT FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Operating Transfers from Other Funds		
General	\$ 2,400.00	\$ -
Total Receipts	2,400.00	-
Expenditures		
Public Safety		
Contractual services	2,400.00	-
Capital outlay	-	-
Total Expenditures	2,400.00	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF FORT SCOTT, KANSAS
SAFE ROUTES TO SCHOOLS PROJECT FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	<u>2016</u> Actual	<u>2017</u> Actual
Receipts		
Intergovernmental		
Grant proceeds	\$ -	\$ -
Operating Transfer from Other Funds		
General	<u>58,694.50</u>	<u>36,540.60</u>
Total Receipts	<u>58,694.50</u>	<u>36,540.60</u>
Expenditures		
Public Works		
Capital projects	<u>915.60</u>	<u>142,050.00</u>
Total Expenditures	<u>915.60</u>	<u>142,050.00</u>
Receipts Over (Under) Expenditures	57,778.90	(105,509.40)
Unencumbered Cash, Beginning	<u>47,730.50</u>	<u>105,509.40</u>
Unencumbered Cash, Ending	<u><u>\$ 105,509.40</u></u>	<u><u>\$ -</u></u>

CITY OF FORT SCOTT, KANSAS
SKATE FOR SCHOLARS FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Donations	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Recreation		
Capital outlay	7,020.00	-
Total Expenditures	7,020.00	-
Receipts Over (Under) Expenditures	(7,020.00)	-
Unencumbered Cash, Beginning	7,020.00	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF FORT SCOTT, KANSAS
YAT ELLIS PARK PROJECT FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Miscellaneous	\$ -	\$ 38,693.68
Total Receipts	-	38,693.68
Expenditures		
Recreation		
Contractual services	-	338.26
Commodities	100.00	-
Capital outlay	-	6,908.83
Total Expenditures	100.00	7,247.09
Receipts Over (Under) Expenditures	(100.00)	31,446.59
Unencumbered Cash, Beginning	49,741.56	49,641.56
Unencumbered Cash, Ending	\$ 49,641.56	\$ 81,088.15

CITY OF FORT SCOTT, KANSAS
KDWP GUNN PARK GRANT FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis

For the Year Ended December 31, 2017

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

	2016 Actual	2017 Actual
Receipts		
Intergovernmental		
KDWP State aid	\$ 39,990.00	\$ -
Total Receipts	39,990.00	-
Expenditures		
Recreation		
Contractual services	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	39,990.00	-
Unencumbered Cash, Beginning	(39,990.00)	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF FORT SCOTT, KANSAS
NATIONAL AVENUE - 6TH TO 13TH PROJECT FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Operating Transfer from Other Funds		
Water Utility	\$ 575.04	\$ -
Total Receipts	575.04	-
Expenditures		
Public Streets		
Capital outlay	575.04	-
Total Expenditures	575.04	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF FORT SCOTT, KANSAS
GOLF COURSE CLUBHOUSE FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Donations	\$ 21,903.75	\$ -
Operating Transfers from Other Funds		
General	30,541.00	50,000.00
Golf Course Trust	25,986.80	-
Total Receipts	<u>78,431.55</u>	<u>50,000.00</u>
Expenditures		
Recreation		
Capital outlay	<u>82,221.96</u>	<u>6,830.00</u>
Total Expenditures	<u>82,221.96</u>	<u>6,830.00</u>
Receipts Over (Under) Expenditures	(3,790.41)	43,170.00
Unencumbered Cash, Beginning	<u>34,483.19</u>	<u>30,692.78</u>
Unencumbered Cash, Ending	<u>\$ 30,692.78</u>	<u>\$ 73,862.78</u>

CITY OF FORT SCOTT, KANSAS
KDOT - AIRPORT DESIGN RAMP FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 <u>Actual</u>	2017 <u>Actual</u>
Receipts		
Intergovernmental		
State KDOT	\$ 10,305.62	\$ 267,917.59
Federal Grant-FAA	26,395.60	450,813.39
Operating Transfer from Other Fund		
General	<u>11,774.90</u>	<u>18,822.64</u>
Total Receipts	<u>48,476.12</u>	<u>737,553.62</u>
Expenditures		
Public Transportation		
Capital outlay	<u>10,281.83</u>	<u>814,322.26</u>
Total Expenditures	<u>10,281.83</u>	<u>814,322.26</u>
Receipts Over (Under) Expenditures	38,194.29	(76,768.64)
Unencumbered Cash, Beginning	<u>38,574.35</u>	<u>76,768.64</u>
Unencumbered Cash, Ending	<u>\$ 76,768.64</u>	<u>\$ -</u>

CITY OF FORT SCOTT, KANSAS
US 69 ACCESS MANAGEMENT PROJECT FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 <u>Actual</u>	2017 <u>Actual</u>
Receipts		
Intergovernmental		
KDOT State aid	\$ 644,162.04	\$ 151,878.06
Other Receipts		
Miscellaneous	50,000.00	-
Operating Transfers from Other Funds		
General	<u>60.00</u>	<u>-</u>
Total Receipts	<u>694,222.04</u>	<u>151,878.06</u>
Expenditures		
Public Works		
Capital outlay	<u>871,470.60</u>	<u>6,004.50</u>
Total Expenditures	<u>871,470.60</u>	<u>6,004.50</u>
Receipts Over (Under) Expenditures	(177,248.56)	145,873.56
Unencumbered Cash, Beginning	<u>31,375.00</u>	<u>(145,873.56)</u>
Unencumbered Cash, Ending	<u>\$ (145,873.56)</u>	<u>\$ -</u>

CITY OF FORT SCOTT, KANSAS
UNsung HEROES PARK PROJECT FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 <u>Actual</u>	2017 <u>Actual</u>
Receipts		
Other Receipts		
Miscellaneous	\$ -	\$ 17,189.40
Operating Transfers from Other Funds		
Economic Development	<u>4,580.00</u>	<u>7,500.00</u>
Total Receipts	<u>4,580.00</u>	<u>24,689.40</u>
Expenditures		
General Government		
Contractual services	-	12,080.00
Capital outlay	<u>-</u>	<u>3,739.40</u>
Total Expenditures	<u>-</u>	<u>15,819.40</u>
Receipts Over (Under) Expenditures	4,580.00	8,870.00
Unencumbered Cash, Beginning	<u>1,500.00</u>	<u>6,080.00</u>
Unencumbered Cash, Ending	<u><u>\$ 6,080.00</u></u>	<u><u>\$ 14,950.00</u></u>

CITY OF FORT SCOTT, KANSAS
PEDNET GRANT PROJECT FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Pednet Grant	\$ -	\$ 55,862.00
Total Receipts	-	55,862.00
Expenditures		
General Government		
Contractual services	-	54,762.00
Capital outlay	-	-
Total Expenditures	-	54,762.00
Receipts Over (Under) Expenditures	-	1,100.00
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ 1,100.00

CITY OF FORT SCOTT, KANSAS
AIRPORT RUNWAY EXPANSION PROJECT FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Miscellaneous	\$ -	\$ 130,944.32
Operating Transfers from Other Funds		
General	-	224,280.00
Wastewater Utility	-	21,950.00
	<u>-</u>	<u>377,174.32</u>
Total Receipts	<u>-</u>	<u>377,174.32</u>
Expenditures		
Public Transportation		
Contractual services	-	-
Capital outlay	-	107,103.75
	<u>-</u>	<u>107,103.75</u>
Total Expenditures	<u>-</u>	<u>107,103.75</u>
Receipts Over (Under) Expenditures	-	270,070.57
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>-</u></u>	<u><u>270,070.57</u></u>

CITY OF FORT SCOTT, KANSAS
FISHER PARK IMPROVEMENTS PROJECT FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Miscellaneous	\$ -	\$ 10,300.00
Total Receipts	-	10,300.00
Expenditures		
Public Streets		
Capital outlay	-	4,591.10
Total Expenditures	-	4,591.10
Receipts Over (Under) Expenditures	-	5,708.90
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ 5,708.90

CITY OF FORT SCOTT, KANSAS
COLLEGE BOOSTER PUMP STATION PROJECT FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 <u>Actual</u>	2017 <u>Actual</u>
Receipts		
Operating Transfers from Other Funds		
Water Utility	-	356,797.22
	<u>-</u>	<u>356,797.22</u>
Total Receipts	<u>-</u>	<u>356,797.22</u>
Expenditures		
Public Works		
Contractual	-	-
Capital outlay	-	298,950.59
	<u>-</u>	<u>298,950.59</u>
Total Expenditures	<u>-</u>	<u>298,950.59</u>
Receipts Over (Under) Expenditures	-	57,846.63
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 57,846.63</u>

CITY OF FORT SCOTT, KANSAS
WATER TREATMENT PLANT IMPROVEMENT PROJECT FUND
 Schedule of Receipts and Expenditures - Actual, Regulatory Basis
 For the Year Ended December 31, 2017
 With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Operating Transfers from Other Funds		
Water Utility	\$ -	\$ 173,789.42
Total Receipts	-	173,789.42
Expenditures		
Public Works		
Capital outlay	-	173,789.42
Total Expenditures	-	173,789.42
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF FORT SCOTT, KANSAS
RIVERFRONT PROJECT GRANT FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Miscellaneous	\$ -	\$ 104,500.00
Total Receipts	-	104,500.00
Expenditures		
Recreation		
Capital outlay	-	104,500.00
Total Expenditures	-	104,500.00
Receipts Over (Under) Expenditures	-	-
Prior Year Cancelled Encumbrances	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF FORT SCOTT, KANSAS
WATER 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 Year Ended December 31, 2016

	2016 Actual	2017 Actual	2017 Budget	Variance - Over (Under)
Receipts				
Operating Revenue				
Charges for services	\$ 2,537,062.36	\$ 2,604,419.33	\$ 2,535,716.00	\$ 68,703.33
Other charges	41,576.26	37,519.70	-	37,519.70
Fishing, boating and camping fees	28,365.75	29,909.75	27,570.00	2,339.75
Lake lot leases	21,768.75	20,750.00	12,044.00	8,706.00
Nonoperating Revenue				
Sales tax	-	-	317,959.00	(317,959.00)
Reimbursed expenses	-	9,769.55	-	9,769.55
Miscellaneous	11,502.96	1,027.70	-	1,027.70
Operating Transfers from Other Funds				
General	483,304.06	316,715.54	-	
Total Receipts	3,123,580.14	3,020,111.57	\$ 2,893,289.00	\$ (189,892.97)
Expenditures				
Water Production				
Personal services	277,818.27	289,514.64	\$ 295,982.00	\$ (6,467.36)
Contractual services	214,042.09	211,467.97	267,602.00	(56,134.03)
Commodities	193,448.00	217,870.66	185,000.00	32,870.66
Capital outlay	15,134.69	10,243.54	150,000.00	(139,756.46)
Water Distribution				
Personal services	215,140.73	254,310.21	243,885.00	10,425.21
Contractual services	33,875.11	29,526.84	20,000.00	9,526.84
Commodities	119,913.94	89,371.12	123,000.00	(33,628.88)
Capital outlay	10,856.66	2,343.69	250,000.00	(247,656.31)
Water Administration				
Personal services	295,431.42	229,307.35	249,474.00	(20,166.65)
Contractual services	156,355.94	388,956.92	179,665.00	209,291.92
Commodities	1,788.82	1,019.28	3,000.00	(1,980.72)
Capital outlay	8,196.33	29,315.58	30,000.00	(684.42)
Water Lake Maintenance				
Personal services	28,720.38	21,997.19	25,333.00	(3,335.81)
Contractual services	12,943.33	18,308.84	9,250.00	9,058.84
Commodities	10,982.98	12,099.47	15,700.00	(3,600.53)
Capital outlay	11,997.50	6,211.49	25,000.00	(18,788.51)
Reserve	-	-	678,787.00	(678,787.00)

**CITY OF FORT SCOTT, KANSAS
WATER 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 Year Ended December 31, 2016

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>Variance - Over (Under)</u>
Expenditures				
Debt Service on Lease Purchase				
Principal and Interest	\$ -	\$ -	\$ 11,461.00	\$ (11,461.00)
Operating Transfers to Other Funds				
General	250,000.00	-	250,000.00	(250,000.00)
KDH&E River Intake Project	53,107.79	263,192.21	652,612.00	(389,419.79)
College Booster Pump Station Project	-	356,797.22	-	356,797.22
Water Treatment Plant Improvements	-	173,789.42	-	173,789.42
National Avenue - 6th to 13th	575.04	-	-	-
Debt Service	<u>670,876.60</u>	<u>664,073.00</u>	<u>-</u>	<u>664,073.00</u>
Total Expenditures	<u>2,581,205.62</u>	<u>3,269,716.64</u>	<u>\$ 3,665,751.00</u>	<u>\$ (396,034.36)</u>
Receipts Over (Under) Expenditures	542,374.52	(249,605.07)		
Unencumbered Cash, Beginning	<u>748,485.40</u>	<u>1,290,859.92</u>		
Unencumbered Cash, Ending	<u>\$ 1,290,859.92</u>	<u>\$ 1,041,254.85</u>		

CITY OF FORT SCOTT, KANSAS
WASTEWATER UTILITY FUNDSchedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual	2017 Budget	Over (Under)
Receipts				
Operating Revenue				
Charges for services	\$ 1,690,951.46	\$ 1,447,450.50	\$ 1,316,013.00	\$ 131,437.50
Nonoperating Revenue				
Sales tax	-	-	317,959.00	(317,959.00)
Lease Income	13,700.00	12,750.00	13,700.00	(950.00)
Reimbursed Expenses	-	-	-	-
Miscellaneous	27,817.30	117.49	1,000.00	(882.51)
Operating Transfers from Other Funds				
General	165,347.00	104,280.56	-	
Wastewater Bond Reserve	208,075.10	-	-	
Total Receipts	<u>2,105,890.86</u>	<u>1,564,598.55</u>	<u>\$ 1,648,672.00</u>	<u>\$ (188,354.01)</u>
Expenditures				
Wastewater Plant				
Personal services	387,669.46	177,030.71	\$ 200,190.00	\$ (23,159.29)
Contractual services	334,828.71	231,172.57	323,465.00	(92,292.43)
Commodities	90,956.41	67,300.20	65,500.00	1,800.20
Capital outlay	140,774.64	36,420.09	180,000.00	(143,579.91)
Wastewater Collections				
Personal services	133,170.89	161,963.53	181,106.00	(19,142.47)
Contractual services	25,945.51	63,640.03	10,000.00	53,640.03
Commodities	63,759.88	43,187.34	58,000.00	(14,812.66)
Capital outlay	52,170.66	85,760.30	300,000.00	(214,239.70)
Wastewater Administration				
Personal services	-	230,025.14	228,267.00	1,758.14
Contractual services	-	242,361.74	-	242,361.74
Commodities	-	403.46	-	403.46
Capital outlay	-	1,048.00	-	1,048.00
Reserve	-	-	686,888.00	(686,888.00)
Debt Service on Lease Purchase				
Principal and Interest	-	-	10,471.00	(10,471.00)
Operating Transfers to Other Funds				
General	175,000.00	-	175,000.00	(175,000.00)
Debt Service	242,648.29	455,066.00	444,595.00	10,471.00
Wastewater Bond Reserve	-	-	-	-
Airport Runway Expansion Project	-	21,950.00	-	21,950.00
Total Expenditures	<u>1,646,924.45</u>	<u>1,817,329.11</u>	<u>\$ 2,863,482.00</u>	<u>\$ (1,046,152.89)</u>
Receipts Over (Under) Expenditures	458,966.41	(252,730.56)		
Unencumbered Cash, Beginning	<u>1,128,281.10</u>	<u>1,587,247.51</u>		
Unencumbered Cash, Ending	<u>\$ 1,587,247.51</u>	<u>\$ 1,334,516.95</u>		

CITY OF FORT SCOTT, KANSAS
WASTEWATER BOND RESERVE FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Operating Transfer from Other Funds		
Wastewater Utility Fund	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Public Works		
Contractual services	-	-
Operating Transfers to Other Funds		
Wastewater Utility	208,075.10	-
Total Expenditures	208,075.10	-
Receipts Over (Under) Expenditures	(208,075.10)	-
Unencumbered Cash, Beginning	208,075.10	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF FORT SCOTT, 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 Year Ended December 31, 2016

	<u>2016 Actual</u>	<u>2017 Actual</u>	<u>2017 Budget</u>	<u>Over (Under)</u>
Receipts				
Operating Revenue				
Charges for services	\$ 227,256.24	\$ 234,716.61	\$ 231,708.00	\$ 3,008.61
Total Receipts	<u>227,256.24</u>	<u>234,716.61</u>	<u>\$ 231,708.00</u>	<u>\$ 3,008.61</u>
Expenditures				
Nonoperating Expenses				
Capital Outlays	13,238.18	18,284.55	\$ 100,000.00	\$ (81,715.45)
Reserve	-	-	343,994.00	(343,994.00)
Debt Service on Lease Purchase				
Principal and Interest	-	-	11,878.00	(11,878.00)
Operating Transfers to Other Funds				
Debt Service	<u>80,240.74</u>	<u>78,816.00</u>	<u>66,938.00</u>	<u>11,878.00</u>
Total Expenditures	<u>93,478.92</u>	<u>97,100.55</u>	<u>\$ 522,810.00</u>	<u>\$ (425,709.45)</u>
Receipts Over (Under) Expenditures	133,777.32	137,616.06		
Unencumbered Cash, Beginning	<u>239,734.18</u>	<u>373,511.50</u>		
Unencumbered Cash, Ending	<u>\$ 373,511.50</u>	<u>\$ 511,127.56</u>		

CITY OF FORT SCOTT, KANSAS
FIRE INSURANCE PROCEEDS FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Insurance proceeds	\$ 24,446.80	\$ 6,000.00
Total Receipts	24,446.80	6,000.00
Expenditures		
Public Safety		
Contractual services	24,446.80	6,000.00
Total Expenditures	24,446.80	6,000.00
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF FORT SCOTT, KANSAS
20TH CENTURY VETERANS MEMORIAL FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	<u>2016</u> Actual	<u>2017</u> Actual
Receipts		
Other Receipts		
Donations	\$ 105.00	\$ -
Total Receipts	<u>105.00</u>	<u>-</u>
Expenditures		
General Government		
Contractual services	70.00	35.00
Commodities	<u>-</u>	<u>-</u>
Total Expenditures	<u>70.00</u>	<u>35.00</u>
Receipts Over (Under) Expenditures	35.00	(35.00)
Unencumbered Cash, Beginning	<u>13,753.16</u>	<u>13,788.16</u>
Unencumbered Cash, Ending	<u>\$ 13,788.16</u>	<u>\$ 13,753.16</u>

CITY OF FORT SCOTT, KANSAS
ANIMAL SHELTER TRUST FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Miscellaneous	\$ 50.00	\$ -
Total Receipts	50.00	-
Expenditures		
Public Safety		
Capital outlay	2,974.78	-
Total Expenditures	2,974.78	-
Receipts Over (Under) Expenditures	(2,924.78)	-
Unencumbered Cash, Beginning	2,924.78	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF FORT SCOTT, KANSAS
GOLF COURSE TRUST FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Miscellaneous	\$ 413.75	\$ -
Total Receipts	413.75	-
Expenditures		
Recreation		
Capital outlay	-	-
Operating Transfers to Other Funds		
Golf Course Clubhouse	25,986.80	-
Total Expenditures	25,986.80	-
Receipts Over (Under) Expenditures	(25,573.05)	-
Unencumbered Cash, Beginning	25,573.05	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF FORT SCOTT, KANSAS
2ND STORY ARTS FESTIVAL FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017

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

	2016 Actual	2017 Actual
Receipts		
Intergovernmental		
State Grant	\$ 10,500.00	\$ -
Operating Transfers from Other Funds		
Economic Development	2,400.20	-
Total Receipts	12,900.20	-
Expenditures		
Recreation		
Contractual services	12,900.20	-
Capital outlay	-	-
Total Expenditures	12,900.20	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF FORT SCOTT, KANSAS
GNAT PROJECT FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Miscellaneous	\$ 100.00	\$ 100.00
Total Receipts	100.00	100.00
Expenditures		
Public Safety		
Capital outlay	118.71	484.89
Total Expenditures	118.71	484.89
Receipts Over (Under) Expenditures	(18.71)	(384.89)
Unencumbered Cash, Beginning	6,186.35	6,167.64
Unencumbered Cash, Ending	\$ 6,167.64	\$ 5,782.75

CITY OF FORT SCOTT, KANSAS
GUNN PARK TRAILS FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Miscellaneous	\$ 7,187.06	\$ 6,510.00
Operating Transfers from Other Funds		
Special Parks and Recreation	2,000.00	-
Total Receipts	9,187.06	6,510.00
Expenditures		
Recreation		
Capital outlay	9,456.09	7,693.44
Total Expenditures	9,456.09	7,693.44
Receipts Over (Under) Expenditures	(269.03)	(1,183.44)
Unencumbered Cash, Beginning	3,664.77	3,395.74
Unencumbered Cash, Ending	\$ 3,395.74	\$ 2,212.30

CITY OF FORT SCOTT, KANSAS
SPECIAL LAW ENFORCEMENT TRUST FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	<u>2016</u> Actual	<u>2017</u> Actual
Receipts		
Other Receipts		
Miscellaneous	\$ 1,798.00	\$ 2,310.00
Total Receipts	<u>1,798.00</u>	<u>2,310.00</u>
Expenditures		
Public Safety		
Contractual services	171.70	801.54
Commodities	-	-
Capital outlay	<u>-</u>	<u>-</u>
Total Expenditures	<u>171.70</u>	<u>801.54</u>
Receipts Over (Under) Expenditures	1,626.30	1,508.46
Unencumbered Cash, Beginning	<u>18,875.81</u>	<u>20,502.11</u>
Unencumbered Cash, Ending	<u>\$ 20,502.11</u>	<u>\$ 22,010.57</u>

CITY OF FORT SCOTT, KANSAS
SAFE GRANT FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 Actual	2017 Actual
Receipts		
Intergovernmental		
State Grant	\$ 1,300.00	\$ -
Other Receipts		
Miscellaneous	-	-
Total Receipts	<u>1,300.00</u>	<u>-</u>
Expenditures		
Public Safety	-	-
Commodities	1,804.08	1,610.88
Capital outlay	-	-
Total Expenditures	<u>1,804.08</u>	<u>1,610.88</u>
Receipts Over (Under) Expenditures	(504.08)	(1,610.88)
Unencumbered Cash, Beginning	<u>3,573.71</u>	<u>3,069.63</u>
Unencumbered Cash, Ending	<u>\$ 3,069.63</u>	<u>\$ 1,458.75</u>

CITY OF FORT SCOTT, KANSAS
COMMUNITY GARDENS FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis

For the Year Ended December 31, 2017

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

	2016 Actual	2017 Actual
Receipts		
Other Receipts		
Miscellaneous	\$ -	\$ 567.61
Total Receipts	-	567.61
Expenditures		
Recreation		
Contractual services	-	-
Capital outlay	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	-	567.61
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ 567.61

CITY OF FORT SCOTT, KANSAS
FORT SCOTT PUBLIC LIBRARY - GENERAL FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2017
With Comparative Actual Amounts for the Year Ended December 31, 2016

	2016 <u>Actual</u>	2017 <u>Actual</u>
Receipts		
Intergovernmental		
Appropriation from the City	\$ 253,436.45	\$ 251,421.60
Other appropriations	21,559.04	18,689.53
Fines, Forfeitures and Penalties	2,181.31	1,168.15
Use of Property and Money		
Interest	139.57	33.67
Other Receipts		
Donations	260.00	2,370.17
Miscellaneous	6,880.27	2,193.22
Total Receipts	<u>284,456.64</u>	<u>275,876.34</u>
Expenditures		
Recreation		
Personal services	174,930.54	173,589.18
Contractual Services	15,801.69	14,554.26
Commodities	43,395.26	56,477.15
Capital outlay	602,629.13	57,013.84
Total Expenditures	<u>836,756.62</u>	<u>301,634.43</u>
Receipts Over (Under) Expenditures	(552,299.98)	(25,758.09)
Unencumbered Cash, Beginning	<u>747,922.56</u>	<u>195,622.58</u>
Unencumbered Cash, Ending	<u>\$ 195,622.58</u>	<u>\$ 169,864.49</u>

Diehl Banwart Bolton

Certified Public Accountants P.A.

April 6, 2018

COMMUNICATIONS OF AUDIT ISSUES WITH THE MAYOR AND CITY COMMISSION

To the Mayor, City Commission
City of Fort Scott, Kansas
123 S. Main Street
Fort Scott, Kansas 66701

We have audited the financial statement of the City of Fort Scott, Kansas for the year ended December 31, 2017. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated January 5, 2018. Professional standards also require that we communicate to you the following information related to our audit.

SIGNIFICANT AUDIT FINDINGS

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City of Fort Scott are described in Note 1 to the financial statement. No new accounting policies were adopted and the application of existing policies was not changed during the year. There were numerous funds closed during the year. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statement in the proper period.

Accounting estimates are an integral part of the financial statement prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The City's financial statement is prepared using the regulatory basis of accounting. There are no estimates in the City's financial statement inasmuch as revenues are recorded when cash is received and expenses are recorded when paid and include accounts payable for goods or services received but not paid for until after the current year end and encumbrances.

7 1/2 East Wall Street • P.O. Box 469 • Fort Scott, Kansas 66701

Phone (620) 223-4300 • Fax (620) 223-2242

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Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. There are no sensitive disclosures affecting the financial statement.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We are pleased to inform you that we encountered no significant difficulties in performing the audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. These adjustments primarily involved the reclassification of certain revenues and expenses in the financial statement and do not need to be recorded by management. A list of audit adjusting entries is included with this letter.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statement or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated April 6, 2018.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statement or a determination of the type of auditor's opinion that may be expressed on the statement, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principle and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

With respect to the supplementary information accompanying the financial statement, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determining that the information complies with the regulatory basis of accounting, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statement. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statement or to the financial statement itself.

This information is intended solely for the use of the Mayor, City Commission, and management of the City of Fort Scott, Kansas and it not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Diehl, Banwart, Bolton".

DIEHL, BANWART, BOLTON, CPAs, PA

<u>FUND</u>	<u>ACCOUNT</u>	<u>ACCOUNT #</u>	<u>DEBIT</u>	<u>CREDIT</u>
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G = GENERAL JOURNAL ENTRIES

General Journal entries are adjustments that are made that are accounting adjustments and not necessarily due to auditing procedures performed. The following General Journal Entries were made before actual audit procedures began.

G-1

WATER UTILITY FUND-CHARGES FOR SERVICES	Do Not Post		34,171.43
WATER UTILITY FUND-FUND BALANCE	Do Not Post	284,869.99	
WATER UTILITY FUND-ACCOUNTS RECEIVABLE	Do Not Post		250,698.56
WASTEWATER UTILITY-CHARGES FOR SERVICES	Do Not Post	371.70	
WASTEWATER UTILITY-FUND BALANCE	Do Not Post	117,382.14	
WASTEWATER UTILITY-ACCOUNTS RECEIVABLE	Do Not Post		117,753.84
STORMWATER UTILITY-CHARGES FOR SERVICES	Do Not Post	2,668.30	
STORMWATER UTILITY FUND-FUND BALANCE	Do Not Post	20,095.92	
STORMWATER UTILITY-ACCOUNTS RECEIVABLE	Do Not Post		22,764.22
TO REMOVE ACCOUNTS RECEIVABLE FROM THE REGULATORY BASIS FINANCIAL STATEMENT.			

R= RECLASSIFICATION JOURNAL ENTRIES

Reclassification journal entries are adjustments to your accounting records to reclass receipts and expenses normally to show more detail in the audited financial statement than is shown in your accounting records. These adjustments do not need to be recorded.

R-1

DEBT SERVICE FUND-EXPENSE-GO BONDS-PRINCIPAL		111,494.47
DEBT SERVICE FUND-EXPENSE-GO BONDS-INTEREST		24,246.33
DEBT SERVICE FUND-EXPENSE-REVOLVING LOANS-PRINCIPAL	111,494.47	
DEBT SERVICE FUND-EXPENSE-REVOLVING LOANS-INTEREST	24,246.33	

THIS IS MONEY FROM THE ARMORY LEASE FOR THE PAST SEVERAL YEARS WHICH SHOULD HAVE BEEN RECORDED IN THE ECONOMIC DEVELOPMENT FUND BUT WAS RECORDED IN THE GENERAL FUND. THE CITY MADE THIS ADJUSTMENT BY POSTING A DEBIT TO THE GENERAL FUND LEASE RECEIPTS AND A CREDIT TO THE ECON DEVELOPMENT LEASE RECEIPTS.

R-2

GOLF COURSE CLUBHOUSE FUND-RECEIPTS-MISC		500.00
GOLF COURSE CLUBHOUSE FUND-EXPENSE	500.00	
TO RECLASSIFY MISCELLANEOUS RECEIPTS CODED TO EXPENSE ACCOUNT.		

<u>FUND</u>	<u>ACCOUNT</u>	<u>ACCOUNT #</u>	<u>DEBIT</u>	<u>CREDIT</u>
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A = AUDIT JOURNAL ENTRIES

Audit journal entries are adjustments to your accounting records that came about due to audit procedures. They usually need to be posted in your accounting records.

A-1

COLLEGE BOOSTER PUMP STATION-CAPITAL PROJECT EXP	248,353.27	
COLLEGE BOOSTER PUMP STATION-ENCUMBRANCES		248,353.27
WATER TREATMENT PLANT IMPROVEMENT-CAPITAL EXPENSES	84,863.90	
WATER TREATMENT PLANT IMPROVEMENT ENCUMBRANCES		84,863.90
TO RECORD ENCUMBRANCES FOR CONTRACTS SIGNED BUT NOT PERFORMED:		
UTILITY CONTRACTORS, INC.		
MCINROY CONTRACTORS		

894,846.02	894,846.02
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