

CITY OF INDEPENDENCE MISSOURI



FINANCIAL AND OPERATING REPORT FOR THE PERIOD ENDED 2/28/2018

**PREPARED BY
FINANCE DEPARTMENT**



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FINANCIALS AT A GLANCE

The Financial Report of the City of Independence for the period ended February 28, 2018 is submitted herewith. This report reflects 66.7% of the 2017-18 fiscal year operations for the funds represented.

Included in the Financial Report is a Statement of Revenues and Expenditures with monthly comparative data for the following major funds: General, Fire Sales Tax, Police (Capital) Sales Tax, Park Improvement Sales Tax, Street Improvements Sales Tax, Stormwater Sales Tax, Worker's Compensation, Stay Well Health Care, Power and Light, Water and Sanitary Sewer Funds. For each of these funds there are also charts with five-year comparisons for revenues and expenditures.

Each major fund is assigned a financial outlook rating of Positive, Neutral or Negative that can be easily identified by the colored circle next to each fund. The financial outlook rating is based on each fund's performance of year-to-date actuals versus budgeted amount. An overview of all fund financial outlook ratings are contained on page 4, Major Funds Dashboard.

LEGEND



Actuals are Better than Budgeted Amounts



Actuals are Approximate to Budgeted Amounts



Actuals are Less Than Budgeted Amounts



Monthly Financial and Operating Report February 2018

MAJOR FUNDS DASHBOARD

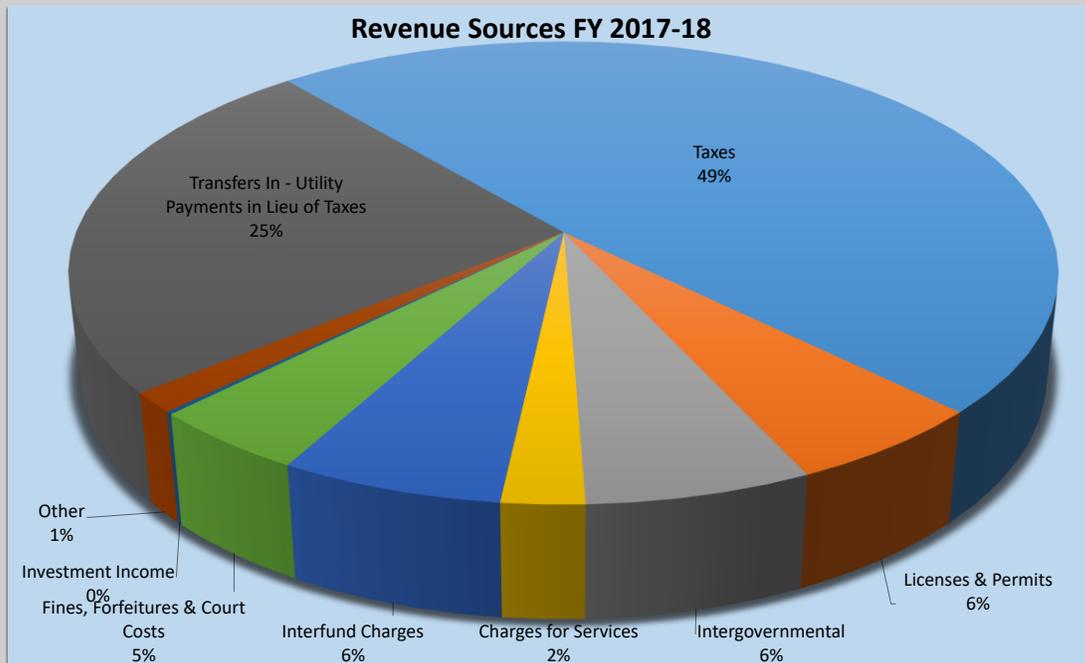
| | Revenues | Expenditures |
|------------------------------------|----------|--------------|
| General Fund | | |
| Fire Sales Tax Fund | | |
| Police (Capital) Sales Tax Fund | | |
| Park Improvements Sales Tax Fund | | |
| Street Improvements Sales Tax Fund | | |
| Stormwater Sales Tax Fund | | |
| Tourism Tax Fund | | |
| Worker's Compensation Fund | | |
| Stay Well Health Care Fund | | |
| Power and Light Fund | | |
| Water Fund | | |
| Sanitary Sewer Fund | | |



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GENERAL FUND REVENUE ANALYSIS

| Revenue Source | Year to Date FY 2016-17 | Percentage of Year to Date | Year to Date FY 2017-18 | Percentage of Year to Date |
|--|----------------------------|-------------------------------|----------------------------|-------------------------------|
| Taxes | \$ 25,846,683 | 48.43% | \$ 26,374,750 | 48.51% |
| Licenses & Permits | 3,048,446 | 5.71% | 3,100,230 | 5.70% |
| Intergovernmental | 3,514,434 | 6.59% | 3,427,788 | 6.31% |
| Charges for Services | 1,348,216 | 2.53% | 1,256,315 | 2.31% |
| Interfund Charges | 3,352,633 | 6.28% | 3,386,955 | 6.23% |
| Fines, Forfeitures & Court Costs | 2,502,822 | 4.69% | 2,447,161 | 4.50% |
| Investment Income | 70,977 | 0.13% | 93,137 | 0.17% |
| Other | 434,878 | 0.81% | 765,297 | 1.41% |
| Transfers In - Utility Payments in Lieu of Taxes | 13,247,120 | 24.82% | 13,513,400 | 24.86% |
| Total Revenues | \$ 53,366,209 | 100.00% | \$ 54,365,033 | 100.00% |

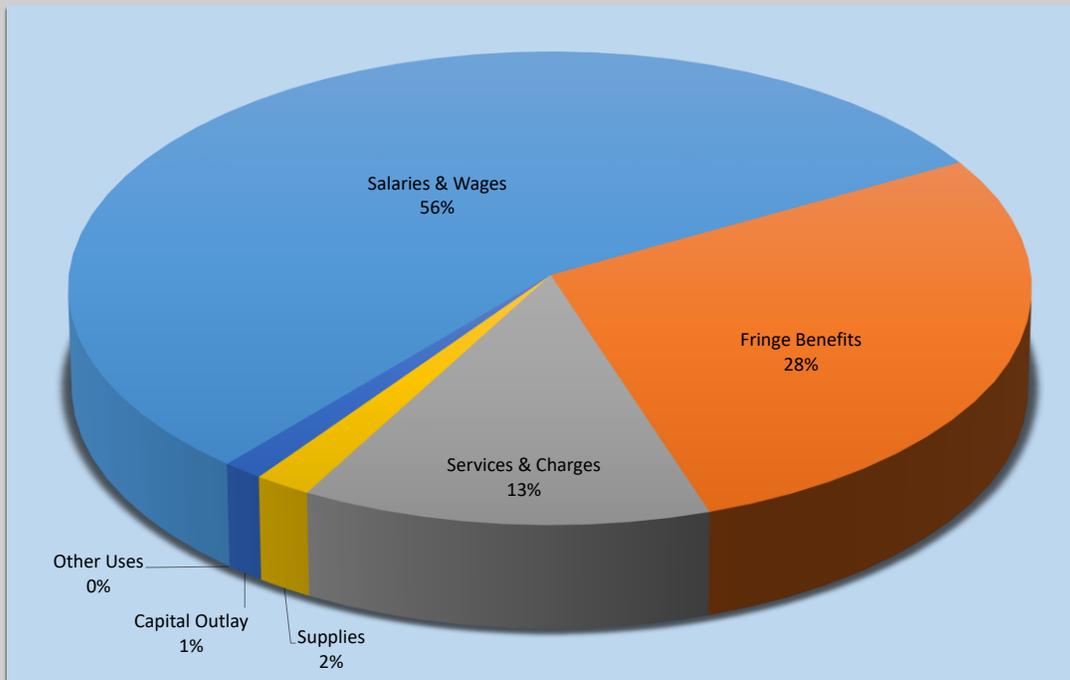




Monthly Financial and Operating Report February 2018

GENERAL FUND EXPENDITURE ANALYSIS

| Expenditure Source | Year to Date FY 2016-17 | Percentage of Year to Date | Year to Date FY 2017-18 | Percentage of Year to Date |
|---------------------------|----------------------------|-------------------------------|----------------------------|-------------------------------|
| Salaries & Wages | \$ 27,908,286 | 56.45% | \$ 29,113,653 | 55.73% |
| Fringe Benefits | 14,115,356 | 28.55% | 14,682,193 | 28.11% |
| Services & Charges | 6,000,661 | 12.14% | 6,807,577 | 13.03% |
| Supplies | 1,034,163 | 2.09% | 954,287 | 1.83% |
| Capital Outlay | 348,738 | 0.71% | 681,817 | 1.31% |
| Other Uses | 35,329 | 0.07% | - | 0.00% |
| Total Expenditures | \$ 49,442,533 | 100.00% | \$ 52,239,527 | 100.00% |





Monthly Financial and Operating Report February 2018

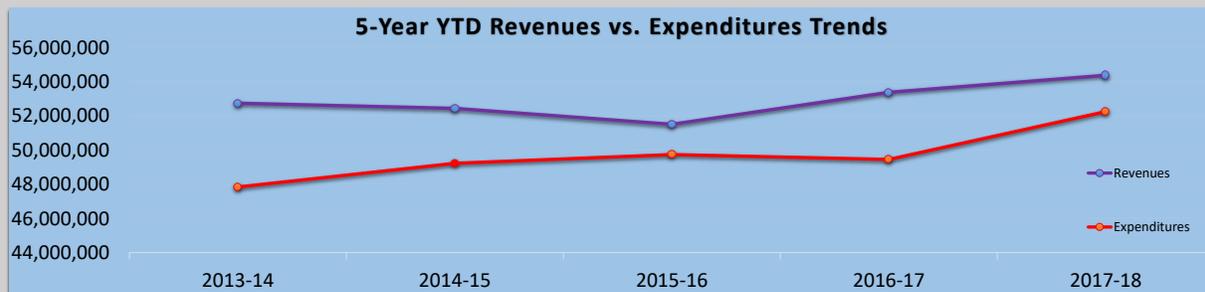
General Fund

GENERAL FUND - REVENUES VS. EXPENDITURES

The current budget for General Fund estimated revenue is \$76,603,288. This reflects an increase of \$2,161,671 over fiscal year 2016-17 General Fund estimated revenue of \$74,441,617 or 2.9%. This increase is due to an updated fee schedule effective fiscal year 2017-18.

Fiscal year to date expenditures for the General Fund are \$52,239,527 and encumbrances are \$3,030,134. The total is \$55,269,661. This represents 70.1% of the adjusted budget. This is slightly more than the current month's proportion of 67.7%. This includes a number of blanket encumbrances written at the beginning of the year. Salary and benefit projections show that 68.73% of the budget for this category has been expended.

| Month | | FY 2017-18 Revenues | FY 2017-18 Expenditures | Difference |
|---------------------|----|------------------------|----------------------------|---------------------|
| July | \$ | 5,345,631 | \$ 6,866,363 | \$ (1,520,732) |
| August | | 6,108,859 | 6,441,724 | (332,865) |
| September | | 5,459,798 | 6,321,544 | (861,746) |
| October | | 4,989,433 | 6,369,777 | (1,380,344) |
| November | | 6,067,152 | 6,198,519 | (131,367) |
| December | | 13,703,847 | 6,852,961 | 6,850,886 |
| January | | 6,066,477 | 7,315,280 | (1,248,803) |
| February | | 6,623,836 | 5,873,359 | 750,477 |
| March | | - | - | - |
| April | | - | - | - |
| May | | - | - | - |
| June | | - | - | - |
| Year-to-Date | \$ | 54,365,033 | \$ 52,239,527 | \$ 2,125,506 |





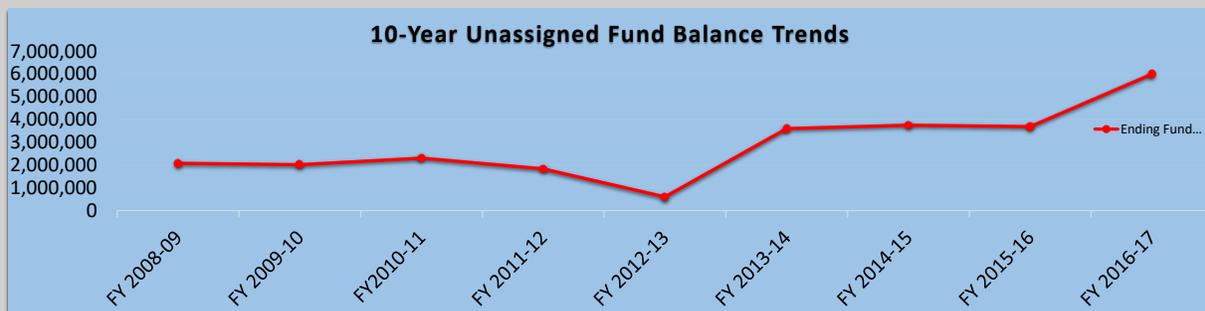
Monthly Financial and Operating Report February 2018

General Fund

GENERAL FUND - UNASSIGNED FUND BALANCE

The City of Independence has determined it a sound financial practice to maintain adequate fund balances and working capital. Accordingly, starting in FY 2017-18, the City will endeavor to maintain a minimum Unrestricted and Unassigned Fund Balance in the General Fund equal to 16% of annual revenues. This is an increase from previous policy to maintain a 5% Unrestricted and Unassigned Fund Balance in the General Fund.

| Fiscal Year | Unassigned Fund Balance Ending | Unassigned Fund Balance Goal | Difference |
|-------------|--------------------------------|------------------------------|-------------|
| FY 2016-17 | 5,982,942 | 3,807,087 | 2,175,855 |
| FY 2015-16 | 3,684,710 | 3,683,983 | 727 |
| FY 2014-15 | 3,741,675 | 3,739,670 | 2,005 |
| FY 2013-14 | 3,591,990 | 3,640,708 | (48,718) |
| FY 2012-13 | 600,662 | 3,577,438 | (2,976,776) |
| FY 2011-12 | 1,831,406 | 3,587,498 | (1,756,092) |
| FY2010-11 | 2,302,039 | 3,749,104 | (1,447,065) |
| FY 2009-10 | 2,012,375 | 3,448,628 | (1,436,253) |
| FY 2008-09 | 2,073,985 | 3,315,819 | (1,241,834) |



**General Fund Comparison of
Revenues, Expenditures and Changes in Fund Balance
For the Period Ended February 28, 2018**

| | Month of February 2018 | Month of February 2017 | 2017-18 Adopted Budget | 2017-18 Amended Budget | 2017-18 Year to Date | 2016-17 Year-End Actual | 2016-17 Year to Date | Percent Realized | |
|---|------------------------------|---------------------------|------------------------------|------------------------------|-------------------------|-------------------------------|-------------------------|------------------|-----------------|
| | | | | | | | | 2017-18 Year | 2016-17 Year |
| Beginning Fund Balance | \$ 9,481,365 | 9,393,631 | 8,298,256 | 8,298,256 | 8,298,256 | 5,653,386 | 5,653,386 | | |
| Revenues: | | | | | | | | | |
| Real Estate Taxes | (29,147) | 266 | 7,650,000 | 7,650,000 | 7,924,338 | 7,638,650 | 7,658,969 | 103.59% | 100.27% |
| Railroad & Other Utility Taxes | 40,608 | 41,536 | 41,000 | 41,000 | 40,608 | 41,536 | 41,536 | 99.04% | 100.00% |
| Sales Tax | 2,099,625 | 1,621,964 | 17,827,899 | 17,827,899 | 12,079,700 | 17,510,944 | 11,881,015 | 67.76% | 67.85% |
| Cigarette Tax | 35,145 | 34,668 | 450,000 | 450,000 | 305,132 | 471,109 | 318,153 | 67.81% | 67.53% |
| Utility Franchise Fee - Water | - | 5,137 | 30,000 | 30,000 | 13,156 | 30,307 | 20,629 | 43.85% | 68.07% |
| Utility Franchise Fee - Gas | 751,961 | 665,250 | 3,500,000 | 3,500,000 | 2,751,682 | 3,278,868 | 2,218,020 | 78.62% | 67.65% |
| Utility Franchise Fee - Telephone | 237,602 | 270,523 | 3,161,028 | 3,161,028 | 1,865,452 | 3,319,917 | 2,293,222 | 59.01% | 69.07% |
| Utility Franchise Fee - Electric | 62,670 | 60,080 | 651,803 | 651,803 | 519,912 | 715,902 | 495,968 | 79.77% | 69.28% |
| Utility Franchise Fee - Cable | 138,956 | 184,070 | 1,350,000 | 1,350,000 | 874,770 | 1,358,535 | 919,171 | 64.80% | 67.66% |
| Licenses & Permits | 259,750 | 247,627 | 4,417,247 | 4,417,247 | 3,100,230 | 5,330,354 | 3,048,446 | 70.18% | 57.19% |
| Intergovernmental | 376,719 | 390,822 | 5,823,250 | 5,823,250 | 3,427,788 | 5,349,727 | 3,514,434 | 58.86% | 65.69% |
| Charges for Services | 253,717 | 118,841 | 2,195,857 | 2,195,857 | 1,256,315 | 2,305,140 | 1,348,216 | 57.21% | 58.49% |
| Interfund Charges for Support Services | 423,370 | 419,079 | 5,080,432 | 5,080,432 | 3,386,955 | 4,943,014 | 3,352,633 | 66.67% | 67.83% |
| Fines, Forfeitures & Court Costs | 340,841 | 322,771 | 4,195,000 | 4,195,000 | 2,447,161 | 3,855,121 | 2,502,822 | 58.34% | 64.92% |
| Investment Income | 17,683 | 9,402 | 101,500 | 101,500 | 93,137 | 149,218 | 70,977 | 91.76% | 47.57% |
| Unrealized Gain (Loss) on Investments | - | - | - | - | 66,891 | (66,891) | - | N/A | 0.00% |
| Sale of Property, Plant & Equipment | - | - | 75,000 | 75,000 | 12,325 | 29,308 | 97 | 16.43% | 0.33% |
| Other | 27,886 | 273,415 | 415,500 | 415,500 | 752,972 | 882,303 | 434,781 | 181.22% | 49.28% |
| Total Revenues | 5,037,386 | 4,665,451 | 56,965,516 | 56,965,516 | 40,918,524 | 57,143,062 | 40,119,089 | | |
| Expenditures: | | | | | | | | | |
| General Government | 566,407 | 574,073 | 7,679,026 | 7,716,070 | 5,290,808 | 7,802,582 | 5,278,227 | 68.57% | 67.65% |
| Public Safety | 3,656,725 | 3,413,475 | 45,852,964 | 45,981,880 | 31,187,308 | 44,963,466 | 30,084,571 | 67.83% | 66.91% |
| Public Works | 492,052 | 421,426 | 5,490,163 | 6,107,237 | 4,271,798 | 4,614,587 | 3,132,917 | 69.95% | 67.89% |
| Health & Welfare | 80,407 | 80,735 | 1,710,226 | 1,738,564 | 870,514 | 1,848,932 | 1,197,440 | 50.07% | 64.76% |
| Culture & Recreation | 102,101 | 101,547 | 1,567,882 | 1,595,681 | 930,821 | 1,458,987 | 918,465 | 58.33% | 62.95% |
| Community Development | 349,103 | 217,268 | 5,074,237 | 5,130,066 | 3,152,262 | 4,082,292 | 2,346,421 | 61.45% | 57.48% |
| Non-Departmental/Other | 556,382 | 746,726 | 9,522,028 | 9,727,385 | 6,184,795 | 8,497,811 | 6,160,586 | 63.58% | 72.50% |
| Capital Outlay | 70,182 | 125,853 | 350,000 | 837,210 | 211,427 | 293,748 | 202,385 | 25.25% | 68.90% |
| Debt Service: | | | | | | | | | |
| Principal | - | - | - | - | 115,777 | 93,897 | 93,897 | N/A | 100.00% |
| Interest | - | - | - | - | 24,018 | 27,625 | 27,625 | N/A | 100.00% |
| Total Expenditures | 5,873,359 | 5,681,103 | 77,246,526 | 78,834,093 | 52,239,528 | 73,683,927 | 49,442,534 | | |
| Other Financing Sources (Uses): | | | | | | | | | |
| Transfers In - IPL PILOTS | 1,095,137 | 950,601 | 13,765,000 | 13,765,000 | 9,505,193 | 13,312,980 | 9,399,007 | 69.05% | 70.60% |
| Transfers In - Water PILOTS | 239,334 | 232,784 | 3,197,772 | 3,197,772 | 2,124,931 | 3,129,249 | 2,128,641 | 66.45% | 68.02% |
| Transfers In - Sanitary Sewer PILOTS | 251,977 | 202,760 | 2,675,000 | 2,675,000 | 1,883,276 | 2,556,443 | 1,719,472 | 70.40% | 67.26% |
| Transfers In | - | - | - | - | - | 197,063 | 197,063 | N/A | 100.00% |
| Transfers Out | (74,040) | - | (10,000) | (10,000) | (332,852) | (10,000) | (10,000) | 3328.52% | 100.00% |
| Total Other Financing Sources (Uses) | 1,512,408 | 1,386,145 | 19,627,772 | 19,627,772 | 13,180,548 | 19,185,735 | 13,434,183 | | |
| Ending Fund Balance | \$ 10,157,800 | 9,764,124 | 7,645,018 | 6,057,451 | 10,157,800 | 8,298,256 | 9,764,124 | | |
| Fund Balance Components: | | | | | | | | | |
| Restricted | | | | | 454,453 | 404,806 | 709,092 | | |
| Committed | | | | | (248,269) | 261,700 | 130,667 | | |
| Assigned | | | | | 3,150,703 | 1,648,808 | 2,350,898 | | |
| Unassigned | | | | | 6,800,913 | 5,982,942 | 6,573,467 | | |
| Total Fund Balance | | | | | 10,157,800 | 8,298,256 | 9,764,124 | | |
| Alternate Expenditure View: | | | | | | | | | |
| Personnel Services | 5,077,097 | 4,744,387 | 63,331,155 | 63,303,220 | 43,795,847 | 62,017,358 | 42,023,643 | 69.18% | 67.76% |
| Other Services & Charges | 662,297 | 638,394 | 10,848,070 | 11,470,823 | 6,807,577 | 9,404,193 | 6,000,661 | 59.35% | 63.81% |
| Supplies | 104,723 | 155,063 | 1,722,986 | 1,976,969 | 954,287 | 1,549,476 | 1,034,163 | 48.27% | 66.74% |
| Capital Outlay | 29,242 | 143,259 | 820,512 | 1,559,278 | 681,817 | 677,571 | 348,738 | 43.73% | 51.47% |
| Other Expenditures | - | - | 523,803 | 523,803 | - | 35,329 | 35,329 | 0.00% | 100.00% |
| Total Expenditures | 5,873,359 | 5,681,103 | 77,246,526 | 78,834,093 | 52,239,528 | 73,683,927 | 49,442,534 | | |



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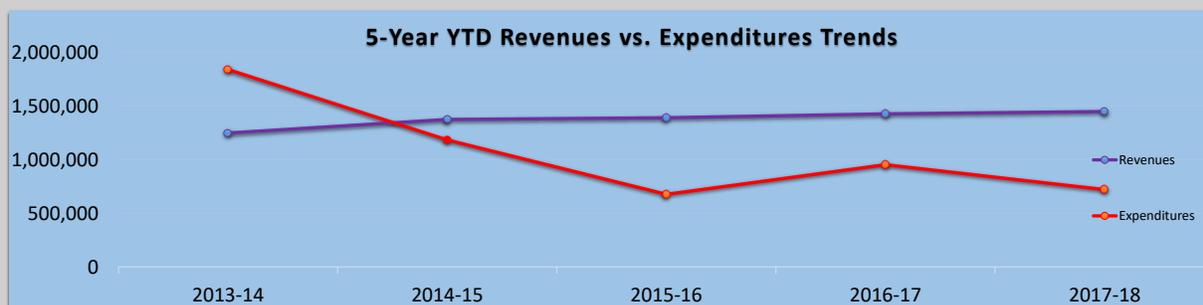
Sales Tax Fund

FIRE SALES TAX FUND - REVENUES VS. EXPENDITURES

The voters approved a Fire Sales Tax in August 2004 at the rate of one-quarter cent of the receipts from the sale of all tangible personal property or taxable services at retail for the period January 1, 2005 through December 31, 2008. The rate decreased to one-eighth cent for the period of January 1, 2009 through December 31, 2016. In November 2015, the voters approved an extension of the Fire Sales Tax at the rate of one-eighth cent of the receipts from the sale of all tangible personal property or taxable services at a retail for the period of January 2017 through December 31, 2018.

The Fire Sales Tax Fund has been set-up to account for the portion one-eighth cent sales tax identified for the fire service. The following analysis shows the 2017-18 monthly revenues and expenditures and does not include transfers in/out.

| Month | FY 2017-18 Revenues | FY 2017-18 Expenditures | Difference |
|---------------------|------------------------|----------------------------|-------------------|
| July | \$ 150,974 | \$ 57,534 | \$ 93,440 |
| August | 215,525 | 56,573 | 158,952 |
| September | 160,419 | 71,787 | 88,632 |
| October | 122,764 | 134,328 | (11,564) |
| November | 249,093 | 44,896 | 204,197 |
| December | 144,650 | 240,017 | (95,367) |
| January | 162,440 | 85,864 | 76,576 |
| February | 240,879 | 28,906 | 211,973 |
| March | - | - | - |
| April | - | - | - |
| May | - | - | - |
| June | - | - | - |
| Year-to-Date | \$ 1,446,744 | \$ 719,905 | \$ 726,839 |



**Fire Public Safety Sales Tax Fund Comparison of
Revenues, Expenditures and Changes in Fund Balance
For the Period Ended February 28, 2018**

| | Month of February 2018 | Month of February 2017 | 2017-18 Adopted Budget | 2017-18 Amended Budget | 2017-18 Year to Date | 2016-17 Year-End Actual | 2016-17 Year to Date | Percent Realized | |
|---|------------------------------|------------------------------|------------------------------|------------------------------|----------------------------|-------------------------------|----------------------------|------------------|-----------------|
| | | | | | | | | 2017-18 Year | 2016-17 Year |
| Beginning Fund Balance | \$ 2,423,593 | 2,270,983 | 1,917,995 | 1,917,995 | 1,892,999 | 1,855,784 | 1,855,784 | | |
| Revenues: | | | | | | | | | |
| Sales Tax | 239,304 | 191,343 | 2,100,000 | 2,100,000 | 1,434,408 | 2,089,313 | 1,408,924 | 68.31% | 67.43% |
| Investment income | 1,574 | 1,083 | 2,000 | 2,000 | 12,335 | 15,517 | 6,215 | 616.75% | 40.05% |
| Unrealized gain (loss) on investments | - | - | - | - | 18,326 | (18,326) | - | N/A | 0.00% |
| Other | - | - | - | - | - | 9,951 | 9,951 | N/A | 100.00% |
| Total Revenues | <u>240,878</u> | <u>192,426</u> | <u>2,102,000</u> | <u>2,102,000</u> | <u>1,465,069</u> | <u>2,096,455</u> | <u>1,425,090</u> | | |
| Expenditures: | | | | | | | | | |
| Public Safety | 28,906 | 134,656 | 2,014,108 | 2,270,455 | 719,905 | 1,961,008 | 952,121 | 31.71% | 48.55% |
| Capital Outlay | - | - | - | - | - | - | - | N/A | N/A |
| Debt Service: | | | | | | | | | |
| Principal | - | - | - | - | - | 54,525 | - | N/A | 0.00% |
| Interest | - | - | - | - | - | 18,710 | - | N/A | 0.00% |
| Total Expenditures | <u>28,906</u> | <u>134,656</u> | <u>2,014,108</u> | <u>2,270,455</u> | <u>719,905</u> | <u>2,034,243</u> | <u>952,121</u> | | |
| Other financing sources (uses): | | | | | | | | | |
| Transfers In | - | - | - | - | - | - | - | N/A | N/A |
| Transfers Out | - | - | - | - | (2,598) | - | - | N/A | N/A |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(2,598)</u> | <u>-</u> | <u>-</u> | | |
| Ending Fund Balance | \$ <u>2,635,565</u> | <u>2,328,753</u> | <u>2,005,887</u> | <u>1,749,540</u> | <u>2,635,565</u> | <u>1,917,996</u> | <u>2,328,753</u> | | |
| Fund Balance Components: | | | | | | | | | |
| Restricted | | | | | 2,635,565 | 1,917,996 | 2,328,753 | | |
| Committed | | | | | - | - | - | | |
| Assigned | | | | | - | - | - | | |
| Unassigned | | | | | - | - | - | | |
| Total Fund Balance | | | | | <u>2,635,565</u> | <u>1,917,996</u> | <u>2,328,753</u> | | |
| Alternate Expenditure View: | | | | | | | | | |
| Personnel Services | 5 | 17,665 | - | - | 1,187 | 51,309 | 23,208 | N/A | 45.23% |
| Other Services & Charges | 20,801 | 62,254 | 390,872 | 438,605 | 218,982 | 382,445 | 257,092 | 49.93% | 67.22% |
| Supplies | 6,208 | 6,486 | 154,000 | 239,971 | 96,388 | 159,986 | 36,220 | 40.17% | 22.64% |
| Capital Outlay | 1,892 | 48,251 | 1,396,000 | 1,518,643 | 403,348 | 1,367,268 | 635,601 | 26.56% | 46.49% |
| Other Expenditures | - | - | 73,236 | 73,236 | - | 73,235 | - | 0.00% | 0.00% |
| Total Expenditures | <u>28,906</u> | <u>134,656</u> | <u>2,014,108</u> | <u>2,270,455</u> | <u>719,905</u> | <u>2,034,243</u> | <u>952,121</u> | | |



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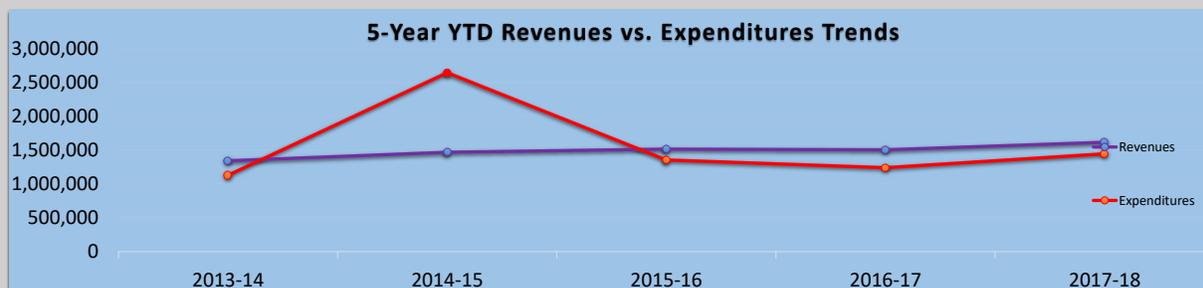
Sales Tax Fund

POLICE (CAPITAL) SALES TAX FUND - REVENUES VS. EXPENDITURES

The voters approved a Capital Improvements for Police Sales Tax in August 2004 at the rate of one-eighth cent of the receipts from the sale at retail of all tangible personal property or taxable services at retail for the period January 1, 2005 through December 31, 2016. The voters approved a Capital Improvements for Police Sales Tax in April 2016 at the rate of one-eighth cent of the receipts from the sale at retail of all tangible personal property or taxable services at retail for a period of January 2017 through December 31, 2028.

The Police (Capital) Sales Tax Fund has been set-up to account for the one-eighth cent capital improvements sales tax identified for police equipment. The following analysis shows the 2017-18 monthly revenues and expenditures and does not include transfers in/out.

| Month | FY 2017-18 Revenues | FY 2017-18 Expenditures | Difference |
|---------------------|---------------------|-------------------------|-------------------|
| July | \$ 165,404 | \$ 34,703 | \$ 130,701 |
| August | 231,148 | 46,369 | 184,779 |
| September | 179,499 | 101,827 | 77,672 |
| October | 142,654 | 139,703 | 2,951 |
| November | 259,553 | 35,853 | 223,700 |
| December | 179,333 | 452,374 | (273,041) |
| January | 186,476 | 305,311 | (118,835) |
| February | 272,024 | 329,622 | (57,598) |
| March | - | - | - |
| April | - | - | - |
| May | - | - | - |
| June | - | - | - |
| Year-to-Date | \$ 1,616,091 | \$ 1,445,762 | \$ 170,329 |



**Police Public Safety Sales Tax Fund Comparison of
Revenues, Expenditures and Changes in Fund Balance
For the Period Ended February 28, 2018**

| | Month of February 2018 | Month of February 2017 | 2017-18 Adopted Budget | 2017-18 Amended Budget | 2017-18 Year to Date | 2016-17 Year-End Actual | 2016-17 Year to Date | Percent Realized | |
|---|------------------------------|------------------------------|------------------------------|------------------------------|----------------------------|-------------------------------|----------------------------|------------------|-----------------|
| | | | | | | | | 2017-18 Year | 2016-17 Year |
| Beginning Fund Balance | \$ 2,311,776 | 2,509,379 | 2,234,264 | 2,234,264 | 2,234,264 | 1,840,023 | 1,840,023 | | |
| Revenues: | | | | | | | | | |
| Sales Tax | 262,464 | 202,734 | 2,220,000 | 2,220,000 | 1,518,743 | 2,198,883 | 1,485,786 | 68.41% | 67.57% |
| Investment income | 1,230 | 1,127 | 2,000 | 2,000 | 12,639 | 15,544 | 6,348 | 631.95% | 40.84% |
| Unrealized gain (loss) on investments | - | - | - | - | 18,617 | (18,616) | - | N/A | 0.00% |
| Sale of property, plant & equipment | (580) | - | - | - | 12,057 | 98,141 | 9,388 | N/A | 9.57% |
| Other | 8,910 | - | - | - | 72,652 | 4,477 | 2,095 | N/A | 46.79% |
| Total Revenues | <u>272,024</u> | <u>203,861</u> | <u>2,222,000</u> | <u>2,222,000</u> | <u>1,634,708</u> | <u>2,298,429</u> | <u>1,503,617</u> | | |
| Expenditures: | | | | | | | | | |
| Public Safety | 329,622 | 610,605 | 2,504,467 | 2,807,852 | 1,445,762 | 1,706,353 | 1,202,732 | 51.49% | 70.49% |
| Capital Outlay | - | - | - | - | - | - | - | N/A | N/A |
| Debt Service: | | | | | | | | | |
| Principal | - | - | - | - | - | 37,302 | 37,302 | N/A | 100.00% |
| Interest | - | - | - | - | - | 971 | 971 | N/A | 100.00% |
| Total Expenditures | <u>329,622</u> | <u>610,605</u> | <u>2,504,467</u> | <u>2,807,852</u> | <u>1,445,762</u> | <u>1,744,626</u> | <u>1,241,005</u> | | |
| Other financing sources (uses): | | | | | | | | | |
| Transfers In | - | - | - | - | - | - | - | N/A | N/A |
| Transfers Out | (6,721) | - | - | - | (175,753) | (159,561) | - | N/A | 0.00% |
| Total other financing sources (uses) | <u>(6,721)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(175,753)</u> | <u>(159,561)</u> | <u>-</u> | | |
| Ending Fund Balance | \$ <u>2,247,457</u> | <u>2,102,635</u> | <u>1,951,797</u> | <u>1,648,412</u> | <u>2,247,457</u> | <u>2,234,265</u> | <u>2,102,635</u> | | |
| Fund Balance Components: | | | | | | | | | |
| Restricted | | | | | 2,247,457 | 2,234,265 | 2,102,635 | | |
| Committed | | | | | - | - | - | | |
| Assigned | | | | | - | - | - | | |
| Unassigned | | | | | - | - | - | | |
| Total Fund Balance | | | | | <u>2,247,457</u> | <u>2,234,265</u> | <u>2,102,635</u> | | |
| Alternate Expenditure View: | | | | | | | | | |
| Personnel Services | - | - | - | - | - | - | - | N/A | N/A |
| Other Services & Charges | 20,812 | 51,911 | 470,671 | 529,704 | 339,738 | 434,428 | 329,191 | 64.14% | 75.78% |
| Supplies | 52,802 | 12,559 | 218,873 | 334,519 | 166,893 | 288,131 | 146,495 | 49.89% | 50.84% |
| Capital Outlay | 256,008 | 546,135 | 1,776,650 | 1,905,356 | 939,131 | 983,794 | 727,046 | 49.29% | 73.90% |
| Other Expenditures | - | - | 38,273 | 38,273 | - | 38,273 | 38,273 | 0.00% | 100.00% |
| Total Expenditures | <u>329,622</u> | <u>610,605</u> | <u>2,504,467</u> | <u>2,807,852</u> | <u>1,445,762</u> | <u>1,744,626</u> | <u>1,241,005</u> | | |



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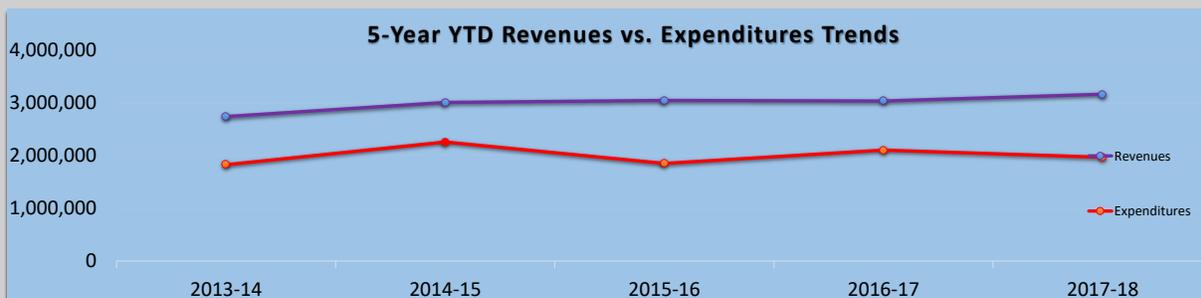
Sales Tax Fund

PARK IMPROVEMENT SALES TAX FUND - REVENUES VS. EXPENDITURES

The voters approved a Park Sales Tax in August 2002 at the rate of one-quarter cent of the receipts from the sale at retail of all tangible personal property or taxable services at retail for the period of January 1, 2004 - December 31, 2012. Voters approved a perpetual renewal of this tax in August 2010, which began January 1, 2011 and will continue until repealed.

The Park Improvements Sales Tax Fund has been setup to account for the one-quarter cent sales tax identified for parks and recreation. The following analysis shows the 2017-18 monthly revenues and expenditures and does not include transfers in/out.

| Month | FY 2017-18 Revenues | FY 2017-18 Expenditures | Difference |
|---------------------|---------------------|-------------------------|---------------------|
| July | \$ 482,613 | \$ 226,237 | \$ 256,376 |
| August | 457,461 | 325,040 | 132,421 |
| September | 320,678 | 263,399 | 57,279 |
| October | 252,736 | 288,937 | (36,201) |
| November | 503,887 | 251,401 | 252,486 |
| December | 296,355 | 238,736 | 57,619 |
| January | 365,018 | 209,082 | 155,936 |
| February | 484,063 | 163,634 | 320,429 |
| March | - | - | - |
| April | - | - | - |
| May | - | - | - |
| June | - | - | - |
| Year-to-Date | \$ 3,162,811 | \$ 1,966,466 | \$ 1,196,345 |



**Park Improvements Sales Tax Fund Comparison of
Revenues, Expenditures and Changes in Fund Balance
For the Period Ended February 28, 2018**

| | Month of February 2018 | Month of February 2017 | 2017-18 | | | 2016-17 | 2016-17 | Percent Realized | |
|---|------------------------------|------------------------------|-------------------|-------------------|-------------------------|--------------------|--------------------|------------------|-----------------|
| | | | Adopted Budget | Amended Budget | 2017-18 Year to Date | Year-End Actual | Year to Date | 2017-18 Year | 2016-17 Year |
| Beginning Fund Balance | \$ (415,591) | (1,975,862) | (1,239,264) | (1,239,264) | (1,291,508) | (2,697,859) | (2,697,859) | | |
| Revenues: | | | | | | | | | |
| Sales Tax | 478,588 | 382,671 | 4,225,000 | 4,225,000 | 2,868,724 | 4,167,642 | 2,806,848 | 67.90% | 67.35% |
| Charges for Services | 32,229 | 12,168 | 524,600 | 524,600 | 286,736 | 530,859 | 228,942 | 54.66% | 43.13% |
| Investment Income | 1,325 | - | - | - | 1,325 | - | - | N/A | N/A |
| Other | (28,079) | 138 | 9,033 | 9,033 | 6,026 | 18,342 | (1,918) | 66.71% | -10.46% |
| Total Revenues | 484,063 | 394,977 | 4,758,633 | 4,758,633 | 3,162,811 | 4,716,843 | 3,033,872 | | |
| Expenditures: | | | | | | | | | |
| Culture & Recreation | 152,858 | 179,104 | 3,180,308 | 3,331,926 | 1,766,167 | 2,814,688 | 1,761,652 | 53.01% | 62.59% |
| Non-Departmental/Other | - | - | - | - | - | 44,504 | - | N/A | 0.00% |
| Capital Outlay | 10,777 | 10,578 | 337,400 | 386,612 | 190,694 | 425,071 | 340,235 | 49.32% | 80.04% |
| Debt Service: | | | | | | | | | |
| Principal | - | - | - | - | 8,223 | 9,605 | - | N/A | 0.00% |
| Interest | - | - | - | - | 1,382 | - | - | N/A | N/A |
| Total Expenditures | 163,635 | 189,682 | 3,517,708 | 3,718,538 | 1,966,466 | 3,293,868 | 2,101,887 | | |
| Other Financing Sources (Uses): | | | | | | | | | |
| Proceeds from Capital Lease/Bond Issuance | - | - | - | - | - | 44,504 | - | N/A | 0.00% |
| Transfers In | - | - | - | - | - | 1,932 | 1,932 | N/A | 100.00% |
| Transfers Out | (75,000) | (850) | - | - | (75,000) | (10,815) | (7,475) | N/A | 69.12% |
| Total Other Financing Sources (Uses) | (75,000) | (850) | - | - | (75,000) | 35,621 | (5,543) | | |
| Ending Fund Balance | \$ (170,163) | (1,771,417) | 1,661 | (199,169) | (170,163) | (1,239,263) | (1,771,417) | | |
| Fund Balance Components: | | | | | | | | | |
| Restricted | | | | | (170,163) | (1,239,263) | (1,771,417) | | |
| Committed | | | | | - | - | - | | |
| Assigned | | | | | - | - | - | | |
| Unassigned | | | | | - | - | - | | |
| Total Fund Balance | | | | | (170,163) | (1,239,263) | (1,771,417) | | |
| Alternate Expenditure View: | | | | | | | | | |
| Personnel Services | 98,161 | 113,824 | 1,643,735 | 1,643,735 | 977,509 | 1,465,981 | 974,169 | 59.47% | 66.45% |
| Other Services & Charges | 46,612 | 53,014 | 1,324,380 | 1,456,346 | 667,072 | 1,175,383 | 679,137 | 45.80% | 57.78% |
| Supplies | 7,935 | 12,116 | 212,193 | 231,845 | 120,386 | 154,615 | 99,822 | 51.93% | 64.56% |
| Capital Outlay | 10,927 | 10,728 | 337,400 | 386,612 | 191,894 | 488,284 | 348,759 | 49.63% | 71.43% |
| Other Expenditures | - | - | - | - | 9,605 | 9,605 | - | N/A | 0.00% |
| Total Expenditures | 163,635 | 189,682 | 3,517,708 | 3,718,538 | 1,966,466 | 3,293,868 | 2,101,887 | | |



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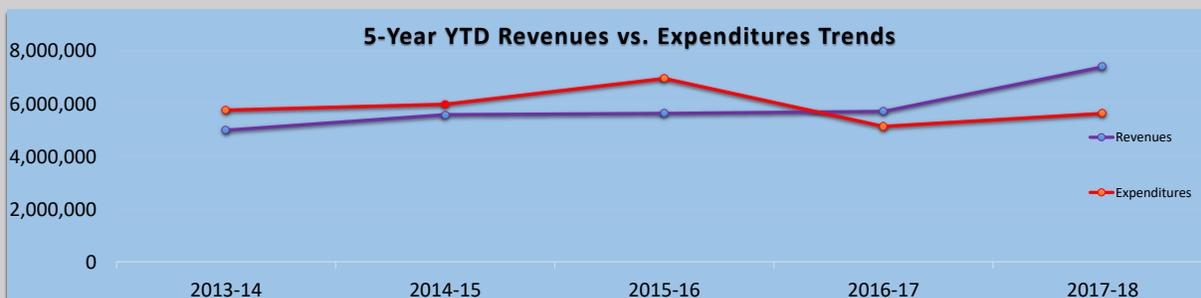
Sales Tax Fund

STREET IMPROVEMENTS SALES TAX FUND - REVENUES VS. EXPENDITURES

The voters approved a Street Improvements Sales Tax in August of 2002 at a rate of three-eighth cent of the receipts from the sale at retail of all tangible personal property or taxable services at retail for a period of five years. The voters also approved an extension of this tax in August 2007 for the time period January 1, 2009 to December 31, 2019. The tax also increased for this period to one-half cent of the receipts from the sale at retail of all tangible personal property or taxable services at retail. Voters approved a perpetual renewal of this tax in August 2017, which will begin January 1, 2020 and will continue until repealed.

The Streets Improvement Sales Tax Fund has been set-up to account for the one-half cent sales tax identified for streets capital project improvements. The following analysis shows the 2017-18 monthly revenues and expenditures and does not include transfers in/out.

| Month | FY 2017-18 Revenues | FY 2017-18 Expenditures | Difference |
|---------------------|------------------------|----------------------------|---------------------|
| July | \$ 1,332,524 | \$ 694,288 | \$ 638,236 |
| August | 1,084,722 | 1,460,983 | (376,261) |
| September | 890,940 | 1,191,791 | (300,851) |
| October | 476,091 | 1,300,913 | (824,822) |
| November | 1,207,594 | 588,457 | 619,137 |
| December | 630,846 | 108,134 | 522,712 |
| January | 700,506 | 154,838 | 545,668 |
| February | 1,067,999 | 128,869 | 939,130 |
| March | - | - | - |
| April | - | - | - |
| May | - | - | - |
| June | - | - | - |
| Year-to-Date | \$ 7,391,222 | \$ 5,628,273 | \$ 1,762,949 |



**Street Improvements Sales Tax Fund Comparison of
Revenues, Expenditures and Changes in Fund Balance
For the Period Ended February 28, 2018**

| | Month of February 2018 | Month of February 2017 | 2017-18 Adopted Budget | 2017-18 Amended Budget | 2017-18 Year to Date | 2016-17 Year-End Actual | 2016-17 Year to Date | Percent Realized | | |
|---|------------------------------|------------------------------|------------------------------|------------------------------|-------------------------|-------------------------------|-------------------------|------------------|-----------------|--|
| | | | | | | | | 2017-18 Year | 2016-17 Year | |
| Beginning Fund Balance | \$ 1,167,110 | 2,097,240 | 2,298,368 | 2,298,368 | 333,878 | 2,231,745 | 2,231,745 | | | |
| Revenues: | | | | | | | | | | |
| Sales Tax | 957,175 | 765,339 | 8,450,000 | 8,450,000 | 5,737,410 | 8,329,801 | 5,608,204 | 67.90% | 67.33% | |
| Intergovernmental | 67,912 | (1,356) | - | 2,730,907 | 1,561,373 | 183,593 | - | 57.17% | 0.00% | |
| Investment Income | 412 | 1,372 | 3,300 | 3,300 | 3,439 | 19,210 | 7,638 | 104.21% | 39.76% | |
| Unrealized Gain (Loss) on Investments | - | - | - | - | 25,167 | (25,167) | - | N/A | 0.00% | |
| Sale of Property, Plant & Equipment | - | - | - | - | - | 5,700 | - | N/A | 0.00% | |
| Other | 42,500 | 50,000 | - | - | 89,000 | 114,000 | 85,000 | N/A | 74.56% | |
| Total Revenues | 1,067,999 | 815,355 | 8,453,300 | 11,184,207 | 7,416,389 | 8,627,137 | 5,700,842 | | | |
| Expenditures: | | | | | | | | | | |
| Public Works | 5,998 | 628 | 337,832 | 515,450 | 108,272 | 176,610 | 122,361 | 21.01% | 69.28% | |
| Non-Departmental/Other | - | - | - | - | - | 2 | - | N/A | 0.00% | |
| Capital Outlay | 122,872 | 48,716 | 7,908,082 | 9,762,584 | 4,991,011 | 7,858,110 | 4,484,522 | 51.12% | 57.07% | |
| Debt Service: | | | | | | | | | | |
| Principal | - | - | 495,000 | 495,000 | 495,000 | 475,000 | 475,000 | 100.00% | 100.00% | |
| Interest | - | - | 35,741 | 35,741 | 33,991 | 54,653 | 53,403 | 95.10% | 97.71% | |
| Total Expenditures | 128,870 | 49,344 | 8,776,655 | 10,808,775 | 5,628,274 | 8,564,375 | 5,135,286 | | | |
| Other Financing Sources (Uses): | | | | | | | | | | |
| Transfers In | - | 86,237 | - | - | - | 190,255 | 190,255 | N/A | 100.00% | |
| Transfers Out | - | (385) | - | - | (15,754) | (186,394) | (38,453) | N/A | 20.63% | |
| Total Other Financing Sources (Uses) | - | 85,852 | - | - | (15,754) | 3,861 | 151,802 | | | |
| Ending Fund Balance | \$ 2,106,239 | 2,949,103 | 1,975,013 | 2,673,800 | 2,106,239 | 2,298,368 | 2,949,103 | | | |
| Fund Balance Components: | | | | | | | | | | |
| Restricted | | | | | 2,106,239 | 2,298,368 | 2,949,103 | | | |
| Committed | | | | | - | - | - | | | |
| Assigned | | | | | - | - | - | | | |
| Unassigned | | | | | - | - | - | | | |
| Total Fund Balance | | | | | 2,106,239 | 2,298,368 | 2,949,103 | | | |
| Alternate Expenditure View: | | | | | | | | | | |
| Personnel Services | 5,998 | 7,109 | 141,832 | 141,832 | 52,924 | 176,869 | 111,562 | 37.31% | 63.08% | |
| Other Services & Charges | - | 103 | - | - | 344 | 1,136 | 735 | N/A | 64.70% | |
| Supplies | - | - | - | - | - | - | - | N/A | N/A | |
| Capital Outlay | 122,872 | 42,132 | 8,104,082 | 10,136,202 | 5,046,015 | 7,856,717 | 4,494,586 | 49.78% | 57.21% | |
| Other Expenditures | - | - | 530,741 | 530,741 | 528,991 | 529,653 | 528,403 | 99.67% | 99.76% | |
| Total Expenditures | 128,870 | 49,344 | 8,776,655 | 10,808,775 | 5,628,274 | 8,564,375 | 5,135,286 | | | |



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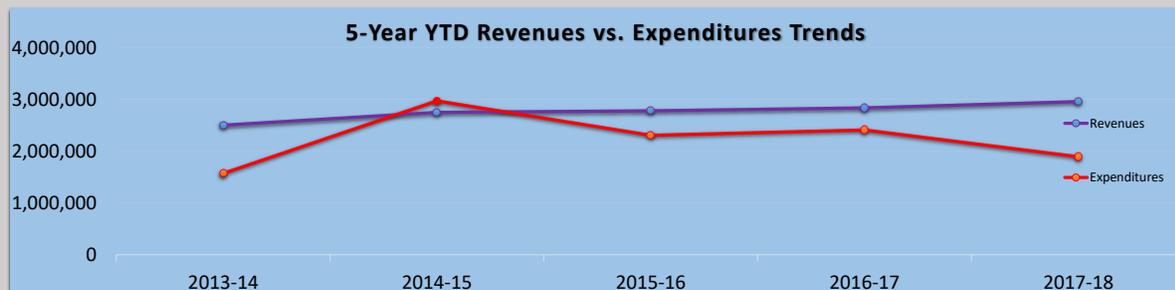
Sales Tax Fund

STORM WATER SALES TAX FUND - REVENUES VS. EXPENDITURES

A Storm Water Sales Tax was implemented at the rate of one-quarter cent of the receipts from the sale at retail of all tangible personal property or taxable services at retail for a period of ten years was approved by voters in the August 8, 2000 election. This tax was implemented January 1, 2001 and ended on December 31, 2010. Voters approved a perpetual renewal of this tax in August 2010, which began January 1, 2011 and will continue until repealed.

The Storm Water Sales Tax Fund has been set-up to account for the one-quarter cent sales tax identified for storm water system improvements. The following analysis shows the 2017-18 monthly revenues and expenditures and does not include transfers in/out.

| Month | FY 2017-18 Revenues | FY 2017-18 Expenditures | Difference |
|---------------------|---------------------|-------------------------|---------------------|
| July | \$ 305,018 | \$ 257,889 | \$ 47,129 |
| August | 434,121 | 117,201 | 316,920 |
| September | 354,240 | 385,277 | (31,037) |
| October | 248,451 | 133,759 | 114,692 |
| November | 501,036 | 263,233 | 237,803 |
| December | 291,793 | 213,859 | 77,934 |
| January | 336,251 | 253,582 | 82,669 |
| February | 484,220 | 267,269 | 216,951 |
| March | - | - | - |
| April | - | - | - |
| May | - | - | - |
| June | - | - | - |
| Year-to-Date | \$ 2,955,130 | \$ 1,892,069 | \$ 1,063,061 |



**Storm Water Sales Tax Fund Comparison of
Revenues, Expenditures and Changes in Fund Balance
For the Period Ended February 28, 2018**

| | Month of February 2018 | Month of February 2017 | 2017-18 Adopted Budget | 2017-18 Amended Budget | 2017-18 Year to Date | 2016-17 Year-End Actual | 2016-17 Year to Date | Percent Realized | |
|---|------------------------------|------------------------------|------------------------------|------------------------------|----------------------------|-------------------------------|----------------------------|------------------|-----------------|
| | | | | | | | | 2017-18 Year | 2016-17 Year |
| Beginning Fund Balance | \$ 8,660,992 | 6,971,085 | 7,809,011 | 7,809,011 | 7,735,036 | 7,444,585 | 7,444,585 | | |
| Revenues: | | | | | | | | | |
| Sales Tax | 478,588 | 382,671 | 4,200,000 | 4,200,000 | 2,868,725 | 4,167,558 | 2,806,738 | 68.30% | 67.35% |
| Investment income | 5,633 | 4,506 | 4,000 | 4,000 | 47,423 | 64,709 | 26,278 | ##### | 40.61% |
| Unrealized gain (loss) on investments | - | - | - | - | 79,847 | (79,847) | - | N/A | 0.00% |
| Sale of property, plant & equipment | - | - | - | - | - | 31,257 | - | N/A | 0.00% |
| Other | - | 48 | - | - | 38,982 | 25,770 | 58 | N/A | 0.23% |
| Total Revenues | <u>484,221</u> | <u>387,225</u> | <u>4,204,000</u> | <u>4,204,000</u> | <u>3,034,977</u> | <u>4,209,447</u> | <u>2,833,074</u> | | |
| Expenditures: | | | | | | | | | |
| Storm water | 107,282 | 143,083 | 2,885,720 | 2,965,169 | 1,223,271 | 2,197,907 | 1,597,069 | 41.25% | 72.66% |
| Capital Outlay | 159,988 | 36,715 | 1,450,000 | 5,792,382 | 668,799 | 956,030 | 810,995 | 11.55% | 84.83% |
| Debt Service: | | | | | | | | | |
| Principal | - | - | - | - | - | - | - | N/A | N/A |
| Interest | - | - | - | - | - | - | - | N/A | N/A |
| Total Expenditures | <u>267,270</u> | <u>179,798</u> | <u>4,335,720</u> | <u>8,757,551</u> | <u>1,892,070</u> | <u>3,153,937</u> | <u>2,408,064</u> | | |
| Other financing sources (uses): | | | | | | | | | |
| Transfers In | - | - | - | - | - | - | - | N/A | N/A |
| Transfers Out | - | - | (691,083) | (691,083) | - | (691,083) | (691,083) | 0.00% | 100.00% |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>(691,083)</u> | <u>(691,083)</u> | <u>-</u> | <u>(691,083)</u> | <u>(691,083)</u> | | |
| Ending Fund Balance | \$ <u>8,877,943</u> | <u>7,178,512</u> | <u>6,986,208</u> | <u>2,564,377</u> | <u>8,877,943</u> | <u>7,809,012</u> | <u>7,178,512</u> | | |
| Fund Balance Components: | | | | | | | | | |
| Restricted | | | | | 8,877,943 | 7,809,012 | 7,178,512 | | |
| Committed | | | | | - | - | - | | |
| Assigned | | | | | - | - | - | | |
| Unassigned | | | | | - | - | - | | |
| Total Fund Balance | | | | | <u>8,877,943</u> | <u>7,809,012</u> | <u>7,178,512</u> | | |
| Alternate Expenditure View: | | | | | | | | | |
| Personnel Services | 78,695 | 81,422 | 1,552,629 | 1,552,629 | 657,240 | 1,075,148 | 735,594 | 42.33% | 68.42% |
| Other Services & Charges | 20,366 | 56,949 | 1,071,819 | 1,150,999 | 507,864 | 687,329 | 461,687 | 44.12% | 67.17% |
| Supplies | 8,221 | 5,035 | 195,272 | 195,540 | 59,157 | 108,549 | 70,812 | 30.25% | 65.24% |
| Capital Outlay | 159,988 | 36,392 | 1,516,000 | 5,858,383 | 667,809 | 1,282,911 | 1,139,971 | 11.40% | 88.86% |
| Other Expenditures | - | - | - | - | - | - | - | N/A | N/A |
| Total Expenditures | <u>267,270</u> | <u>179,798</u> | <u>4,335,720</u> | <u>8,757,551</u> | <u>1,892,070</u> | <u>3,153,937</u> | <u>2,408,064</u> | | |



Monthly Financial and Operating Report February 2018

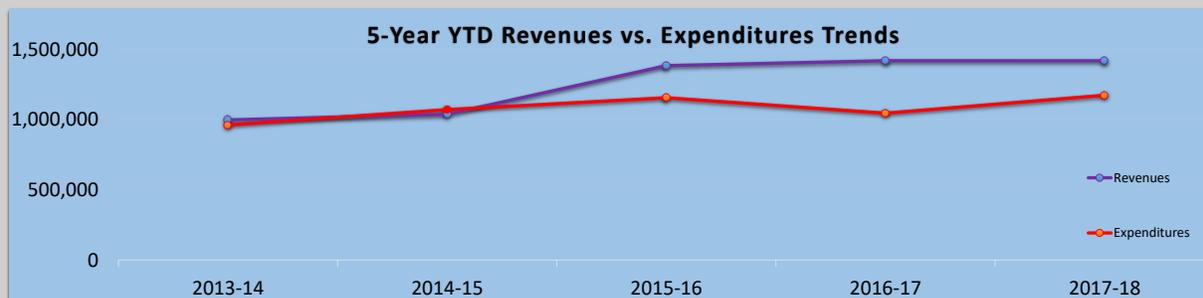
Sales Tax Fund

TOURISM SALES TAX FUND - REVENUES VS. EXPENDITURES

The Tourism Sales Tax Fund is supported by both admission fees to the National Frontier Trails Museum and a 6.5% Transient Guest Tax. The 6.5% Transient Guest Tax is to be paid on the gross daily rent due from or paid by transient guests of all hotels and motels, bed and breakfast inns and campgrounds.

The following analysis shows the 2017-18 monthly revenues & expenditures.

| Month | FY 2017-18 Revenues | FY 2017-18 Expenditures | Difference |
|---------------------|---------------------|-------------------------|-------------------|
| July | \$ 231,071 | \$ 201,021 | \$ 30,050 |
| August | 231,840 | 107,578 | 124,262 |
| September | 203,727 | 184,782 | 18,945 |
| October | 195,166 | 143,909 | 51,257 |
| November | 190,400 | 137,847 | 52,553 |
| December | 127,303 | 132,957 | (5,654) |
| January | 122,898 | 156,688 | (33,790) |
| February | 114,786 | 107,442 | 7,344 |
| March | - | - | - |
| April | - | - | - |
| May | - | - | - |
| June | - | - | - |
| Year-to-Date | \$ 1,417,191 | \$ 1,172,224 | \$ 244,967 |



**Tourism Fund Comparison of
Revenues, Expenditures and Changes in Fund Balance
For the Period Ended February 28, 2018**

| | Month of February 2018 | Month of February 2017 | 2017-18 Adopted Budget | 2017-18 Amended Budget | 2017-18 Year to Date | 2016-17 Year-End Actual | 2016-17 Year to Date | Percent Realized | |
|---|------------------------------|------------------------------|------------------------------|------------------------------|----------------------------|-------------------------------|----------------------------|------------------|-----------------|
| | | | | | | | | 2017-18 Year | 2016-17 Year |
| Beginning Fund Balance | \$ 1,549,239 | 1,112,329 | 1,303,359 | 1,303,359 | 1,303,359 | 853,701 | 853,701 | | |
| Revenues: | | | | | | | | | |
| Transient Guest Tax | 111,105 | 155,416 | 1,900,000 | 1,900,000 | 1,363,598 | 1,994,953 | 1,326,230 | 71.77% | 66.48% |
| Charges for Services | 1,682 | 1,131 | 42,000 | 42,000 | 26,778 | 45,267 | 23,596 | 63.76% | 52.13% |
| Investment Income | 947 | 988 | 1,000 | 1,000 | 8,280 | 10,266 | 3,354 | 828.00% | 32.67% |
| Unrealized Gain (Loss) on Investments | - | - | - | - | 8,257 | (8,257) | - | N/A | 0.00% |
| Other | 1,053 | 42,118 | 39,600 | 39,600 | 18,536 | 82,281 | 64,388 | 46.81% | 78.25% |
| Total Revenues | 114,787 | 199,653 | 1,982,600 | 1,982,600 | 1,425,449 | 2,124,510 | 1,417,568 | | |
| Expenditures: | | | | | | | | | |
| Culture & Recreation | 107,442 | 84,859 | 2,122,741 | 2,199,892 | 1,172,224 | 1,674,852 | 1,044,146 | 53.29% | 62.34% |
| Capital Outlay | - | - | - | - | - | - | - | N/A | N/A |
| Debt Service: | | | | | | | | | |
| Principal | - | - | - | - | - | - | - | N/A | N/A |
| Interest | - | - | - | - | - | - | - | N/A | N/A |
| Total Expenditures | 107,442 | 84,859 | 2,122,741 | 2,199,892 | 1,172,224 | 1,674,852 | 1,044,146 | | |
| Other Financing Sources (Uses): | | | | | | | | | |
| Proceeds Capital Lease/Bond Issuance | - | - | - | - | - | - | - | N/A | N/A |
| Transfers In | - | - | - | - | - | - | - | N/A | N/A |
| Transfers Out | - | - | - | - | - | - | - | N/A | N/A |
| Total Other Financing Sources (Uses) | - | - | - | - | - | - | - | | |
| Ending Fund Balance | \$ 1,556,584 | 1,227,123 | 1,163,218 | 1,086,067 | 1,556,584 | 1,303,359 | 1,227,123 | | |
| Fund Balance Components: | | | | | | | | | |
| Nonspendable | | | | | - | - | - | | |
| Restricted | | | | | 1,105,216 | 851,991 | 775,755 | | |
| Restricted - Operating Reserve | | | | | 451,368 | 451,368 | 451,368 | | |
| Committed | | | | | - | - | - | | |
| Assigned | | | | | - | - | - | | |
| Unassigned | | | | | - | - | - | | |
| Total Fund Balance | | | | | 1,556,584 | 1,303,359 | 1,227,123 | | |
| Alternate Expenditure View: | | | | | | | | | |
| Personnel Services | 63,219 | 57,387 | 864,448 | 929,134 | 503,397 | 707,814 | 453,335 | 54.18% | 64.05% |
| Other Services & Charges | 41,209 | 24,730 | 1,130,993 | 1,081,144 | 648,400 | 894,929 | 571,032 | 59.97% | 63.81% |
| Supplies | 3,014 | 2,742 | 51,300 | 47,262 | 17,930 | 36,683 | 19,779 | 37.94% | 53.92% |
| Capital Outlay | - | - | 76,000 | 142,352 | 2,497 | 35,426 | - | 1.75% | 0.00% |
| Other Expenditures | - | - | - | - | - | - | - | N/A | N/A |
| Total Expenditures | 107,442 | 84,859 | 2,122,741 | 2,199,892 | 1,172,224 | 1,674,852 | 1,044,146 | | |



Monthly Financial and Operating Report February 2018

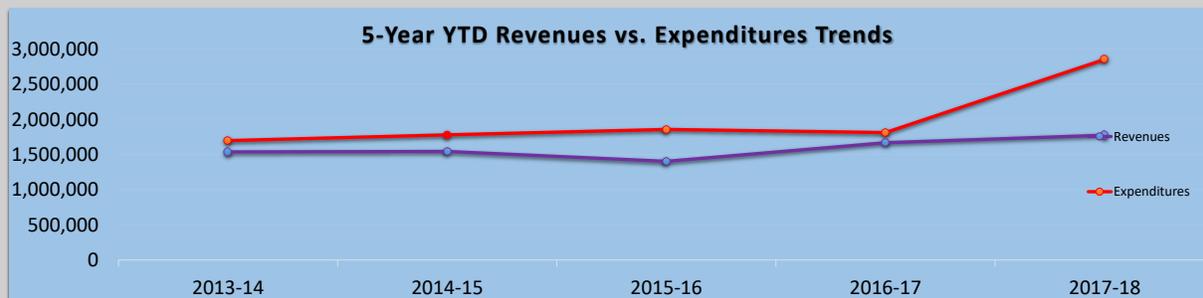
Internal Service Fund

WORKER'S COMPENSATION FUND - REVENUES VS. EXPENDITURES

The Worker's Compensation Fund is an internal service fund and functions as a self-funded insurance program. Pooled Cash and Investments are \$3,220,465. Of the total liabilities for claims 46.5% of \$5,006,256 or \$2,327,928 is long term liabilities. Current incurred but not reported (IBNR) claims are estimated to be \$943,711. Non-current IBNR is estimated at \$486,154. Current liabilities include \$84,000 for major claims. Non-current liabilities include \$991,456 for major claims.

The following analysis shows the 2017-18 monthly revenues & expenditures.

| Month | FY 2017-18 Revenues | FY 2017-18 Expenditures | Difference |
|---------------------|------------------------|----------------------------|-----------------------|
| July | \$ 220,621 | \$ 555,448 | \$ (334,827) |
| August | 230,783 | 347,071 | (116,288) |
| September | 221,038 | 341,229 | (120,191) |
| October | 219,785 | 73,697 | 146,088 |
| November | 222,868 | 104,646 | 118,222 |
| December | 219,244 | 153,656 | 65,588 |
| January | 219,168 | 1,153,790 | (934,622) |
| February | 220,287 | 121,595 | 98,692 |
| March | - | - | - |
| April | - | - | - |
| May | - | - | - |
| June | - | - | - |
| Year-to-Date | \$ 1,773,794 | \$ 2,851,132 | \$ (1,077,338) |



**Workers' Compensation Fund Comparison of
Revenues, Expenditures and Changes in Net Assets
For the Period Ended February 28, 2018**

| | Month of February 2018 | Month of February 2017 | 2017-18 Adopted Budget | 2017-18 Amended Budget | 2017-18 Year to Date | 2016-17 Year-End Actual | 2016-17 Year to Date | Percent Realized | |
|---|------------------------------|------------------------------|------------------------------|------------------------------|-------------------------|-------------------------------|-------------------------|------------------|-----------------|
| | | | | | | | | 2017-18 Year | 2016-17 Year |
| Beginning Net Assets | \$ (2,783,725) | (629,388) | (1,639,518) | (1,639,518) | (1,654,744) | (542,794) | (542,794) | | |
| Operating Revenues: | | | | | | | | | |
| Charges for services | - | - | - | - | - | - | - | N/A | N/A |
| Miscellaneous | - | 1 | - | - | - | 1 | 1 | N/A | 100.00% |
| Total Operating Revenues | - | 1 | - | - | - | 1 | 1 | | |
| Operating Expenses: | | | | | | | | | |
| Personnel Services | 13,141 | 11,482 | 164,298 | 164,298 | 111,635 | 150,984 | 98,530 | 67.95% | 65.26% |
| Other services | 108,200 | 254,703 | 2,481,650 | 2,490,100 | 2,737,560 | 3,410,753 | 1,711,264 | 109.94% | 50.17% |
| Capital outlay | - | - | 2,500 | 2,500 | - | 328 | - | 0.00% | 0.00% |
| Supplies | 254 | 291 | 7,550 | 7,819 | 1,937 | 3,080 | 1,767 | 24.77% | 57.37% |
| Total Operating Expenses | 121,595 | 266,476 | 2,655,998 | 2,664,717 | 2,851,132 | 3,565,145 | 1,811,561 | | |
| Non-operating revenues (expenses): | | | | | | | | | |
| Interest revenue | 2,200 | 2,732 | - | - | 25,560 | 39,124 | 16,544 | N/A | 42.29% |
| Unrealized gain (loss) on investments | - | - | - | - | 47,049 | (47,049) | - | N/A | 0.00% |
| Miscellaneous revenue (expense) | 218,087 | 206,333 | 2,655,998 | 2,655,998 | 1,748,234 | 2,476,345 | 1,651,012 | 65.82% | 66.67% |
| Total non-operating revenue (expense) | 220,287 | 209,065 | 2,655,998 | 2,655,998 | 1,820,843 | 2,468,420 | 1,667,556 | | |
| Other sources (uses): | | | | | | | | | |
| Transfers in | - | - | - | - | - | - | - | N/A | N/A |
| Transfers out | - | - | - | - | - | - | - | N/A | N/A |
| Total other sources (uses) | - | - | - | - | - | - | - | | |
| Ending Net Assets | <u>(2,685,033)</u> | <u>(686,798)</u> | <u>(1,639,518)</u> | <u>(1,648,237)</u> | <u>(2,685,033)</u> | <u>(1,639,518)</u> | <u>(686,798)</u> | | |
| Net Asset Components: | | | | | | | | | |
| Invested in capital assets, net of related debt | | | | | - | - | - | | |
| Restricted: | | | | | | | | | |
| Debt service | | | | | - | - | - | | |
| Worker's comp | | | | | - | - | - | | |
| Dogwood | | | | | - | - | - | | |
| Unrestricted | | | | | (2,685,033) | (1,639,518) | (686,798) | | |
| Total Net Assets | | | | | <u>(2,685,033)</u> | <u>(1,639,518)</u> | <u>(686,798)</u> | | |



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Internal Service Fund

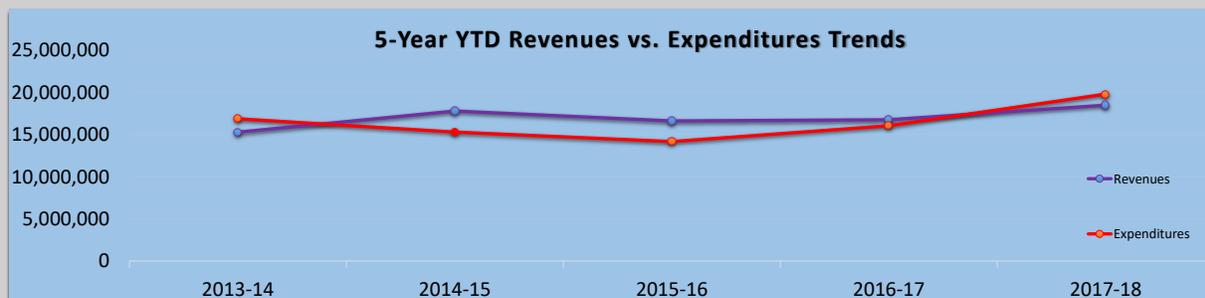
STAY WELL HEALTH CARE FUND - REVENUES VS. EXPENDITURES

The Stay Well Fund has cash and investments of \$6,510,994 for this month.

The unrestricted net assets are \$4,358,369 and have decreased **(\$771,542)** from the \$5,129,911 reported for the previous month. The Stay Well Fund includes a recorded liability of \$2,154,203 for incurred but not reported (IBNR) claims.

For the fiscal year to date, revenues have exceeded expenditures by **(\$1,306,385)**. For the current fiscal year, the In-Network and Open Access Two Plans has realized a net gain of \$114,028 and the Open Access One Plan has had a net loss of **(\$1,420,413)**.

| Month | FY 2017-18 Revenues | FY 2017-18 Expenditures | Difference |
|---------------------|----------------------|-------------------------|-----------------------|
| July | \$ 2,131,120 | \$ 2,255,998 | \$ (124,878) |
| August | 1,949,774 | 2,095,621 | (145,847) |
| September | 2,300,834 | 2,085,247 | 215,587 |
| October | 2,427,656 | 2,555,202 | (127,546) |
| November | 2,382,655 | 2,609,473 | (226,818) |
| December | 2,409,047 | 2,319,434 | 89,613 |
| January | 1,981,961 | 2,196,916 | (214,955) |
| February | 2,890,923 | 3,662,465 | (771,542) |
| March | - | - | - |
| April | - | - | - |
| May | - | - | - |
| June | - | - | - |
| Year-to-Date | \$ 18,473,970 | \$ 19,780,356 | \$ (1,306,386) |



**Staywell Fund Comparison of
Revenues, Expenditures and Changes in Net Assets
For the Period Ended February 28, 2018**

| | Month of February 2018 | Month of February 2017 | 2017-18 Adopted Budget | 2017-18 Amended Budget | 2017-18 Year to Date | 2016-17 Year-End Actual | 2016-17 Year to Date | Percent Realized | |
|---|------------------------------|------------------------------|------------------------------|------------------------------|-------------------------|-------------------------------|-------------------------|------------------|-----------------|
| | | | | | | | | 2017-18 Year | 2016-17 Year |
| Beginning Net Assets | \$ 5,129,911 | 5,171,686 | 5,664,755 | 5,664,755 | 5,664,755 | 4,640,124 | 4,640,124 | | |
| Operating Revenues: | | | | | | | | | |
| Charges for services | 1,946,251 | 1,924,876 | 23,625,600 | 23,625,600 | 15,469,357 | 22,988,730 | 15,266,540 | 65.48% | 66.41% |
| Miscellaneous | - | - | 1,144,661 | 1,144,661 | - | - | - | 0.00% | #DIV/0! |
| Total Operating Revenues | <u>1,946,251</u> | <u>1,924,876</u> | <u>24,770,261</u> | <u>24,770,261</u> | <u>15,469,357</u> | <u>22,988,730</u> | <u>15,266,540</u> | | |
| Operating Expenses: | | | | | | | | | |
| Personnel Services | - | - | - | - | - | - | - | #DIV/0! | #DIV/0! |
| Other services | 3,662,434 | 1,821,190 | 24,770,261 | 24,770,261 | 19,778,029 | 24,797,102 | 16,022,007 | 79.85% | 64.61% |
| Supplies | 31 | - | - | - | 2,327 | 4,787 | 2,896 | #DIV/0! | 60.50% |
| Total Operating Expenses | <u>3,662,465</u> | <u>1,821,190</u> | <u>24,770,261</u> | <u>24,770,261</u> | <u>19,780,356</u> | <u>24,801,889</u> | <u>16,024,903</u> | | |
| Non-operating revenues (expenses): | | | | | | | | | |
| Interest revenue | 7,536 | 4,160 | - | - | 63,648 | 46,306 | 24,870 | N/A | 53.71% |
| Miscellaneous revenue (expense) | 937,136 | 72,035 | 1,144,661 | 1,144,661 | 2,940,965 | 2,791,483 | 1,444,936 | 256.93% | 51.76% |
| Total non-operating revenue (expense) | <u>944,672</u> | <u>76,195</u> | <u>1,144,661</u> | <u>1,144,661</u> | <u>3,004,613</u> | <u>2,837,789</u> | <u>1,469,806</u> | | |
| Other sources (uses): | | | | | | | | | |
| Transfers in | - | - | - | - | - | - | - | N/A | N/A |
| Transfers out | - | - | - | - | - | - | - | N/A | N/A |
| Total other sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | | |
| Ending Net Assets | <u>4,358,369</u> | <u>5,351,567</u> | <u>6,809,416</u> | <u>6,809,416</u> | <u>4,358,369</u> | <u>5,664,754</u> | <u>5,351,567</u> | | |
| Net Asset Components: | | | | | | | | | |
| Invested in capital assets, net of related debt | | | | | - | - | - | | |
| Restricted: | | | | | | | | | |
| Debt service | | | | | - | - | - | | |
| Worker's comp | | | | | - | - | - | | |
| Dogwood | | | | | - | - | - | | |
| Unrestricted | | | | | 4,358,369 | 5,664,754 | 5,351,567 | | |
| Total Net Assets | | | | | <u>4,358,369</u> | <u>5,664,754</u> | <u>5,351,567</u> | | |



Monthly Financial and Operating Report February 2018

Enterprise Fund

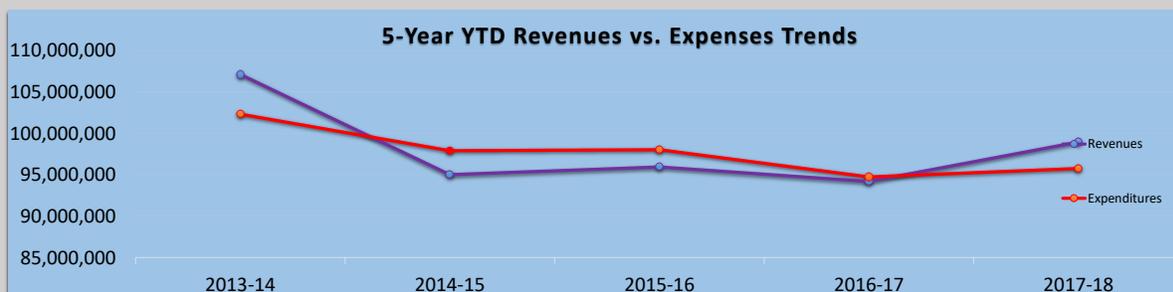
POWER AND LIGHT FUND - REVENUES VS. EXPENSES

Total operating revenues of the Power and Light Fund of \$94,590,034 reflect an increase of \$3,187,816 over fiscal year 2016-17 operating revenues of \$91,402,218 or 3.5%. Decreased retail energy sales were offset by an increase in unbilled revenue, sales to other utilities and other operating revenue.

Total operating expenses of the Power and Light Fund of \$81,811,133 reflect a increase of \$1,476,880 or 1.8% over the fiscal year 2016-17 operating expenses of \$80,334,253.

The following analysis shows the 2017-18 monthly revenues and expenses (operating & non-operating), and does not include capital contributions or transfers in/out. Increased expenses were due to decreases: in production expenses and in payment in lieu of taxes which were offset by increases: in distribution expenses, in transmission expenses, in general administrative expenses, in customer accounts and in depreciation and amortization expenses.

| Month | FY 2017-18 Revenues | FY 2017-18 Expenses | Difference |
|---------------------|----------------------|----------------------|---------------------|
| July | \$ 16,611,727 | \$ 13,167,157 | \$ 3,444,570 |
| August | 13,781,543 | 12,382,637 | 1,398,906 |
| September | 12,491,578 | 11,136,542 | 1,355,036 |
| October | 10,762,479 | 11,231,455 | (468,976) |
| November | 9,667,589 | 11,266,282 | (1,598,693) |
| December | 11,860,656 | 13,195,979 | (1,335,323) |
| January | 13,009,577 | 11,640,145 | 1,369,432 |
| February | 10,749,751 | 11,717,586 | (967,835) |
| March | - | - | - |
| April | - | - | - |
| May | - | - | - |
| June | - | - | - |
| Year-to-Date | \$ 98,934,900 | \$ 95,737,783 | \$ 3,197,117 |



**Power and Light Fund Comparison of
Revenues, Expenditures and Changes in Net Assets
For the Period Ended February 28, 2018**

| | Month of | | 2017-18 | | | 2016-17 | | Percent Realized | |
|---|-----------------------|--------------------|---------------------|---------------------|--------------------|---------------------|--------------------|------------------|--------------|
| | February 2018 | February 2017 | Adopted Budget | Amended Budget | Year to Date | Year-End Actual | Year to Date | 2017-18 Year | 2016-17 Year |
| Beginning Net Assets | \$ 137,514,424 | 136,649,064 | 135,769,674 | 135,769,674 | 132,611,600 | 136,512,430 | 136,512,430 | | |
| Operating Revenues: | | | | | | | | | |
| Charges for services | 10,001,740 | 9,238,482 | 140,331,000 | 140,331,000 | 93,069,019 | 136,097,375 | 90,201,928 | 66.32% | 66.28% |
| Miscellaneous | 119,449 | 65,258 | 1,995,415 | 1,995,415 | 1,521,015 | 1,848,527 | 1,200,290 | 76.23% | 64.93% |
| Total Operating Revenues | <u>10,121,189</u> | <u>9,303,740</u> | <u>142,326,415</u> | <u>142,326,415</u> | <u>94,590,034</u> | <u>137,945,902</u> | <u>91,402,218</u> | | |
| Operating Expenses: | | | | | | | | | |
| Personnel Services | 2,011,021 | 1,966,337 | 34,943,182 | 34,943,568 | 17,379,563 | 25,846,993 | 17,362,883 | 49.74% | 67.18% |
| Other services | 2,046,654 | 1,379,585 | 24,823,216 | 26,495,319 | 12,956,298 | 19,195,680 | 13,062,780 | 48.90% | 68.05% |
| Capital outlay | - | 1 | 12,150,000 | 12,150,000 | - | 5,682 | 4,319 | 0.00% | 76.01% |
| Supplies | 4,412,629 | 4,021,512 | 57,450,075 | 58,487,023 | 35,970,489 | 53,761,967 | 36,855,882 | 61.50% | 68.55% |
| Other expenses | 477,925 | 538,148 | 3,960,000 | 3,960,000 | 6,319,690 | 7,119,737 | 4,546,859 | 159.59% | 63.86% |
| Depreciation & amortization | 1,149,940 | 1,070,328 | 1,276,500 | 2,355,464 | 9,185,093 | 13,283,451 | 8,501,530 | 389.95% | 64.00% |
| Total Operating Expenses | <u>10,098,169</u> | <u>8,975,911</u> | <u>134,602,973</u> | <u>138,391,374</u> | <u>81,811,133</u> | <u>119,213,510</u> | <u>80,334,253</u> | | |
| Non-operating revenues (expenses): | | | | | | | | | |
| Interest revenue | 58,223 | 47,922 | 599,100 | 599,100 | 532,554 | 658,846 | 257,572 | 88.89% | 39.09% |
| Unrealized gain (loss) on investments | - | - | - | - | 718,442 | (718,442) | - | N/A | 0.00% |
| Miscellaneous revenue (expense) | 570,339 | 406,179 | 1,435,225 | 1,435,225 | 3,812,312 | 947,034 | 2,520,683 | 265.62% | 266.17% |
| Interest expense | (524,280) | (590,656) | (7,048,701) | (7,048,701) | (4,421,457) | (7,019,397) | (4,991,291) | 62.73% | 71.11% |
| Total non-operating revenue (expense) | <u>104,282</u> | <u>(136,555)</u> | <u>(5,014,376)</u> | <u>(5,014,376)</u> | <u>641,851</u> | <u>(6,131,959)</u> | <u>(2,213,036)</u> | | |
| Other sources (uses): | | | | | | | | | |
| Capital contributions | - | 4,262 | - | - | 19,430 | 69,051 | 24,908 | N/A | 36.07% |
| Transfers in | - | - | - | - | - | - | - | N/A | N/A |
| Transfers out | - | - | - | - | - | (99,261) | (99,261) | N/A | 100.00% |
| Transfers out - Utility payments in lieu of taxes | (1,095,137) | (950,601) | (13,765,000) | (13,765,000) | (9,505,193) | (13,312,979) | (9,399,007) | 69.05% | 70.60% |
| Other | - | - | - | - | - | - | - | N/A | N/A |
| Total other sources (uses) | <u>(1,095,137)</u> | <u>(946,339)</u> | <u>(13,765,000)</u> | <u>(13,765,000)</u> | <u>(9,485,763)</u> | <u>(13,343,189)</u> | <u>(9,473,360)</u> | | |
| Ending Net Assets | \$ <u>136,546,589</u> | <u>135,893,999</u> | <u>124,713,740</u> | <u>120,925,339</u> | <u>136,546,589</u> | <u>135,769,674</u> | <u>135,893,999</u> | | |
| Net Asset Components: | | | | | | | | | |
| Invested in capital assets, net of related debt | | | | | 75,531,261 | 79,022,437 | 76,902,453 | | |
| Restricted: | | | | | | | | | |
| Debt service | | | | | 19,685,658 | 16,056,208 | 19,903,916 | | |
| Worker's comp | | | | | - | - | - | | |
| Dogwood | | | | | 61,500 | 61,500 | 61,500 | | |
| Unrestricted | | | | | 41,268,170 | 40,629,529 | 39,026,130 | | |
| Total Net Assets | | | | | <u>136,546,589</u> | <u>135,769,674</u> | <u>135,893,999</u> | | |



Monthly Financial and Operating Report February 2018

Enterprise Fund

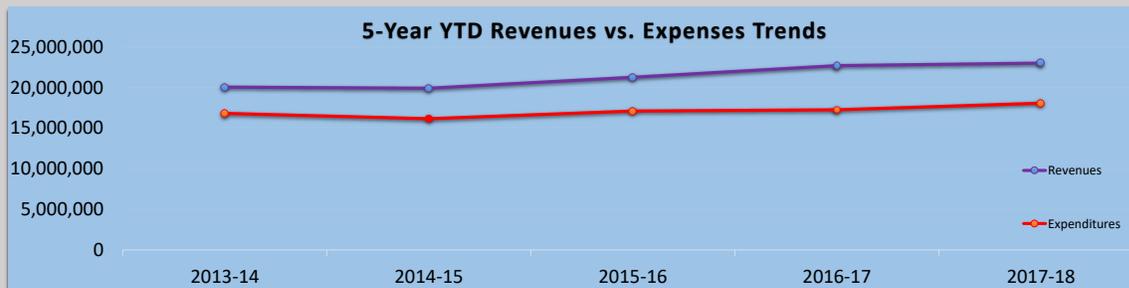
WATER FUND - REVENUES VS. EXPENSES

Total operating revenues of the Water Fund of \$21,811,635 reflect an increase of \$241,6690 from fiscal year 2016-17 total operating revenues of \$21,569,966 or 1.1%. This is primarily due to an increase in sales to wholesale customers.

Total operating expenses of the Water Fund of \$15,193,800 reflect a decrease of \$880,971 from fiscal year 2016-17 total operating expenses of \$14,312,829 or 6.2%. Increases in customer service expenses and water plant maintenance project costs are the most noteworthy reasons for the overall increase.

The following analysis shows the 2017-18 monthly revenues and expenses (operating & non-operating), and does not include capital contributions or transfers in/out.

| Month | FY 2017-18 Revenues | FY 2017-18 Expenses | Difference |
|---------------------|----------------------|----------------------|---------------------|
| July | \$ 3,376,141 | \$ 2,079,880 | \$ 1,296,261 |
| August | 2,975,597 | 2,262,201 | 713,396 |
| September | 2,897,868 | 2,218,360 | 679,508 |
| October | 2,777,405 | 2,147,642 | 629,763 |
| November | 2,763,640 | 2,123,698 | 639,942 |
| December | 2,582,663 | 2,512,365 | 70,298 |
| January | 2,914,305 | 2,407,534 | 506,771 |
| February | 2,682,608 | 2,287,942 | 394,666 |
| March | - | - | - |
| April | - | - | - |
| May | - | - | - |
| June | - | - | - |
| Year-to-Date | \$ 22,970,227 | \$ 18,039,622 | \$ 4,930,605 |



**Water Fund Comparison of
Revenues, Expenditures and Changes in Net Assets
For the Period Ended February 28, 2018**

| | Month of | | 2017-18 | 2017-18 | 2017-18 | 2016-17 | 2016-17 | Percent Realized | |
|---|-----------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|------------------|---------|
| | February 2018 | February 2017 | Adopted | Amended | Year to Date | Year-End | Year to Date | 2017-18 | 2016-17 |
| | | | Budget | Budget | | Actual | | Year | Year |
| Beginning Net Assets | \$ 104,759,232 | 97,344,242 | 100,621,850 | 100,621,850 | 99,930,110 | 91,924,402 | 91,924,402 | | |
| Operating Revenues: | | | | | | | | | |
| Charges for services | 2,521,498 | 2,194,166 | 32,775,000 | 32,775,000 | 21,587,347 | 31,949,356 | 21,363,418 | 65.87% | 66.87% |
| Miscellaneous | 23,098 | 20,185 | 300,000 | 300,000 | 224,288 | 311,440 | 206,548 | 74.76% | 66.32% |
| Total Operating Revenues | 2,544,596 | 2,214,351 | 33,075,000 | 33,075,000 | 21,811,635 | 32,260,796 | 21,569,966 | | |
| Operating Expenses: | | | | | | | | | |
| Personnel Services | 662,509 | 594,318 | 8,569,457 | 8,546,650 | 5,282,692 | 7,578,238 | 5,231,978 | 61.81% | 69.04% |
| Other services | 361,241 | 488,509 | 9,644,353 | 10,561,121 | 3,467,527 | 5,415,306 | 3,519,633 | 32.83% | 64.99% |
| Capital outlay | - | - | 4,615,000 | 4,615,000 | 5,770 | 77,233 | 67,487 | 0.13% | 87.38% |
| Supplies | 153,224 | 131,954 | 2,336,190 | 2,355,669 | 1,286,301 | 1,864,090 | 1,234,982 | 54.60% | 66.25% |
| Other expenses | 527,266 | 253,521 | 1,605,000 | 1,605,360 | 3,129,568 | 3,680,496 | 2,284,588 | 194.94% | 62.07% |
| Depreciation & amortization | 254,357 | 246,565 | 561,200 | 555,564 | 2,021,942 | 2,999,495 | 1,974,161 | 363.94% | 65.82% |
| Total Operating Expenses | 1,958,597 | 1,714,867 | 27,331,200 | 28,239,364 | 15,193,800 | 21,614,858 | 14,312,829 | | |
| Non-operating revenues (expenses): | | | | | | | | | |
| Interest revenue | 17,238 | 11,612 | 109,300 | 109,300 | 168,793 | 176,595 | 70,110 | 154.43% | 39.70% |
| Unrealized gain (loss) on investments | - | - | - | - | 199,714 | (199,714) | - | N/A | 0.00% |
| Miscellaneous revenue (expense) | 120,774 | 126,860 | 1,258,984 | 1,258,984 | 989,799 | 1,781,132 | 1,020,100 | 78.62% | 57.27% |
| Interest expense | (90,011) | (91,711) | (1,051,288) | (1,051,288) | (720,891) | (1,028,543) | (790,120) | 68.57% | 76.82% |
| Total non-operating revenue (expense) | 48,001 | 46,761 | 316,996 | 316,996 | 637,415 | 729,470 | 300,090 | | |
| Other sources (uses): | | | | | | | | | |
| Capital contributions | - | 39,897 | - | - | 93,469 | 537,315 | 430,638 | N/A | 80.15% |
| Transfers in | - | - | - | - | - | - | - | N/A | N/A |
| Transfers out | - | - | - | (86,026) | - | (86,026) | (86,026) | 0.00% | 100.00% |
| Transfers out - Utility payments in lieu of taxes | (239,334) | (232,783) | (3,197,772) | (3,197,772) | (2,124,931) | (3,129,249) | (2,128,640) | 66.45% | 68.02% |
| Other | - | - | - | - | - | - | - | N/A | N/A |
| Total other sources (uses) | (239,334) | (192,886) | (3,197,772) | (3,283,798) | (2,031,462) | (2,677,960) | (1,784,028) | | |
| Ending Net Assets | \$ 105,153,898 | 97,697,601 | 103,484,874 | 102,490,684 | 105,153,898 | 100,621,850 | 97,697,601 | | |
| Net Asset Components: | | | | | | | | | |
| Invested in capital assets, net of related debt | | | | | 88,241,064 | 86,742,890 | 86,796,525 | | |
| Restricted: | | | | | | | | | |
| Debt service | | | | | 500,000 | 500,000 | 500,000 | | |
| Worker's comp | | | | | - | - | - | | |
| Dogwood | | | | | - | - | - | | |
| Unrestricted | | | | | 16,412,834 | 13,378,960 | 10,401,076 | | |
| Total Net Assets | 105,153,898 | 97,697,601 | 103,484,874 | 102,490,684 | 105,153,898 | 100,621,850 | 97,697,601 | | |



Monthly Financial and Operating Report February 2018

Enterprise Fund

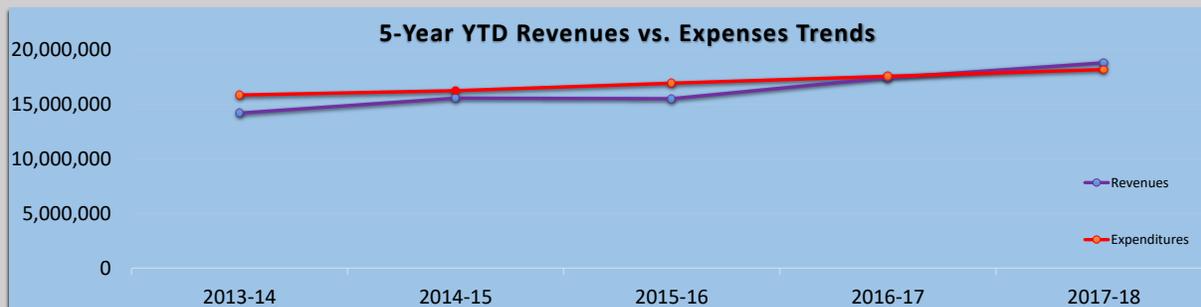
SANITARY SEWER FUND - REVENUES VS. EXPENSES

Total operating revenues of the Sanitary Sewer Fund of \$18,626,787 reflect an increase of \$1,441,258 from fiscal year 2016-17 total operating revenues of \$17,185,529 or 8.4%. This increase is attributable to an increase residential revenue for the year.

Total operating expenses of the Sanitary Sewer Fund of \$13,463,886 reflect an increase of \$495,957 from fiscal year 2016-17 total operating expenses of \$12,967,929 or 3.8%. This increase is attributable to an increase in the amount paid for Inter-Jurisdictional expenses and an increase in depreciation during the year.

The following analysis shows the 2017-18 monthly revenues and expenses (operating & non-operating), and does not include capital contributions or transfers in/out.

| Month | FY 2017-18 Revenues | FY 2017-18 Expenses | Difference |
|---------------------|----------------------|----------------------|-------------------|
| July | \$ 2,466,327 | \$ 2,105,469 | \$ 360,858 |
| August | 2,460,688 | 2,260,141 | 200,547 |
| September | 2,310,084 | 2,264,441 | 45,643 |
| October | 2,361,104 | 2,281,565 | 79,539 |
| November | 2,281,914 | 2,323,170 | (41,256) |
| December | 2,328,457 | 2,299,311 | 29,146 |
| January | 2,383,649 | 2,343,612 | 40,037 |
| February | 2,202,382 | 2,302,565 | (100,183) |
| March | - | - | - |
| April | - | - | - |
| May | - | - | - |
| June | - | - | - |
| Year-to-Date | \$ 18,794,605 | \$ 18,180,274 | \$ 614,331 |



**Sanitary Sewer Fund Comparison of
Revenues, Expenditures and Changes in Net Assets
For the Period Ended February 28, 2018**

| | Month of | Month of | 2017-18 | 2017-18 | 2017-18 | 2016-17 | 2016-17 | Percent Realized | |
|---|----------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|------------------|-----------------|
| | February 2018 | February 2017 | Adopted Budget | Amended Budget | Year to Date | Year-End Actual | Year to Date | 2017-18 Year | 2016-17 Year |
| Beginning Net Assets | \$ 70,237,144 | 70,214,182 | 69,987,845 | 69,987,845 | 69,360,576 | 69,987,845 | 69,987,845 | | |
| Operating Revenues: | | | | | | | | | |
| Charges for services | 2,128,163 | 1,911,060 | 26,591,117 | 26,591,117 | 18,422,262 | 25,753,057 | 17,002,499 | 69.28% | 66.02% |
| Miscellaneous | 23,912 | 17,837 | 250,000 | 250,000 | 204,525 | 276,618 | 183,030 | 81.81% | 66.17% |
| Total Operating Revenues | <u>2,152,075</u> | <u>1,928,897</u> | <u>26,841,117</u> | <u>26,841,117</u> | <u>18,626,787</u> | <u>26,029,675</u> | <u>17,185,529</u> | | |
| Operating Expenses: | | | | | | | | | |
| Personnel Services | 453,430 | 487,859 | 6,453,185 | 6,453,320 | 3,887,999 | 5,971,554 | 4,074,882 | 60.25% | 68.24% |
| Other services | 918,155 | 1,023,712 | 10,877,163 | 11,074,704 | 6,790,309 | 10,201,162 | 6,425,425 | 61.31% | 62.99% |
| Capital outlay | (1) | - | 1,585,000 | 1,585,000 | (1) | - | - | 0.00% | N/A |
| Supplies | 25,458 | 31,845 | 853,610 | 825,470 | 316,847 | 437,606 | 277,804 | 38.38% | 63.48% |
| Other expenses | 8,213 | 8,599 | 2,030,000 | 2,030,000 | 106,585 | 134,718 | 93,381 | 5.25% | 69.32% |
| Depreciation & amortization | 294,476 | 263,644 | 26,100 | 41,283 | 2,362,147 | 3,526,226 | 2,096,437 | 5721.84% | 59.45% |
| Total Operating Expenses | <u>1,699,731</u> | <u>1,815,659</u> | <u>21,825,058</u> | <u>22,009,777</u> | <u>13,463,886</u> | <u>20,271,266</u> | <u>12,967,929</u> | | |
| Non-operating revenues (expenses): | | | | | | | | | |
| Interest revenue | 49,735 | 8,722 | - | - | 128,787 | 146,965 | 50,424 | N/A | 34.31% |
| Unrealized gain (loss) on investments | - | - | - | - | 152,054 | (152,054) | - | N/A | 0.00% |
| Miscellaneous revenue (expense) | 572 | (12,994) | 109,300 | 109,300 | 39,031 | 262,224 | 196,162 | 35.71% | 74.81% |
| Interest expense | (350,857) | (356,055) | (4,287,307) | (4,287,307) | (2,833,112) | (4,213,493) | (2,869,040) | 66.08% | 68.09% |
| Total non-operating revenue (expense) | <u>(300,550)</u> | <u>(360,327)</u> | <u>(4,178,007)</u> | <u>(4,178,007)</u> | <u>(2,513,240)</u> | <u>(3,956,358)</u> | <u>(2,622,454)</u> | | |
| Other sources (uses): | | | | | | | | | |
| Capital contributions | - | - | - | - | - | 716,535 | - | N/A | 0.00% |
| Transfers in | - | - | 10,000 | 10,000 | 10,000 | 10,000 | 10,000 | 100.00% | 100.00% |
| Transfers out | - | - | - | - | - | (109,186) | (109,186) | N/A | 100.00% |
| Transfers out - Utility payments in lieu of taxes | (251,977) | (202,760) | (2,675,000) | (2,675,000) | (1,883,276) | (2,556,443) | (1,719,472) | 70.40% | 67.26% |
| Other | - | - | - | - | - | - | - | N/A | N/A |
| Total other sources (uses) | <u>(251,977)</u> | <u>(202,760)</u> | <u>(2,665,000)</u> | <u>(2,665,000)</u> | <u>(1,873,276)</u> | <u>(1,939,094)</u> | <u>(1,818,658)</u> | | |
| Ending Net Assets | \$ <u>70,136,961</u> | <u>69,764,333</u> | <u>68,160,897</u> | <u>67,976,178</u> | <u>70,136,961</u> | <u>69,850,802</u> | <u>69,764,333</u> | | |
| Net Asset Components: | | | | | | | | | |
| Invested in capital assets, net of related debt | | | | | 65,629,693 | 65,721,796 | 66,259,040 | | |
| Restricted: | | | | | | | | | |
| Debt service | | | | | - | - | - | | |
| Worker's comp | | | | | - | - | - | | |
| Dogwood | | | | | - | - | - | | |
| Unrestricted | | | | | 4,507,268 | 4,129,006 | 3,505,293 | | |
| Total Net Assets | | | | | <u>70,136,961</u> | <u>69,850,802</u> | <u>69,764,333</u> | | |



Monthly Financial and Operating Report February 2018

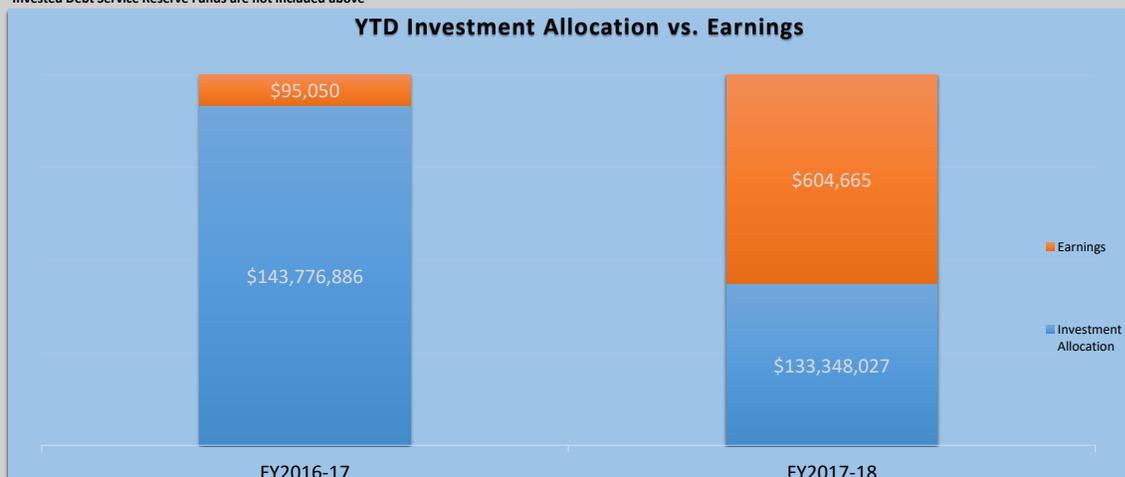
INVESTMENTS - EARNINGS AND FEES

As per Section 3.34 of the City Charter and under authority of Section 8.05.001 of the Code of the City of Independence, the Director of Finance is authorized and directed to invest and reinvest all monies and funds available except those restricted by special laws. The primary objectives of the City's investments are 1) safety of the principal to ensure preservation of capital, 2) sufficient liquidity to enable the City to meet reasonably anticipated cash flow requirements of the City's programs, and 3) to optimize the yield on the City's investments consistent with maintaining the higher priority objectives stated in items 1 and 2 in this paragraph.

The dramatic increases in interest rate earnings from fiscal year 2016-17 to fiscal year 2017-18 are a result of multiple federal rate increases in the last year.

| Fund | Investment Allocation | Earnings Year-to-Date | Fees Year-to-Date |
|---------------------------------------|--------------------------|--------------------------|----------------------|
| General | \$ 6,437,500 | \$ 35,094 | \$ 2,292 |
| Fire Sales Tax | 1,581,583 | 9,116 | 594 |
| Police (Capital) Sales Tax | 1,641,409 | 8,585 | 561 |
| Park Improvement Capital Project Fund | 9,060 | 51 | 3 |
| Streets Improvement Sales Tax | 0 | 3,027 | 190 |
| Storm Water Sales Tax | 6,259,274 | 32,849 | 2,148 |
| Worker's Compensation | 2,689,887 | 14,069 | 920 |
| Stay Well Health Care | 5,043,355 | 26,608 | 0 |
| Power and Light | 59,789,608 | 347,409 | 22,676 |
| Water | 20,747,608 | 109,100 | 7,134 |
| Sanitary Sewer | 11,000,671 | 58,399 | 3,817 |
| Other | 18,148,072 | 98,497 | 5,494 |
| Year-to-Date | \$ 133,348,027 | \$ 742,804 | \$ 45,829 |

* Invested Debt Service Reserve Funds are not included above



REPORT SCHEDULE

City of Independence, Missouri
Balance Sheet
Governmental Funds
February 28, 2018

| Assets | General | Other Governmental Funds | Total Governmental Funds |
|---|----------------|---|---|
| Pooled cash and investments | \$ 7,323,391 | 35,896,255 | 43,219,645 |
| Receivables: | | | |
| Taxes | 5,669,495 | 5,450,956 | 11,120,451 |
| Accounts | 94,981 | (130,218) | (35,236) |
| Special assessment principal and accrued interest | 628,867 | 564,893 | 1,193,760 |
| Accrued interest | 14,551 | 66,785 | 81,336 |
| Due from other funds | - | - | - |
| Due from other governments | 681,942 | 1,271,507 | 1,953,449 |
| Restricted assets | 237,119 | 17,401,676 | 17,638,795 |
| Total assets | \$ 14,650,345 | 60,521,854 | 75,172,200 |
| Liabilities and Fund Balances | | | |
| Liabilities: | | | |
| Accounts and contracts payable | \$ 317,203 | (1,723,671) | (1,406,468) |
| Due to other funds | - | 2,538,183 | 2,538,183 |
| Accrued items | 2,077,781 | 107,223 | 2,185,004 |
| Compensated absences - current | - | - | - |
| Other current liabilities | 809,516 | 9,727 | 819,243 |
| Deferred revenue | 1,050,925 | 1,157,220 | 2,208,145 |
| Liabilities payable from restricted assets: | | | |
| Deposits and court bonds | 237,119 | - | 237,119 |
| Total liabilities | 4,492,544 | 2,088,682 | 6,581,226 |
| Fund Balances: | | | |
| Nonspendable | - | - | - |
| Restricted | 454,453 | 58,074,323 | 58,528,776 |
| Restricted Operating Reserve | - | 451,368 | 451,368 |
| Committed | (248,269) | (92,518) | (340,787) |
| Assigned | 3,150,703 | - | 3,150,703 |
| Unassigned | 6,800,914 | - | 6,800,914 |
| Total fund balance | 10,157,801 | 58,433,173 | 68,590,974 |
| Total liabilities and fund balance | \$ 14,650,345 | 60,521,854 | 75,172,200 |

City of Independence, Missouri
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Eight Months Ending February 28, 2018

| | General | Other Governmental Funds | Total Governmental Funds |
|--|----------------------|--------------------------------|--------------------------------|
| Revenues: | | | |
| Taxes | \$ 26,374,750 | 30,220,840 | 56,595,590 |
| Licenses and permits | 3,100,230 | 117,201 | 3,217,430 |
| Intergovernmental | 3,427,788 | 3,457,416 | 6,885,204 |
| Charges for services | 1,256,315 | 518,950 | 1,775,265 |
| Interfund charges for support services | 3,386,955 | - | 3,386,955 |
| Fines, forfeitures, and court costs | 2,447,161 | - | 2,447,161 |
| Investment Income | 93,137 | 209,793 | 302,930 |
| Unrealized gain (loss) on investments* | 66,891 | 309,790 | 376,681 |
| Sale of property, plant, and equipment | 12,325 | 71,451 | 83,776 |
| TIF Developer Contributions | - | - | - |
| Reimbursements from component unit | - | - | - |
| Other | 752,972 | 896,490 | 1,649,462 |
| Total revenues | <u>40,918,524</u> | <u>35,801,931</u> | <u>76,720,455</u> |
| Expenditures: | | | |
| Current: | | | |
| General government | 5,290,808 | 14,131 | 5,304,940 |
| Public safety | 31,187,308 | 2,920,375 | 34,107,683 |
| Public works | 4,271,798 | 108,278 | 4,380,076 |
| Health and welfare | 870,514 | 354,343 | 1,224,857 |
| Culture and recreation | 930,821 | 2,938,396 | 3,869,217 |
| Community development | 3,152,262 | 571,807 | 3,724,069 |
| Storm Water | - | 1,223,271 | 1,223,271 |
| Nondepartmental/other | 6,184,795 | 1,792 | 6,186,587 |
| Capital outlay | 211,427 | 8,255,293 | 8,466,720 |
| Debt service: | | | |
| Principal | 115,777 | 1,979,375 | 2,095,152 |
| Interest and fiscal agent fees | 24,018 | 3,568,423 | 3,592,441 |
| Total expenditures | <u>52,239,527</u> | <u>21,935,484</u> | <u>74,175,011</u> |
| Excess (deficiency) of revenues over expenditures | <u>(11,321,003)</u> | <u>13,866,446</u> | <u>2,545,443</u> |
| Other financing sources (uses): | | | |
| Proceeds from capital leases/bond issuance | - | - | - |
| Proceeds from bond issuance | - | 11,925,000 | 11,925,000 |
| Reoffering premium/original issue discount | - | 836,091 | 836,091 |
| Payment to refunded loans escrow agent | - | - | - |
| Transfers in-utility payments in lieu of taxes | 13,513,400 | - | 13,513,400 |
| Transfers in | - | 1,940,371 | 1,940,371 |
| Transfers out | (332,852) | (12,638,348) | (12,971,200) |
| Total other financing sources (uses) | <u>13,180,548</u> | <u>2,063,113</u> | <u>15,243,662</u> |
| Net change in fund balances | 1,859,545 | 15,929,560 | 17,789,105 |
| Fund balances, beginning | 8,298,256 | 42,503,613 | 50,801,869 |
| Fund balances, ending | <u>\$ 10,157,801</u> | <u>58,433,173</u> | <u>68,590,974</u> |

*Unrealized gain (loss) on investments:

Per GASB requirements, we are required to book the unrealized gain (loss) on investments at June 30th of each year. The City booked an unrealized loss on investments at 06/30/17. The entry was then reversed on 07/01/17 which will reflect as an unrealized gain on the July 2017 through May 2018 interim financial statements. At 06/30/18 the unrealized gain (loss) will be adjusted, and reflected on the June 2018 financial statements.

City of Independence, Missouri
Statement of Expenditures & Encumbrances
General Fund
For the Eight Months Ending February 28, 2018

| | Original Budget | Revised Budget | Expenditures - Current Year | Expenditures - Prior Year | Total Expenditures | Encumbrances - Current Year |
|-----------------------------------|----------------------------|---------------------------|--|--------------------------------------|-------------------------------|--|
| General Government: | | | | | | |
| City Council | \$ 572,685 | 572,685 | 354,765 | - | 354,765 | - |
| City Clerk | 326,926 | 326,926 | 212,387 | - | 212,387 | - |
| City Manager | 1,009,349 | 1,009,349 | 705,896 | 4,875 | 710,771 | - |
| National Frontier Trails Center | - | - | - | - | - | - |
| Technology Services | 1,988,080 | 1,988,080 | 1,373,231 | 12,984 | 1,386,215 | 66,448 |
| Municipal Court | 846,357 | 846,357 | 562,726 | - | 562,726 | 4,396 |
| Law | 741,716 | 741,716 | 560,165 | - | 560,165 | 6,714 |
| Finance | 1,656,240 | 1,656,240 | 1,130,422 | 16,680 | 1,147,102 | 37,153 |
| Human Resources | 537,673 | 537,673 | 356,677 | - | 356,677 | - |
| Total General Government | <u>7,679,026</u> | <u>7,679,026</u> | <u>5,256,269</u> | <u>34,539</u> | <u>5,290,808</u> | <u>114,710</u> |
| Public Safety: | | | | | | |
| Community Development | 5,074,237 | 5,074,237 | 3,099,145 | 53,117 | 3,152,262 | 420,492 |
| Police | 27,693,181 | 27,693,181 | 18,253,508 | 110,131 | 18,363,639 | 331,762 |
| Fire | 18,159,783 | 18,159,783 | 12,820,816 | 2,852 | 12,823,669 | 25,811 |
| Total Public Safety | <u>50,927,201</u> | <u>50,927,201</u> | <u>34,173,469</u> | <u>166,101</u> | <u>34,339,570</u> | <u>778,065</u> |
| Public Works | 5,490,163 | 5,490,163 | 3,885,863 | 385,935 | 4,271,798 | 648,991 |
| Storm Water | - | - | - | - | - | - |
| Health | 1,710,226 | 1,710,226 | 854,500 | 16,014 | 870,514 | 389,746 |
| Parks and Recreation | 1,567,882 | 1,567,882 | 928,137 | 2,684 | 930,821 | 16,930 |
| Non-Departmental | 9,422,028 | 9,422,028 | 6,239,509 | 33,988 | 6,273,498 | 361,122 |
| Council Goals | 100,000 | 198,190 | 23,523 | 27,568 | 51,091 | 53,169 |
| Debt Service | - | - | - | - | - | - |
| Capital Outlay | 350,000 | 550,000 | 154,877 | 56,550 | 211,427 | 92,741 |
| TIF Distribution | - | - | - | - | - | - |
| Total Other | <u>18,640,299</u> | <u>18,938,489</u> | <u>12,086,410</u> | <u>522,739</u> | <u>12,609,149</u> | <u>1,562,699</u> |
| Total Expenditures & Encumbrances | <u>\$ 77,246,526</u> | <u>77,544,716</u> | <u>51,516,148</u> | <u>723,379</u> | <u>52,239,527</u> | <u>2,455,473</u> |

CITY OF INDEPENDENCE, MISSOURI

Balance Sheet
Proprietary Funds
February 28, 2018

| Assets | Enterprise Funds | | | | | Internal Service Funds |
|---|-----------------------|--------------------|--------------------|---------------------|--------------------|------------------------|
| | Power and Light | Water | Sanitary Sewer | Events Center | Total | |
| Current assets: | | | | | | |
| Pooled cash and investments | \$ 65,882,658 | 24,000,958 | 14,789,437 | 420,799 | 105,093,852 | 9,292,017 |
| Receivables: | | | | | | |
| Accounts (net of allowance of \$1,045,923.69) | 10,396,893 | 2,200,958 | 1,968,189 | 815,422 | 15,381,462 | 1,578 |
| Unbilled revenue | 8,713,096 | 1,568,060 | 1,255,048 | — | 11,536,204 | 11,914 |
| Special assessment principal and accrued interest | 111,372 | — | — | — | 111,372 | — |
| Accrued interest | 139,389 | 43,445 | 33,077 | — | 215,911 | — |
| Other | — | — | — | — | — | — |
| Due from other funds | — | 2,538,183 | — | — | 2,538,183 | — |
| Due from other governments | 1,009,675 | — | 95,465 | — | 1,105,140 | — |
| Inventory | 5,600,656 | 570,416 | 68,275 | — | 6,239,347 | 179,034 |
| Prepaid items | 941,200 | 120,289 | 55,706 | — | 1,117,195 | — |
| Restricted assets | 3,568,429 | 772,887 | 677,431 | — | 5,018,747 | 200,000 |
| Total current assets | <u>96,363,368</u> | <u>31,815,196</u> | <u>18,942,628</u> | <u>1,236,221</u> | <u>148,357,413</u> | <u>9,684,543</u> |
| Noncurrent assets: | | | | | | |
| Restricted assets | 27,262,035 | 4,118,083 | 10,306,027 | 6,841,639 | 48,527,784 | — |
| Capital assets: | | | | | | |
| Nondepreciable | 24,467,303 | 3,936,244 | 45,910,541 | 5,796,315 | 80,110,403 | 93,979 |
| Depreciable, net | 210,219,520 | 105,252,825 | 104,989,147 | 53,434,709 | 473,896,201 | 227,564 |
| Advance to other funds | — | — | — | — | — | (197,828) |
| Deferred debt issue costs | — | — | — | — | — | — |
| Prepaid employee benefits | — | — | — | — | — | — |
| Other deferred charges | (616,489) | 612,833 | — | — | (3,656) | — |
| Deferred outflow Pension | 10,992,493 | 1,560,948 | 1,153,741 | — | 13,707,182 | 191,406 |
| Total noncurrent assets | <u>272,324,862</u> | <u>115,480,933</u> | <u>162,359,456</u> | <u>66,072,663</u> | <u>616,237,914</u> | <u>315,121</u> |
| Total assets | <u>\$ 368,688,230</u> | <u>147,296,129</u> | <u>181,302,084</u> | <u>67,308,884</u> | <u>764,595,327</u> | <u>9,999,664</u> |
| Liabilities and Net Assets | | | | | | |
| Current liabilities: | | | | | | |
| Accounts and contracts payable | \$ 4,228,289 | 125,042 | 617,461 | 1,745 | 4,972,536 | (799) |
| Accrued items | 1,107,686 | 279,724 | 1,162,036 | — | 2,549,446 | 29,608 |
| Other current liabilities | 188,200 | 123,736 | 869 | — | 312,805 | — |
| Deferred revenue | — | — | — | — | — | 866,750 |
| Current portion of long-term obligations | 5,634,160 | 1,984,131 | 2,346,047 | 1,085,000 | 11,049,338 | 62,873 |
| Current portion of capital lease | — | — | — | — | — | — |
| Employee benefits payable | — | — | — | — | — | — |
| Medical self-insurance claims | — | — | — | — | — | 4,832,531 |
| Liabilities payable from restricted assets | 4,435,064 | 1,113,250 | 2,092,000 | 1,592,154 | 9,232,468 | — |
| Total current liabilities | <u>15,593,399</u> | <u>3,625,883</u> | <u>6,218,413</u> | <u>2,678,899</u> | <u>28,116,593</u> | <u>5,790,963</u> |
| Noncurrent liabilities: | | | | | | |
| Revenue bonds payable | 163,046,939 | 23,036,088 | 93,516,022 | 81,778,407 | 361,377,456 | — |
| Other long term liabilities | — | — | — | — | — | — |
| Other post employment benefits | 21,805,283 | 8,456,099 | 6,572,921 | — | 36,834,303 | 1,563,955 |
| Lagers Net Pension Obligation | 25,742,535 | 5,422,787 | 3,958,175 | — | 35,123,497 | — |
| Compensated absences – long-term | 3,413,126 | 950,962 | 533,321 | — | 4,897,409 | 88,157 |
| Advances for construction | 103,597 | 105,922 | — | — | 209,519 | — |
| Advances from other funds | — | — | — | — | — | — |
| Medical self-insurance claims | — | — | — | — | — | 2,327,929 |
| Deferred Inflow Pension | 2,436,762 | 544,490 | 366,271 | — | 3,347,523 | 61,433 |
| Total noncurrent liabilities | <u>216,548,242</u> | <u>38,516,348</u> | <u>104,946,710</u> | <u>81,778,407</u> | <u>441,789,707</u> | <u>4,041,474</u> |
| Total liabilities | <u>232,141,641</u> | <u>42,142,231</u> | <u>111,165,123</u> | <u>84,457,306</u> | <u>469,906,300</u> | <u>9,832,437</u> |
| Net Assets | | | | | | |
| Invested in capital assets, net of related debt | 75,531,261 | 88,241,064 | 65,629,693 | (16,790,744) | 212,611,274 | 315,121 |
| Restricted for: | | | | | | |
| Debt service | 19,685,658 | 500,000 | — | — | 20,185,658 | — |
| Restricted for Worker's Comp | — | — | — | — | — | — |
| Restricted for Dogwood | 61,500 | — | — | — | 61,500 | — |
| Unrestricted | 41,268,170 | 16,412,834 | 4,507,268 | (357,678) | 61,830,595 | (147,891) |
| Total net assets | <u>136,546,589</u> | <u>105,153,898</u> | <u>70,136,961</u> | <u>(17,148,422)</u> | <u>294,689,027</u> | <u>167,231</u> |
| Total liabilities and net assets | <u>\$ 368,688,230</u> | <u>147,296,129</u> | <u>181,302,084</u> | <u>67,308,884</u> | <u>764,595,327</u> | <u>9,999,664</u> |

CITY OF INDEPENDENCE, MISSOURI
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds

For the Eight Months Ending February 28, 2018

| | Enterprise Funds | | | | | Internal Service Funds |
|---|----------------------------|--------------------|---------------------------|--------------------------|--------------------|-----------------------------------|
| | Power and Light | Water | Sanitary Sewer | Events Center | Totals | |
| Operating revenues: | | | | | | |
| Charges for services | \$ 93,069,019 | 21,587,347 | 18,422,262 | — | 133,078,628 | 1,032,600 |
| Miscellaneous | 1,521,015 | 224,288 | 204,525 | — | 1,949,828 | 15,469,360 |
| Total operating revenues | <u>94,590,034</u> | <u>21,811,635</u> | <u>18,626,787</u> | <u>—</u> | <u>135,028,456</u> | <u>16,501,960</u> |
| Operating expenses: | | | | | | |
| Personal services | 17,379,563 | 5,282,692 | 3,887,999 | — | 26,550,254 | 577,098 |
| Other services | 12,956,298 | 3,467,527 | 6,790,309 | 75,915 | 23,290,049 | 22,964,365 |
| Capital Outlay | — | 5,770 | (1) | — | 5,769 | 601,373 |
| Supplies | 35,970,489 | 1,286,301 | 316,847 | — | 37,573,637 | 518,952 |
| Other expenses | 6,319,690 | 3,129,568 | 106,585 | — | 9,555,843 | — |
| Depreciation and amortization | 9,185,093 | 2,021,942 | 2,362,147 | 1,225,178 | 14,794,360 | 3,784 |
| Total operating expenses | <u>81,811,133</u> | <u>15,193,800</u> | <u>13,463,886</u> | <u>1,301,093</u> | <u>111,769,912</u> | <u>24,665,572</u> |
| Operating income | <u>12,778,901</u> | <u>6,617,835</u> | <u>5,162,901</u> | <u>(1,301,093)</u> | <u>23,258,544</u> | <u>(8,163,612)</u> |
| Nonoperating revenues (expenses): | | | | | | |
| Interest revenue | 532,554 | 168,793 | 128,787 | 25,621 | 855,755 | 91,742 |
| Unrealized gain (loss) on investments | 718,442 | 199,714 | 152,054 | — | 1,070,210 | 54,768 |
| Miscellaneous revenue (expense) | 3,812,312 | 989,799 | 39,031 | 2,932,666 | 7,773,808 | 4,698,094 |
| Interest expense | (4,421,457) | (720,891) | (2,833,112) | (2,791,925) | (10,767,385) | — |
| Total nonoperating revenue (expenses) | <u>641,851</u> | <u>637,415</u> | <u>(2,513,240)</u> | <u>166,362</u> | <u>(1,067,612)</u> | <u>4,844,604</u> |
| Income before contributions and transfers | | | | | | |
| contributions and transfers | 13,420,752 | 7,255,250 | 2,649,661 | (1,134,731) | 22,190,932 | (3,319,008) |
| Capital contributions | 19,430 | 93,469 | — | — | 112,899 | — |
| Transfers out - Utility payments in lieu of taxes | (9,505,193) | (2,124,931) | (1,883,276) | — | (13,513,400) | — |
| - Other | — | — | — | — | — | — |
| Transfers in | — | — | 10,000 | — | 10,000 | — |
| Change in net assets | <u>3,934,989</u> | <u>5,223,788</u> | <u>776,385</u> | <u>(1,134,731)</u> | <u>8,800,431</u> | <u>(3,319,008)</u> |
| Total net assets: | | | | | | |
| Beginning of the period | <u>132,611,600</u> | <u>99,930,110</u> | <u>69,360,576</u> | <u>(16,013,691)</u> | <u>285,888,595</u> | <u>3,486,235</u> |
| End of the period | <u>\$ 136,546,589</u> | <u>105,153,898</u> | <u>70,136,961</u> | <u>(17,148,422)</u> | <u>294,689,027</u> | <u>167,231</u> |

Unrealized gain (loss) on investments:

Per GASB requirements, we are required to book the unrealized gain (loss) on investments at June 30th of each year. The City booked an unrealized loss on investments at 06/30/17. The entry was then reversed on 07/01/17 which will reflect as an unrealized gain on the July 2017 through May 2018 interim financial statements. At 06/30/18 the unrealized gain (loss) will be adjusted, and reflected on the June 2018 financial statements.

City of Independence, Missouri
Combining Balance Sheet
Special Revenue Funds
February 28, 2018

| Assets | Tourism | Independence Square Benefit District | Community Development Grant Act | Rental Rehabilitation | Consolidated Sales Tax | License Surcharge | Grants | Total |
|---|---------------------|---|--|----------------------------------|-----------------------------------|------------------------------|----------------|-------------------|
| Pooled cash and investments | \$ 1,373,138 | 25,250 | (193,811) | 1,065 | 14,305,147 | 1,145,668 | 541,941 | 17,198,398 |
| Receivables: | | | | | | | | |
| Taxes | 200,000 | 4,300 | - | - | 3,973,055 | - | - | 4,177,355 |
| Accounts | 1,525 | - | - | - | - | 4,999 | 13,259 | 19,783 |
| Accrued interest | 1,796 | 61 | - | - | 30,881 | 2,198 | - | 34,936 |
| Due from other funds | - | - | - | - | - | - | - | - |
| Due from component unit to primary gvmt | - | - | - | - | - | - | - | - |
| Due from other governments | - | - | 198,091 | 3,973 | 21,785 | - | 205,984 | 429,832 |
| Total assets | \$ 1,576,459 | 29,611 | 4,279 | 5,038 | 18,330,868 | 1,152,865 | 761,183 | 21,860,303 |
| Liabilities and Fund Balances | | | | | | | | |
| Liabilities: | | | | | | | | |
| Accounts and contracts payable | \$ - | - | 1,201 | - | 24,136 | - | - | 25,336 |
| Due to other funds | - | - | - | - | 2,538,183 | - | - | 2,538,183 |
| Accrued items | 17,773 | - | 2,890 | (4) | 70,658 | - | 15,906 | 107,223 |
| Other current liabilities | 2,103 | - | 900 | 5,035 | 849 | - | - | 8,887 |
| Deferred revenue | - | - | - | - | - | - | 539,520 | 539,520 |
| Total liabilities | 19,876 | - | 4,991 | 5,031 | 2,633,826 | - | 555,425 | 3,219,149 |
| Fund Balances: | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - |
| Restricted | 1,105,216 | 29,611 | (712) | 7 | 15,697,042 | 1,152,865 | 205,758 | 18,189,787 |
| Restricted Operating Reserve | 451,368 | - | - | - | - | - | - | 451,368 |
| Committed | | | | | | | | |
| VOC | - | - | - | - | - | - | - | - |
| NFTM | - | - | - | - | - | - | - | - |
| Assigned | - | - | - | - | - | - | - | - |
| Unassigned | - | - | - | - | - | - | - | - |
| Total fund balance | 1,556,584 | 29,611 | (712) | 7 | 15,697,042 | 1,152,865 | 205,758 | 18,641,155 |
| Total liabilities and fund balance | \$ 1,576,459 | 29,611 | 4,279 | 5,038 | 18,330,868 | 1,152,865 | 761,183 | 21,860,303 |

City of Independence, Missouri
Statement of Revenues, Expenditures, and Changes in Fund Balances
Special Revenue Funds
For the Eight Months Ending February 28, 2018

| | Tourism | Independence Square Benefit District | Community Development Grant Act | Rental Rehabilitation | Sales Tax | License Surcharge | Grants | Total |
|--|---------------------|--|---------------------------------------|--------------------------|-------------------|----------------------|------------------|-------------------|
| Revenues: | | | | | | | | |
| Taxes | \$ 1,363,598 | 25,258 | - | - | 14,428,010 | - | - | 15,816,865 |
| Licenses and permits | - | - | - | - | - | 117,201 | - | 117,201 |
| Intergovernmental | - | - | 453,658 | 79,149 | 1,561,373 | - | 1,235,236 | 3,329,416 |
| Charges for services | 26,778 | - | - | - | 286,736 | - | 97,785 | 411,299 |
| Investment Income | 8,280 | 390 | - | - | 77,161 | 6,890 | - | 92,721 |
| Unrealized gain (loss) on investments* | 8,257 | 279 | - | - | 141,957 | 10,105 | - | 160,598 |
| Sale of property, plant, and equipment | - | - | - | - | 12,057 | - | 59,394 | 71,451 |
| Other | 18,536 | - | - | - | 206,660 | - | 26,156 | 251,352 |
| Total revenues | <u>1,425,448</u> | <u>25,926</u> | <u>453,658</u> | <u>79,149</u> | <u>16,713,954</u> | <u>134,196</u> | <u>1,418,571</u> | <u>20,250,902</u> |
| Expenditures: | | | | | | | | |
| Current: | | | | | | | | |
| General government | - | - | - | - | - | - | 14,131 | 14,131 |
| Public safety | - | - | - | - | 2,165,666 | - | 754,709 | 2,920,375 |
| Public works | - | - | - | - | 108,272 | - | - | 108,272 |
| Health and welfare | - | - | - | - | - | - | 354,343 | 354,343 |
| Culture and recreation | 1,172,224 | - | - | - | 1,766,167 | - | - | 2,938,391 |
| Community development | - | - | 403,478 | 79,149 | - | - | 89,179 | 571,807 |
| Storm water | - | - | - | - | 1,223,271 | - | - | 1,223,271 |
| Nondepartmental | - | - | - | - | - | 318 | 450 | 768 |
| Capital outlay | - | 25,834 | - | - | 5,850,503 | - | - | 5,876,337 |
| Debt service: | | | | | | | | |
| Principal | - | - | - | - | 503,223 | - | - | 503,223 |
| Interest and fiscal agent fees | - | - | - | - | 35,373 | - | - | 35,373 |
| Total expenditures | <u>1,172,224</u> | <u>25,834</u> | <u>403,478</u> | <u>79,149</u> | <u>11,652,475</u> | <u>318</u> | <u>1,212,813</u> | <u>14,546,291</u> |
| Excess (deficiency) of revenues over expenditures | <u>253,224</u> | <u>92</u> | <u>50,180</u> | <u>(0)</u> | <u>5,061,479</u> | <u>133,878</u> | <u>205,758</u> | <u>5,704,611</u> |
| Other financing sources (uses): | | | | | | | | |
| Transfers in | - | - | - | - | - | - | - | - |
| Transfers out | - | - | (50,180) | - | (269,105) | (64,616) | - | (383,901) |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>(50,180)</u> | <u>-</u> | <u>(269,105)</u> | <u>(64,616)</u> | <u>-</u> | <u>(383,901)</u> |
| Net change in fund balances | 253,224 | 92 | 0 | (0) | 4,792,374 | 69,261 | 205,758 | 5,320,710 |
| Fund balances, beginning | 1,303,359 | 29,518 | (712) | 7 | 10,904,669 | 1,083,603 | - | 13,320,445 |
| Fund balances, ending | <u>\$ 1,556,584</u> | <u>29,611</u> | <u>(712)</u> | <u>7</u> | <u>15,697,042</u> | <u>1,152,865</u> | <u>205,758</u> | <u>18,641,155</u> |

*Unrealized gain (loss) on investments:

Per GASB requirements, we are required to book the unrealized gain (loss) on investments at June 30th of each year. The City booked an unrealized loss on investments at 06/30/17. The entry was then reversed on 07/01/17 which will reflect as an unrealized gain on the July 2017 through May 2018 interim financial statements. At 06/30/18 the unrealized gain (loss) will be adjusted, and reflected on the June 2018 financial statements.

City of Independence, Missouri
Balance Sheet
Sales Tax Funds
February 28, 2018

| Assets | Street Sales Tax | Parks Sales Tax | Storm Water Sales Tax | Police Sales Tax | Fire Sales Tax | Total Sales Tax Funds |
|--|-----------------------------|----------------------------|----------------------------------|-----------------------------|---------------------------|--------------------------------------|
| Pooled cash and investments | \$ 502,127 | 1,617,760 | 8,120,648 | 1,827,720 | 2,236,892 | 14,305,147 |
| Receivables: | | | | | | |
| Taxes | 1,579,842 | 789,921 | 789,921 | 418,265 | 395,106 | 3,973,055 |
| Accrued interest | 5,475 | - | 17,370 | 4,050 | 3,987 | 30,881 |
| Due from other funds | - | - | - | - | - | - |
| Due from other governments | 21,785 | - | - | - | - | 21,785 |
| Total assets | <u>\$ 2,109,229</u> | <u>2,407,680</u> | <u>8,927,938</u> | <u>2,250,036</u> | <u>2,635,985</u> | <u>18,330,868</u> |
| Liabilities and Fund Balances | | | | | | |
| Liabilities: | | | | | | |
| Accounts and contracts payable | \$ (0) | (1,353) | 22,491 | 2,578 | 419 | 24,136 |
| Due to other funds | - | 2,538,183 | - | - | - | 2,538,183 |
| Accrued items | 2,990 | 40,164 | 27,504 | - | - | 70,658 |
| Other current liabilities | - | 849 | - | - | - | 849 |
| Total liabilities | <u>2,990</u> | <u>2,577,844</u> | <u>49,995</u> | <u>2,578</u> | <u>419</u> | <u>2,633,826</u> |
| Fund Balances: | | | | | | |
| Nonspendable | - | - | - | - | - | - |
| Restricted | 2,106,239 | (170,164) | 8,877,943 | 2,247,458 | 2,635,566 | 15,697,042 |
| Restricted Operating Reserve | | | | | | |
| Committed | - | - | - | - | - | - |
| Assigned | - | - | - | - | - | - |
| Unassigned | - | - | - | - | - | - |
| Total fund balance | <u>2,106,239</u> | <u>(170,164)</u> | <u>8,877,943</u> | <u>2,247,458</u> | <u>2,635,566</u> | <u>15,697,042</u> |
| Total liabilities and fund balance | <u>\$ 2,109,229</u> | <u>2,407,680</u> | <u>8,927,938</u> | <u>2,250,036</u> | <u>2,635,985</u> | <u>18,330,868</u> |

City of Independence, Missouri
Statement of Revenues, Expenditures, and Changes in Fund Balances
Sales Tax Funds
For the Eight Months Ending February 28, 2018

| | Street Improvement Sales Tax | Park Improvement Sales Tax | Storm Water Sales Tax | Police Sales Tax | Fire Sales Tax | Total Sales Tax Funds |
|--|------------------------------------|----------------------------------|--------------------------|---------------------|-------------------|-----------------------------|
| Revenues: | | | | | | |
| Taxes | \$ 5,737,410 | 2,868,724 | 2,868,725 | 1,518,743 | 1,434,408 | 14,428,010 |
| Licenses and permits | - | - | - | - | - | - |
| Intergovernmental | 1,561,373 | - | - | - | - | 1,561,373 |
| Charges for services | - | 286,736 | - | - | - | 286,736 |
| Interfund charges for support services (note 6) | - | - | - | - | - | - |
| Fines, forfeitures, and court costs | - | - | - | - | - | - |
| Investment Income | 3,438.67 | 1,325 | 47,422.89 | 12,639 | 12,335 | 77,161 |
| Unrealized gain (loss) on investments* | 25,167 | - | 79,847 | 18,617 | 18,326 | 141,957 |
| Sale of property, plant, and equipment | - | - | - | 12,057 | - | 12,057 |
| TIF Developer Contributions | - | - | - | - | - | - |
| Reimbursements from component unit | - | - | - | - | - | - |
| Other | 89,000 | 6,026 | 38,982 | 72,652 | - | 206,660 |
| Total revenues | <u>7,416,389</u> | <u>3,162,811</u> | <u>3,034,977</u> | <u>1,634,708</u> | <u>1,465,070</u> | <u>16,713,954</u> |
| Expenditures: | | | | | | |
| Current: | | | | | | |
| Public safety | - | - | - | 1,445,762 | 719,905 | 2,165,666 |
| Public works | 108,272 | - | - | - | - | 108,272 |
| Culture and recreation | - | 1,766,167 | - | - | - | 1,766,167 |
| Storm Water | - | - | 1,223,271 | - | - | 1,223,271 |
| Nondepartmental/other | - | - | - | - | - | - |
| Capital outlay | 4,991,011 | 190,694 | 668,799 | - | - | 5,850,503 |
| Debt service: | | | | | | |
| Principal | 495,000 | 8,223 | - | - | - | 503,223 |
| Interest and fiscal agent fees | 33,991 | 1,382 | - | - | - | 35,373 |
| Total expenditures | <u>5,628,273</u> | <u>1,966,466</u> | <u>1,892,069</u> | <u>1,445,762</u> | <u>719,905</u> | <u>11,652,475</u> |
| Excess (deficiency) of revenues over expenditures | <u>1,788,116</u> | <u>1,196,345</u> | <u>1,142,907</u> | <u>188,946</u> | <u>745,165</u> | <u>5,061,479</u> |
| Other financing sources (uses): | | | | | | |
| Proceeds from capital leases | - | - | - | - | - | - |
| Proceeds from bond issuance | - | - | - | - | - | - |
| Reoffering premium/original issue discount | - | - | - | - | - | - |
| Payment to refunded loans escrow agent | - | - | - | - | - | - |
| Transfers in-utility payments in lieu of taxes | - | - | - | - | - | - |
| Transfers in | - | - | - | - | - | - |
| Transfers out | (15,754) | (75,000) | - | (175,753) | (2,598) | (269,105) |
| Total other financing sources (uses) | <u>(15,754)</u> | <u>(75,000)</u> | <u>-</u> | <u>(175,753)</u> | <u>(2,598)</u> | <u>(269,105)</u> |
| Net change in fund balances | 1,772,361 | 1,121,345 | 1,142,907 | 13,194 | 742,567 | 4,792,374 |
| Fund balances, beginning | 333,878 | (1,291,508) | 7,735,036 | 2,234,264 | 1,892,999 | 10,904,669 |
| Fund balances, ending | <u>\$ 2,106,239</u> | <u>(170,164)</u> | <u>8,877,943</u> | <u>2,247,458</u> | <u>2,635,566</u> | <u>15,697,042</u> |

*Unrealized gain (loss) on investments:
Per GASB requirements, we are required to book the unrealized gain (loss) on investments at June 30th of each year. The City booked an unrealized loss on investments at 06/30/17. The entry was then reversed on 07/01/17 which will reflect as an unrealized gain on the July 2017 through May 2018 interim financial statements. At 06/30/18 the unrealized gain (loss) will be adjusted, and reflected on the June 2018 financial statements.

City of Independence, Missouri
Balance Sheet
Debt Service Fund
February 28, 2018

| Assets | Debt Service Fund | Total |
|---|----------------------------------|----------------|
| Pooled cash and investments | \$ 6,797 | 6,797 |
| Receivables: | | |
| Taxes | - | - |
| Special assessment principal and accrued interest | 147,749 | 147,749 |
| Accrued interest | 253 | 253 |
| Restricted assets | 94,000 | 94,000 |
| Total assets | <u>\$ 248,799</u> | <u>248,799</u> |
| | | |
| Liabilities and Fund Balances | | |
| Liabilities: | | |
| Accounts and contracts payable | \$ - | - |
| Due to other funds | - | - |
| Deferred revenue | 147,749 | 147,749 |
| Total liabilities | <u>147,749</u> | <u>147,749</u> |
| | | |
| Fund Balances: | | |
| Nonspendable | - | - |
| Restricted | 101,050 | 101,050 |
| Restricted Operating Reserve | | |
| Committed | - | - |
| Assigned | - | - |
| Unassigned | - | - |
| Total fund balance | <u>101,050</u> | <u>101,050</u> |
| Total liabilities and fund balance | <u>\$ 248,799</u> | <u>248,799</u> |

City of Independence, Missouri
Statement of Revenues, Expenditures, and Changes in Fund Balances
Debt Service Fund
For the Eight Months Ending February 28, 2018

| | Debt Service Fund | Total |
|--|----------------------------------|--------------|
| Revenues: | | |
| Taxes | \$ - | - |
| Licenses and permits | - | - |
| Intergovernmental | - | - |
| Charges for services | 98,564 | 98,564 |
| Investment Income | 1,377 | 1,377 |
| Unrealized gain (loss) on investments* | 1,164 | 1,164 |
| Total revenues | 101,105 | 101,105 |
| Expenditures: | | |
| Current: | | |
| Nondepartmental | 1,024 | 1,024 |
| Debt service: | | |
| Principal | 86,000 | 86,000 |
| Interest and fiscal agent fees | 12,023 | 12,023 |
| Total expenditures | 99,047 | 99,047 |
| Excess (deficiency) of revenues over expenditures | 2,058 | 2,058 |
| Other financing sources (uses): | | |
| Total other financing sources (uses) | - | - |
| Net change in fund balances | 2,058 | 2,058 |
| Fund balances, beginning | 98,992 | 98,992 |
| Fund balances, ending | \$ 101,050 | 101,050 |

*Unrealized gain (loss) on investments:

Per GASB requirements, we are required to book the unrealized gain (loss) on investments at June 30th of each year. The City booked an unrealized loss on investments at 06/30/17. The entry was then reversed on 07/01/17 which will reflect as an unrealized gain on the July 2017 through May 2018 interim financial statements. At 06/30/18 the unrealized gain (loss) will be adjusted, and reflected on the June 2018 financial statements.

City of Independence, Missouri
Combining Balance Sheet
Capital Projects Funds
February 28, 2018

| Assets | Street Improvements | Revolving Public Improvements | Consolidated Tax Increment Financing | Buildings and Other Improvements | Storm Drainage | Park Improvements | Total |
|---|--------------------------------|--|---|---|---------------------------|------------------------------|--------------------|
| Pooled cash and investments | \$ (101,656) | 20,059 | 18,674,310 | 27,702 | (16,155) | 86,799 | 18,691,059 |
| Receivables: | | | | | | | |
| Taxes | - | - | 1,273,602 | - | - | - | 1,273,602 |
| Accounts | - | - | (150,000) | - | - | - | (150,000) |
| Special assessment principal and accrued interest | 417,144 | - | - | - | - | - | 417,144 |
| Accrued interest | - | 50 | 31,435 | - | - | 111 | 31,596 |
| Due from other funds | - | - | - | - | - | - | - |
| Due from component unit to primary gvmt | - | - | - | - | - | - | - |
| Due from other governments | - | - | 841,675 | - | - | - | 841,675 |
| Restricted assets | - | - | 17,307,676 | - | - | - | 17,307,676 |
| Total assets | <u>\$ 315,488</u> | <u>20,109</u> | <u>37,978,698</u> | <u>27,702</u> | <u>(16,155)</u> | <u>86,910</u> | <u>38,412,752</u> |
| Liabilities and Fund Balances | | | | | | | |
| Liabilities: | | | | | | | |
| Accounts and contracts payable | \$ - | - | (1,857,596) | 108,588 | - | - | (1,749,008) |
| Due to other funds | - | - | - | - | - | - | - |
| Due to primary government from component unit | - | - | - | - | - | - | - |
| Other current liabilities | - | - | - | - | - | 840 | 840 |
| Deferred revenue | 417,144 | - | 52,808 | - | - | - | 469,952 |
| Total liabilities | <u>417,144</u> | <u>-</u> | <u>(1,804,788)</u> | <u>108,588</u> | <u>-</u> | <u>840</u> | <u>(1,278,216)</u> |
| Fund Balances: | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - |
| Restricted | - | - | 39,783,486 | - | - | - | 39,783,486 |
| Restricted Operating Reserve | | | | | | | |
| Committed | (101,656) | 20,109 | - | (80,885.92) | (16,155) | 86,070 | (92,518) |
| Assigned | - | - | - | - | - | - | - |
| Unassigned | - | - | - | - | - | - | - |
| Total fund balance | <u>(101,656)</u> | <u>20,109</u> | <u>39,783,486</u> | <u>(80,886)</u> | <u>(16,155)</u> | <u>86,070</u> | <u>39,690,968</u> |
| Total liabilities and fund balance | <u>\$ 315,488</u> | <u>20,109</u> | <u>37,978,698</u> | <u>27,702</u> | <u>(16,155)</u> | <u>86,910</u> | <u>38,412,752</u> |

City of Independence, Missouri
Statement of Revenues, Expenditures, and Changes in Fund Balances
Capital Project Funds
For the Eight Months Ending February 28, 2018

| | Street Improvements | Revolving Public Improvements | Tax Increment Financing | Buildings and Other Improvements | Storm Drainage | Park Improvements | Total |
|--|------------------------|-------------------------------------|-------------------------------|--|-------------------|----------------------|-------------------|
| Revenues: | | | | | | | |
| Taxes | \$ - | - | 14,403,975 | - | - | - | 14,403,975 |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental | - | - | 128,000 | - | - | - | 128,000 |
| Charges for services | 8,129 | - | 959 | - | - | - | 9,088 |
| Investment Income | 73 | 123 | 115,400 | 100 | - | - | 115,695 |
| Unrealized gain (loss) on investments* | - | 229 | 147,159 | - | - | 641 | 148,029 |
| TIF Developer Contributions | - | - | - | - | - | - | - |
| Reimbursements from component unit | - | - | - | - | - | - | - |
| Other | - | - | 645,138 | - | - | - | 645,138 |
| Total revenues | <u>8,202</u> | <u>351</u> | <u>15,440,631</u> | <u>100</u> | <u>-</u> | <u>641</u> | <u>15,449,924</u> |
| Expenditures: | | | | | | | |
| Current: | | | | | | | |
| General government | - | - | - | - | - | - | - |
| Public safety | - | - | - | - | - | - | - |
| Public works | - | 6 | - | - | - | - | 6 |
| Health and welfare | - | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | 5 | 5 |
| Community development | - | - | - | - | - | - | - |
| Storm water | - | - | - | - | - | - | - |
| Nondepartmental | - | - | - | - | - | - | - |
| Capital outlay | 27,109 | - | 497,042 | 1,854,805 | - | - | 2,378,956 |
| Debt service: | - | - | - | - | - | - | - |
| Principal | - | - | 1,390,152 | - | - | - | 1,390,152 |
| Interest and fiscal agent fees | - | - | 3,521,027 | - | - | - | 3,521,027 |
| Total expenditures | <u>27,109</u> | <u>6</u> | <u>5,408,222</u> | <u>1,854,805</u> | <u>-</u> | <u>5</u> | <u>7,290,147</u> |
| Excess (deficiency) of revenues over expenditures | <u>(18,908)</u> | <u>345</u> | <u>10,032,409</u> | <u>(1,854,705)</u> | <u>-</u> | <u>636</u> | <u>8,159,778</u> |
| Other financing sources (uses): | | | | | | | |
| Proceeds from capital leases | - | - | - | - | - | - | - |
| Proceeds from bond issuance | - | - | 11,925,000 | - | - | - | 11,925,000 |
| Reoffering premium/original issue discount | - | - | 836,091 | - | - | - | 836,091 |
| Payment to refunded loans escrow agent | - | - | - | - | - | - | - |
| Transfers in-utility payments in lieu of taxes | - | - | - | - | - | - | - |
| Transfers in | 80,371 | - | - | 1,785,001 | - | 75,000 | 1,940,371 |
| Transfers out | - | - | (12,254,447) | - | - | - | (12,254,447) |
| Total other financing sources (uses) | <u>80,371</u> | <u>-</u> | <u>506,643</u> | <u>1,785,001</u> | <u>-</u> | <u>75,000</u> | <u>2,447,014</u> |
| Net change in fund balances | 61,463 | 345 | 10,539,052 | (69,705) | - | 75,636 | 10,606,792 |
| Fund balances, beginning | (163,118) | 19,764 | 29,244,433 | (11,181) | (16,155) | 10,434 | 29,084,175 |
| Fund balances, ending | <u>\$ (101,656)</u> | <u>20,109</u> | <u>39,783,486</u> | <u>(80,886)</u> | <u>(16,155)</u> | <u>86,070</u> | <u>39,690,968</u> |

*Unrealized gain (loss) on investments:
Per GASB requirements, we are required to book the unrealized gain (loss) on investments at June 30th of each year. The City booked an unrealized loss on investments at 06/30/17. The entry was then reversed on 07/01/17 which will reflect as an unrealized gain on the July 2017 through May 2018 interim financial statements. At 06/30/18 the unrealized gain (loss) will be adjusted, and reflected on the June 2018 financial statements.

City of Independence, Missouri
Balance Sheet
TIF Funds
2/28/18

| Assets | Mid Town Truman | RSO | Santa Fe | Hartman Heritage | Drumm Farm | Eastland Center | North Indep. | Mount Washington | Sub-Total TIF Funds |
|---|----------------------------|---------------|--------------------|-----------------------------|-----------------------|----------------------------|-------------------------|-----------------------------|------------------------------------|
| Pooled cash and investments | \$ 6,609 | 34,031 | (2,098,431) | (397,924) | 1,772,075 | 11,791,540 | 29,717 | 39,703 | 11,177,318 |
| Receivables: | | | | | | | | | |
| Taxes | 1,520 | 11,600 | 1,150 | 114,834 | 33,766 | 315,707 | 1,820 | - | 480,397 |
| Accrued interest | 160 | 108 | - | - | 2,912 | 19,363 | 111 | 90 | 22,746 |
| Due from other funds | - | - | - | - | - | - | - | - | - |
| Due from other governments | 289 | 19,941 | 8,853 | 57,412 | 2,910 | 297,945 | 8,451 | 73 | 395,875 |
| Restricted assets | - | - | 536,280 | 11,564 | - | 5,833,108 | - | - | 6,380,953 |
| Total assets | <u>\$ 8,579</u> | <u>65,680</u> | <u>(1,552,147)</u> | <u>(214,115)</u> | <u>1,811,663</u> | <u>18,257,663</u> | <u>40,099</u> | <u>39,866</u> | <u>18,457,288</u> |
| Liabilities and Fund Balances | | | | | | | | | |
| Liabilities: | | | | | | | | | |
| Accounts and contracts payable | \$ - | - | - | - | - | - | - | - | - |
| Due to other funds | - | - | - | - | - | - | - | - | - |
| Due to primary government from component unit | - | - | - | - | - | - | - | - | - |
| Deferred revenue (note 20) | - | - | - | - | - | - | - | - | - |
| Total liabilities | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balances: | | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - | - |
| Restricted | 8,579 | 65,680 | (1,552,147) | (214,115) | 1,811,663 | 18,257,663 | 40,099 | 39,866 | 18,457,288 |
| Restricted Operating Reserve | | | | | | | | | |
| Committed | - | - | - | - | - | - | - | - | - |
| Assigned | - | - | - | - | - | - | - | - | - |
| Unassigned | - | - | - | - | - | - | - | - | - |
| Total fund balance | <u>8,579</u> | <u>65,680</u> | <u>(1,552,147)</u> | <u>(214,115)</u> | <u>1,811,663</u> | <u>18,257,663</u> | <u>40,099</u> | <u>39,866</u> | <u>18,457,288</u> |
| Total liabilities and fund balance | <u>\$ 8,579</u> | <u>65,680</u> | <u>(1,552,147)</u> | <u>(214,115)</u> | <u>1,811,663</u> | <u>18,257,663</u> | <u>40,099</u> | <u>39,866</u> | <u>18,457,288</u> |

City of Independence, Missouri
Balance Sheet
TIF Funds
2/28/18

| Assets | Noland Rd Auto Plaza | Crackerneck Creek | Old Landfill | Cinema East | Trinity | HCA | Marketplace Project #1 | Marketplace Project #2 | Sub-Total TIF Funds |
|---|---------------------------------|------------------------------|-------------------------|------------------------|----------------|------------------|-----------------------------------|-----------------------------------|------------------------------------|
| Pooled cash and investments | \$ - | 1,184,285 | 17,438 | 26,514 | 51,772 | 3,838,827 | (12,180) | - | 5,106,655 |
| Receivables: | | | | | | | | | |
| Taxes | - | 55,700 | 554,978 | 11,300 | 43,577 | 2,300 | 12,957 | 33,333 | 714,146 |
| Accounts | - | (150,000) | - | - | - | - | - | - | (150,000) |
| Accrued interest | - | 6,245 | 15 | 41 | 92 | 1,788 | 38 | - | 8,220 |
| Due from other funds | - | - | - | - | - | - | - | - | - |
| Due from other governments | - | 243,624 | (1,663) | 8,578 | 18,821 | 4,454 | 20,974 | - | 294,788 |
| Restricted assets | - | 7,559,057 | - | - | - | 3,367,667 | - | - | 10,926,724 |
| Total assets | \$ - | 8,898,912 | 570,768 | 46,433 | 114,262 | 7,215,036 | \$ 21,789 | \$ 33,333 | 16,900,533 |
| Liabilities and Fund Balances | | | | | | | | | |
| Liabilities: | | | | | | | | | |
| Accounts and contracts payable | \$ - | (1,857,596) | - | - | - | - | - | - | (1,857,596) |
| Due to other funds | - | - | - | - | - | - | - | - | - |
| Due to primary government from component unit | - | - | - | - | - | - | - | - | - |
| Deferred revenue (note 20) | - | - | - | - | - | - | - | - | - |
| Total liabilities | - | (1,857,596) | - | - | - | - | - | - | (1,857,596) |
| Fund Balances: | | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - | - |
| Restricted | - | 10,756,507 | 570,768 | 46,433 | 114,262 | 7,215,036 | 21,789 | 33,333 | 18,758,129 |
| Restricted Operating Reserve | - | - | - | - | - | - | - | - | - |
| Committed | - | - | - | - | - | - | - | - | - |
| Assigned | - | - | - | - | - | - | - | - | - |
| Unassigned | - | - | - | - | - | - | - | - | - |
| Total fund balance | - | 10,756,507 | 570,768 | 46,433 | 114,262 | 7,215,036 | 21,789 | 33,333 | 18,758,129 |
| Total liabilities and fund balance | \$ - | 8,898,912 | 570,768 | 46,433 | 114,262 | 7,215,036 | \$ 21,789 | \$ 33,333 | 16,900,533 |

City of Independence, Missouri
Balance Sheet
TIF Funds
2/28/18

| Assets | 23rd & Noland Project 1 | 23rd & Noland Project 2 | 23rd & Noland Project 3 | 23rd & Noland Project 4 | Independence Square | Little Blue Parkway #1 | Little Blue Parkway #3 | TIF App Fees | Sub-Total TIF Funds | Total TIF Funds |
|---|--|--|--|--|--------------------------------|-----------------------------------|-----------------------------------|-------------------------|------------------------------------|--------------------------------|
| Pooled cash and investments | \$ 42,182 | 438 | 41,084 | 714,224 | 153,048 | 1,042,379 | 405,775 | (8,794) | 2,390,336 | 18,674,310 |
| Receivables: | | | | | | | | | | |
| Taxes | 56,908 | - | 4,200 | 26,300 | 10,509 | 72,398 | (91,256) | - | 79,059 | 1,273,602 |
| Accounts | - | - | - | - | - | - | - | - | - | (150,000) |
| Accrued interest | 33 | 7 | 29 | 134 | 252 | 7 | 7 | - | 469 | 31,435 |
| Due from other funds | - | - | - | - | - | - | - | - | - | - |
| Due from other governments | 5,003 | 318 | 3,764 | 62,133 | 58 | 68,981 | 10,757 | - | 151,013 | 841,675 |
| Restricted assets | - | - | - | - | - | - | - | - | - | 17,307,676 |
| Total assets | \$ 104,125 | 763 | \$ 49,077 | \$ 802,791 | 163,867 | 1,183,765 | \$ 325,282 | (8,794) | 2,620,877 | 37,978,698 |
| | | | | | | | | | | |
| Liabilities and Fund Balances | | | | | | | | | | |
| Liabilities: | | | | | | | | | | |
| Accounts and contracts payable | \$ - | - | - | - | - | - | - | - | - | (1,857,596) |
| Due to other funds | - | - | - | - | - | - | - | - | - | - |
| Due to primary government from component unit | - | - | - | - | - | - | - | - | - | - |
| Deferred revenue (note 20) | 52,808 | - | - | - | - | - | - | - | 52,808 | 52,808 |
| Total liabilities | 52,808 | - | - | - | - | - | - | - | 52,808 | (1,804,788) |
| | | | | | | | | | | |
| Fund Balances: | | | | | | | | | | |
| Nonspendable | - | - | - | - | - | - | - | - | - | - |
| Restricted | 51,317 | 763 | 49,077 | 802,791 | 163,867 | 1,183,765 | 325,282 | (8,794) | 2,568,069 | 39,783,486 |
| Restricted Operating Reserve | - | - | - | - | - | - | - | - | - | - |
| Committed | - | - | - | - | - | - | - | - | - | - |
| Assigned | - | - | - | - | - | - | - | - | - | - |
| Unassigned | - | - | - | - | - | - | - | - | - | - |
| Total fund balance | 51,317 | 763 | 49,077 | 802,791 | 163,867 | 1,183,765 | 325,282 | (8,794) | 2,568,069 | 39,783,486 |
| Total liabilities and fund balance | \$ 104,125 | 763 | \$ 49,077 | \$ 802,791 | 163,867 | 1,183,765 | \$ 325,282 | (8,794) | 2,620,877 | 37,978,698 |

City of Independence, Missouri
Statement of Revenues, Expenditures, and Changes in Fund Balances
TIF Funds
For the Eight Months Ending February 28, 2018

| | Mid Town Truman | RSO | Santa Fe | Hartman Heritage | Drumm Farm | Eastland Center | North Indep. | Mount Washington | Sub-Total TIF Funds |
|---|--------------------|-----------------|------------------|---------------------|----------------|--------------------|-----------------|---------------------|------------------------|
| Revenues: | | | | | | | | | |
| Taxes (note 4) | \$ 17,534 | 137,247 | 26,838 | 1,317,342 | 577,949 | 4,009,071 | 74,749 | 1,849 | 6,162,579 |
| Licenses and permits | - | - | - | - | - | - | - | - | - |
| Intergovernmental (note 5) | - | - | - | - | - | - | - | - | - |
| Charges for services | - | - | - | - | - | - | - | - | - |
| Investment Income | 1,182 | 318 | 608 | 3,398 | 8,926 | 63,369 | - | 235 | 78,036 |
| Unrealized gain (loss) on investments* | 737 | 499 | - | - | 13,388 | 89,012 | 3,165 | 413 | 107,215 |
| TIF Developer Contributions | - | - | - | - | - | - | - | - | - |
| Other (note 6) | - | - | 61,804 | - | - | - | - | - | 61,804 |
| Total revenues | 19,453 | 138,064 | 89,250 | 1,320,741 | 600,264 | 4,161,452 | 77,914 | 2,497 | 6,409,634 |
| Expenditures: | | | | | | | | | |
| Current: | | | | | | | | | |
| Capital outlay | 3,179 | 15 | 2,500 | 85,440 | 3,669 | 353,877 | 4 | 11 | 448,696 |
| Debt service: | | | | | | | | | |
| Principal (note 8) | 60,375 | 25,592 | 90,000 | - | - | - | 8,166 | - | 184,134 |
| Interest and fiscal agent fees | - | 152,408 | 176,156 | 100,124 | 25,575 | 183,201 | 43,834 | - | 681,297 |
| Total expenditures | 63,554 | 178,015 | 268,656 | 185,564 | 29,244 | 537,078 | 52,004 | 11 | 1,314,127 |
| Excess (deficiency) of revenues over expenditures | (44,101) | (39,951) | (179,406) | 1,135,177 | 571,020 | 3,624,374 | 25,910 | 2,486 | 5,095,508 |
| Other financing sources (uses): | | | | | | | | | |
| Proceeds from bond issuance | - | - | - | 2,200,000 | - | 9,725,000 | - | - | 11,925,000 |
| Reoffering premium/original issue discount | - | - | - | 36,844 | - | 799,247 | - | - | 836,091 |
| Transfers in | - | - | - | - | - | - | - | - | - |
| Transfers out | - | - | - | (3,184,202) | - | (9,070,245) | - | - | (12,254,447) |
| Total other financing sources (uses) | - | - | - | (947,358) | - | 1,454,001 | - | - | 506,643 |
| Net change in fund balances | (44,101) | (39,951) | (179,406) | 187,819 | 571,020 | 5,078,375 | 25,910 | 2,486 | 5,602,151 |
| Fund balances, beginning | 52,680 | 105,631 | (1,372,741) | (401,933) | 1,240,643 | 13,179,287 | 14,189 | 37,380 | 12,855,137 |
| Fund balances, ending | \$ 8,579 | 65,680 | \$ (1,552,147) | (214,115) | 1,811,663 | 18,257,663 | 40,099 | 39,866 | 18,457,288 |

*Unrealized gain (loss) on investments:

Per GASB requirements, we are required to book the unrealized gain (loss) on investments at June 30th of each year. The City booked an unrealized loss on investments at 06/30/17. The entry was then reversed on 07/01/17 which will reflect as an unrealized gain on the July 2017 through May 2018 interim financial statements. At 06/30/18 the unrealized gain (loss) will be adjusted, and reflected on the June 2018 financial statements.

City of Independence, Missouri
Statement of Revenues, Expenditures, and Changes in Fund Balances
TIF Funds
For the Eight Months Ending February 28, 2018

| | Noland Rd Auto Plaza | Crackerneck Creek | Old Landfill | Cinema East | Trinity | HCA | Marketplace Project 1 | Marketplace Project 2 | Sub-Total TIF Funds |
|---|---------------------------------|------------------------------|-------------------------|------------------------|----------------|------------------|----------------------------------|----------------------------------|--------------------------------|
| Revenues: | | | | | | | | | |
| Taxes | \$ - | 1,061,285 | 1,011,310 | 178,272 | 451,512 | 3,603,262 | 55,054 | 33,333 | 6,394,028 |
| Licenses and permits | - | - | - | - | - | - | - | - | - |
| Intergovernmental | - | 128,000 | - | - | - | - | - | - | 128,000 |
| Charges for services | - | - | - | - | - | - | 959 | - | 959 |
| Investment Income | - | 15,169 | 2,803 | 283 | 558 | 9,731 | 364 | - | 28,909 |
| Unrealized gain (loss) on investments* | - | 28,710 | 68 | 191 | 425 | 8,221 | 173 | - | 37,788 |
| TIF Developer Contributions | - | - | - | - | - | - | - | - | - |
| Other | - | 583,334 | - | - | - | - | - | - | 583,334 |
| Total revenues | - | 1,816,498 | 1,014,182 | 178,746 | 452,495 | 3,621,215 | 56,549 | 33,333 | 7,173,018 |
| Expenditures: | | | | | | | | | |
| Current: | | | | | | | | | |
| Capital outlay | - | 15,876 | 17 | 10 | 1,480 | 19,086 | 960 | - | 37,428 |
| Debt service: | | | | | | | | | |
| Principal | - | - | 417,958 | 44,178 | 364,567 | - | - | - | 826,704 |
| Interest and fiscal agent fees | - | 1,889,959 | 50,542 | 155,822 | 38,433 | 581,975 | 123,000 | - | 2,839,730 |
| Total expenditures | - | 1,905,835 | 468,517 | 200,010 | 404,480 | 601,061 | 123,960 | - | 3,703,862 |
| Excess (deficiency) of revenues over expenditures | - | (89,337) | 545,665 | (21,263) | 48,015 | 3,020,154 | (67,411) | 33,333 | 3,469,156 |
| Other financing sources (uses): | | | | | | | | | |
| Proceeds from bond issuance | - | - | - | - | - | - | - | - | - |
| Reoffering premium/original issue discount | - | - | - | - | - | - | - | - | - |
| Transfers in | - | - | - | - | - | - | - | - | - |
| Transfers out | - | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - | - | - | - |
| Net change in fund balances | - | (89,337) | 545,665 | (21,263) | 48,015 | 3,020,154 | (67,411) | 33,333 | 3,469,156 |
| Fund balances, beginning | - | 10,845,845 | 25,103 | 67,696 | 66,247 | 4,194,882 | 89,200 | - | 15,288,973 |
| Fund balances, ending | \$ - | <u>10,756,507</u> | <u>570,768</u> | <u>46,433</u> | <u>114,262</u> | <u>7,215,036</u> | <u>\$ 21,789</u> | <u>\$ 33,333</u> | <u>18,758,129</u> |

*Unrealized gain (loss) on investments:

Per GASB requirements, we are required to book the unrealized gain (loss) on investments at June 30th of each year. The City booked an unrealized loss on investments at 06/30/17. The entry was then reversed on 07/01/17 which will reflect as an unrealized gain on the July 2017 through May 2018 interim financial statements. At 06/30/18 the unrealized gain (loss) will be adjusted, and reflected on the June 2018 financial statements.

City of Independence, Missouri
Statement of Revenues, Expenditures, and Changes in Fund Balances
TIF Funds
For the Eight Months Ending February 28, 2018

| | 23rd & Noland Project 1 | 23rd & Noland Project 2 | 23rd & Noland Project 3 | 23rd & Noland Project 4 | Independence Square | Little Blue Parkway #1 | Little Blue Parkway #3 | TIF App Fees | Sub-Total TIF Funds | Total TIF Funds |
|--|----------------------------|----------------------------|----------------------------|----------------------------|------------------------|---------------------------|---------------------------|-----------------|------------------------|-----------------------|
| Revenues: | | | | | | | | | | |
| Taxes | \$ 67,627 | 7,011 | 22,126 | 335,554 | 137,252 | 1,052,151 | 225,646 | - | 1,847,368 | 14,403,975 |
| Licenses and permits | - | - | - | - | - | - | - | - | - | - |
| Intergovernmental | - | - | - | - | - | - | - | - | - | 128,000 |
| Charges for services | - | - | - | - | - | - | - | - | - | 959 |
| Investment Income | 114 | 21 | 185 | 3,216 | 455 | 3,222 | 1,241 | - | 8,454 | 115,400 |
| Unrealized gain (loss) on investments* | 150 | 33 | 135 | 617 | 1,160 | 31 | 31 | - | 2,157 | 147,159 |
| TIF Developer Contributions | - | - | - | - | - | - | - | - | - | - |
| Reimbursements from component unit | - | - | - | - | - | - | - | - | - | - |
| Other | - | - | - | - | - | - | - | - | - | 645,138 |
| Total revenues | 67,891 | 7,065 | 22,447 | 339,387 | 138,867 | 1,055,403 | 226,919 | - | 1,857,979 | 15,440,631 |
| Expenditures: | | | | | | | | | | |
| Current: | | | | | | | | | | |
| Capital outlay | 3 | 1 | 7 | 102 | 4,513 | 94 | 1,762 | 4,436 | 10,918 | 497,042 |
| Debt service: | | | | | | | | | | |
| Principal | 35,000 | 11,500 | - | - | - | 332,815 | - | - | 379,315 | 1,390,152 |
| Interest and fiscal agent fees | - | - | - | - | - | - | - | - | - | 3,521,027 |
| Total expenditures | 35,003 | 11,501 | 7 | 102 | 4,513 | 332,909 | 1,762 | 4,436 | 390,233 | 5,408,222 |
| Excess (deficiency) of revenues over expenditures | 32,888 | (4,436) | 22,440 | 339,285 | 134,354 | 722,494 | 225,157 | (4,436) | 1,467,746 | 10,032,409 |
| Other financing sources (uses): | | | | | | | | | | |
| Proceeds from bond issuance | - | - | - | - | - | - | - | - | - | 11,925,000 |
| Reoffering premium/original issue discount | - | - | - | - | - | - | - | - | - | 836,091 |
| Transfers in | - | - | - | - | - | - | - | - | - | - |
| Transfers out | - | - | - | - | - | - | - | - | - | (12,254,447) |
| Total other financing sources (uses) | - | - | - | - | - | - | - | - | - | 506,643 |
| Net change in fund balances | 32,888 | (4,436) | 22,440 | 339,285 | 134,354 | 722,494 | 225,157 | (4,436) | 1,467,746 | 10,539,052 |
| Fund balances, beginning | 18,429 | 5,199 | 26,638 | 463,505 | 29,513 | 461,271 | 100,126 | (4,357) | 1,100,323 | 29,244,433 |
| Fund balances, ending | \$ 51,317 | 763 | 49,077 | 802,791 | 163,867 | 1,183,765 | \$ 325,282 | (8,794) | 2,568,069 | 39,783,486 |

*Unrealized gain (loss) on investments:
Per GASB requirements, we are required to book the unrealized gain (loss) on investments at June 30th of each year. The City booked an unrealized loss on investments at 06/30/17. The entry was then reversed on 07/01/17 which will reflect as an unrealized gain on the July 2017 through May 2018 interim financial statements. At 06/30/18 the unrealized gain (loss) will be adjusted, and reflected on the June 2018 financial statements.

CITY OF INDEPENDENCE, MISSOURI
Combining Statement of Net Assets
Internal Service Funds
February 28, 2018

| Assets | Central Garage | Staywell Health Care | Worker's Compensation | Enterprise Resource Planning | Total (Exhibit 5) |
|---|---------------------------|-------------------------------------|----------------------------------|---|------------------------------|
| Current assets: | | | | | |
| Pooled cash and investments | \$ 222,187 | 6,510,994 | 3,220,465 | (661,629) | 9,292,017 |
| Accounts receivable | — | 1,578 | — | — | 1,578 |
| Accrued interest receivable | 1,679 | — | 10,235 | — | 11,914 |
| Due from other funds | — | — | — | — | — |
| Inventory | 179,034 | — | — | — | 179,034 |
| Prepaid Items | — | — | — | — | — |
| Property, plant, and equipment, net: | | | | | |
| Land and infrastructure | — | — | — | — | — |
| Buildings, property, and equipment, net | — | — | — | — | — |
| Advance to other funds | — | — | — | — | — |
| Deferred debt issue costs | — | — | — | — | — |
| Prepayments | — | — | — | — | — |
| Other deferred charges | — | — | — | — | — |
| Restricted Assets | — | — | 200,000 | — | 200,000 |
| Total current assets | <u>402,900</u> | <u>6,512,572</u> | <u>3,430,700</u> | <u>(661,629)</u> | <u>9,684,543</u> |
| Noncurrent assets: | | | | | |
| Property, plant, and equipment; | | | | | |
| Land | 93,979 | — | — | — | 93,979 |
| Depreciable property, plant, and equipment | 227,564 | — | — | — | 227,564 |
| Less accumulated depreciation | (197,828) | — | — | — | (197,828) |
| Deferred Outflow Pensions | 146,085 | — | 45,321 | — | 191,406 |
| Total noncurrent assets | <u>269,800</u> | <u>—</u> | <u>45,321</u> | <u>—</u> | <u>315,121</u> |
| Total assets | <u>\$ 672,700</u> | <u>6,512,572</u> | <u>3,476,021</u> | <u>(661,629)</u> | <u>9,999,664</u> |
| Liabilities | | | | | |
| Current liabilities: | | | | | |
| Accounts and contracts payable | \$ (799) | — | — | — | (799) |
| Accrued liabilities | 26,724 | — | 2,884 | — | 29,608 |
| Deferred Revenue | — | — | 866,750 | — | 866,750 |
| Compensated absences - current | 47,549 | — | 15,324 | — | 62,873 |
| Employee benefits payable | — | — | — | — | — |
| Other Current Liabilities | — | — | — | — | — |
| Self-insurance claims | — | 2,154,203 | 2,678,328 | — | 4,832,531 |
| Total current liabilities | <u>73,474</u> | <u>2,154,203</u> | <u>3,563,286</u> | <u>—</u> | <u>5,790,963</u> |
| Noncurrent liabilities: | | | | | |
| Compensated absences - long-term | 53,138 | — | 35,019 | — | 88,157 |
| Other post employment benefits | 1,342,800 | — | 221,155 | — | 1,563,955 |
| Self-insurance claims | — | — | 2,327,929 | — | 2,327,929 |
| Deferred inflows pension | 47,768 | — | 13,665 | — | 61,433 |
| Total liabilities | <u>1,517,180</u> | <u>2,154,203</u> | <u>6,161,054</u> | <u>—</u> | <u>9,832,437</u> |
| Net Assets | | | | | |
| Invested in capital assets, net of related debt | 269,800 | — | 45,321 | — | 315,121 |
| Unrestricted | (1,114,280) | 4,358,369 | (2,730,354) | (661,629) | (147,894) |
| Total net assets (deficit) | <u>(844,480)</u> | <u>4,358,369</u> | <u>(2,685,033)</u> | <u>(661,629)</u> | <u>167,231</u> |
| Total liabilities and net assets | <u>\$ 672,700</u> | <u>6,512,572</u> | <u>3,476,021</u> | <u>(661,629)</u> | <u>9,999,664</u> |

CITY OF INDEPENDENCE, MISSOURI
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets
Internal Service Funds
For the Eight Months Ending February 28, 2018

| | Central Garage | Staywell Health Care | Worker's Comp | Enterprise Resource Planning | Total (Exhibit 6) |
|---------------------------------------|---------------------------|-------------------------------------|--------------------------|---|------------------------------|
| Operating revenues: | | | | | |
| Charges for services | \$ 1,032,600 | — | — | — | 1,032,600 |
| Miscellaneous | 3 | 15,469,357 | — | — | 15,469,360 |
| Total operating revenues | 1,032,603 | 15,469,357 | — | — | 16,501,960 |
| Operating expenses: | | | | | |
| Personal services | 465,463 | — | 111,635 | — | 577,098 |
| Other services | 383,319 | 19,778,029 | 2,737,560 | 65,457 | 22,964,365 |
| Supplies | 514,688 | 2,327 | 1,937 | — | 518,952 |
| Capital outlay | 5,201 | — | — | 596,172 | 601,373 |
| Depreciation and amortization | 3,784 | — | — | — | 3,784 |
| Total operating expenses | 1,372,455 | 19,780,356 | 2,851,132 | 661,629 | 24,665,572 |
| Operating Income | (339,852) | (4,310,999) | (2,851,132) | (661,629) | (8,163,612) |
| Nonoperating revenues: | | | | | |
| Interest revenue | 2,534 | 63,648 | 25,560 | — | 91,742 |
| Unrealized gain (loss) on investments | 7,719 | — | 47,049 | — | 54,768 |
| Miscellaneous revenue | 8,895 | 2,940,965 | 1,748,234 | — | 4,698,094 |
| Total nonoperating revenue | 19,148 | 3,004,613 | 1,820,843 | — | 4,844,604 |
| Income before transfers | (320,704) | (1,306,386) | (1,030,289) | (661,629) | (3,319,008) |
| Transfers in (out) | | | | | |
| Change in net assets | (320,704) | (1,306,386) | (1,030,289) | (661,629) | (3,319,008) |
| Total net assets (deficit): | | | | | |
| Beginning of the period | (523,776) | 5,664,755 | (1,654,744) | — | 3,486,235 |
| End of the period | \$ (844,480) | 4,358,369 | (2,685,033) | (661,629) | 167,231 |

Unrealized gain (loss) on investments:

Per GASB requirements, we are required to book the unrealized gain (loss) on investments at June 30th of each year. The City booked an unrealized loss on investments at 06/30/17. The entry was then reversed on 07/01/17 which will reflect as an unrealized gain on the July 2017 through May 2018 interim financial statements. At 06/30/18 the unrealized gain (loss) will be adjusted, and reflected on the June 2018 financial statements.

City of Independence
Investment Detail as of 02/28/18

| | | | | | <u>Year to Date</u> | |
|-----------------------------------|--|--|---|--|---------------------|--------------------|
| | <u>Investment</u> <u>Allocation</u> | <u>Investment</u> <u>Allocation</u> | <u>Investment</u> <u>Allocation - Short</u> <u>Term</u> | <u>Investment</u> <u>Allocation</u> | <u>Earnings</u> | <u>Fees</u> |
| General | \$ 5,328,459.41 | - | 1,109,040.36 | - | 35,094.49 | (2,291.54) |
| Tourism | 904,087.12 | - | 188,171.99 | - | 5,994.64 | (391.33) |
| Indep Square Benefit District | 5,293.56 | - | 1,102.04 | - | 95.93 | (6.10) |
| Street Sales Tax | - | - | - | - | 3,027.47 | (190.25) |
| Storm Water Sales Tax | 5,180,938.25 | - | 1,078,335.54 | - | 32,849.36 | (2,148.07) |
| Police Sales Tax | 1,358,630.25 | - | 282,778.49 | - | 8,585.02 | (561.47) |
| Fire Sales Tax | 1,309,111.19 | - | 272,472.22 | - | 9,116.29 | (594.04) |
| License Surcharge | 722,591.27 | - | 150,396.97 | - | 4,881.59 | (318.44) |
| Debt Service | 85,853.56 | - | 17,869.47 | - | 478.89 | (31.49) |
| Power & Light | 36,443,677.95 | 15,800,000.00 | 7,545,929.82 | - | 347,408.82 | (22,676.33) |
| Sanitary Sewer | 9,105,496.80 | - | 1,895,174.16 | - | 58,399.32 | (3,817.10) |
| Water | 17,173,250.01 | - | 3,574,357.62 | - | 109,100.00 | (7,133.66) |
| Events Center Debt Service | 269,961.38 | - | 56,188.48 | - | 439.84 | (32.01) |
| Revolving Public Improvements | 12,815.23 | - | 2,667.07 | - | 88.58 | (5.77) |
| Park Improvements Capital Project | 7,498.76 | - | 1,561.04 | - | 50.53 | (3.29) |
| Trust & Agency | 25,054.64 | - | 5,215.13 | - | 182.51 | (11.87) |
| Central Garage | 144,093.10 | - | 29,990.79 | - | 1,943.51 | (124.46) |
| Worker's Compensation | 2,226,479.02 | - | 463,408.26 | - | 14,069.31 | (920.14) |
| Consolidated TIF | 11,175,108.38 | - | 2,325,931.56 | - | 69,872.54 | (4,571.58) |
| Staywell | - | - | - | 5,043,354.82 | 26,608.43 | - |
| Events Center CID | - | - | - | 2,025,681.80 | 14,517.54 | - |
| Totals | \$ 91,478,399.88 | 15,800,000.00 | 19,000,591.01 | 7,069,036.62 | 742,803.61 | (45,828.94) |