

Kansas Public Water Supply Loan Fund Annual Report for Fiscal Year 2018



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I. Introduction

This is the Kansas Public Water Supply Loan Fund (KPWSLF, Loan Fund, or Fund) Annual Report for state fiscal year 2018 (July 1, 2017 through June 30, 2018). This is the 20th year of operation for the Fund. The KPWSLF helps protect the health of Kansans by financing infrastructure improvements which provide safe drinking water.

The Fund is a revolving loan fund program that provides financial assistance in the form of loans to Kansas municipalities, at below market interest rates, for the construction of public water supply system infrastructure. The Annual Report is required by KSA 65-163k to describe how the state met the goals and objectives for the previous year as identified in the Intended Use Plan (IUP) required by KSA 65-163h. The federal Safe Drinking Water Act (SDWA) also requires a report, although on a biennial basis. Additional Environmental Protection Agency (EPA) requirements for the contents of this report are contained at 40 CFR Part 35, Subpart L.

II. Program Description

Although the Loan Fund uses multiple sources for its operation, it was made possible by receipt of capitalization grants from the EPA. Kansas must provide 20% matching funds to receive the capitalization grant. The Fund has provided matching funds by issuing state match revenue bonds and by a \$5,000,000 allocation in accordance with K.S.A. 74-8203. As of June 30, 2018, \$45,767,388 has been deposited in the Fund as state match which is 21.29% of the \$214,967,411 of awarded capitalization grants that require state match. The state match bonds are repaid with the interest portion of loan repayments and other interest earnings of the Fund.

In the early years of the program, state match bonds were issued for a specific grant year. But as the program grew, bond issues were structured to obtain excess state match bond proceeds which are then credited towards match requirements of subsequent capitalization grants. On December 21, 2015 \$2,000,000 of State Match bond proceeds were deposited into the fund to provide for the state match requirement for the 2016 capitalization grant and also providing \$476,364.60 for the 2017 capitalization grant. The remaining amount of \$1,402,036.40 needed for the state match of the 2017 capitalization grant came from a \$1,500,000 deposit of State Match Bond proceeds on October 10, 2017. The remaining \$97,963.60 not needed for the 2017 capitalization match is available to match the 2018 capitalization grant. In anticipation of the 2018 capitalization grant, \$2,600,000 was deposited on April 5, 2018 to satisfy the state match requirement. Exhibit 11 shows state match deposits associated with recent grants.

Another significant source of funds used in the KPWSLF is leveraged bond proceeds. The KPWSLF's first leveraged bond issue was in 1997 and the most recent issue was in 2011. All KPWSLF bonds issued since 2004 have been AAA rated.

The KPWSLF can operate as both a leveraged reserve loan program and a cash flow leveraged loan program. In a leveraged reserve program, the EPA capitalization grant is not loaned to public

water supply systems. Instead, the capitalization grant is deposited in a reserve account, and pledged as security for repayment of state issued revenue bonds (leveraged bonds). The revenue bond proceeds are loaned to municipalities. Investment earnings from the reserve account are combined with loan repayments from municipalities, thus allowing loans to be offered at interest rates less than the market rate.

In a cash flow leveraged loan program the EPA capitalization grant is directly loaned out and the repayments of those loans are pledged as security for repayment of state issued revenue bonds (leveraged bonds). The revenue bond proceeds are also loaned to municipalities and such loans are pledged as security for repayment of the state issued revenue bonds. Since a portion of loans are funded with EPA capitalization grant funds which the program does not pay interest on, the pool of loans can be offered at interest rates less than the market rate.

The pool of potential borrowers from the Loan Fund includes two distinct types of municipalities, cities and water districts (rural and wholesale). Water districts lack the general taxing powers of cities and are perceived in credit markets as a greater financial risk. The Loan Fund provides equal access to both types of borrowers but requires different pledges of security to receive a loan.

Cities are required to pledge their taxing authority as a backstop to water system revenues in order to receive a loan; or as an alternative to pledging their taxing authority, may pledge system revenues only and purchase a bond insurance policy. Water districts are required to either purchase an insurance policy or choose one of two debt service coverage (DSC) ratio options. The first option is to maintain a 125% DSC with a 10% reserve account. The other alternative is to maintain a 140% DSC with no reserve account. The required reserve amount may be included in the loan and is held by the Loan Fund. Interest earnings from the reserve account that do not exceed the loan rate are credited to the borrower resulting in a reduced interest cost for the amount of the required reserve.

Funding to implement and administer the Loan Fund is available through a set-aside from the federal capitalization grant and from a service fee built into the loan interest rate. No state general funding is needed for this program.

The KPWSLF and Kansas Water Pollution Control Revolving Fund (KWPCRF) have cross collateralization mechanisms that are explained in detail in the Operating Agreement between KDHE and EPA and are also described in the Intended Use Plan. The cross collateralization mechanisms did not require any funds to be transferred from one program to the other during this annual report period.

III. Goals and Objectives

The state must prepare an Intended Use Plan (IUP) on an annual basis. The IUP lists projects anticipated to be funded, the criteria used to determine which projects receive funding, and short term and long term goals for the program. This section of the annual report discusses the progress that has been made in meeting those short and long term goals.

A. Short Term Goals and Objectives

1. Provide funding options for systems to correct problems that have caused enforcement actions.

Loan applications were sent out for 6 projects that would correct problems that have caused enforcement actions. Three systems, Herington, Mitchell Co. RWD #2, and Pratt, executed a loan agreement for their projects.

2. Provide funding for replacement of deteriorating infrastructure.

Loans made to Chanute, Herington, Hillsboro, Ottawa, Sedan, Waverly, and Stockton will replace infrastructure that has reached its useful life or is no longer functioning effectively.

3. Provide funding for technical assistance to small systems.

KDHE provides technical assistance for small systems through third party contracts. These contracts have provided assistance to at least 245 small systems to help achieve compliance with the Safe Drinking Water Act, develop and maintain proper operation and maintenance procedures, and provide technical assistance to systems using surface water as their source of supply. KDHE also manages a Small System Grant program which provides 50% matching funds for preliminary engineering studies for small systems that have an ETT (Enforcement Targeting Tool) score of 11 or above.

4. Encourage projects that consolidate or interconnect in a regional manner which would reduce public health risks or make more efficient use of source water capacity and treatment processes.

KDHE manages a Regional PWS Planning Grant Program (funded from the SRF Service Fees) which provides 50% matching funds for preliminary engineering studies that evaluate regional solutions to address public water supply system needs and challenges. The City of Beloit was awarded a regional planning grant during the program year. The KPWSLF also encourages interconnection projects through the IUP ranking procedure. The loan for Johnson County RWD #7 was for an interconnection project to facilitate system consolidation.

5. Assure small public water supply systems are included in the loan program by providing at least 20% of available loan funds to systems serving a population of less than 5,000.

State law requires KDHE to make 20% of the total dollar amount in loans to be made available from the Fund to public water supply systems with populations less than 5000 people. The SDWA requires 15% of the total amount available for assistance from the Fund each year to be made available to systems serving less than 10,000 people. These requirements were established to ensure small systems have access to loan funds. Historically, no small system has been denied loan funding due to lack of available funds and KDHE does not anticipate that to change.

Systems that serve less than 10,000 have received 241 of the 315 loans made since the program

began, amounting to \$320,110,797.35, or 46.86% of the total dollar amount of loans. Systems in this category received committed funds of \$22,631,095.67 or 95.62% of the loan funds awarded during the fiscal year.

Municipalities with less than 5,000 population have received 226 of the 315 loans since the program began, amounting to \$291,833,885.25 or 42.73% of the total dollar amount of loans. Municipalities in the category received \$16,047,786.51 or 67.80% of the loan funds awarded during the fiscal year. Populations of systems are shown on Exhibits 5a and 8a.

6. Spend down grant funds within 2 years from the date of the grant award for all open and future capitalization grants.

As of June 30, 2018, the KPWSLF had 2 unexpended grants, the 2016 grant awarded June 9, 2016, (unexpended funds \$253,317.18) and the 2017 grant awarded September 27, 2017 (unexpended funds \$792,520.09). The 2016 and 2017 grants are expected to be fully expended prior to the end of FY 2019. Although the 2016 grant did not meet the 2-year spending goal, the 2017 grant is expected to meet the goal.

7. Complete capitalization grant applications within 3 months of the establishment of final allotment amounts by EPA.

The 2017 capitalization grant allotment was provided to the KPWSLF on May 22, 2018. The complete application was submitted to EPA on May 23, 2018.

8. Deposit and spend any required state match prior to capitalization grant award.

The 2017 capitalization grant, which was awarded during the program year, was matched by \$476,363.60 that was deposited and spent in SFY 2016 and the remaining amount of \$1,402,036.40 was deposited and spent in October 2017. Since the 2017 capitalization grant was awarded in September 2017, KDHE missed meeting this goal by one month.

B. Long Term Goals and Objectives

1. Maintain a well-managed perpetual program to allow a source of funds to be available to systems in need.

The most recent financial audit and EPA program evaluation presented no significant issues with the management of the program and the most recent financial models show the program can continue to make funds available to systems for the foreseeable future.

2. Encourage systems to choose projects with the most cost effective solutions.

During the application process, projects are reviewed, and alternatives analyzed to assure the proposed solution is cost effective.

3. Encourage systems to implement projects that have little, if any, significant impact to the environment.

There were 7 loans that were issued under a categorical exclusion due to the project consisting of existing infrastructure replacement. The remaining 3 loans were issued under a Finding of No Significant Impact.

4. Continue to implement and expand the Capacity Development Program.

The Capacity Development program provided assistance to at least 305 public water supply systems during the year. For details and additional information, the Capacity Development annual report can be downloaded from the internet at www.kdheks.gov/pws/capdev/reports.html.

5. Explore ways to make the program more affordable/desirable to systems.

KDHE continues to keep the application and approval process less complicated than other funding alternatives in an effort to make the program more desirable to use. Utilizing the internet as a source of current information and downloadable documents also makes the process easier to use and understand.

6. Comply with state and federal laws and the state/EPA capitalization grant agreement.

KHDE has complied with all applicable laws and agreements. EPA's most recent program evaluation did not indicate any compliance issues. All loans executed during the program year included Davis Bacon and American Iron and Steel provisions.

7. Assist water suppliers in meeting SDWA requirements.

Projects needed by municipalities to comply with SDWA primary drinking water regulations receive more priority ranking points than projects needed to meet any other ranking category.

8. Protect public health.

The loans for Mitchell Co. RWD #2, Pratt, and Herington will specifically fund projects that will return systems to compliance with drinking water regulations by resolving MCL violations.

IV. Loan Fund Activity

Ten new loans, 1 increase amendment, and 10 decrease amendments, were processed during FY2018 for a net amount of \$23,668,016.29. The new loans are listed in Exhibit 5a and are shown on a Kansas map in Exhibit 5b. As of June 30, 2018, 315 loan commitments, for a total of \$679,185,484.69 have been made since the Program's inception. Exhibit 8a contains summary information for these 315 loans and their locations by county are shown on a Kansas map in Exhibit 8b. Figure 1 shows the last 5 years of loan and amendment amounts by fiscal year and Figure 2 shows the last 5 years of agreements by fiscal year. Table 1 describes projects funded during the

fiscal year and Table 2 lists projects that were removed from the Project Priority List.

KPWSLF Loan Amounts (5 Year Trend)

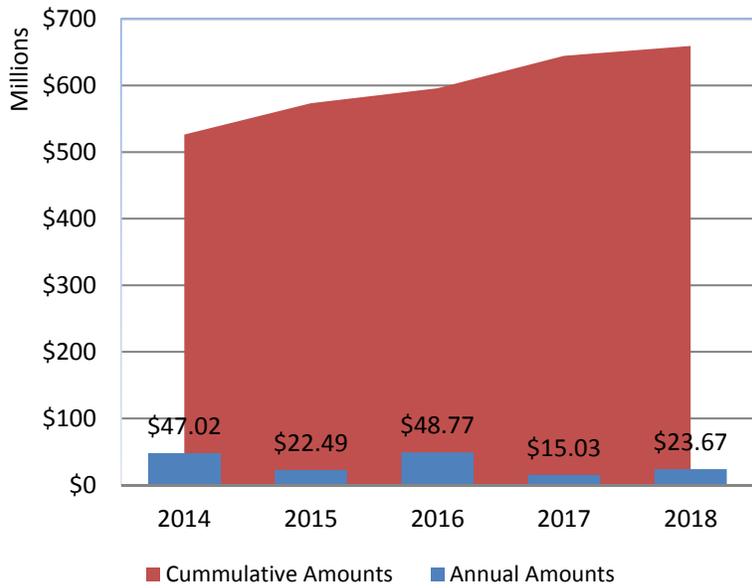


Figure 1

KPWSLF Loan Agreements (5 Year Trend)

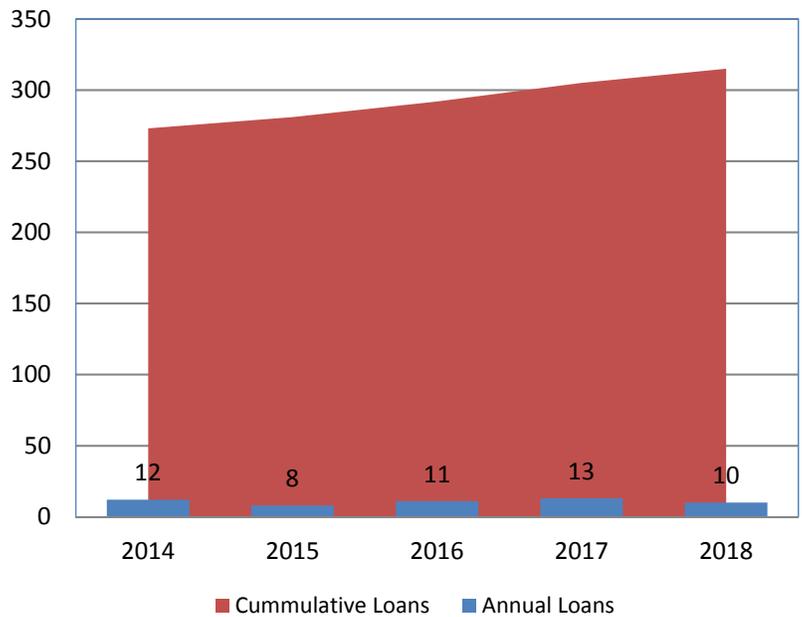


Figure 2

New Loan Descriptions

Municipality	Pop.	Pop. Served	Loan Amount	Loan Effective (Binding Commitment) Date	Loan Execution Date	Project Description
Chanute	9,161	9,931	\$870,000	October 4, 2017	December 15, 2017	Replace SCADA system and controls at the water treatment plant.
Herington	2,396	2,911	\$3,409,000	November 6, 2017	January 11, 2018	Replace water treatment plant building that is beyond its useful life (includes principal forgiveness).
Hillsboro	2,887	6,457	\$3,107,750	December 13, 2017	January 31, 2018	Replace aged water lines and appurtenances.
Johnson County RWD #7	6,457	6,457	\$4,235,000	May 8, 2018	June 12, 2018	Distribution improvements to facilitate the absorption of Johnson County RWD #6.
Mitchell County RWD #2	1,291	3,314	\$1,584,012	April 6, 2018	September 6, 2018	Construct a new clearwell at the water treatment plant and replace control system.
Ottawa	12,403	15,768	\$1,804,010	February 21, 2018	April 9, 2018	Replace aged waterlines along Main St.
Pratt	6,771	6,946	\$1,750,000	May 8, 2018	June 7, 2018	Connect Airport to the City distribution system (includes principal forgiveness).
Sedan	1,034	1,034	\$4,100,000	February 21, 2018	April 4, 2018	Replace aging waterlines.
Stockton	1,297	1,297	\$980,000	May 23, 2018	June 18, 2018	Replace aging waterlines and pumpstation.
Waverly	564	564	\$500,000	April 6, 2018	May 9, 2018	Replace aging waterlines.

Table 1

Projects Removed from Project Priority List

System	Project Description	Reason for Removal
Republic	Install POU Treatment System	Unresponsive
Kanopolis	Construct Blending Station, Replace Waterlines and Tower	Unresponsive
Bird City	Well Rehab	Unresponsive
St. Francis	Valve Replacement	Unresponsive
Cherryvale	Replace Waterlines	Unresponsive
Marion	Waterline Replacement	Unresponsive
Fort Scott	Intake Structure Improvements	Unresponsive
Canton	Waterline Replacement and Tower Improvements	Abandoned Project
Hope	Replace Distribution Waterlines, Lead Service Lines and Rehabilitate Storage	Unresponsive

Table 2

Projects are considered unresponsive when loan application submittal deadlines are exceeded and the system makes no effort to contact KDHE. All systems have the opportunity to resubmit projects for the next Intended Use Plan or the semi-annual amendment to the existing Intended Use Plan.

V. Set-Aside Activities

The SDWA includes several provisions allowing states to reserve a portion of the capitalization grant for specific purposes. KDHE reserved a total of \$20,938,743 for set-asides from the FFY 1997–FFY 2017 capitalization grants equaling \$234,477,411. Figures 3 thru 7 shows the amount of set-asides reserved and expended for the latest 5 year period. These graphs demonstrate KDHE’s management to ensure adequate funding is available for programs while minimizing unliquidated obligations and planning for the uncertainty of grant funding availability. Exhibit 10 contains detailed information about the amount of set-asides reserved and drawn to cover expenses. Exhibit 6 shows a quarterly summary of when these set-asides were recorded as an expenditure as well as when money was drawn from capitalization grants (which can include expenditures recorded in a previous year).



Figure 3

The following paragraphs discuss the set-asides taken by KDHE and work performed.

A. Program Administration. The SDWA allows the state to reserve 4% of each capitalization grant to administer the loan program. Recorded fiscal year expenditures for this set-aside were \$399,990 and \$378,696 was drawn from capitalization grants, leaving \$334,221 available to draw

beginning July 1, 2018.

Funds are used support approximately 4.6 FTE's who perform SRF duties. Work performed included 16 loan application reviews, 124 financial audit reviews, 13 environmental reviews, loan program marketing, design review and approval of 15 projects, project ranking for the IUP, priority list management for the IUP, tracking of over 289 loan repayments, 209 construction inspection site visits, processing 143 loan disbursements, National Information Management System (NIMS) and Project Benefits Reporting (PBR) data maintenance, Federal Funding Accountability and Transparency Act (FFATA) reporting, and data gathering, reporting, and training for the needs survey. This set aside also pays for general office supplies, and any other costs associated with the operation of the KPWSLF.

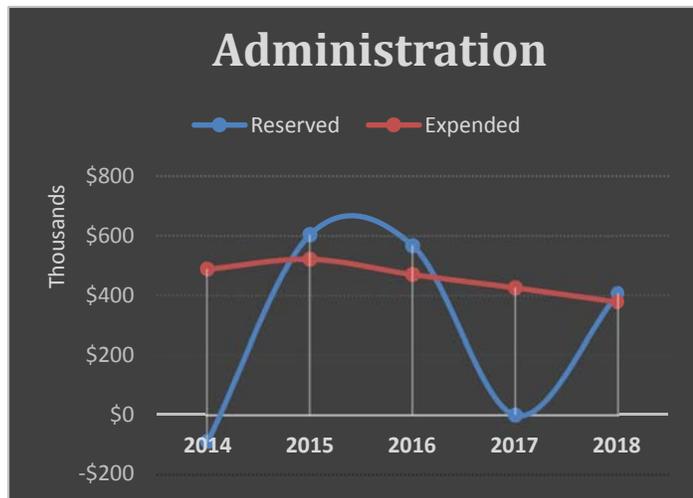


Figure 4

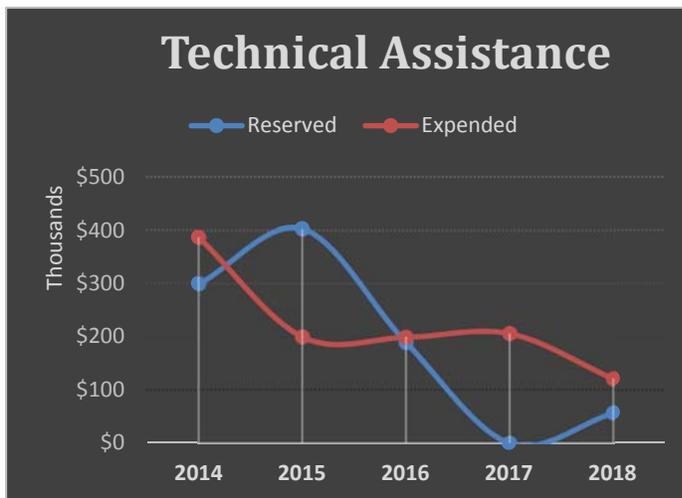


Figure 5

B. Technical Assistance to Small Systems. The SDWA allows the state to reserve 2% of each capitalization grant to provide technical assistance to systems serving populations less than 10,000. Recorded fiscal year expenditures for this set-aside were \$85,112 and \$121,172 was drawn from capitalization grants, leaving \$76,923 available to draw beginning July 1, 2018. KDHE contracted with the Kansas Rural Water Association to provide this assistance. The contract is managed as part of the Capacity Development Program and provides for resolving MCL and treatment technique

violations and responding to water quality complaints and emergency low-pressure problems. Systems operating surface water treatment plants will also receive training in operational tests, chemical dosages, filter operations, and record keeping. Assistance was provided to 245 small water supply systems. All funds spent from this set aside were used to pay contract invoices, no funds were used to support KDHE FTE's.

C. State Program Management. Another provision of the SDWA allows states to reserve up to 10% of the capitalization grant to supplement the public water supply supervision grant provided by EPA to the state to implement the national drinking water program. This set-aside can also be used to fund programs required by the SDWA, including operator certification and capacity

development. For all grants awarded prior to December 16, 2016 (date the Water Infrastructure Improvements for the Nation Act was signed into law), states must match any funds from this set-aside on a dollar for dollar basis, and are allowed to use State funds expended on its PWSS (Public Water Supply Supervision) program in fiscal year 1993 (including PWSS match) as a credit toward meeting its match requirement. The value of this credit can be up to, but not greater than, 50 percent of the amount of match that is required. Recorded fiscal year expenditures for this set-aside were \$393,951 and \$390,448 was drawn from capitalization grants, leaving \$213,344 available to draw beginning July 1, 2018.

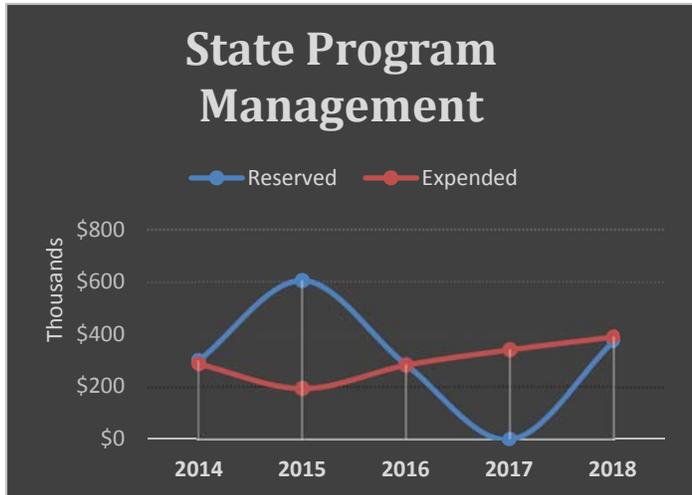


Figure 6

Money from this set-aside has funded approximately 4.5 FTE's and costs for the Public Water Supply Supervision program (PWSS) which includes the Capacity Development Program and the Operator Certification Program. The PWSS Program's general goal is to ensure drinking water is safe by implementation of drinking water standards and providing technical assistance. Funding for the program comes from several sources; this set-aside only funds a small portion of overall program costs. One FTE is 100% funded from this set-aside, the Chief of the Capacity Development and Enforcement Unit. The remaining FTE funding is supplemental funding for 9 positions that have responsibilities in implementing the Operator Certification Program; reviewing the impact of waste streams due to public water supply infrastructure projects; engineering support for the PWSS program; and administration of the PWSS program.

This set-aside also funds the operational costs for the Area Wide Optimization Program (AWOP) that is managed through the Capacity Development Program. Reports describing AWOP activities can be found in the Capacity Development Annual Report found at <http://www.kdheks.gov/pws/capdev/reports.html>. AWOP activities included participating in two Comprehensive Performance Evaluations hosted by the Iowa AWOP program, attending regional AWOP meetings, and hosting a regional AWOP meeting in Lawrence, Kansas.

The Chief of the Capacity Development and Enforcement Unit administers the small system technical assistance contract (paid from the 2% Technical Assistance set-aside) and administers several contracts that are part of the Capacity Development Program (small systems operator training, KanCap training, emergency planning assistance, Technical Financial Managerial (TFM) survey support, financial planning and rate-setting assistance).

KDHE reports PWSS activities to EPA through the Performance Partnership Grant (PPG) work plans. Related activities partially supported from spending from this set aside during the fiscal year include coordinating over 200 operator certification training sessions, administering 8 operator certification examination sessions, tracking and review of enforcement data for all public

water supply systems in Kansas, and quarterly SDIWS data submittal to EPA.

The match requirement for this set aside was funded from \$189,037 spent from the Public Water Supply Fee Fund (see Table 3 which shows the last 5 years of historic values). The Public Water Supply Fee Fund spending included salary costs for PWSS staff (supplemental funding divided among 9 positions) and office supplies and communication services. The PWSS staff that are partially supported by these funds are responsible for providing administrative assistance services, tracking PWS system monitoring compliance, providing technical assistance for disinfection byproducts and lead and copper issues, reviewing consumer confidence reports, reviewing monitoring compliance, providing technical assistance for chemical and surface water treatment issues, providing technical assistance for bacteriological issues, and PWS data management.

State Program Management Match Calculation

State Fiscal Year	PWSS Match	New Money PWS Fee Fund	State Program Management Set Aside Spent	Value of credit from 1993 PWWS Match	Percent of credit from 1993 PWWS Match (must be no greater than 50%)	
1993	\$211,767	\$0				
2014		\$208,580	\$287,587	\$79,006	27%	Matched 100% from new funds
2015		\$203,745	\$193,912	\$0	0%	
2016		\$197,349	\$282,981	\$85,632	30%	
2017		\$190,712	\$341,535	\$150,823	44%	
2018		\$189,037	\$229,512	\$40,475	18%	

Table 3

D. Other Authorized Activity. The SDWA allows states to reserve up to 15% of the capitalization grant to fund other authorized activities including awarding loans for source water protection purposes, providing assistance as part of a capacity development strategy, and establishment of well head protection programs. Recorded fiscal year expenditures for this set-aside were \$219,496 and \$242,969 was drawn from capitalization grants, leaving \$421,349 available to draw beginning July 1, 2018. All funds spent from this set-aside are paid to service contractors no KDHE FTE's are funded.

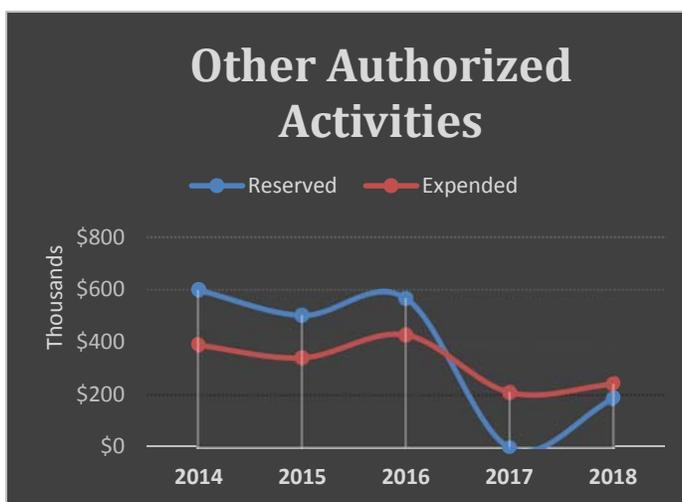


Figure 7

Service contracts paid under this set-aside include small systems operator training, emergency planning assistance, asset management training, KanCap training, and on-site financial planning assistance including rate setting, budget review and capital improvement planning. Through these contracts over 305 systems received assistance through the Capacity Development Program. The

Capacity Development program submits an annual report to EPA that details its activities.

VI. Fund Financial Status

A. Available Funds

Funds become available to the Kansas Public Water Supply Loan Fund through several different sources. Capitalization grants provide funding for both loan disbursements and set-aside spending for the Fund and the Public Water Supply Supervision (PWSS) program. Bonds are issued to fund loan disbursements, and fees are charged to support administrative spending for both the SRF program and the PWSS program. When loans are paid back and SRF bond debt service paid, the remaining funds are revolved and become sources for new loan disbursements. Below are charts that show sources for the program year and cumulatively.

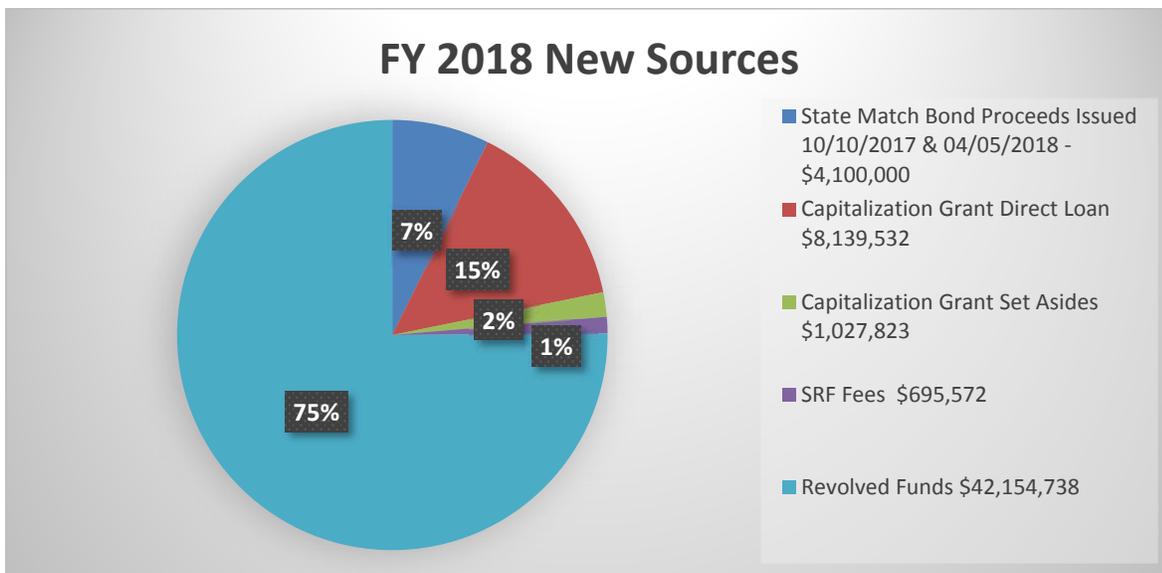


Figure 8

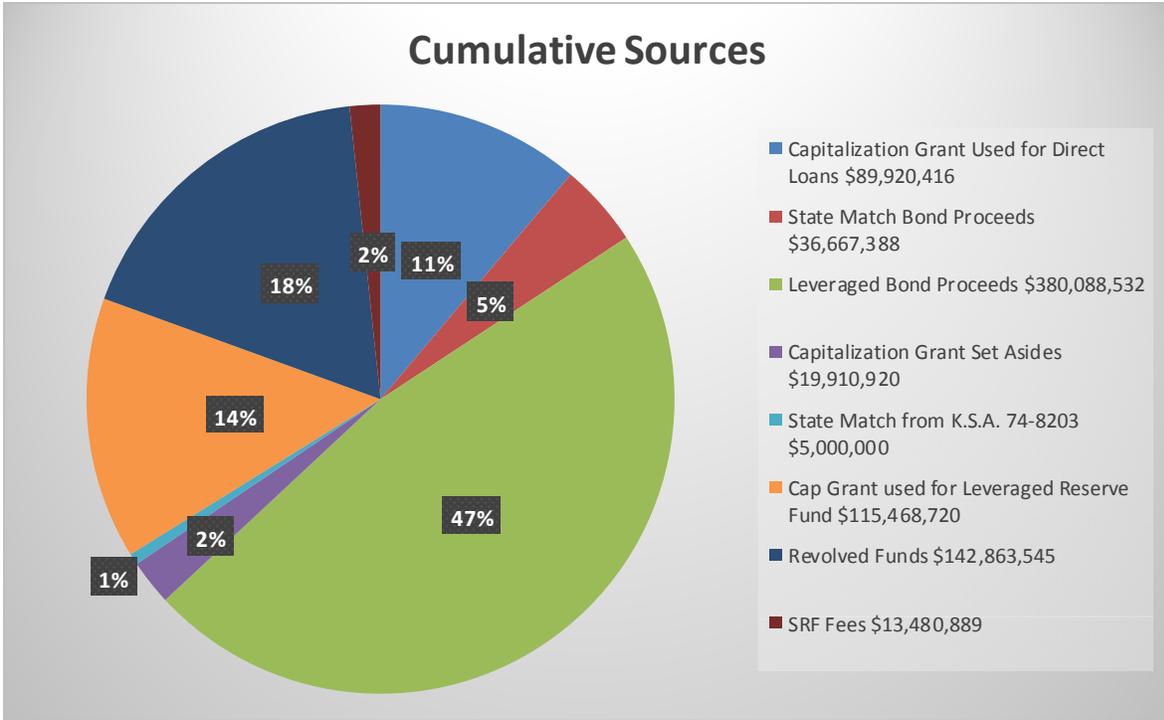


Figure 9

Exhibit 6 shows the amount of loan disbursements and recorded expenses of set-asides by quarter as well as ACH draws of set-aside funds. The differences between the set-aside expenses and draws are due to the time between the expenses being recorded and draws being made.

B. Assets, Liabilities, and Net Position

As illustrated by the Kansas Public Water Supply Loan Fund Statement of Net Position (Exhibit 1), the program accumulated assets of \$306,984,607 including cash and investments of \$100,276,706, project loans receivable of \$204,291,789, and other assets of \$2,416,112. Liabilities of \$95,905,763 were incurred including bonds payable of \$91,011,813, and other liabilities of \$4,893,950 leaving a Net Position of \$214,386,436.

Net position represents the difference between assets, deferred outflows, liabilities and deferred inflows. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Currently the fund has no investment in capital assets. Net position is reported as restricted when there are external limitations imposed on their use. All assets of the program have been determined to be restricted assets in accordance with the conditions of the Kansas Public Water Supply Loan Fund EPA capitalization grants and bond covenants. Restricted net position includes EPA capitalization grants restricted for 1) loans to municipalities, 2) program administration expenses, 3) technical assistance, 4) state program management, 5) and other authorized activities 1452K (1)b. The amount of capitalization grants restricted for program administration, technical assistance, state program management, and other

authorized activities 1452K (1)b is being recognized as revenue when earned.

C. Revenues and Expenses

According to the Statement of Revenues, Expenses and Changes in Fund Net Position (Exhibit 2), the changes in Net Position of \$8,340,839 shows the KPWSLF experienced revenues over expenses in FY 2018. Revenues consist of \$16,352,021 in operating and non-operating revenues. Operating revenue includes interest earned on loans of \$4,709,888, EPA capitalization grant administration receipts (Grant Revenue) of \$1,080,639, service fee revenue of \$658,768 and other revenue totaling \$179,460. Non-operating revenue includes \$1,583,734 from other investments and \$8,139,532 drawn down from federal capitalization grants for loan disbursements. Expenses consist of \$8,011,182 in operating and non-operating expenses. Operating expenses include program administration federal expenses of \$380,990, other set-asides of \$700,560, other program administration expenses of \$991,360 paid from loan origination and service fees, and loan principal forgiveness of \$1,760,921. Non-operating expenses include bond interest of \$4,147,351.

D. Statement of Cash Flows

The Statement of Cash Flows (Exhibit 3) identifies the sources and the uses of cash during the fiscal year and demonstrates that the Fund had sufficient cash to meet its obligations.

E. Supplemental Schedules

Exhibit 4 provides detailed information regarding Investments, Accounts Receivable, and Accounts Payable included on the Statement of Net Position (Exhibit 1).

F. Binding Commitments

As shown in Exhibit 5a, the KPWSLF entered into binding commitments (loan agreements) with 10 municipalities for a total \$22,339,772.00. Six of the municipalities have a population less than 5,000 and nine serve less than 10,000 persons. Exhibit 5a also shows 11 amendments to previous commitments for a net amendment total of \$1,328,244.29. Loan agreement activity increased commitment amounts by \$23,668,016.29 for FY 2018.

G. Projects Completed and Started

Projects for Argonia, Cowley Co. RWD #7, Edgerton, Miltonvale, Moline, Public Wholesale Water Supply District No. 27, Sumner Co. RWD # 4, and Ulysses were completed in fiscal year 2018. Details are provided in Exhibit 7a. Projects for Conway Springs, Cowley Co. RWD #7, Hiawatha, Kensington, Liberal, Lyon Co. RWD #1, Manhattan, and Norwich were started in fiscal year 2018. Details are provided in Exhibit 7b.

H. Financial Integrity Assurance Contracts

The Financial Integrity Assurance Contract (FIAC) is a contract between the borrower and the Kansas Rural Water Finance Authority (KRWFA). The FIAC was developed as a program enhancement to

assure borrowers without general obligation taxing authority could access the Loan Fund. Under a FIAC, the municipality is required to provide quarterly operating reports, an annual budget and an audit to the KRWFA. Municipalities required to enter into a FIAC are identified in Exhibit 8a. KRWFA has monitored the quarterly reports and reviewed the annual budgets of the FIAC borrowers. For the reporting period covering calendar year 2017, 1 system was found to be below the required debt service coverage and has received assistance in reviewing user rates.

I. Quarterly loan activity

Quarterly loan activity, including loan disbursements and principal and interest repayments, is shown in Exhibit 9. At the end of FY18, \$622,845,544.41 had been disbursed to loan recipients (Project Payments, Interest Accrued, and Fees Accrued) with \$49,461,227.28 disbursed during the year. Cumulatively, \$396,874,946.40 in principal and \$108,013,250.70 in interest had been repaid with \$16,416,983.45 of principal and \$4,339,894.60 of interest being repaid during the fiscal year.

VII. Compliance with Assurances and Grant Conditions

The EPA guidelines and grant conditions suggest several other areas for this annual report to address. This section of the report will address those areas not already addressed in other sections of the report.

- A.** The state must establish in the report that it has reviewed all funded projects in accordance with the approved state environmental review procedure.

Each of the 10 projects receiving assistance during fiscal year 2018 was reviewed in accordance with the “Environmental Review Procedure for the Kansas Public Water Supply Loan Fund”, dated July 1997. All reviews resulted in preparation of a categorical exclusion or a Finding of No Significant Impact. The increase amendment was due to increased construction costs without a scope change, so additional environmental assessments were not performed.

- B.** The state must establish that it deposited its match on or before the date on which each grant payment was made.

The grant payment for the entire 2017 capitalization grant was scheduled for the fourth quarter of federal fiscal year 2017 (July 2017 thru September 2017). However, the grant award was not made until September 27, 2017 so it is not clear what date the grant payment was made by EPA. A partial deposit for the 2017 capitalization grant was made on December 21, 2015 and the remainder of the required deposit was made on October 10, 2017.

- C.** The state must establish that it made binding commitments to provide assistance equal to the federal capitalization grant, less set-aside funds, plus the State Match funds within one year after receiving the grant payment.

As of June 30, 2018, total binding commitments were \$683,121,518.57 and total grant payments and state match (excluding set asides) were \$256,598,092. The KPWSLF has far exceeded this requirement, in fact the requirement was met over 14 years ago (June 30, 2004 binding commitments totaled \$258,995,533).

- D.** The state must establish that it managed the program in a fiscally prudent manner and adopted policies and processes to promote the long-term financial health of the fund.

Exhibit 2 indicates the program had sufficient resources to cover expenses during the fiscal year. The Loan Fund charges a 0.25% loan origination fee to pay for the financial reviews. A service fee, which is included in the loan interest rate, will help to generate income to pay for continued administration of the program.

The financial audit for 2018 can be found in Exhibit 16 and it does not presented any concerns regarding financial management.

- E.** The state must establish that it complies with EPA grant regulations (2 CFR 200) and specific conditions of the capitalization grant.

KDHE is complying with EPA grant regulations and with the specific conditions of the capitalization grant. The most recent EPA Program Evaluation report supports this statement.

- F.** The state must establish that it complied with federal cross-cutting authorities that apply to the state as a Federal grantee and those which flow through to assistance recipients.

No problems with cross-cutting authorities were encountered during the fiscal year.

- G.** The state must demonstrate that it provided assistance only to eligible water systems and for eligible purposes under the EPA Guidelines.

Kansas law allows for loans to municipalities, which are defined as political or taxing subdivisions of the state authorized to construct, operate, and maintain a public water supply. As defined, municipalities are eligible for assistance under the SDWA and federal regulations. All projects receiving assistance during the fiscal year are listed in Exhibit 5a and the need for the loan is described in Section IV of this report. KDHE identified these projects as eligible for assistance from the program.

- H.** The state must demonstrate that it funded only the highest priority projects listed on the IUP, according to their priority and readiness to proceed, and have documented any procedures for by-passing priority projects on the IUP.

Exhibit 12 shows the Project Priority List from the 2018 Intended Use Plan (IUP) and 10 projects from the list that were ready to proceed were funded during the program year. All projects on the IUP were given an opportunity to apply. No IUP projects seeking SRF funding were denied. Several projects informed KDHE they were no longer interested in the Loan Fund and were removed from the list. Ranking and by-passing procedures are included in the 2018 IUP.

- I.** The state must establish that it has used fees only for eligible purposes and must submit information on the total dollar amount in fee accounts.

Three types of fees are collected by the Fund; a Loan Origination Fee (LOF) of 0.25% of the loan amount; a fee for the Financial Integrity Assurance Contract (FIAC) of 1% of the loan amount; and

a service fee calculated from the outstanding balance (payments are made with the semi-annual loan repayments). The LOF and FIAC fee are typically capitalized into the loan as principal and the service fee is typically paid directly by the loan recipient; however, loan recipients are allowed to pay for the LOF and FIAC directly and are allowed to capitalize the service fees that accrue during construction before repayments begin, if desired. Fees may be used for program administration or other purposes allowed by section 1452 of the Safe Drinking Water Act (including set-aside uses). Fees that are paid directly by the loan recipient are also eligible to be used as state match or combined financial administration of the DWSRF and CWSRF program funds.

During the fiscal year, the Fund received Loan Origination Fees of \$79,128.76 and spent \$7,934.77, leaving an ending account balance of \$489,920.01. Financial Integrity Assurance Contract Fees collected were \$3,981.68 and expenditures were \$3,490.80, leaving an ending account balance of \$0.00. Starting with the 2019 program year, FIAC fees will no longer be collected. The service fees collected were \$612,461.09 with expenditures of \$987,741.40 leaving an ending account balance of \$3,400,200.98.

Loan origination fees were used to pay for costs of financial analysis of loan applications and technical assistance in completing loan applications. FIAC fees were used for costs of financial monitoring for loans secured only by revenues or for high risk municipalities. Service fees were used to pay the costs of program bond servicing; arbitrage rebate analysis; program accounting; Trustee services; software, hardware, office supplies, travel, salaries for PWS staff; record storage; PWS operator technical assistance; software maintenance and updates for SDWIS; ASDWA dues; and the KPWSLF annual audit. None of these fee funds were used to meet state match requirements and the KPWSLF and KWPCRF do not combine the financial administration of the Funds. Use of all fee income complies with EPA requirements.

- J.** The State must agree to commit and expend all funds as efficiently as possible and in an expeditious and timely manner.

The structure of the KPWSLF promotes efficiency in regard to committing and expending funds. Loan commitments are made based on loan fund capacity, but the funds to support expenditures of those loans are generated based on program cash flow needs. Because there can be a delay of 1 to 2 years between loan commitment and the first disbursement of that loan, this prevents the buildup of excessive idle cash in the fund as would happen if funds were required at time of commitment. KDHE discontinued the practice of committing specific types of funds for specific loans at loan execution; instead, the source of funds used for disbursements are determined at the time of each disbursement request.

As of June 30, 2018, the KPWSLF grant Unliquidated Obligations (ULO's) were 0.45% of all capitalization grants received to date. As of June 30, 2018, \$1,045,837 of grant funds remained unexpended (\$253,317 from the 2016 grant, and \$792,520 from the 2017 grant). The 2016 grant was awarded June 9, 2016 and by June 30, 2018 97% was expended. The 2017 grant was awarded September 27, 2017 and by June 30, 2018 91% was expended. KDHE expects the 2016 and 2017 grant to be 100% expended during the 2019 fiscal year.

- K.** The state must draw cash from the capitalization grant in the amount of the proportionate federal share of eligible incurred project costs (Proportionality).

All grant funds drawn for incurred project costs during the fiscal year were disbursed to loan recipients (cap grants were direct loaned). The required state match for the 2017 grant (only grant disbursed to loans during the year) was deposited and disbursed prior to any grant draws and therefore the proportionate federal share for incurred costs was 100% (40 CFR 35.3560 (g)(2)(ii)).

- L.** The state must show that it adopted and implemented procedures consistent with the requirements of 40 CFR 35.3530(d) and 40 CFR 35.3555(c)(9) if fund assets of the DWSRF program and CWSRF program were cross-collateralized.

An Attorney General certification that state law permits cross-collateralization was submitted to EPA in November of 2010. The DWSRF Operating Agreement was recently amended to provide detail of the methods utilized for cross-collateralization. This amendment was executed on February 23, 2018. Cross collateralization was also described in the 2018 IUP.

- M.** The state must designate a group of loans equal to the capitalization grant amount that will be required to submit an audit that complies with the Single Audit Act requirements.

Exhibit 13 shows loans that have been designated as receiving federal funds for Single Audit purposes related to the 2012 thru 2017 capitalization grants. The loan amounts listed exceed the actual capitalization grant amounts; however, it is possible that the actual funds disbursed will be less than the current loan commitment amount. If the total loan commitment amount is reduced below the capitalization grant amount, KDHE will designate new loans as receiving federal funds until the requirement is met.

For municipal fiscal year 2017 (for most municipalities the calendar year is the fiscal year) the Kansas City Board of Public Utilities and the Public Wholesale Water Supply District # 25 (PWWSL # 25) were the only recipients disbursed enough designated federal funds to trigger a Single Audit (assuming KPWSLF was their only source of federal funds). These Single Audits were submitted prior to the release of this report and had no findings that required follow-up from KDHE.

- N.** Capitalization grant conditions require KDHE to provide information in the annual report regarding additional subsidy compliance.

Loans that are scheduled to receive additional subsidy (in the form of principal forgiveness) from the 2012 thru 2018 grants are listed in Exhibit 14. KDHE does not officially award principal forgiveness until all loan disbursements are made and the loan is finalized; therefore the amounts listed for loans that are not finalized are estimates (this is also indicated in the loan agreements). The final principal forgiveness is calculated as a percentage of qualifying disbursements. Because these projects are not complete, or in some cases not even advertised for bids yet, the exact additional subsidy amount will be determined in the future and Exhibit 14 will be updated accordingly. The estimated principal forgiveness amounts for existing loans exceed the minimum amounts required by the 2012 thru 2017 grants.

Additional Subsidy Requirements					
Grant Year	Required Additional Subsidy Amount	Allowed Additional Subsidy amount	Projected Additional		Estimated Additional Subsidy Finalization Date
			Subsidy (Includes Loans that are not Finalized)	Awarded Additional Subsidy (Finalized Loans)	
2012	\$2,196,200.00	\$3,294,300.00	\$3,294,265.87	\$1,829,634.46	Jan-2019
2013	\$2,060,400.00	\$3,090,600.00	\$3,090,599.99	\$0.00	Mar-2019
2014	\$2,016,000.00	\$3,024,000.00	\$3,024,000.00	\$0.00	Jan-2019
2015	\$2,002,800.00	\$3,004,200.00	\$2,985,012.57	\$14,228.57	Jan-2019
2016	\$1,894,600.00	\$1,894,600.00	\$1,894,600.00	\$1,205,038.00	Jan-2020
2017	\$1,878,400.00	\$1,878,400.00	\$1,878,400.00	\$0.00	Aug-2020
2018	\$2,577,400.00	\$2,577,400.00	\$1,415,004.00	\$0.00	Aug-2020
Totals	\$14,625,800.00	\$18,763,500.00	\$17,581,882.43	\$3,048,901.03	

Table 4

Because principal forgiveness cannot be awarded until final loan disbursements are made, compliance with this requirement for the 2012 thru 2018 grants cannot be determined at this time. All the loans listed in Exhibit 14, excluding PWWSD #25 and PWWSD # 27, are for projects that repaired, replaced, or upgraded infrastructure in existing communities, which follows EPA’s sustainability policy. The loans for PWWSD # 25 and PWWSD # 27 were for new system creation.

EPA’s guidance for implementing grant provisions related to additional subsidy encourages states to give additional subsidy to systems that could not otherwise afford a KPWSLF loan. These communities are generally referred to as disadvantaged communities. The Safe Drinking Water Act Amendments and resulting Federal regulations that created the drinking water state revolving funds allow states to independently develop affordability criteria and define disadvantaged systems as being the entire service area of a public water system that meets such state criteria. These disadvantaged systems are then eligible for loans with principal forgiveness or negative interest rate loans which would in effect give away a portion of the federal grant. When the KPWSLF was being developed, stakeholders did not support the use of these types of loan subsidies as they were thought to conflict with the technical, financial, and managerial requirements of the program, and allowing the grant to be given away would erode the ability of the KPWSLF to generate funds to meet demand. As a result, affordability criteria were not developed for the program. However, the KDHE project priority system includes a scoring criterion based on the applicant’s median household income compared to the statewide median household income. This helps assure lower income communities have access to the Loan Fund. KDHE is also member of the Kanas Interagency Advisory Committee (KIAC) which provides project funding information to systems seeking Community Development Block Grants (CDBG). The additional subsidy required by grant conditions is not limited to disadvantaged systems.

- O.** The state must designate a group of loans equal to the capitalization grant amount that will be reported in compliance with the Federal Funding Accountability and Transparency Act (FFATA).

Exhibit 15 shows loans and set-aside contracts that have been assigned to FFATA reporting in relation to the 2012, 2013, 2014, 2015, 2016, and 2017 capitalization grants. The loans and contracts reported for the 2012 and 2013 grants have been finalized and closed so they will not be reported in

future annual reports. KDHE expects the loans and contracts reported for the 2014, 2015, and 2016 capitalization grants will be finalized and closed during FY 2019.

Starting with the 2014 capitalization grant, the FFATA and Single Audit listing consist of the same loans and are referred to as equivalency projects. The 2017 capitalization grant equivalency loans are to Johnson Co. RWD #7 with a loan amount of \$4,235,000 and Sedan with a loan amount of \$4,100,000.

P. The state must indicate whether green projects were funded and what criteria were used.

The KPWSLF did not execute any loans in FY 2018 that were considered green projects.

Q. As a condition of the capitalization grant, the state must comply with the SRF Signage Guidelines.

No equivalency projects started construction during the program year. The next equivalency projects to start construction will be for Sedan and Johnson County Rural Water District No. 7, which are currently under design. Once these projects issue a notice to proceed, KDHE will issue the appropriate press releases.

EXHIBITS

KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)

STATEMENT OF NET POSITION
JUNE 30, 2018 AND 2017

	UNAUDITED	
	2018	2017
Assets		
Current assets		
Cash	\$ 9,040,800	\$ 11,261,169
Restricted Cash - Arbitrage Rebate	-	60
Investment interest receivable	17,402	63,175
Investments	87,767,977	110,677,624
Loan interest receivable	1,997,386	1,779,258
Loans	35,364,098	14,726,825
Other receivables	401,324	397,674
Total current assets	134,588,987	138,905,785
Noncurrent assets		
Restricted cash - arbitrage rebate	-	-
Restricted cash - loan reserve earnings	17,508	6,489
Investments	-	409,032
Loans	168,927,691	158,281,641
Loan reserve accounts	3,450,421	3,426,899
Total noncurrent assets	172,395,620	162,124,061
Total Assets	306,984,607	301,029,846
Deferred Outflows of Resources		
Deferred amounts on refunding	3,307,592	4,189,616
Liabilities		
Current liabilities		
Accounts payable and accrued expenses	163,451	194,767
Bond interest payable	1,258,450	1,329,273
Revenue bonds payable, current	10,869,777	5,803,721
Total current liabilities	12,291,678	7,327,761
Current liabilities payable from restricted assets:		
Arbitrage rebate payable	-	-
Noncurrent liabilities		
Loan reserve accounts payable	3,472,049	3,434,291
Revenue bonds payable, long-term, net	80,142,036	88,411,813
Total noncurrent liabilities	83,614,085	91,846,104
Total Liabilities	95,905,763	99,173,865
Total Net Position	\$ 214,386,436	\$ 206,045,597

KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
JUNE 30, 2018 AND 2017

	UNAUDITED	
	2018	2017
Operating Revenues		
Interest on loans	\$ 4,709,888	\$ 4,224,012
Grant revenue	1,080,639	1,243,840
Service fee revenue	658,768	555,018
Other revenue	179,460	167,262
Total Operating Revenues	<u>6,628,755</u>	<u>6,190,132</u>
Operating Expenses		
Program administration - federal	380,990	410,607
Program administration - other federal set-asides	700,560	832,321
Program administration - other	991,360	742,034
Loan principal forgiveness	1,760,921	3,899,396
Total Operating Expenses	<u>3,833,831</u>	<u>5,884,358</u>
Operating Revenues	<u>2,794,924</u>	<u>305,774</u>
Nonoperating Revenues (Expenses)		
Investment revenue		
Bond reserve fund	-	484,636
Other investment revenue	1,583,734	1,413,330
Capital contributions - capitalization grants net of recognized administrative grants	8,139,532	7,862,590
Bond issuance costs	(30,000)	-
Other nonoperating expenses	-	517,219
Interest expense - bonds	(4,147,351)	(8,132,449)
Total Nonoperating Revenues (Expenses)	<u>5,545,915</u>	<u>2,145,326</u>
Change in Net Position	<u>8,340,839</u>	<u>2,451,100</u>
Net Position - Beginning of Year	<u>206,045,597</u>	<u>203,594,497</u>
Total Net Position - End of Year	<u>\$ 214,386,436</u>	<u>\$ 206,045,597</u>

KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)

STATEMENT OF CASH FLOW
JUNE 30, 2018 AND 2017

	UNAUDITED	
	2018	2017
Cash Flows From Operating Activities		
Program administration expenses	\$ (1,081,551)	\$ (1,242,928)
Other revenue	144,493	9,417
Service fees received	658,768	535,879
Service fees paid	(991,359)	(742,034)
Capitalization grant for administrative costs	1,080,639	1,243,840
Net Cash (Used In) Operating Activities	<u>(189,010)</u>	<u>(195,826)</u>
Cash Flows From Noncapital Financing Activities		
Bond principal paid	(6,645,000)	(42,675,000)
Bond interest paid	(3,994,870)	(5,867,794)
Capitalization grant for loans	8,139,532	7,862,590
Bond proceeds, including premium	4,100,000	-
Defeasance of bonds	-	1,618,000
Bond issuance costs paid	(30,000)	-
Other nonoperating expenses	-	517,219
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>1,569,662</u>	<u>(38,544,985)</u>
Cash Flows From Investing Activities		
Loan principal collected	16,416,983	11,034,910
Loans disbursed	(49,461,227)	(37,288,882)
Interest received on loans	4,491,760	4,135,761
Proceeds from sales and maturities of investments	307,848,033	147,867,875
Proceeds from sales and maturities of debt service reserve funds	-	9,252,500
Purchase of investments	(284,529,354)	(161,206,946)
Interest received on investments and debt service reserve fund:	1,629,508	2,621,285
Net change in loan reserve accounts	14,235	(1,109)
Loan reserve deposits	23,522	62,261
Net Cash (Used In) Investing Activities	<u>(3,566,540)</u>	<u>(23,522,345)</u>
Net Decrease In Cash	(2,185,888)	(62,263,156)
Cash - Beginning Of Year	14,694,617	76,957,773
Cash - End Of Year	<u>\$ 12,508,729</u>	<u>\$ 14,694,617</u>
Cash consists of:		
Cash	9,040,800	11,261,169
Restricted cash - arbitrage rebate	-	60
Restricted cash - loan reserve earnings	17,508	6,489
Loan reserve deposits	3,450,421	3,426,899
	<u>\$ 12,508,729</u>	<u>\$ 14,694,617</u>
Reconciliation of Operating Income To Net Cash Provided By (Used In) Operating Activities		
Operating income	\$ 2,794,924	\$ 305,774
Adjustments to reconcile operating income to net cash provided by operating activities:		
Loans receivable	(31,283,323)	(22,354,576)
Loan interest receivable	(218,128)	(88,251)
Other receivables	(3,650)	(51,079)
Accounts payable and accrued expenses	(31,317)	(125,905)
Effect of changes in operating assets and liabilities		
Loan principal collected	(16,416,983)	(11,034,910)
Loans disbursed	49,461,227	37,288,882
Interest received on loans	(4,491,760)	(4,135,761)
Net Cash (Used In) Operating Activities	<u>\$ (189,010)</u>	<u>\$ (195,826)</u>

**STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Supplemental Schedules
June 30, 2018**

Schedule of Investments

Purchase Date	Maturity Date	Provider	Amount	Interest Rate
5/23/2018	8/15/2018	Banco De Credito	1,025,643.77	0.00%
5/30/2018	8/29/2018	Banco De Credito	5,862,954.63	0.00%
4/25/2018	5/23/2018	Banco De Credito	8,328.01	0.00%
5/23/2018	8/15/2018	Banco De Credito	139,656.63	0.00%
12/21/2017	8/15/2018	Bank of Nova Scotia	\$ 8,710,604.15	0.00%
5/16/2018	8/7/2018	Bank of Tokyo	3,156,695.48	0.00%
2/7/2018	8/7/2018	Bank of Tokyo	2,277,912.97	0.00%
2/7/2018	7/25/2018	Bayerische Lndmrk	5,696,156.79	0.00%
10/17/2017	7/13/2018	Credit Suisse First NY	4,115,539.61	0.00%
10/25/2017	7/19/2018	Credit Suisse First NY	4,765,475.63	0.00%
11/28/2017	8/20/2018	GE Capital Treasury	8,622,950.87	0.00%
6/26/2018	3/1/2019	KDFA-KDHE Series 2018SRF-1Bonds	3,000,000.00	2.16%
4/5/2018	9/1/2018	Maryland St Cmnty Dev Admin Dept	309,240.04	1.41%
8/31/2016	9/4/2018	Metlife Short Term Fdg	8,954,765.00	0.00%
6/13/2018	7/11/2018	MUFG Bank LTD/NY	3,486,851.67	0.00%
5/3/2018	8/1/2018	Natixis	6,921,071.11	0.00%
12/8/2017	7/3/2018	Prudential Plc	3,836,123.90	0.00%
6/26/2018	9/11/2018	Qual Comm Inc	124,068.76	0.00%
4/25/2018	9/11/2018	QUALCOMM INC	5,113,632.36	0.00%
3/16/2018	8/22/2018	Societe Generale	5,131,420.19	0.00%
3/16/2018	8/22/2018	Standard Chartered Bank	4,104,769.93	0.00%
3/16/2018	8/22/2018	Standard Chartered Bank	907,161.15	0.00%
4/2/2018	8/22/2018	Sumitomo Tr & BKG CO LTD	208,671.87	0.00%
3/30/2018	8/22/2018	Sumitomo TR & Bkg Co Ltd New York	1,188,578.21	0.00%
1/11/2017	9/1/2018	Yuba CA Levee Fing Auth Revenue	99,704.65	2.00%
Total Investments			\$ 87,767,977	

Schedule of Accounts Receivable

ADB Earnings	\$ 12,818	
Accrued Loan Principal Repayments	35,364,098	
Accrued Interest on Loans	1,997,386	
Accrued Service Fees on Loans	283,349	
ACH Takedowns Receivable	105,156	
		37,762,807
<i>Investment Earnings:</i>		
Program Equity - Investments	17,402	
		17,402
Total Accounts Receivable		37,780,209

Schedule of Accounts Payable

Payroll	50,362	
Bond Interest	1,258,450	
FASA Fees & Training & Technical Assistanc	4,950	
Service Fee Expenses	30,483	
		1,344,246

Set-aside Payables:

Other Authorized Activities 1452K (1)b	77,655	
		77,655

Loan Reserve Accounts Payable:

Cloud Co. RWD #1	43,586.65	
Cloud Co. RWD #1 - Earnings	274.05	
Cowley County RWD #3	130,393.54	
Cowley County RWD #3 - Earnings	813.73	
Cowley County RWD #7	15,098.44	
Cowley County RWD #7 - Earnings	53.58	
Crawford Co. RWD #5	57,965.14	
Crawford Co. RWD #5 - Earnings	364.45	
Dickinson County RWD #2	103,772.35	
Dickinson County RWD #2 - Earnings	652.48	
Franklin Co. RWD #5	57,507.94	
Franklin Co. RWD #5 - Earnings	360.48	
Geary Co. RWD #4	38,396.54	
Geary Co. RWD #4 - Earnings	241.44	
Harper Co. RWD #2	54,906.39	
Harper Co. RWD #2 - Earnings	345.22	
Jackson Co. RWD #3	97,511.06	
Jackson Co. RWD #3 - Earnings	613.11	
Marion Co. Improvement District #2	52,679.91	
Marion Co. Improvement District #2 - Earning	331.21	
Marion Co. RWD #1	32,852.20	
Marion Co. RWD #1 - Earnings	206.56	
Marshall Co. RWD #3.3	30,269.50	
Marshall Co. RWD #3.3 - Earnings	521.43	
Nemaha Co. RWD #3.3	93,058.63	
Nemaha Co. RWD #3.3 - Earnings	499.85	
Osage Co. RWD #7	82,927.83	
Osage Co. RWD #7 - Earnings	190.32	
Ottawa Co. RWD #2	72,999.61	
Ottawa Co. RWD #2 - Earnings	576.17	
Ottawa Co. RWD #2.2	19,654.64	
Ottawa Co. RWD #2.2 - Earnings	41.73	
Public Wholesale Water Supply Dist. #17	333,445.50	
Public Wholesale Water Supply Dist. #17 - Ea	2,096.57	
Public Wholesale Water Supply Dist. #4-4	134,112.61	
Public Wholesale Water Supply Dist. #4-4 - E	843.31	

Reno Co. RWD #1	5,131.27	
Reno Co. RWD #1 - Earnings	32.29	
Sedgwick Co. RWD #2	105,037.61	
Sedgwick Co. RWD #2 - Earnings	660.43	
Sedgwick Co. RWD #2.2	36,093.57	
Sedgwick Co. RWD #2.2 - Earnings	226.95	
Sumner Co. RWD #4	14,446.60	
Sumner Co. RWD #4 - Earnings	121.80	
Topeka 1	782,372.45	
Topeka 1 - Earnings	4,919.21	
Topeka 2	205,593.29	
Topeka 2 - Earnings	1,292.68	
Topeka 3	312,735.25	
Topeka 3 - Earnings	1,966.35	
Topeka 4	154,502.53	
Topeka 4 - Earnings	971.44	
Topeka 5	180,662.83	
Topeka 5 - Earnings	1,135.95	
Topeka 6	202,707.38	
Topeka 6 - Earnings	1,274.53	
	<hr/>	3,472,049
Total Accounts Payable		<hr/> <hr/>
		4,893,949

STATE OF KANSAS
KANSAS PUBLIC WATER SUPPLY LOAN FUND

BINDING COMMITMENTS

EXHIBIT 5A

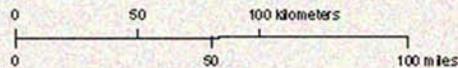
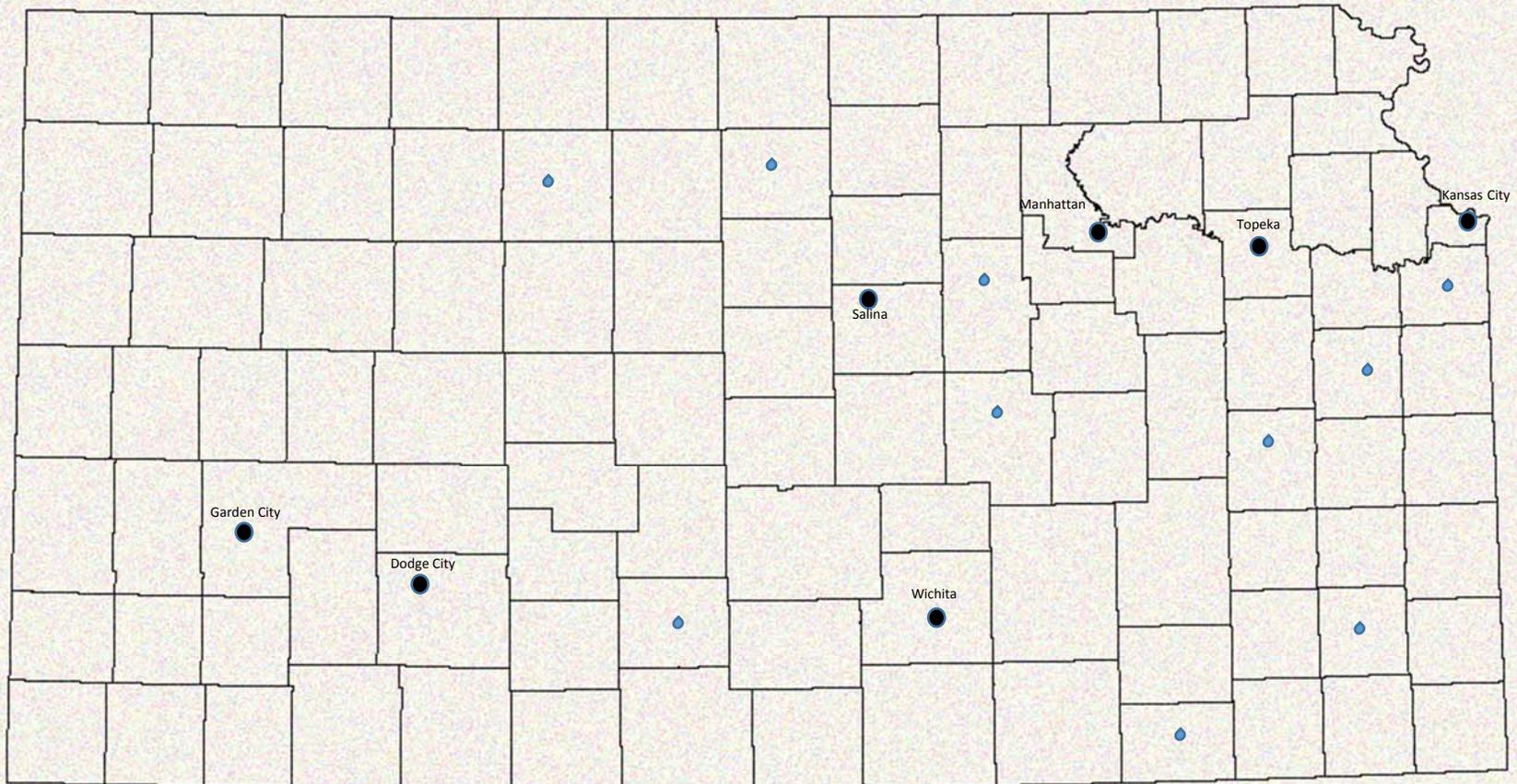
COMMUNITIES SERVED	POPULATION/ POPULATION SERVED	PROJECT NUMBER	ASSIST AMOUNT	BINDING COMMIT DATE	INT RATE	DATE LOAN MATURES	BINDING COMMITMENTS - FY 18			
							BY QUARTER			
							QTR 1	QTR 2	QTR 3	QTR 4
New Loans										
Chanute	9,161 / 9,931	2931	\$870,000.00	04-Oct-17	2.13%	01-Feb-39		\$870,000.00		
Herington	2,396 / 2,911	2927	\$3,409,000.00	06-Nov-17	2.14%	01-Feb-20		\$3,409,000.00		
Hillsboro	2,887 / 4,037	2934	\$3,107,750.00	13-Dec-17	2.15%	01-Aug-39		\$3,107,750.00		
Ottawa	12,403 / 15,768	2938	\$1,804,010.00	21-Feb-18	2.10%	01-Feb-39			\$1,804,010.00	
Sedan	1,034 / 1,034	2935	\$4,100,000.00	21-Feb-18	2.10%	01-Feb-20			\$4,100,000.00	
Mitchell Co. RWD #2	1,291 / 3,314	2942	\$1,584,012.00	06-Apr-18	2.25%	01-Aug-39				\$1,584,012.00
Waverly	564 / 564	2954	\$500,000.00	06-Apr-18	2.25%	01-Aug-20				\$500,000.00
Johnson County RWD #7	6,457 / 6,457	2947	\$4,235,000.00	08-May-18	2.31%	01-Feb-40				\$4,235,000.00
Pratt	6,771 / 6,946	2953	\$1,750,000.00	08-May-18	2.31%	01-Aug-39				\$1,750,000.00
Stockton	1,297 / 1,297	2961	\$980,000.00	23-May-18	2.31%	01-Feb-39				\$980,000.00
Amendments to Existing Loans										
Ottawa Co. RWD #2	1,794 / 1,794	2855	(\$54,872.67)	22-Nov-17	2.60%	01-Feb-36		(\$54,872.67)		
Ulysses	6,274 / 6,274	2874	(\$271,690.84)	22-Nov-17	2.13%	01-Feb-36		(\$271,690.84)		
Edgerton	1,703 / 1,703	2903	(\$52,226.67)	22-Nov-17	1.91%	01-Feb-37		(\$52,226.67)		
Public Wholesale WSD #27	5 / 1,200	2902	(\$532,324.53)	10-Jan-18	1.91%	01-Feb-18			(\$532,324.53)	
Moline	344 / 344	2892	(\$430,297.01)	22-Jan-18	2.00%	01-Feb-18			(\$430,297.01)	
Sumner Co. RWD #4	1,277 / 1,277	2916	(\$101,348.07)	28-Feb-18	1.94%	01-Aug-37			(\$101,348.07)	
Argonia	494 / 814	2702	(\$397,940.42)	05-Mar-18	2.16%	01-Feb-35			(\$397,940.42)	
Salina	47,910 / 48,753	2629	(\$767,089.38)	06-Mar-18	2.12%	01-Aug-34			(\$767,089.38)	
Public Wholesale WSD #25	2 / 7,542	2894	\$4,003,805.00	30-Apr-18	2.00%	01-Aug-18				\$4,003,805.00
Ottawa Co. RWD #2	1,794 / 2,000	2911	(\$63,953.57)	01-Jun-18	1.91%	01-Aug-37				(\$63,953.57)
Cowley Co. RWD #7	250 / 250	2913	(\$3,817.55)	01-Jun-18	1.72%	01-Aug-27				(\$3,817.55)

Total Binding Commitments	\$23,668,016.29	\$0.00	\$7,007,959.82	\$3,675,010.59	\$12,985,045.88
Cumulative Binding Commitments	\$683,121,518.57	\$659,453,502.28	\$666,461,462.10	\$670,136,472.69	\$683,121,518.57

Total Grant Payments and State Match (excluding set asides) as of June 30, 2018 \$256,598,092

KANSAS Drinking Water SRF Loan Recipients

- 5 Loan Agreements
- 1 Loan Agreement



STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
SCHEDULE OF LOAN DISBURSEMENTS, RECORDED EXPENSES FOR SET ASIDES, AND ACH DRAWS FOR SET ASIDES
For the Year Ended June 30, 2018

DESCRIPTION	BEGINNING AVAILABLE BALANCE	1ST Q -FY18	2ND Q -FY18	3RD Q -FY18	4TH Q -FY18	FY18 TOTAL	ADDITIONS/ SUBTRACTIONS	ENDING AVAILABLE BALANCE
LOAN ACCOUNT DISBURSEMENTS								
STATE MATCH LOAN ACCOUNT	-	-	1,500,000	-	2,600,000	4,100,000	4,100,000	-
DIRECT LOAN ACCOUNT	-	-	5,286,135	-	2,853,397	8,139,532	8,139,532	-
PROGRAM EQUITY LOAN ACCOUNT	73,365,616	13,497,599	3,307,119	10,625,875	9,501,753	36,932,346	42,150,893	78,584,163
GENERAL LOAN ACCOUNT	2,789,949	69,570	113,534	57,657	48,588	289,349	3,844	2,504,444
TOTAL LOAN ACCOUNT DISBURSEMENTS		13,567,169	10,206,788	10,683,532	15,003,738	49,461,227		
RECORDED EXPENSES FOR SET ASIDES								
ADMINISTRATION - FEDERAL		73,813	92,571	91,071	142,535	399,990	-	
TECHNICAL ASSISTANCE			42,901	42,211		85,112	-	
STATE PROGRAM MANAGEMENT		63,608	95,846	90,508	143,989	393,951	-	
OTHER AUTHORIZED ACTIVITIES 1452K		302	80,268	34,471	104,455	219,496	-	
TOTAL RECORDED EXPENSES FOR SET ASIDES		137,723	311,586	258,261	390,979	1,098,549		
ACH DRAWS FOR SET ASIDES								
ADMINISTRATION - FEDERAL	305,729	85,095	92,571	91,071	109,959	378,696	407,188	334,221
TECHNICAL ASSISTANCE	140,980	36,060	42,901	42,211	-	121,172	57,115	76,923
STATE PROGRAM MANAGEMENT	228,112	74,030	95,846	90,508	130,064	390,448	375,680	213,344
OTHER AUTHORIZED ACTIVITIES 1452K	476,478	99,430	80,268	36,471	26,800	242,969	187,840	421,349
TOTAL ACH DRAWS FOR SET ASIDES		294,615	311,586	260,261	266,823	1,133,285		

STATE OF KANSAS
 KANSAS PUBLIC WATER SUPPLY LOAN FUND
 SCHEDULE OF COMPLETED PROJECTS - FY2018

EXHIBIT 7A

Communities Served	Project Number	Assistance Amount	Binding Commitment Date	Construction Start Date	Initiation of Operation Date	(a) Interest Rate on Loan	Date Loan Matures
Argonia	2702	\$2,002,059.58	12/10/2012	05-Jan-17	09-Feb-18	2.16%	01-Feb-35
Cowley Co. RWD #7	2913	\$91,237.50	10/6/2016	14-Aug-17	27-Apr-18	1.72%	01-Aug-27
Edgerton	2903	\$247,773.33	7/7/2016	10-Jul-16	31-Oct-17	1.91%	01-Feb-37
Miltonvale	2901	\$499,373.59	12/21/2015	17-Apr-17	17-Apr-18	2.22%	01-Feb-37
Moline	2892	\$1,669,702.99	5/5/2016	15-May-17	01-Feb-18	2.00%	01-Feb-18
Public Wholesale WSD # 27	2902	\$3,867,675.47	7/6/2016	01-Nov-16	18-Dec-17	1.91%	01-Feb-18
Sumner Co. RWD #4	2916	\$169,074.93	12/15/2016	15-Jun-17	22-Dec-17	1.94%	01-Aug-37
Ulysses	2874	\$2,102,231.16	3/6/2015	14-Mar-16	29-Aug-17	2.13%	01-Feb-36

Total

\$10,649,128.55

(a) Includes Service Fee

STATE OF KANSAS
 KANSAS PUBLIC WATER SUPPLY LOAN FUND
 SCHEDULE OF PROJECTS STARTED - FY2018

EXHIBIT 7B

Communities Served	Project Number	Assistance Amount	Binding Commitment Date	Construction Start Date	(a) Interest Rate on Loan	Date Loan Matures
Conway Springs	2844	\$2,324,310.00	12/3/2013	01-Mar-18	2.44%	01-Feb-36
Cowley Co. RWD #7	2913	\$91,237.50	10/6/2016	14-Aug-17	1.72%	01-Aug-27
Hiawatha	2849	\$6,700,000.00	7/27/2015	19-Sep-17	2.21%	01-Aug-17
Kensington	2881	\$498,540.00	7/7/2016	03-Jul-17	1.91%	01-Aug-37
Liberal	2909	\$2,712,419.00	1/5/2017	27-Sep-17	2.16%	01-Aug-38
Lyon County RWD #1	2930	\$2,476,751.00	5/10/2017	25-Apr-18	2.33%	01-Aug-19
Manhattan	2895	\$7,326,270.00	2/22/2016	16-Jul-17	2.13%	01-Feb-38
Norwich	2832	\$2,260,209.00	3/5/2015	30-Jan-18	2.13%	01-Aug-36

Total

\$24,389,736.50

(a) Includes Service Fee

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2018

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Abilene	2001	\$ 1,400,000.00	\$ 1,400,000.00	\$ -	Construction of a water treatment plant to remove nitrate and excess iron and manganese from the source water	6,468 / 7,700	no / yes	Dickinson	no
Alma	2002	\$ 481,206.39	\$ 481,206.39	\$ -	Construction of approximately 1 mile of 8 inch pipe and a 200,000 gallon elevated storage tank	872 / 872	yes / yes	Wabaunsee	no
Almena	2392	\$ 615,500.00	\$ 615,500.00	\$ -	Installation of approximately 2,800 linear feet of 6 inch pipe for system looping, and appurtenances	469 / 469	yes / yes	Norton	no
Argonia	2702	\$ 2,002,059.58	\$ 2,002,059.58	\$ -	Construction of a new water treatment plant to resolve nitrate and arsenic issues.	494 / 814	yes / yes	Sumner	no
Arkansas City	2649	\$ 1,226,071.25	\$ 1,226,071.25	\$ -	Install approximately 26,000 feet of waterline and all related appurtenances	11,416 / 12,516	no / no	Cowley	no
Arkansas City 2	2813	\$ 22,000,000.00	\$ 22,000,000.00	\$ -	Construction of a new water treatment facility	12,340 / 13,617	no / no	Cowley	no
Arlington	2385	\$ 526,728.52	\$ 526,728.52	\$ -	Construction of two new wells, the associated connecting pipe, and replacer deteriorated distribution pipe	440 / 440	yes / yes	Reno	no
Assaria	2182	\$ 489,000.00	\$ 489,000.00	\$ -	Construction of a new water supply well, 75,000 gallon elevated storage tank, approximately 5,650 linear feet of 6 inch pipe, and appurtenances	380 / 380	yes / yes	Saline	no
Atchison	2552	\$ 3,751,111.57	\$ 3,751,111.57	\$ -	Replacement of over 24,000 feet of deteriorated water line and construction of a new pump station with emphasis on energy efficiency	10,145 / 11,230	no / no	Atchison	no
Atchison 2	2745	\$ 3,224,692.17	\$ 3,224,692.17	\$ -	Replace an existing pump station with increased pumping capacity, and construct a new elevated water treatment plant site.	11,021 / 15,926	no / no	Atchison	no
Atchison 3	2566	\$ 9,083,432.64	\$ 9,083,432.64	\$ -	Construction of an additional treatment process in order to lower crypto & TOC concentrations, the replacement of approximately 1,000 feet of existing main with larger size, and construction of a 1.5 million gallon elevated storage tank on the water treatment plant site.	11,021 / 15,926	no / no	Atchison	no
Atchison 4	2890	\$ 1,018,958.12	\$ 1,018,958.12	\$ -	This project will rehabilitate the existing water treatment plant filters to accommodate air scouring and conversion to biologically active filters.	10,925 / 16,181	no / no	Atchison	no
Baldwin City	2321	\$ 1,599,236.21	\$ 1,599,236.21	\$ -	Construction of 2 elevated .75 MG storage tanks, 7,115 linear feet of 6, 8, and 12 inch water main, demolition of ground storage tank, and installation of telemetry for new tanks	3,503 / 9,044	yes / yes	Douglas	no
Baldwin City 2	2896	\$ 1,577,930.00	\$ 1,046,914.65	\$ 531,015.35	Replacement of approximately 8,700 linear feet of water mains located in two areas within the City Limit	4,585 / 6,407	yes / yes	Douglas	no
Baxter Springs	2009	\$ 2,900,000.00	\$ 2,900,000.00	\$ -	Renovation and expansion of existing water treatment plant, adding one clarifying flocculator, one chlorine contact basin, renovating filters, chemical feed, electrical controls and a laboratory	4,351 / 4,351	yes / yes	Cherokee	no

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2018

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Bentley	2531	\$ 370,333.11	\$ 370,333.11	\$ -	Construction of approximately 3,100 feet of pipeline, a new pump station, and disinfection treatment facility	496 / 496	yes / yes	Sedgwick	no
Bel Aire	2790	\$ 843,894.74	\$ 843,894.74	\$ -	Water line improvements around Edgemorr Street between 41st and 45th Streets North. The project also consists of the replacement of 2,378 water meters with new radio-read meters.	6,806 / 6,806	no / yes	Sedgwick	no
Belvue	2858	\$ 287,023.34	\$ 287,023.34	\$ -	This project will construct a 4" PVC transmission main to connect to Pottawatomie County Rural Water District No. 4. The loan will also fund the associated connection fee.	202 / 202	yes / yes	Pottawatomie	no
Beloit	2760	\$ 515,000.00	\$ 515,000.00	\$ -	Replace approximately 2,000 residential and commercial water meters and upgrade them to have automated meter reading capabilities.	3,835 / 4,180	yes / yes	Mitchell	no
Beverly	2781	\$ 154,782.00	\$ 154,782.00	\$ -	Development of a new well field, which has been proven adequate through test drills to yield a much better quality of water and will also have sufficient capacity for the city's relatively small usage.	161 / 161	yes / yes	Lincoln	yes
Bird City	2803	\$ 435,997.89	\$ 435,997.89	\$ -	Replace existing waterlines along Burr St. and 1st St, replace all meters with meters that have automatic reading capabilities, install valves within the existing distribution system, install variable frequency drives at existing wells, and rehabilitate the existing elevated storage tank.	446 / 446	yes / yes	Cheyenne	no
Blue Rapids	2544	\$ 211,584.79	\$ 211,584.79	\$ -	Construction of a ground storage water tank that will replace an existing tank	1,041 / 1,041	yes / yes	Marshall	no
Bonner Springs	2453	\$ 880,026.30	\$ 880,026.30	\$ -	Construction of a settling tank for water treatment plant backwash water and replacement of well #5, including the well house.	7,346 / 7,346	no / yes	Wyandotte	no
Bonner Springs	2798	\$ 2,000,000.00	\$ -	\$ 2,000,000.00	Construction of a 12" waterline from the water treatment plant to Morse and Cornell. This waterline will provide a secondary transmission line to the storage tanks and City's Disbursement system. Improvements at the water treatment plant to meet groundwater rule regulations. The existing design does not provide 4-LOC removal. Upgrades include filter flow monitoring, auto-backwashing, and improved filter controls.	7,419 / 7,419	no / yes	Wyandotte	no
Brown Co. RWD #2	2487	\$ 130,046.61	\$ 130,046.61	\$ -	Construction of a booster pump station and connection to an existing distribution system	724 / 1,083	yes / yes	Brown	yes
Buhler	2701	\$ 1,330,171.92	\$ 1,330,171.92	\$ -	Expand the water treatment plant to add treatment processes to remove arsenic, iron, and manganese, rehabilitate the existing water tower, replace the existing storage pumps, and construct a sewer line to transport the waste from the new treatment processes	1,340 / 1,340	yes / yes	Reno	no

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2018

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Burlington	2231	\$ 5,059,982.26	\$ 5,059,982.26	\$ -	Construction of a water treatment plant	2,765 / 5,640	yes / yes	Coffey	no
Butler Co. RWD #5	2500	\$ 400,000.00	\$ 400,000.00	\$ -	Establish a new pressure zone by installing a booster pump station, valve by-pass connections for pressure relief, and loops to resolve pressure issues outside of the new pressure zone, and replacement of residential meters	4,000 / 5,355	yes / yes	Butler	yes
Butler Co. RWD #6	2815	\$ 2,100,000.00	\$ -	\$ 2,100,000.00	The project consists of a booster pump station upgrade, installation of new pipelines associated with the booster pump station, installation of an automated meter reading system, and water tower rehabilitation.	2,586 / 4,095	yes / yes	Butler	yes
Butler Co. RWD #8	2018	\$ 816,871.25	\$ 816,871.25	\$ -	Construction of a 200,000 gallon elevated storage tank and 7 miles of 6 and 10 inch water lines	928 / 928	yes / yes	Butler	yes
Caney	2491	\$ 1,344,166.58	\$ 1,344,166.58	\$ -	Rehabilitate the existing chlorine contact basin into a presettling basin, recommission an abandoned chlorine contact basin, change various chemical feed points, and reroute the water treatment plant yard piping	1,975 / 1,975	yes / yes	Montgomery	no
Carbondale	2186	\$ 1,350,459.61	\$ 1,350,459.61	\$ -	Replacement of 34,040 feet of 4 and 8 inch water mains, installation of 45 fire hydrants and 139 gate valves, and a new water tower	1,526 / 4,666	yes / yes	Osage	no
Carbondale 2	2413	\$ 2,617,293.70	\$ 2,617,293.70	\$ -	Construction of a new membrane filter water treatment system and replacement of the 6 inch asbestos cement finished water transmission main with 8 inch PVC	1,439 / 4,839	yes / yes	Osage	yes
Chanute	2022	\$ 1,750,000.00	\$ 1,750,000.00	\$ -	Construction of a 1 MG elevated water storage tank, approximately 2,900 linear feet of 10 and 12 inch waterlines, plant upgrades and automation	9,082 / 11,714	no / no	Neosho	no
Chanute 2	2364	\$ 632,556.99	\$ 632,556.99	\$ -	Replacement of a 3,400 foot section of 10 inch cast iron water line with PVC	9,217 / 11,714	no / no	Neosho	no
Chanute 3	2722	\$ 112,638.60	\$ 112,638.60	\$ -	Replace windows, raw water meters, and boiler at the water treatment plant as recommended by energy audit	8,843 / 10,875	no / no	Neosho	no
Chanute 4	2837	\$ 424,000.00	\$ 424,000.00	\$ -	Replace the existing intake structure screens, pipe and valves with materials resistant to the accumulation of zebra mussels and also install a bridge crane system to access the pumps for servicing.	9,161 / 9,931	no / yes	Neosho	no
Chanute 5	2931	\$ 870,000.00	\$ -	\$ 870,000.00	Upgrade Controls at the water treatment plan and river intake.	9,161 / 9,931	no / yes	Neosho	no
Cheney	2556	\$ 601,493.73	\$ 601,493.73	\$ -	Replacement of approximately 8,500 feet of water distribution pipe	1,963 / 1,963	yes / yes	Sedgwick	no
Cherokee Co. RWD #3	2444	\$ 1,738,382.00	\$ 1,738,382.00	\$ -	Construction of a new aeration and detention basin, filters, polymer feed system, high service pumps, new controls, two sludge lagoons and repair an existing basin.	1,625 / 1,773	yes / yes	Cherokee	yes

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2018

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Cherryvale	2553	\$ 877,525.65	\$ 877,525.65	\$ -	Replacement of approximately one mile of water line, including valves and hydrants, and installation of an automated meter reading system	2,371 / 2,371	yes / yes	Montgomery	no
Chetopa	2188	\$ 1,624,416.46	\$ 1,624,416.46	\$ -	Water treatment plant expansion and renovation including raw water intake, solids contact unit, basin modifications, chemical feeders, filter renovation, plant piping, and controls	1,257 / 1,257	yes / yes	Labette	no
Cimarron	2024	\$ 1,511,421.15	\$ 1,511,421.15	\$ -	Replacement and upgrade of existing deteriorated and under-sized water lines with approximately 16,500 feet of new 6, 8 and 10 inch water lines	1,675 / 1,675	yes / yes	Gray	no
Clay Center	2479	\$ 9,689,510.05	\$ 9,689,510.05	\$ -	Construction of a 3.0 MGD reverse osmosis water treatment plant on new property purchased by the city, including transmission and distribution mains needed to connect the plant to the existing wells and distribution system	4,378 / 4,378	yes / yes	Clay	no
Clay Co. RWD #2	2530	\$ 256,013.16	\$ 256,013.16	\$ -	Construction of two new wells and approximately 16,000 feet of pipeline to connect to the existing distribution system	950 / 950	yes / yes	Clay	yes
Cloud Co. RWD #1	2327	\$ 435,866.54	\$ 435,866.54	\$ -	Construction of 2 new water supply wells and chlorination building, install telemetry controls, and rehabilitate two standpipes	450 / 450	yes / yes	Cloud	yes
Coffeyville 1	2250	\$ 2,443,456.33	\$ 2,443,456.33	\$ -	Upgrade of present water treatment plant including construction of a rapid mix unit, two automatic sludge blowdowns, holding basin, discharge pump structures, pump, process piping, chemical feed system, and appurtenances	12,031 / 16,755	no / no	Montgomery	no
Coffeyville 2	2026	\$ 418,390.61	\$ 418,390.61	\$ -	Repair existing 190,000 gallon elevated water storage tank, install a recirculating pump and motor operated valve at the base of the tower, construction of 9,500 linear feet of 8 inch water line, and appurtenances	12,031 / 16,755	no / no	Montgomery	no
Coffeyville 3	2267	\$ 467,435.78	\$ 467,435.78	\$ -	Replace approximately 6,200 linear feet of 8 and 12 inch water lines, and related appurtenances	11,021 / 17,314	no / no	Montgomery	no
Coffeyville 4	2583	\$ 663,935.07	\$ 663,935.07	\$ -	Install security cameras and fences, replace valves in the yard piping of the water treatment plant, and replace the components of the up flow clarifier	10,387 / 14,028	no / no	Montgomery	no
Colwich	2204	\$ 3,576,878.83	\$ 3,576,878.83	\$ -	Construction of water supply wells, transmission line, a distribution system, and an elevated storage tank	1,134 / 1,134	yes / yes	Sedgwick	no
Conway Springs	2844	\$ 2,324,310.00	\$ 347,201.22	\$ 1,977,108.78	Construct a new centralized water treatment plant and connecting pipeline to reduce nitrates.	1,248 / 2,831	yes / yes	Sumner	no
Copeland	2477	\$ 53,824.06	\$ 53,824.06	\$ -	Purchase of automated meter reading system including meters	308 / 308	yes / yes	Gray	yes
Cottonwood Falls	2792	\$ 1,166,876.37	\$ 1,166,876.37	\$ -	Replace approximately 13,000 feet of waterlines and associated service lines and meters.	911 / 911	yes / yes	Chase	yes

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2018

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Council Grove	2378	\$ 2,258,480.94	\$ 2,258,480.94	\$ -	Construction of a clarification basin, rapid mix basin, and ozone disinfection system, installation of a raw water meter, high service pumps, and modifications to the chemical feed systems and filters, and appurtenances	2,328 / 3,418	yes / yes	Morris	no
Cowley County RWD #3	2852	\$ 1,294,188.85	\$ 1,294,188.85	\$ -	Construction of a new water storage facility, demolish exiting storage facilities, replace an existing disinfection facility, and replace approximately 4,000 feet of water lines.	2,500 / 2,500	yes / yes	Cowley	yes
Cowley County RWD #7	2913	\$ 91,237.50	\$ 87,419.95	\$ 3,817.55	Installation of an automated meter read system for the District.	250 / 250	yes / yes	Cowley	yes
Crawford Co. RWD #5	2032	\$ 579,651.35	\$ 579,651.35	\$ -	Construction of a new water supply well and treatment plant and approximately 9,000 feet of 2, 2.25, and 4 inch water lines	1,500 / 1,658	yes / yes	Crawford	yes
Crawford Co. RWD #7	2358	\$ 99,466.33	\$ 99,466.33	\$ -	Installation of approximately 10,900 linear feet of 4 inch water line, construction of a booster pump station, and a 12 foot diameter standpipe	497 / 497	yes / yes	Crawford	yes
Delphos	2763	\$ 83,592.50	\$ 83,592.50	\$ -	Replace water meters and upgrade to have radio read capabilities.	359 / 359	yes / yes	Ottawa	no
Dickinson County RWD #1	2751	\$ 237,517.07	\$ 237,517.07	\$ -	Installation of 5 main line meters with radio read capabilities to help with leak detection and water loss analysis.	879 / 974	yes / yes	Dickinson	yes
Dickinson County RWD #2	2518	\$ 1,037,723.51	\$ 1,037,723.51	\$ -	Construction of approximately 8 miles of 8 inch pipeline and install new pumps in the existing pump station.	1,560 / 1,560	yes / yes	Dickinson	yes
Dodge City	22,292,230	\$ 4,394,239.21	\$ 4,394,239.21	\$ -	Upgrade the existing water system including the construction of a 1.5 MG elevated storage tank, approximately 700 feet of 12 inch water line, and 11,460 linear feet of 12 and 16 inch water lines.	22,023 / 22,023	no / no	Ford	no
Doniphan Co. RWD #5	2234	\$ 46,303.60	\$ 46,303.60	\$ -	Replacement of approximately 61,000 linear feet of 1 to 4 inch in diameter water lines	1,320 / 1,487	yes / yes	Doniphan	yes
Douglas Co. RWD #2	2656	\$ 749,183.41	\$ 749,183.41	\$ -	Construction of approximately 14,000 feet of water transmission line and a 500 gpm booster pump station	955 / 955	yes / yes	Douglas	yes
Douglas Co. RWD #3	2516	\$ 4,987,566.91	\$ 4,987,566.91	\$ -	Construction of 3 public water supply wells and an elevated water storage tank, installation of 5 miles of distribution main, and expand the existing reverse osmosis water treatment plant	3,834 / 6,834	yes / yes	Douglas	yes
Douglas Co. RWD #4	2274	\$ 857,696.30	\$ 857,696.30	\$ -	Construction of 8 miles of 8 inch water line, booster pump and metering facility	1,663 / 1,663	yes / yes	Douglas	yes
Douglas Co. RWD #5	2249	\$ 1,158,094.71	\$ 1,158,094.71	\$ -	Construction of approximately 124,650 linear feet of 4, 6, 8, and 10 inch water line, booster pump station, second connection with the City of Lawrence water system, and installation of a master meter with vault	1,580 / 1,580	yes / yes	Douglas	yes

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Douglass	2405	\$ 65,843.00	\$ 65,843.00	\$ -	Construction of a well house and purchase of approximately 2,200 linear feet of 8 inch PVC and associated appurtenances	1,797 / 1,797	yes / yes	Butler	no
Downs	2388	\$ 436,872.65	\$ 436,872.65	\$ -	Installation of new resin cells, brine pumps, booster pumps, sand filter, nitrate analyzer, and all related appurtenances to improve nitrate removal in the water treatment plant	1,017 / 1,017	yes / yes	Osborne	no
Easton	2809	\$ 651,772.97	\$ 651,772.97	\$ -	Construction of a new water supply well and improvements to the water treatment plant	255 / 255	yes / yes	Leavenworth	no
Edgerton	2039	\$ 1,141,617.03	\$ 1,141,617.03	\$ -	Construction of a 200,000 gallon elevated storage tank, booster pump station, and approximately 3 miles of 8 inch water line	1,424 / 1,424	yes / yes	Johnson	no
Edgerton 2	2903	\$ 247,773.33	\$ 247,773.33	\$ -	Replacement of existing water meters with automated read meters and associated improvements.	1,703 / 1,703	yes / yes	Johnson	no
Effingham	2461	\$ 740,812.69	\$ 740,812.69	\$ -	Rehabilitation of existing wells including a new chlorination building, replace deteriorated distribution piping, service lines, and valves, add distribution loops, and construction of a new elevated storage tank	585 / 585	yes / yes	Atchison	no
Ellsworth	2255	\$ 2,041,438.15	\$ 2,041,438.15	\$ -	Upgrade of the existing water treatment plant including installation of draft aerator, and construction of a new solid contact basin	2,600 / 2,600	yes / yes	Ellsworth	no
Emporia	2041	\$ 4,739,010.72	\$ 4,739,010.72	\$ -	Modification and upgrade of present water treatment facility including a new 5 MGD water softening treatment process, chemical feed system and operation center	24,462 / 31,933	no / no	Lyon	no
Emporia 2	2590	\$ 2,423,971.49	\$ 2,423,971.49	\$ -	Rehabilitate and expand the existing water treatment plant to meet system demands	26,662 / 33,848	no / no	Lyon	no
Eudora	2926	\$ 601,309.00	\$ 79,846.37	\$ 521,462.63	Conversion of irrigation well for use as public water supply well and construction of a redundant water transmission main from the existing storage	6,378 / 6,378	no / yes	Douglas	no
Eureka	2045	\$ 450,000.00	\$ 450,000.00	\$ -	Construction of a 56 foot diameter solids contact basin and rapid mix with chemical feed system, repair and rehabilitation of the existing contact and rapid mix basin	2,974 / 5,441	yes / yes	Greenwood	no
Eureka 2	2463	\$ 2,106.27	\$ 2,106.27	\$ -	Repair and rehabilitate existing infrastructure to create a secondary source for the City. Modifications will be made to the intake structure on the city lake including valves, pipes, the pump station, and the transmission line	2,739 / 5,002	yes / yes	Greenwood	no
Finney Co. RWD #1	2047	\$ 2,511,216.86	\$ 2,511,216.86	\$ -	Construction of approximately 14 miles of water line and a new water supply well, purchasing an existing water supply well and standpipe to serve the existing 11 mobile home parks booster pump station, and a master meter	2,200 / 2,200	yes / yes	Finney	yes

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Florence	2254	\$ 155,316.08	\$ 155,316.08	\$ -	Installation of slow sand filters to eliminate turbidity failures and excessive operating costs associated with cartridge filtration units	678 / 678	yes / yes	Marion	no
Fort Scott	2189	\$ 2,169,246.82	\$ 2,169,246.82	\$ -	Construction of a 750,000 gallon elevated water storage tank, 9,900 linear feet of 12 and 16 inch water line, and appurtenances	8,400 / 13,722	no / no	Bourbon	no
Fort Scott 2	2277	\$ 5,480,085.58	\$ 5,480,085.58	\$ -	Installation of a ozone disinfection system, construction of two clear wells and a high service pump station, replacement of filter media, and appurtenances	8,297 / 13,722	no / no	Bourbon	no
Franklin Co. RWD #5	2869	\$ 573,323.94	\$ 573,323.94	\$ -	Construction on an elevated water storage tank, including controls, and demolish the existing standpipe.	855 / 855	yes / yes	Franklin	yes
Frontenac	2434	\$ 600,339.65	\$ 600,339.65	\$ -	Replacement and upgrade of deteriorating treatment plant equipment and controls, rehabilitation and repair of existing water storage tanks, and replacement and looping of distribution pipe to solve pressure and flow problems	1,301 / 1,301	yes / yes	Crawford	no
Galena	2678	\$ 155,535.41	\$ 155,535.41	\$ -	Installation of approximately 4,000 feet of 8-inch waterline to provide service to a medical facility while meeting pressure requirements in the area	3,171 / 4,471	yes / yes	Cherokee	no
Galena 2	2886	\$ 487,616.00	\$ 389,488.34	\$ 98,127.66	Convert existing meter system to an automated meter reading system.	2,994 / 2,994	yes / yes	Cherokee	no
Garden City	20,552,056	\$ 5,678,099.58	\$ 5,678,099.58	\$ -	Construction of 1 MG and 2 MG ground storage tanks, 7,000 feet of 20 inch water transmission connecting lines, chlorination facilities, pump stations, and standby generators	26,039 / 31,451	no / no	Finney	no
Garden City 2	2316	\$ 2,614,133.46	\$ 2,614,133.46	\$ -	Construction of 3 water supply wells, a 5 MG water storage tank, and approximately 8,000 linear feet of 12 and 20 inch water line	26,039 / 31,451	no / no	Finney	no
Gardner	2446	\$ 7,582,910.00	\$ 7,582,910.00	\$ -	Expansion and modification of the existing treatment plant with new or upgraded equipment including pumps, basins, a clear well, a rapid mix/chemical feed system, filters and all appurtenances	16,000 / 25,037	no / no	Johnson	no
Garnett	2242	\$ 1,200,694.36	\$ 1,200,694.36	\$ -	Construction of a .5 MG elevated storage tank and rehabilitation of the existing .1 MG elevated storage tank	3,224 / 5,112	yes / yes	Anderson	no
Garnett 2	2587	\$ 944,702.44	\$ 944,702.44	\$ -	Rehabilitate the existing raw water pump station, update the controls and valves at the treatment plant, and replace the existing raw water transmission main	3,280 / 3,317	yes / yes	Anderson	no
Geary Co. RWD #4	2319	\$ 383,965.36	\$ 383,965.36	\$ -	Construction of a 230 gpm filtration plant, sludge reclaim tank, and upgrade of 2 well pumps	450 / 450	yes / yes	Geary	yes

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Geneseo	2754	\$ 343,511.48	\$ 343,511.48	\$ -	Construction of a new well, replace a water transmission main, and replace meters and upgrade them to have automated reading capabilities.	267 / 267	yes / yes	Rice	no
Girard	2508	\$ 3,102,814.48	\$ 3,102,814.48	\$ -	Construction of two 250,000 gallon water storage towers, a booster pump station, emergency power generator at the water treatment plant site, installation of an automated meter reading system, and demolition of the existing water storage towers.	2,789 / 2,789	yes / yes	Crawford	no
Glen Elder	2449	\$ 139,896.34	\$ 139,896.34	\$ -	Construction of two new wells and the required transmission line to connect to the distribution system	399 / 399	yes / yes	Mitchell	no
Goddard	2512	\$ 2,675,922.92	\$ 2,675,922.92	\$ -	Construction of approximately 33,000 feet of water transmission main.	4,344 / 4,344	yes / yes	Sedgwick	no
Goessel	2059	\$ 340,902.26	\$ 340,902.26	\$ -	Construction of a 100,000 gallon elevated water storage tank, connecting water line, and appurtenances	506 / 506	yes / yes	Marion	no
Goodland	2061	\$ 2,480,050.31	\$ 2,480,050.31	\$ -	Construction of a .5 MG elevated storage tank, three new water supply wells, and construction and replacement of 12.5 miles of water line	4,669 / 4,669	yes / yes	Sherman	no
Goodland 2	2591	\$ 5,711,606.85	\$ 5,711,606.85	\$ -	Construction of an ion exchange nitrate removal plant, non discharging evaporative ponds, and transmission pipelines	4,361 / 4,361	yes / yes	Sherman	no
Gove	2759	\$ 276,148.20	\$ 276,148.20	\$ -	Construct a new well, a blending vault, and booster pump station as well as install a variable frequency drive on an existing well.	88 / 88	yes / yes	Gove	yes
Grainfield	2478	\$ 84,663.13	\$ 84,663.13	\$ -	Installation of 3,400 feet of PVC transmission line to connect existing well and constructions of a new chlorination facility	298 / 298	yes / yes	Gove	no
Hanover	2395	\$ 71,766.37	\$ 71,766.37	\$ -	Construction of an elevated water storage tank, demolition of existing tank, and all associated connections.	605 / 605	yes / yes	Washington	no
Harper	2772	\$ 1,239,422.82	\$ 1,239,422.82	\$ -	Construction of a new water treatment plant utilizing an ion exchange process, evaporative lagoons for waste disposal, and transmission mains for raw and treated water.	1,463 / 1,463	yes / yes	Harper	no
Harper Co. RWD #2	2351	\$ 549,064.00	\$ 549,064.00	\$ -	Installation of approximately 256,200 linear feet of 1.5, 2, and 2.5 inch PVC pipe and appurtenances	287 / 287	yes / yes	Harper	yes
Harvey Co. RWD #1	2193	\$ 539,676.88	\$ 539,676.88	\$ -	Construction of a 75,000 gallon elevated storage tank and approximately 16 miles of 2, 3, 4, 6, and 8 inch water lines to provide looping for pressure equalization and connecting unserved areas	1,650 / 3,067	yes / yes	Harvey	yes
Harvey Co. RWD #1-2	2426	\$ 3,703,631.52	\$ 3,703,631.52	\$ -	Construction of 3 public water supply wells, a chlorination facility, transmission pipelines, extended distribution pipelines to connect over 100 new users, and appurtenances	2,565 / 3,068	yes / yes	Harvey	yes

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Herington	2357	\$ 1,222,806.46	\$ 1,222,806.46	\$ -	Construction of chemical building and feed room, modification of flash mixing basin, and plant piping, rehabilitation of contact basins, and installation of turbidity monitoring and lab testing equipment	2,517 / 3,096	yes / yes	Dickinson/Morris	no
Herington 2	2927	\$ 3,409,000.00	\$ 113,049.25	\$ 3,295,950.75	Construction of new water and electrical infrastructure and demolition of existing building including: relocation of electrical services, a new filter building, relocation of pump room, new offices/restrooms, trihalomethane reduction, upgrades to water plant computer systems, improvement to site paving, removal of unused chemical feed silos, and construction of a backwash basin	2,396 / 2,911	yes / yes	Dickinson/Morris	no
Herndon	2838	\$ 309,581.50	\$ 309,581.50	\$ -	Replace distribution waterlines and install controls for the water tower and well pumps	132 / 132	yes / yes	Rawlins County	no
Hesston	2495	\$ 1,631,805.86	\$ 1,631,805.86	\$ -	Construction of a 500,000 gallon elevated water tower and connecting pipe line, replace existing high service pumps, rehabilitate general building conditions at the pump station, and upgrade system telemetry	3,631 / 3,631	yes / yes	Harvey	no
Hiawatha	2066	\$ 702,736.49	\$ 702,736.49	\$ -	Construction of 2 new wells, super chlorination of two existing wells, and construction of 6, 8 and 12 inch distribution loop, and appurtenances	3,578 / 4,834	yes / yes	Brown	no
Hiawatha 2	2849	\$ 6,700,000.00	\$ 3,245,559.77	\$ 3,454,440.23	Construct a new ion exchange water treatment plant, new well field, and transmission mains.	3,178 / 5,079	yes / yes	Brown	no
Hill City	2442	\$ 2,360,730.54	\$ 2,360,730.54	\$ -	Replacement of existing distribution system pipes and all associated meters, valves, hydrants, borings, and pavement	1,511 / 1,511	yes / yes	Graham	no
Hill City 2	2608	\$ 342,961.42	\$ 342,961.42	\$ -	Construction of a new public water supply well, approximately 2.5 miles of water transmission main and all related appurtenances	1,437 / 1,437	yes / yes	Graham	no
Hillsboro	2408	\$ 146,351.73	\$ 146,351.73	\$ -	Installation of approximately 3,700 linear feet of 8 inch PVC including valves, service connections, fire hydrants, and pavement removal and replacement	2,833 / 2,833	yes / yes	Marion	no
Hillsboro 2	2934	\$ 3,107,750.00	\$ -	\$ 3,107,750.00	Replacement of aged and/or asbestos concrete main water transmission lines, inoperable valves, fire hydrant assemblies and antiqued mater assemblies.	2,887 / 4,037	yes / yes	Marion	no
Holton	2436	\$ 357,605.44	\$ 357,605.44	\$ -	Replace deteriorating waterlines with approximately 3,000 linear feet of 8 inch PVC pipe	3,341 / 3,341	yes / yes	Jackson	no
Holyrood	2068	\$ 262,259.15	\$ 262,259.15	\$ -	Installation of approximately 2,710 linear feet of 6 inch PVC pipe, 2,041 linear feet of 4 inch PVC pipe, flushing hydrants, ventilation system, and appurtenances	453 / 453	yes / yes	Ellsworth	no
Hoyt	2139	\$ 814,696.74	\$ 814,696.74	\$ -	Construction of a 200,000 gallon elevated water storage tank and approximately 13,000 linear feet of 8 inch water line, replace fire hydrants, telemetry controls, and appurtenances	533 / 533	yes / yes	Jackson	no

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Hutchinson	2280	\$ 1,403,529.82	\$ 1,403,529.82	\$ -	Installation of water transmission mains and booster pump station	40,787 / 40,787	no / no	Reno	no
Hutchinson 2	2423	\$ 6,666,667.00	\$ 6,666,667.00	\$ -	Construction of a reverse osmosis water treatment plant and the connecting raw and waste water transmission mains and some distribution mains	41,048 / 41,348	no / no	Reno	no
Independence	2630	\$ 1,774,234.15	\$ 1,774,234.15	\$ -	Construction of a 750,000 gallon elevated water storage tank and associated connecting pipelines and access roads, and demolition of existing tower	9,317 / 11,811	no / no	Montgomery	no
Ingalls	2356	\$ 155,346.14	\$ 155,346.14	\$ -	Testing, drilling, and connection of a new water supply well and plugging the existing well	331 / 331	yes / yes	Gray	no
Iola	2281	\$ 10,000,000.00	\$ 10,000,000.00	\$ -	Construction of a river intake structure, pre-sedimentation and ozone disinfection facilities, conventional water softening facilities, storage and pumping facilities, and all controls	6,171 / 7,743	no / yes	Allen	no
Jackson Co. RWD #1	2214	\$ 2,170,441.17	\$ 2,170,441.17	\$ -	Construction and replacement of approximately 177,500 linear feet of 4, 6, 8, and 12 inch water lines, 200,000 gallon elevated water storage tank, two new pump stations with buildings, 2nd connection with the City of Topeka, installation of new telemetry, and appurtenances	1,300 / 4,371	yes / yes	Jackson	yes
Jackson Co. RWD #3	2464	\$ 975,110.60	\$ 975,110.60	\$ -	Installation of 40,000 feet of 6" PVC pipe with 9 valves and valve boxes along with one highway crossing and eight road crossings, installation of 7,600 feet of 4" PVC pipe with 4 valves and valve boxes with one stream crossing, install a master meter, connect to the existing system (12 places), upgrade the pump station, install 4 cleanouts, construct the Netawaka Control Vault, and repaint 4 tanks	4,060 / 5,162	yes / yes	Jackson	yes
Jefferson Co. RWD #13	2557	\$ 2,360,113.00	\$ 2,360,113.00	\$ -	Replacement of approximately 30,000 feet of waterline, construction of a 200,000 gallon elevated water storage tank, and installation of new telemetry controls	2,115 / 3,446	yes / yes	Jefferson	yes
Jetmore	2876	\$ 2,335,954.00	\$ 193,802.34	\$ 2,142,151.66	Replacement of the City's Water Tower, increase capacity three fold to 150,000 gallons, and reset it geographically to higher ground in the NW corner of the City. This will allow the city to increase storage and pressure, update infrastructure, and provide volume in which to force blend contaminated water, bringing levels to well below acceptable levels	852 / 852	yes / yes	Hodgeman	no
Jewell Co. RWD #1	2080	\$ 27,488.44	\$ 27,488.44	\$ -	Construction of a public water supply well, 150,000 gallon elevated water storage tank, chlorination facility, and water transmission line	959 / 1,224	yes / yes	Jewell and Smith	yes
Johnson Co. Consolidated RWD #6	2081	\$ 1,239,437.00	\$ 1,239,437.00	\$ -	Construction and replacement of approximately 41,000 feet of 1.5, 2, 4 and 6 inch water main with 8 and 12 inch lines	1,350 / 1,350	yes / yes	Johnson	yes

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Johnson Co. RWD #7	20,822,083	\$ 1,578,591.00	\$ 1,578,591.00	\$ -	Construction of approximately 8.5 miles of 12 and 16 inch water main to connect unserved areas, and participation in upgrade and rehabilitation of Miami Co. RWD #2 (the source of water supply)	4,537 / 4,537	yes / yes	Johnson	yes
Johnson Co. RWD #7-2	2333	\$ 635,641.91	\$ 635,641.91	\$ -	Installation of approximately 33,000 linear feet of 16 and 20 inch pipe lines and all valves, connections, and appurtenances	4,537 / 4,537	yes / yes	Johnson	yes
Johnson Co. RWD #7-3	2283	\$ 957,746.92	\$ 957,746.92	\$ -	Installation of approximately 2.5 miles of 12 inch water mains along 175th St. from Dillie Rd west to Edgerton Rd then south to connect to an existing line, and along 215th St from Gardner Rd west to connect to an existing line	4,537 / 4,537	yes / yes	Johnson	yes
Johnson Co. RWD #7-4	2729	\$ 171,700.00	\$ 171,700.00	\$ -	Replace existing district water meters with new meters that use Automatic Meter Reading technology and associated hardware and software for the operation of the new meters	4,537 / 4,537	yes / yes	Johnson	yes
Johnson Co. RWD #7-5	2947	\$ 4,235,000.00	\$ -	\$ 4,235,000.00	Acquisition, or merger, of consolidated Rural Water District No. 6, Johnson County Kansas, causing a need for 6 miles of water mains, a booster pump station, an elevated storage tank, and telemetry additions.	6,457 / 6,457	no / yes	Johnson	no
Junction City	2084	\$ 744,292.92	\$ 744,292.92	\$ -	Replacement of filter media, valves, operators, and controls, underdrains, piping, removal of existing surface wash system, installation of an air-assisted backwash system, and appurtenances	18,063 / 20,604	no / no	Geary	no
Junction City 2	2494	\$ 406,516.29	\$ 406,516.29	\$ -	Construction of a public water supply well and all related appurtenances	16,106 / 17,339	no / no	Geary	no
Junction City 3	2893	\$ 13,235,000.00	\$ 7,809,159.05	\$ 5,425,840.95	This project will rehabilitate the existing water treatment plant and construct new wells.	24,665 / 26,551	no / no	Geary	no
Kansas City BPU 1	2263	\$ 12,308,750.00	\$ 12,308,750.00	\$ -	Construction of a 25 MGD horizontal collector well, and installation of approximately 12,500 linear feet of 42 inch prestressed concrete cylinder pipe	164,464 / 181,727	no / no	Wyandotte	no
Kansas City BPU 2	2265	\$ 5,118,465.29	\$ 5,118,465.29	\$ -	Construction of approximately 22,000 linear feet of 48 inch prestressed concrete cylinder pipe	164,464 / 181,727	no / no	Wyandotte	no
Kansas City BPU 3	2379	\$ 9,000,000.00	\$ 9,000,000.00	\$ -	Construction of a 18MGD basin train (expansion) for the existing treatment plant and all related appurtenances.	164,462 / 184,579	no / no	Wyandotte	no
Kansas City BPU 4	2570	\$ 12,230,500.00	\$ 12,230,500.00	\$ -	Construction of a 4 MG treated water storage reservoir, and replacement of deteriorated water lines.	145,786 / 168,620	no / no	Wyandotte	no
Kansas City BPU 5	2823	\$ 13,000,000.00	\$ 10,854,290.90	\$ 2,145,709.10	Rehabilitation of the filters, backwash pump and high service pump at the Nearman Water Treatment Plant and replacement of deteriorated water lines throughout the distribution system.	147,268 / 173,629	no / no	Wyandotte	no

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Kensington	2881	\$ 498,540.00	\$ 390,658.35	\$ 107,881.65	Construction of a new well field approximately 4 miles SW of the city. Construction of new municipal water well, chlorination building, and transmission lines to connect the new well to the City's existing distribution system.	461 / 461	yes / yes	Smith	No
Kinsley	2752	\$ 703,063.97	\$ 703,063.97	\$ -	Replace approximately 7,500 linear feet of distribution line and approximately 30 fire hydrants.	1,457 / 1,457	yes / yes	Edwards	no
Kirwin	2643	\$ 218,996.43	\$ 218,996.43	\$ -	Install individual home water treatment units to comply with nitrate drinking water standards and rehabilitate an existing water tower	211 / 211	yes / yes	Phillips	yes
Kismet	2485	\$ 159,713.84	\$ 159,713.84	\$ -	Construct a replacement well within 65 feet of the existing collapsed well which includes necessary connections to the distribution system and a well house	521 / 521	yes / yes	Seward	no
LaCrosse	2572	\$ 326,318.16	\$ 326,318.16	\$ -	Replacement of approximately 1,000 feet of waterline along Eighth Street	1,274 / 1,274	yes / yes	Rush	no
Lakin	2564	\$ 5,230,888.89	\$ 5,230,888.89	\$ -	Planning, design, and construction of a reverse osmosis water treatment plant and underground injection wells	2,123 / 2,123	yes / yes	Kearny	no
Lane	2407	\$ 133,997.25	\$ 133,997.25	\$ -	Construction of a membrane treatment plant, well house modifications, chlorination system modifications, new high service pumps, and a wastewater transmission line	258 / 258	yes / yes	Franklin	yes
Larned	2746	\$ 391,004.51	\$ 391,004.51	\$ -	Replace approximately 2,700 feet of deteriorated cast iron pipe and related appurtenances.	4,054 / 5,119	yes / yes	Pawnee	no
Lawrence	2285	\$ 6,167,307.38	\$ 6,167,307.38	\$ -	Construction of filters, addition of transfer pumps, improvements to the chemical feed system, replacement of the existing washwater return pump, and improvements to the electrical, mechanical, instrumentation and controls at Clinton	79,979 / 124,456	no / no	Douglas	no
Lawrence 2	2087	\$ 5,562,864.03	\$ 5,562,864.03	\$ -	Construction of water treatment plant lime residuals facility	79,979 / 124,456	no / no	Douglas	no
Leavenworth Co. Consolidated RWD #1	2092	\$ 2,964,360.53	\$ 2,964,360.53	\$ -	Construction of approximately 9 miles of 10 and 12 inch water main, 750,000 gallon elevated water storage tank, booster pump station, and appurtenances	2,605 / 2,605	yes / yes	Leavenworth	yes
Leavenworth Co. Consolidated RWD #1-2	2468	\$ 430,236.53	\$ 430,236.53	\$ -	Construction of approximately 12,620 feet of 12 inch PVC pipe	3,200 / 3,200	yes / yes	Leavenworth	yes
Leavenworth Co. RWD #7	2225	\$ 1,652,957.00	\$ 1,652,957.00	\$ -	Construction of 2 new wells with pumping facility, chlorination and fluoridation facilities, booster pump station, and 5.25 miles of 12 inch water transmission lines, and appurtenances	2,614 / 2,614	yes / yes	Leavenworth	yes
Leavenworth Co. RWD #9	2093	\$ 809,347.20	\$ 809,347.20	\$ -	Construction of approximately 6.5 miles of 6, 8 and 10 inch water lines, 2 booster pump stations, chlorination facility, 20,000 and 60,000 gallon clear wells, upgrade of 7 existing well pumps	1,302 / 1,302	yes / yes	Leavenworth	yes

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Leavenworth Waterworks Board	2326	\$ 6,972,442.02	\$ 6,972,442.02	\$ -	Upgrade of water treatment plant 1 and 2, and the raw water intake and pumping station	39,471 / 54,601	no / no	Leavenworth	no
Lebo	2769	\$ 409,863.64	\$ 409,863.64	\$ -	Replace approximately 7,000 feet of aging asbestos cement waterlines with PVC waterlines and install an altitude valve on the elevated storage tank.	940 / 940	yes / yes	Coffey	no
Leoti	2777	\$ 40,100.16	\$ 40,100.16	\$ -	Construction of a new water treatment plant to reduce nitrate levels and install transmission mains and other system improvements to disperse the treated water to the distribution system.	1,563 / 1,563	yes / yes	Wichita	no
Liberal	2909	\$ 2,712,419.00	\$ 877,243.40	\$ 1,835,175.60	Replacement of existing deteriorated waterlines and rehabilitate and replace existing public water supply wells.	20,746 / 23,832	no no	Seward	no
Liberal	2290	\$ 5,607,992.07	\$ 5,607,992.07	\$ -	Construction of a well and well house with 24 inch transmission main, approximately 54,440 linear feet of 2, 6, 8, 10, 12, and 16 inch distribution line, upgrade booster pump station, and replacement of gate valves	19,562 / 19,562	no / no	Seward	no
Liebenthal	2755	\$ 75,059.50	\$ 75,059.50	\$ -	Install individual home water treatment units (approximately 61) in each livable household and business to allow the system to return to compliance with fluoride maximum contaminate levels.	103 / 103	yes / yes	Rush	yes
Little River	2514	\$ 507,393.98	\$ 507,393.98	\$ -	Construction of a new water transmission main, replace distribution system piping and electrical distribution equipment at the well field, construct new well manifold piping, and add a new telemetry system	527 / 527	yes / yes	Rice	no
Logan	2194	\$ 650,000.00	\$ 650,000.00	\$ -	Construction of 3 new water wells with chlorination facilities, 66,000 gallon ground level storage tank, and approximately 9 miles of 6 and 10 inch water lines	568 / 568	yes / yes	Phillips	no
Long Island	2256	\$ 188,740.65	\$ 188,740.65	\$ -	Development and construction of 2 water supply wells, chlorination facility, 20,000 gallon ground level storage tank, procurement of a standby generator, and appurtenances	165 / 165	yes / yes	Phillips	no
Lyons	2757	\$ 4,046,167.98	\$ 4,046,167.98	\$ -	Replace approximately 22,000 linear feet of distribution pipe and upgrade approximately 1,800 meters to have radio read capabilities.	3,739 / 4,639	yes / yes	Rice	no
Lyon Co. RWD #1	2213	\$ 445,408.45	\$ 445,408.45	\$ -	Construction of a 250,000 gallon elevated storage tank and approximately 800 linear feet of 8 inch connecting water main	825 / 1,317	yes / yes	Lyon	yes
Lyon Co. RWD #1.2	2710	\$ 197,886.58	\$ 197,886.58	\$ -	Installation of approximately 23 miles of PVC waterlines in various sizes between 2 and 8 inches.	1,595 / 1,595	yes / yes	Lyon	yes
Lyon Co. RWD #1.3	2930	\$ 2,476,751.00	\$ 679,116.48	\$ 1,797,634.52	Replacement of aging infrastructure including distribution pipe, transmission pipe, and a storage facility.	1,595 / 1,925	yes / yes	Lyon	no

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Maize	2292	\$ 5,300,000.00	\$ 5,300,000.00	\$ -	Construction of 2 water supply wells, .5 MG elevated storage tank, chlorination facility, 17,220 linear feet of 12 inch water transmission line, 71,355 linear feet of 4, 6, 8, and 10 inch water distribution main, and appurtenances	1,833 / 1,833	yes / yes	Sedgwick	no
Manhattan	2462	\$ 17,975,861.36	\$ 17,975,861.36	\$ -	Construction 4 new wells and an additional raw water transmission line, rehabilitate the water treatment plant and well field, and expand the capacity of the system	48,668 / 52,233	no / no	Riley	no
Manhattan 2	2720	\$ 506,898.65	\$ 506,898.65	\$ -	Construction of approximately 10,200 linear feet of 16-inch water transmission line to serve as the source of public water supply for the Konza Valley Water Benefit District.	52,281 / 55,874	no / no	Riley	no
Manhattan 3	2743	\$ 2,480,865.14	\$ 2,480,865.14	\$ -	Replace approximately 4,700 service meters and upgrade them to have a radio read capabilities.	52,281 / 55,874	no / no	Riley	no
Manhattan 4	2895	\$ 7,326,270.00	\$ 1,979,708.79	\$ 5,346,561.21	This project is for the rehabilitation of water treatment plant components including electrical improvements, emergency power installation, and chlorine contact basin construction.	56,078 / 59,622	no / no	Riley	no
Marion	2739	\$ 180,751.88	\$ 180,751.88	\$ -	Replace approximately 1,000 existing water meters with meters that have automated reading capabilities.	1,927 / 2,161	yes / yes	Marion	no
Marion Co. Improvement District #2	2529	\$ 526,799.10	\$ 526,799.10	\$ -	Construction of a 75,000 gallon elevated tower with appurtenances and installation of approximately 1,000 feet of water line to connect the tower to the existing distribution system	234 / 234	yes / yes	Marion	yes
Marion Co. RWD #1	2332	\$ 328,522.00	\$ 328,522.00	\$ -	Construction of a 200,000 gallon water tower and associated connections	620 / 620	yes / yes	Marion	yes
Marion Co. RWD #4	2105	\$ 1,844,780.82	\$ 1,844,780.82	\$ -	Construction and replacement of approximately 67 miles of 1.5, 2, 3, 4, 6 and 8 inch water lines to connect unserved areas, construction of a 200,000 gallon elevated water storage tank, interconnection with the City of Goessel, and installation of master meter	1,398 / 2,300	yes / yes	Marion	yes
Marshall Co. RWD #3	2106	\$ 575,465.11	\$ 575,465.11	\$ -	Construction of 2 new water supply wells with well house, pumping facilities, chlorination facility, and approximately 7 miles of 6 inch water line	1,900 / 5,282	yes / yes	Marshall	yes
Marshall Co. RWD #3-2	2336	\$ 580,336.06	\$ 580,336.06	\$ -	Construction of a 400,000 gallon elevated water storage tank and all related connections and appurtenances	1,900 / 5,282	yes / yes	Marshall	yes
Marshall Co. RWD #3.3	2773	\$ 302,695.01	\$ 302,695.01	\$ -	Construction of a chlorination and pump station facility	1,900 / 2,658	yes / yes	Marshall	yes
Marysville	2294	\$ 301,746.58	\$ 301,746.58	\$ -	Construction of approximately 8,500 linear feet of 6 and 8 inch water line, upgrade existing pumping station, purchase emergency power generator, and miscellaneous piping, valves, hydrants, and related appurtenances	3,104 / 3,104	yes / yes	Marshall	no

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Marysville 2	2435	\$ 2,008,008.00	\$ 2,008,008.00	\$ -	Construction of a new 500,000 gallon elevated water tower, new public water supply well and control system, and rehabilitation of an existing ground storage tank	3,143 / 3,143	yes / yes	Marshall	no
Marysville 3	2734	\$ 547,952.34	\$ 547,952.34	\$ -	Water tower rehabilitation, new valve vault construction, water line replacement, and replacement of electrical components at the water treatment plant.	3,294 / 3,294	yes / yes	Marshall	no
McCracken	2861	\$ 315,000.00	\$ 139,814.77	\$ 175,185.23	Construction of a new well, water main, emergency generator, and water tower rehabilitation.	190 / 190	yes / yes	Rush	no
McLouth	2108	\$ 1,009,840.09	\$ 1,009,840.09	\$ -	Construction of 3.5 miles of transmission main interconnecting to Jefferson Co. RWD #13, and construction of a 250,000 gallon elevated water storage tank	849 / 849	yes / yes	Jefferson	no
Medicine Lodge	2197	\$ 587,532.83	\$ 587,532.83	\$ -	Construction of water supply well and control structure, installation of chlorination facility and SCADA system, upgrade pump station, replacement of well pump, valves, and meters, and provide a standby generator	2,146 / 2,206	yes / yes	Barber	no
Medicine Lodge 2	2427	\$ 326,090.47	\$ 326,090.47	\$ -	Construction of a raw water transmission line using approximately 13,500 linear feet of 12-inch PVC pipe and a booster pump station	2,067 / 2,142	yes / yes	Barber	no
Medicine Lodge 3	2748	\$ 480,595.56	\$ 480,595.56	\$ -	Replace approximately 1,000 existing water meters with meters that have automated reading capabilities.	2,009 / 2,086	yes / yes	Barber	no
Miami Co. RWD #2	2109	\$ 5,515,053.00	\$ 5,515,053.00	\$ -	Water treatment plant upgrade and rehabilitation, and construction of 3.2 miles of 30 inch water transmission main	10,500 / 15,304	no / no	Miami	yes
Miltonvale	2901	\$ 510,134.00	\$ 499,400.50	\$ 10,733.50	Construct a new public water supply well and replace distribution pipe.	526 / 526	yes / yes	Cloud	no
Minneola	2780	\$ 712,780.15	\$ 712,780.15	\$ -	Replace approximately 4,000 feet of water distribution pipe and service lines as well as valves and pipes located in existing well houses.	721 / 721	yes / yes	Clark	no
Minneapolis	2390	\$ 2,515,452.84	\$ 2,515,452.84	\$ -	Planning, design, and construction of a water treatment plant for removal of iron and manganese, and related distribution enhancements	2,087 / 2,087	yes / yes	Ottawa	no
Mitchell Co. RWD #2	2555	\$ 400,237.77	\$ 400,237.77	\$ -	Installation of a chlorine contact loop, conversion of a disinfection contact basin to clear well storage, and updating controls.	1,291 / 4,659	yes / yes	Mitchell	yes
Mitchell Co. RWD #2.2	2942	\$ 1,584,012.00	\$ -	\$ 1,584,012.00	Upgrades to the District's water treatment plant to address disinfection by-product compliance issues. Upgrades include new clearwell with larger capacity, pump facility, control system, and pipe connections to integrate the new storage into the existing water treatment plant.	1,291 / 3,314	yes / yes	Mitchell	no
Moline	2892	\$ 1,669,702.99	\$ 1,669,702.99	\$ -	Replace all distribution pipe (approximately 30,000 feet) and rehabilitate the elevated water tower.	344 / 344	yes / yes	Elk	no

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Moran	2386	\$ 234,663.93	\$ 234,663.93	\$ -	Replace deteriorating distribution mains	541 / 595	yes / yes	Allen	no
Moundridge	2795	\$ 1,060,000.00	\$ 1,060,000.00	\$ -	Construct a 400,000 elevated water tower and approximately 3,000 ft. of waterline	1,739 / 3,137	yes / yes	McPherson	no
Nemaha Co. RWD #3	2448	\$ 1,149,928.21	\$ 1,149,928.21	\$ -	Installation of approximately 39,000 linear feet of PVC pipe for looping improvements, construction of a 150,000 gallon elevated storage tank and a new pump station	2,500 / 3,680	yes / yes	Nemaha	yes
Nemaha Co. RWD #3.2	2616	\$ 3,291,615.19	\$ 3,291,615.19	\$ -	Construction of two new wells, approximately 156,400 feet of water transmission lines, a disinfection facility, control systems, and provide necessary electrical service and access roads	2,500 / 3,563	yes / yes	Nemaha	yes
Nemaha Co. RWD #3.3	2856	\$ 794,983.72	\$ 794,983.72	\$ -	Construction of approximately 35 miles of waterlines and related appurtenances.	2,500 / 2,668	yes / yes	Nemaha	yes
Ness City	2416	\$ 1,101,802.90	\$ 1,101,802.90	\$ -	New water supply wells, approximately 31,000 linear feet of 4, 6, and 8 inch transmission lines to isolate all wells from the distribution system, and SCADA system to facilitate blending at the existing storage reservoir	1,530 / 1,530	yes / yes	Ness	no
New Strawn	2222	\$ 1,269,789.38	\$ 1,269,789.38	\$ -	Wholesale connection to the City of Burlington for water supply, construction of a 100,000 gallon elevated water storage tank, distribution line improvements, and appurtenances	445 / 445	yes / yes	Coffey	no
Newton	2118	\$ 2,086,455.74	\$ 2,086,455.74	\$ -	Water treatment plant improvements, installation of corrosion control treatment, and modifications to Mission Pump Station	18,116 / 19,798	no / no	Harvey	no
Newton 2	2297	\$ 1,231,500.44	\$ 1,231,500.44	\$ -	Construction of approximately 23,100 linear feet of 4, 8, and 12 inch water line, demolition of existing water tower, installation of valves, and fire hydrants	18,116 / 19,798	no / no	Harvey	no
Newton 3	2465	\$ 1,749,682.51	\$ 1,749,682.51	\$ -	Construction of a new 500,000 gallon elevated storage tank and replace the existing connecting pipe with 12 inch PVC	18,229 / 20,794	no / no	Harvey	no
Newton 4	2509	\$ 651,532.52	\$ 651,532.52	\$ -	Construction of approximately 2,500 feet of 12 inch waterline	18,093 / 20,000	no / no	Harvey	no
Nickerson	2428	\$ 332,288.61	\$ 332,288.61	\$ -	Construction of a transmission main from an existing well to the existing distribution system	1,164 / 1,164	yes / yes	Reno	no
North Newton	2328	\$ 590,919.50	\$ 590,919.50	\$ -	Installation of approximately 8,025 linear feet of 4, 6, 8, and 12 inch water lines, and all valves, connections, borings, and related appurtenances	1,548 / 1,548	yes / yes	Harvey	no
North Newton 2	2805	\$ 3,022,019.47	\$ 3,022,019.47	\$ -	Construct new wells, water treatment plant, water tower, and connecting waterlines to create an independent water supply system	1,759 / 1,759	yes / yes	Harvey	no

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Norton	2260	\$ 4,111,316.13	\$ 4,111,316.13	\$ -	Rehabilitate and repair the existing drinking water treatment plant and develop and construct a new well field as an alternate water supply source. The treatment plant improvements will include repair of the contact clarifiers, new filter underdrains, filter media, disinfection systems, a clear well, finished water pumps, and a chemical feed building	2,901 / 2,901	yes / yes	Norton	no
Norwich	2832	\$ 2,260,209.00	\$ 742,629.48	\$ 1,517,579.52	This project will construct a centralized water treatment plant to reduce nitrates.	487 / 487	yes / yes	Kingman	no
Oberlin	2775	\$ 4,758,514.42	\$ 4,758,514.42	\$ -	This project will construct new well fields, transmission mains, ground storage facilities, treatment facility, and replace aging distribution lines.	1,760 / 1,760	yes / yes	Decatur	no
Ogden	2753	\$ 168,347.77	\$ 168,347.77	\$ -	Replace approximately 650 existing water meters with meters that have automated reading capabilities.	2,087 / 2,087	yes / yes	Riley	no
Olathe	2366	\$ 20,000,000.00	\$ 20,000,000.00	\$ -	Addition of a flow splitter, solids contact clarifier equipment retrofitted to an existing basin, piping, membrane filtering system and building, construction of a pump station, additional backwash recovery pumps, ground storage tank, additional lagoon capacity, and related appurtenances	96,518 / 119,231	no / no	Johnson	no
Olathe 2	2470	\$ 16,876,745.14	\$ 16,876,745.14	\$ -	Construction of approximately 34,000 linear feet of 72 inch finished water transmission main	111,334 / 119,231	no / no	Johnson	no
Olathe 3	2681	\$ 230,875.19	\$ 230,875.19	\$ -	Rehabilitate the filters at water treatment plant no. 2	114,662 / 120,082	no / no	Johnson	no
Osage City	2127	\$ 2,711,274.13	\$ 2,711,274.13	\$ -	Addition of a fourth filter, installation of turbidity monitoring equipment, construction of a mixing basin, and approximately 39,435 linear feet of 6 and 8 inch distribution line	3,043 / 5,409	yes / yes	Osage	no
Osage Co. RWD #3	2382	\$ 500,000.00	\$ 500,000.00	\$ -	Construction of a new chlorine contact basin, building and equipment	900 / 900	yes / yes	Osage	yes
Osage Co. RWD #4	2298	\$ 250,000.00	\$ 250,000.00	\$ -	Construction of a 75,000 gallon elevated water tower with controls, and 4 miles of 4 inch water line	486 / 486	yes / yes	Osage	yes
Osage Co. RWD #5	2476	\$ 1,079,772.00	\$ 1,079,772.00	\$ -	Replacement of approximately 55,000 feet of water distribution pipe with 4, 6, and 8 inch PVC pipe	3,186 / 4,241	yes / yes	Osage	yes
Osage Co. RWD #7	2652	\$ 829,278.28	\$ 829,278.28	\$ -	Install approximately 42,000 feet of PVC waterline and absorb Osage County Rural Water District No. 1	1,430 / 2,031	yes / yes	Osage	yes
Osawatomie	2128	\$ 901,478.72	\$ 901,478.72	\$ -	Replace existing basins, high service pumps, modifications to the chemical feed system and other appurtenances	4,568 / 8,408	yes / yes	Miami	no
Osborne	2129	\$ 276,504.76	\$ 276,504.76	\$ -	Replacement and upgrade of under-sized and deteriorated water lines with approximately 2 miles of 6 and 8 inch water lines to alleviate red water, low flow and low pressure	1,812 / 1,812	yes / yes	Osborne	no
Ottawa 1	2539	\$ 989,002.76	\$ 989,002.76	\$ -	Construction of a 16 inch water transmission main from the water treatment plant to the existing water tower	12,792 / 15,792	no / no	Franklin	no

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Ottawa 2	2877	\$ 1,528,715.22	\$ 1,528,715.22	\$ -	The project will include construction of a redundant raw water transmission main and all related appurtenances.	12,403 / 15,768	no / no	Franklin	no
Ottawa 3	2938	\$ 1,804,010.00	\$ -	\$ 1,804,010.00	Finance the replacement of approximately 5,00 linear foot of existing cast iron waterlines in downtown Ottawa, as well as, 108 water services.	12,403 / 15,768	no / no	Franklin	no
Ottawa Co. RWD #2	2855	\$ 916,056.33	\$ 916,056.33	\$ -	Construction of an elevated water tower and demolish the existing ground storage tank.	1,794 / 2,000	yes / yes	Franklin	yes
Ottawa Co. RWD #2-2	2911	\$ 260,500.00	\$ 196,546.43	\$ 63,953.57	Construction of a connecting waterline and appurtenances to facilitate consolidation of a neighboring public water supply system.	1,794 / 2,000	yes / yes	Saline and Ottawa	yes
Overbrook	2300	\$ 160,000.00	\$ 160,000.00	\$ -	Replacement of 4 miles of 6 inch water line, modification to the existing 50,000 gallon elevated storage tank, and all related appurtenances	947 / 947	yes / yes	Osage	no
Parsons	2136	\$ 9,200,000.00	\$ 9,200,000.00	\$ -	Construction of a 6 MG per day water treatment plant featuring an ultra filtration membrane system	11,177 / 13,391	no / no	Labette	no
Parsons 2	2394	\$ 5,000,000.00	\$ 5,000,000.00	\$ -	Replace membrane system, reconfigure existing ponds as presettling ponds, upgrade pump stations and SCADA system, improve ventilation of mechanical and chemical rooms, and reroute yard and process piping	11,384 / 13,391	no / no	Labette	no
Phillipsburg	2415	\$ 920,980.42	\$ 920,980.42	\$ -	Installation of approximately 24,000 linear feet of 10 inch pipe line, pump station improvements, and associated vales, controls, and telemetry	1,900 / 5,282	yes / yes	Phillips	no
Pittsburg	2489	\$ 8,529,996.89	\$ 8,529,996.89	\$ -	Improvements to the water treatment plant by the addition of new aeration towers, ozone treatment, and the upgrade of equipment for flash mixers, chemical feeds, softening basins, and filters	19,120 / 19,120	no / no	Crawford	no
Pittsburg 2	2794	\$ 554,592.15	\$ 554,592.15	\$ -	Install an emergency power generator at the water treatment plant	19,120 / 19,120	no / no	Crawford	no
Pleasanton	2348	\$ 610,692.45	\$ 610,692.45	\$ -	Construction of a chlorine contact basin and pump station, rehabilitation of existing basins, filters, pumps, electrical controls, chemical feed systems, and appurtenances	1,392 / 2,990	yes / yes	Linn	no
Pottawatomie Co. RWD #3	2302	\$ 479,215.10	\$ 479,215.10	\$ -	Construction of approximately 40,650 linear feet of 3, 4, and 6 inch water lines, a 14'x80' standpipe, modify an existing pump station, and related appurtenances	1,300 / 2,781	yes / yes	Pottawatomie	yes
Potwin	2396	\$ 145,000.00	\$ 145,000.00	\$ -	Installation of approximately 1,200 linear feet of PVC water line and valves throughout the distribution system, including all connections, meters, and hydrants	443 / 1,085	yes / yes	Butler	no
Pratt	2528	\$ 720,792.64	\$ 720,792.64	\$ -	Replacement of waterlines under South Main Street	6,408 / 6,408	no / yes	Pratt	no

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Pratt 2	2953	\$ 1,750,000.00	\$ -	\$ 1,750,000.00	Finance the consolidation of the City and Pratt and the Pratt Airport Water System to address water source issues at the Pratt Airport Complex. Project includes: 2.5 mile transmission water line to connect the airport Water System, booster pump station with standby generator, hydrants, valves, service connections, boring, and right of way restoration	6,771 / 6,946	no / yes	Pratt	no
Pretty Prairie	2914	\$ 2,397,000.00	\$ 198,010.50	\$ 2,198,989.50	Construction of a new water treatment plant and elevated storage tank	681 / 681	yes / yes	Reno	no
Public Wholesale Water Supply Dis	2135	\$ 1,124,153.90	\$ 1,124,153.90	\$ -	Water treatment plant upgrade and rehabilitation, and construction of 4 miles of 8 inch water transmission main to connect the City of Cherryvale	9,290 / 9,290	no / yes	Labette and Montgomery	yes
Public Wholesale Water Supply Dis	2303	\$ 530,710.26	\$ 530,710.26	\$ -	Construction of a chlorine contact basin, re-chlorination facility, filter backwash water holding basin, a building to cover the solids contact basin, improvements to the filter building, and related appurtenances	11,000 / 11,000	no / no	Labette and Montgomery	yes
Public Wholesale Water Supply Dist. #4-3	2505	\$ 897,114.26	\$ 897,114.26	\$ -	Construction of a new booster pump station and new water line to provide adequate pressures to wholesale customers	10,840 / 10,840	no / no	Labette and Montgomery	yes
Public Wholesale Water Supply Dist. #4-4	2768	\$ 1,341,126.09	\$ 1,341,126.09	\$ -	Construction of a 600,000 gallon storage tank and a remodel of the North and South booster pump station.	11,490 / 11,490	no / no	Labette and Montgomery	yes
Public Wholesale Water Supply Dist. #17	2133	\$ 3,334,455.00	\$ 3,334,455.00	\$ -	Construction of 5 new water supply wells, 16 miles of 10, 12, 15, and 18 inch water lines connecting the four member cities, booster pump stations, master meters, vaults, disinfection facilities, and related appurtenances	21,471 / 21,471	no / no	Harvey	yes
Public Wholesale Water Supply Dist. #25	2894	\$ 19,878,195.00	\$ 19,108,740.05	\$ 769,454.95	The project will construct a complete public water supply system including a water treatment plant, wells, transmission mains, pump station, and storage.	2 / 7,542	yes / yes	Douglas	no
Public Wholesale Water Supply Dist. #27	2902	\$ 3,867,675.47	\$ 3,867,675.47	\$ -	Construction of a complete public water supply system including a disinfection water treatment plant, wells, transmission mains, and storage.	5 / 1,200	yes / yes	Brown	no
Ransom	2397	\$ 853,670.00	\$ 853,670.00	\$ -	Replacement of distribution system with approximately 33,250 linear ft. of 2, 4, and 6 inch PVC, construction of a chlorination building, and water well improvements	326 / 326	yes / yes	Ness	no
Reno Co. RWD #1	2458	\$ 51,312.68	\$ 51,312.68	\$ -	Installation of isolation valves within the distribution system, repair and paint the water tower, install a SCADA control system, and install a flushing/fire hydrant	123 / 123	yes / yes	Reno	yes

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Richmond	2857	\$ 741,080.56	\$ 741,080.56	\$ -	Replacement of waterline, gate valves, fire hydrant settings, meters and pits, service line, removal and replacement of associated surfacing, implementation of a new automated meter reading system, updated telemetry equipment for the distribution system, tracer wire and miscellaneous appurtenances related to construction activities.	463 / 463	yes / yes	Franklin	no
Riley	2536	\$ 832,124.27	\$ 832,124.27	\$ -	Replacement of approximately 27,000 feet of public water supply pipe that has exceeded its useful life	551 / 551	yes / yes	Riley	no
Rolla	2510	\$ 241,577.44	\$ 241,577.44	\$ -	Construction of a new public water supply well to replace a collapsed well and connect it to the existing distribution system	445 / 445	yes / yes	Morton	no
Rush Center	2200	\$ 67,736.42	\$ 67,736.42	\$ -	Construction of 110 foot standpipe, piping and installation of 3 fire hydrants	177 / 177	yes / yes	Rush	no
Russell	2151	\$ 1,675,000.00	\$ 1,675,000.00	\$ -	Construction of approximately 4.35 miles of 6, 8 and 12 inch water lines to replace under-sized and deteriorated sand-cast water lines to alleviate frequent line breaks, leaks, and consumer complaints of substandard water quality	4,509 / 4,509	yes / yes	Russell	no
Russell 2	2362	\$ 6,012,443.58	\$ 6,012,443.58	\$ -	Construction of a raw water transmission line, a membrane treatment plant, pipe to blend treated water, and all related appurtenances	4,567 / 4,567	yes / yes	Russell	no
Russell 3	2635	\$ 403,707.27	\$ 403,707.27	\$ -	Replacement of approximately 3,000 feet of waterline along Lincoln Street	4,280 / 4,280	yes / yes	Russell	no
Russell 4	2731	\$ 350,098.75	\$ 350,098.75	\$ -	Replacement of approximately 10,000 linear feet of cast iron pipe with PVC pipe.	4,506 / 4,506	yes / yes	Russell	no
Russell 5	2791	\$ 1,223,634.74	\$ 1,223,634.74	\$ -	Install AMR Meter System	4,497 / 4,497	yes / yes	Russell	no
Salina	2153	\$ 3,600,000.00	\$ 3,600,000.00	\$ -	Rehabilitation and upgrade of water treatment plant including installation of air stripper and new chemical feed system	44,022 / 46,572	no / no	Saline	no
Salina 2	2259	\$ 5,000,000.00	\$ 5,000,000.00	\$ -	Second phase of improvements to the water treatment plant, including secondary clarifiers, lab/maintenance building, new administrative offices, equipment monitoring, and appurtenances	44,022 / 46,572	no / no	Saline	no
Salina 3	2629	\$ 8,562,910.62	\$ 8,562,910.62	\$ -	Construction of 4 wells, reconfiguration of the raw water transmission mains from the downtown well field, improvements to the air stripper facility to increase ground water treatment capacity, and replacement of aging waterlines.	47,910 / 48,753	no / no	Saline	no
Salina 4	2841	\$ 4,250,000.00	\$ 4,250,000.00	\$ -	Replace distribution piping	47,910 / 48,753	no / no	Saline	no
Saline Co. RWD #4	2305	\$ 33,802.82	\$ 33,802.82	\$ -	Construction of 2 wells, a chlorination building, and approximately 4,000 linear feet of 6 inch water line	768 / 768	yes / yes	Saline	yes
Scammon	2421	\$ 84,852.23	\$ 84,852.23	\$ -	Construction of a new water well	475 / 572	yes / yes	Cherokee	no

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2018

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Scranton	2854	\$ 1,199,627.08	\$ 1,199,627.08	\$ -	Replacement of water lines and it's associated valves, fire hydrants and automated read water meters. A booster station bypass would be installed as well as the replacement of the chlorination equipment and all associated appurtenances necessary to deliver potable water to the city.	703 / 703	yes / yes	Osage	no
Sedan	2935	\$ 4,100,000.00	\$ 109,605.63	\$ 3,990,394.37	Finance the replacement of all of the City's existing cast iron and aging PVC water mains with new water lines.	1,034 / 1,034	yes / yes	Chautauqua	no
Sedgwick Co. RWD #2	2497	\$ 1,050,376.14	\$ 1,050,376.14	\$ -	Construction of a 150,000 gallon elevated storage tower and a disinfection booster station	1,100 / 1,100	yes / yes	Sedgwick	yes
Sedgwick Co. RWD #2.2	2742	\$ 360,935.71	\$ 360,935.71	\$ -	Replacement of approximately 500 residential and commercial water meters and upgrades to have automated meter reading capabilities. Approximately 16,000 feet of waterline will also be installed to improve water pressure in the area.	1,100 / 1,100	yes / yes	Sedgwick	yes
Seneca	2469	\$ 1,105,802.56	\$ 1,105,802.56	\$ -	Construction of 2 wells, well houses, chemical feed systems, necessary connection pipe lines, and replacement of the existing high service pumps	2,084 / 2,384	yes / yes	Nemaha	no
Seneca 2	2611	\$ 305,652.97	\$ 305,652.97	\$ -	Replace and expand pipelines to facilitate looping in various locations of the distribution system	2,064 / 2,364	yes / yes	Nemaha	no
Severy	2156	\$ 143,624.00	\$ 143,624.00	\$ -	Development of a water transmission line from Salt Creek to the existing city lake and the water treatment plant	402 / 402	yes / yes	Kingman	no
Sharon Springs	2306	\$ 499,615.63	\$ 499,615.63	\$ -	Construction of a water supply well, a 1MG water storage tank, chlorination facility, approximately 22,200 linear feet of 10 inch water transmission main, and installation of telemetry controls, and related appurtenances	835 / 835	yes / yes	Wallace	no
Shawnee Co. RWD #1C	2236	\$ 3,595,595.32	\$ 3,595,595.32	\$ -	Construction of a 750,000 gallon elevated water storage tank, 66,500 linear feet of 8 and 12 inch water lines, pump station facility, upgrade pump station, 2nd connection to the City of Topeka, installation of telemetry, and appurtenances	3,300 / 3,430	yes / yes	Shawnee	yes
Shawnee Co. RWD #3	2158	\$ 915,770.14	\$ 915,770.14	\$ -	Construction of approximately 4 miles of 8 and 10 inch water lines and a 750,000 gallon water storage tank	3,500 / 3,500	yes / yes	Shawnee	yes
Shawnee Co. RWD #4	2517	\$ 12,422,182.08	\$ 12,422,182.08	\$ -	Construction of a new 3 MGD ground water treatment plant, well field consisting of 9 PWS wells, 1 MG clear well, and over 35,000 feet of water transmission line	12,000 / 12,000	no / no	Shawnee	yes
Smith Center	2774	\$ 3,274,702.54	\$ 3,274,702.54	\$ -	Construction of a new water treatment plant to improve finished water quality in regards to iron and manganese content.	1,656 / 1,656	yes / yes	Smith	no
Smith Co. RWD #1	2547	\$ 140,051.37	\$ 140,051.37	\$ -	Construction of a booster pump station to resolve low pressure issues.	380 / 380	yes / yes	Smith	yes

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2018

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Spivey	2160	\$ 78,000.00	\$ 78,000.00	\$ -	Construction of 7,600 linear feet of 4 inch water line to connect to Harper Co. RWD #5 and related appurtenances	99 / 99	yes / yes	Kingman	yes
Spring Hill	2367	\$ 1,835,089.93	\$ 1,835,089.93	\$ -	Installation of approximately 33,000 linear feet of 16 and 20 inch pipe lines, expansion of the Miami RWD #2 treatment plant, and all related appurtenances	3,063 / 3,063	yes / yes	Johnson/Miami	no
St. George	2308	\$ 491,955.58	\$ 491,955.58	\$ -	Construction of 2 wells and a well house, approximately 10,000 linear feet of 6 inch transmission line, and appurtenances	440 / 440	yes / yes	Pottawatomie	yes
St. John	2724	\$ 2,744,597.90	\$ 2,744,597.90	\$ -	Construction of an ion exchange water treatment plant, evaporative ponds, two public water supply wells, and water transmission mains.	1,295 / 1,295	yes / yes	Stafford	no
St. Mary's	2506	\$ 546,672.55	\$ 546,672.55	\$ -	Construction of a ground level storage tank	2,234 / 2,234	yes / yes	Pottawatomie	no
Sterling	2211	\$ 488,176.11	\$ 488,176.11	\$ -	Development and construction of 2 water supply wells, chlorination facility, approximately 6,600 linear feet of 6 and 8 inch water lines, procurement of a standby generator, and appurtenances	2,200 / 2,225	yes / yes	Rice	no
Stockton	2163	\$ 2,800,000.00	\$ 2,800,000.00	\$ -	Construction of a new 1.5 MG per day water softening plant and approximately 2 miles of 6 and 8 inch water lines to replace deteriorated 4 inch and smaller water lines to alleviate frequent breakage and leaks	1,383 / 1,383	yes / yes	Rooks	no
Stockton 2	2961	\$ 980,000.00	\$ -	\$ 980,000.00	Replacing a water line on N. 1st Street from cypress to pine Street, and replacement of south booster pump stations.	1,297 / 1,297	yes / yes	Rooks	no
Strong City	2237	\$ 289,815.34	\$ 289,815.34	\$ -	Upgrade 3 water supply wells, water treatment plant, installation of a master meter, replacement of approximately 29,000 linear feet of water line, and appurtenances	608 / 885	yes / yes	Chase	no
Sumner Co. RWD #4	2916	\$ 169,074.93	\$ 169,074.93	\$ -	Installation of new automated meter reading system for the district	1,277 / 1,277	yes / yes	Sumner	yes
Sylvan Grove	2164	\$ 160,901.75	\$ 160,901.75	\$ -	Rehabilitation of 2 wells, pump houses, and chlorination system, installation of telemetric communication system, replacement of 6,000 linear feet of water line, and related appurtenances	277 / 277	yes / yes	Lincoln	no
Tonganoxie	2401	\$ 2,100,346.02	\$ 2,100,346.02	\$ -	Design and construction of 10.2 miles of 12 inch water line connecting the KC, KS BPU with the city of Tonganoxie	3,774 / 3,774	yes / yes	Leavenworth	no
Topeka 1	2371	\$ 7,823,724.52	\$ 7,823,724.52	\$ -	Installation of approximately 20,000 linear feet of 16, 18, 24, and 42 inch water mains to improve pressure and capacity problems	122,103 / 150,845	no / no	Shawnee	no
Topeka 2	2372	\$ 2,055,933.00	\$ 2,055,933.00	\$ -	Installation of approximately 8,000 feet of distribution pipe ranging from 10 to 24 inches around the Topeka Boulevard Bridge to resolve pressure and capacity problems.	122,103 / 150,845	no / no	Shawnee	no

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2018

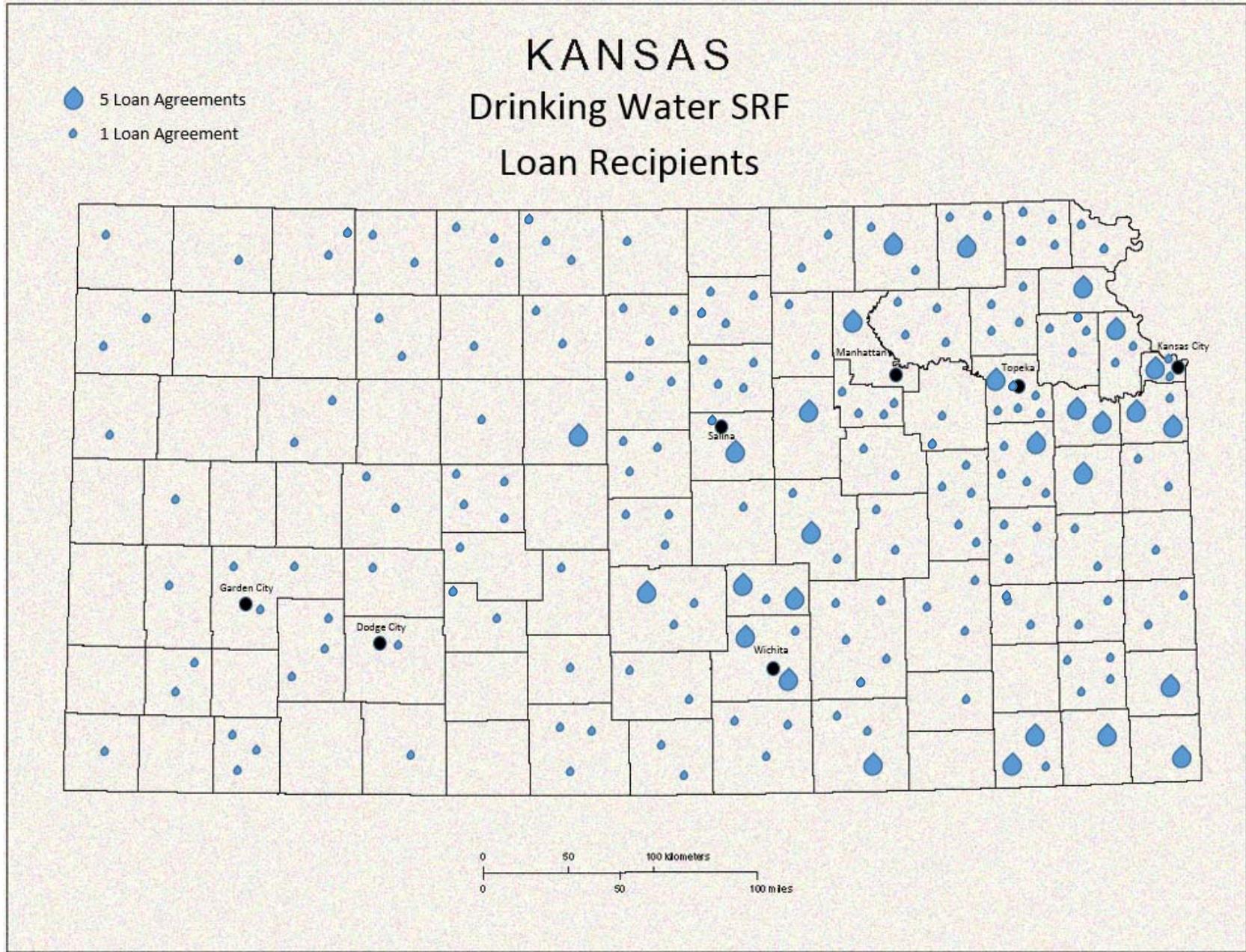
Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Topeka 3	2417	\$ 3,127,352.52	\$ 3,127,352.52	\$ -	Installation of approximately 9,700 feet of 42 inch PVC pipe along 25th Street to resolve pressure and capacity problems	122,103 / 150,845	no / no	Shawnee	no
Topeka 4	2418	\$ 1,545,025.28	\$ 1,545,025.28	\$ -	Installation of approximately 4,300 feet of 18 and 24 inch PVC pipe along 12th Street to resolve pressure and capacity problems	122,103 / 150,845	no / no	Shawnee	no
Topeka 5	2419	\$ 1,806,628.26	\$ 1,806,628.26	\$ -	Installation of approximately 7,200 feet of 18 inch PVC pipe along Indian Hills Road to resolve pressure and capacity problems	122,103 / 150,845	no / no	Shawnee	no
Topeka 6	2420	\$ 2,027,073.77	\$ 2,027,073.77	\$ -	Installation of approximately 11,600 feet of 24 inch PVC pipe along Highway 75 to resolve pressure and capacity problems	122,103 / 150,845	no / no	Shawnee	no
Udall	2490	\$ 1,365,000.00	\$ 1,365,000.00	\$ -	Replacement of deteriorated sections of distribution and transmission line and construct an elevated water tower	776 / 776	yes / yes	Cowley	no
Ulysses	2171	\$ 194,707.41	\$ 194,707.41	\$ -	Construction of approximately 2,400 linear feet of 10 inch water line, and related appurtenances	6,217 / 6,217	no / yes	Grant	no
Ulysses 2	2874	\$ 2,102,231.16	\$ 2,102,231.16	\$ -	Replacement of over 15,000 feet of water distribution pipe.	6,247 / 6,247	no / yes	Grant	no
Valley Center	2174	\$ 2,934,673.49	\$ 2,934,673.49	\$ -	Construction of 12,000 feet of 8 and 12 inch raw water lines to City of Wichita, 13,000 feet of 16 inch finished water line from Wichita, 750,000 gallon elevated water storage tank, booster pump station, and pressure reducing valve	4,201 / 4,201	yes / yes	Sedgwick	no
Valley Center 2	2406	\$ 1,130,796.95	\$ 1,130,796.95	\$ -	Installation of approximately 7,600 linear feet of PVC pipe and appurtenances	5,339 / 6,439	no / yes	Sedgwick	no
Valley Falls	2391	\$ 323,767.27	\$ 323,767.27	\$ -	New pumps, repairs to the clear well and intake rehabilitation of the sedimentation basin, replacement of the flocculators and rapid mix units, and construction of a chlorine contact basin.	1,217 / 1,217	yes / yes	Jefferson	no
Victoria	2612	\$ 465,455.72	\$ 465,455.72	\$ -	Rehabilitation of an existing pump station, installation of a standby generator, update the telemetry system, and replace deteriorated waterlines	1,167 / 1,167	yes / yes	Ellis	no
Waverly	2954	\$ 500,000.00	\$ -	\$ 500,000.00	Replacement of approx. 12,500 ft of aging cast iron water distribution infrastructure in the City. Reconnecting 110 services with new service lines, meter tile, and settings. Upgrading fire hydrants where needed and installing tracer wire throughout, and eliminating several existing dead ends with looped supply lines and adding system valves.	564 / 564	yes / yes	Coffey	no
White City	2438	\$ 599,776.81	\$ 599,776.81	\$ -	Installation of raw water transmission pipes to facilitate blending, construction of a new well, a centralized chlorination facility, and replacement of deteriorating distribution lines	497 / 497	yes / yes	Morris	no
White Cloud	2784	\$ 229,821.93	\$ 229,821.93	\$ -	Construction of an elevated water tower and connecting waterline.	176 / 176	yes / yes	Doniphan	yes

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2018

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Wichita	2227	\$ 7,220,000.00	\$ 7,220,000.00	\$ -	Construction of approximately 43,400 feet of 42 and 48 inch water main in East Wichita	316,350 / 350,028	no / no	Sedgwick	no
Wilson	2519	\$ 351,275.34	\$ 351,275.34	\$ -	Replacement of approximately 5,000 feet of distribution pipe and 21,000 feet of water transmission pipe from the existing wells to the distribution system	767 / 767	yes / yes	Ellsworth	no
Winfield	2181	\$ 2,330,985.70	\$ 2,330,985.70	\$ -	Construction of approximately 19,500 feet of 12 inch water main and a 1 MG elevated water storage tank	12,090 / 15,614	no / no	Cowley	no
Winfield 2	2233	\$ 6,042,119.69	\$ 6,042,119.69	\$ -	Water treatment plant improvements including an intake building, chemical feed and handling, sedimentation, disinfection system, filtration, pumping, storage, controls, and related appurtenances	12,158 / 15,682	no / no	Cowley	no
Woodson Co. RWD #1	2345	\$ 500,000.00	\$ 500,000.00	\$ -	Construction of approximately 20 miles of 3, 4, 6 and 8 inch pipe, and all related connections, borings, and appurtenances to allow the district to obtain water from Yates Center	1,507 / 1,597	yes / yes	Woodson	yes
Yates Center	2526	\$ 576,897.24	\$ 576,897.24	\$ -	Rehabilitation of the water treatment plant including improvements to the chemical handling systems, clarifiers, and filter media	1,493 / 4,114	yes / yes	Woodson	no

TOTALS

\$ 679,185,484.69 \$ 622,845,544.41 \$ 56,339,940.28



Cumulative loans as of June 30, 2018
\$683,121,518.57

PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY

June 30, 2018

	FY 1998-2017 TOTAL	9/30/2017	12/31/2017	3/31/2018	6/30/2018	FY 2018	FY 1998-2018 TOTAL
Total Project Payments	571,012,447.38	13,502,041.83	10,206,053.88	13,418,536.73	12,150,340.65	49,276,973.09	620,289,420.47
Total Interest Accrued	2,150,158.73	53,655.22	0.00	98,210.32	0.00	151,865.54	2,302,024.27
Total Principal Outstanding	173,008,465.93	181,202,463.44	190,666,301.40	192,742,066.47	204,291,789.25	204,291,789.25	204,291,789.25
Total Fees Accrued	221,711.02	11,527.60	0.00	20,861.05	0.00	32,388.65	254,099.67
Total Principal Forgiveness	19,817,888.25	0.00	0.00	1,160,302.64	600,617.87	1,760,920.51	21,578,808.76
Total Principal Payments	380,557,962.95	5,373,227.14	742,215.92	10,301,540.39	0.00	16,416,983.45	396,974,946.40
Total Interest Payments	103,673,356.10	2,106,718.89	5,963.05	2,227,212.66	0.00	4,339,894.60	108,013,250.70
Total Fee Payments	10,462,349.66	277,354.29	639.82	302,078.33	0.00	580,072.44	11,042,422.10

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Schedule of Cumulative Federal Awards

	CFDA Number	Award	Federal Expenditures	Undisbursed Balance
U.S. Environmental Protection Agency: Kansas				
Department of Health and Environment - Drinking Water				
State Revolving Loan Fund Capitalization Grants -				
Federal Fiscal Year 1997 - 2015	66.468	\$ 215,827,056	\$ 215,827,056	\$ -
Federal Fiscal Year 2016	66.468	9,473,000	9,219,683	253,317
Federal Fiscal Year 2017	66.468	9,167,355	8,374,835	792,520
Total Capitalization Grants		<u>\$ 234,467,411</u>	<u>\$ 233,421,574</u>	<u>\$ 1,045,837</u>
		\$ 234,467,411	\$ 233,421,574	
1997 - 2015 Capitalization Grants and 2009 ARRA (Closed)				
Leveraged bond reserve fund		115,468,720	115,468,720	-
Direct Loans		62,557,826	62,557,826	-
Program administration account		7,482,832	7,482,832	-
Technical assistance account		4,014,263	4,014,263	-
State program management account		2,734,981	2,734,981	-
Other authorized activities 1452K (1)b		2,913,934	2,913,934	-
Source water assessment account		1,154,500	1,154,500	-
ARRA - Direct Loans		19,500,000	19,500,000	-
Totals		<u>\$ 215,827,056</u>	<u>\$ 215,827,056</u>	<u>\$ -</u>
2016 Capitalization Grant				
Direct Loans		7,862,590	7,862,590	-
Program administration account		568,380	568,380	-
Technical assistance account		189,460	169,652	19,808
State program management account		284,190	284,190	-
Other authorized activities 1452K (1)b		568,380	334,871	233,509
Totals		<u>\$ 9,473,000</u>	<u>\$ 9,219,683</u>	<u>\$ 253,317</u>
2017 Capitalization Grant				
Direct Loans		8,139,532	8,139,532	-
Program administration account		407,188	72,967	334,221
Technical assistance account		57,115	-	57,115
State program management account		375,680	162,336	213,344
Other authorized activities 1452K (1)b		187,840	-	187,840
Totals		<u>\$ 9,167,355</u>	<u>\$ 8,374,835</u>	<u>\$ 792,520</u>
Program Totals				
Leveraged bond reserve fund		115,468,720	115,468,720	-
Direct Loans		78,559,948	78,559,948	-
Program administration account		8,458,400	8,124,179	334,221
Technical assistance account		4,260,838	4,183,915	76,923
State program management account		3,394,851	3,181,507	213,344
Other authorized activities 1452K (1)b		3,670,154	3,248,805	421,349
Source water assessment account		1,154,500	1,154,500	-
ARRA - Direct Loans		19,500,000	19,500,000	-
Totals		<u>\$ 234,467,411</u>	<u>\$ 233,421,574</u>	<u>\$ 1,045,837</u>

	EPA Grant	Grant Award Date	SM requirement	2014 SM Bonds 12/18/14	2015 SM Bonds 12/21/15	2017 SM Bonds 10/10/2017	2018 SM Bonds 4/5/18
FFY 2016	\$9,473,000	06/09/16	\$1,894,600	\$370,963.60	\$1,523,636.40		
FFY 2017	\$9,392,000	09/27/17	\$1,878,400		\$476,363.60	\$1,402,036.40	
FFY 2018	\$12,877,000	08/09/18	\$2,575,400			\$97,963.60	\$2,477,436.40
FFY 2019**	\$13,178,000		\$2,635,600				\$122,563.60
Total SM Bond Proceeds per Issue				\$2,200,000	\$2,000,000	\$1,500,000	\$2,600,000

** Grant not yet allotted amounts are estimated.

Amended 2018 Project Priority List

February 12, 2018

Municipality Name	Project #	Priority Rating	Project Description	Loan Request \$	Cumulative Amount \$	Population Served	Potential PF \$
Republic	2928	38	Install POU Treatment System	\$93,350	\$93,350	109	\$28,005
Englewood	2880	38	Construct New Wells to Resolve Nitrate Compliance	\$1,000,000	\$1,093,350	77	\$300,000
Brewster	2963	33	New Well and Connecting Waterline	\$750,000	\$1,843,350	300	\$225,000
Kanopolis	2945	33	Construct Blending Station, Replace Waterlines and Tower	\$2,000,000	\$3,843,350	474	\$210,000
Herington	2927	33	New Water Treatment Plant	\$3,500,000	\$7,343,350	2,911	\$1,050,000
Mitchell Co. RWD #2	2942	31	New Clearwell and Controls	\$1,000,000	\$8,343,350	5,622	\$300,000
KC Board of Public Utilities	2950	23	Replace Ground Storage Reservoir	\$10,000,000	\$18,343,350	180,419	
KC Board of Public Utilities	2951	23	Replace Small Diameter Waterlines	\$10,000,000	\$28,343,350	180,419	
Univeristy Park Water Dist.	2959	15	Expand to Connect Unserved Community	\$150,000	\$28,493,350	199	
Public Wholesale WSD #23	2964	15	Construct Connection to Howard, Elk Co. RWD #2, and Severy	\$4,096,856	\$32,590,206	13,658	\$1,229,057
Bird City	2952	13	Well Rehab	\$85,000	\$32,675,206	446	
Melvern	2910	13	Waterline Replacement	\$181,335	\$32,856,541	369	
St. Francis	2948	13	Valve Replacement	\$300,000	\$33,156,541	1,304	
Phillipsburg	2949	13	Waterline Replacement	\$500,000	\$33,656,541	2,524	
Chanute	2931	13	Replace Water Treatment Plant Control System	\$900,000	\$34,556,541	9,352	
Cherryvale	2946	13	Replace Waterlines	\$970,000	\$35,526,541	2,230	
Waverly	2954	13	Replace Waterlines and Add Valves and Looping	\$1,312,550	\$36,839,091	561	
Pratt	2953	13	Consolidate Airport into City	\$1,550,000	\$38,389,091	7,024	\$465,000
Coffeyville	2943	13	Install AMI Metering System	\$1,600,000	\$39,989,091	15,000	
Marion	2939	13	Waterline Replacement	\$2,000,000	\$41,989,091	2,076	
Fort Scott	2940	13	Intake Structure Improvements	\$2,000,000	\$43,989,091	14,838	
Independence	2933	13	Rehabilitate Water Treatment Plant	\$3,100,000	\$47,089,091	12,668	
Stockton	2961	13	Replace Cast Iron Waterlines	\$3,220,285	\$50,309,376	1,297	
Newton	2962	13	Replace Ground Storage and Rehabilitate Elevated Storage	\$3,700,000	\$54,009,376	19,105	
Sedan	2935	13	Replace Distribution Waterlines including Lead Service Lines	\$5,992,000	\$60,001,376	1,041	\$90,000
Cunningham	2929	11	New Well, Transmission Main and Disinfection Treatment Improvements	\$250,000	\$60,251,376	470	
Barber Co. RWD #3	2944	11	Replace Wells	\$300,000	\$60,551,376	305	
Assaria	2958	11	Replace Cast Iron Waterlines	\$308,875	\$60,860,251	407	
Canton	2925	11	Waterline Replacement and Tower Improvements	\$380,000	\$61,240,251	734	
Hope	2936	11	Replace Distribution Waterlines, Lead Service Lines and Rehabilitate Storage	\$2,000,000	\$63,240,251	344	\$30,000
Lyon Co. RWD #1	2930	11	Replace Waterlines and Storage Tanks	\$2,470,560	\$65,710,811	1,926	
Salina	2957	11	2017 Water Main Replacement	\$4,250,000	\$69,960,811	48,179	
Hillsboro	2934	11	Replace Distribution Waterlines and Install AMR System	\$4,820,000	\$74,780,811	4,013	
Kiowa	2937	11	Waterline Replacement including Lead Service Lines and Well Improvements	\$7,900,000	\$82,680,811	1,104	\$90,000
Salina	2917	11	South Wellfield and Water Treatment Plant Improvements	\$31,700,000	\$114,380,811	48,710	
Rose Hill	2941	10	Install Chlorine Booster System	\$150,000	\$114,530,811	4,322	
Bonner Springs	2955	10	Re-drill Well #3	\$400,000	\$114,930,811	4,665	
Eudora	2926	10	Redundant Waterline and New Well	\$750,000	\$115,680,811	6,378	
Bonner Springs	2864	10	Waterline Replacement and Looping	\$1,300,000	\$116,980,811	7,419	
Douglas Co. RWD #3	2960	10	Expand to Connect Unserved Community and Install Automated Meters	\$1,400,000	\$118,380,811	4,663	
Ottawa	2938	10	Waterline Replacement along Main St.	\$1,500,000	\$119,880,811	15,768	
St. George	2932	10	New Wells to Meet Demand, Replace Waterlines and Rehabilitate Storage	\$2,000,000	\$121,880,811	921	
Johnson Co. RWD #7	2947	10	Distribution System Connections for Consolidation	\$4,235,000	\$126,115,811	7,200	\$1,270,500

Total Potential Principal Forgiveness \$5,287,562

35% of funds on PPL for systems with population of less than 5,000 for entire list
 43% of funds on PPL for systems with population of less than 10,000 for entire list

New Projects added by Amendment

Loans Designated as Receiving Federal Funds for Single Audit Act Purposes

Federal Funds Designated for		2012	Capitalization Grant			
Municipality	Project #	Loan Amount	Loan Date	Loan Executed Date	Loan Amount Finalized	
Bird City	2803	\$435,997.89	10/8/2012	6/6/2013	<input checked="" type="checkbox"/>	
Bonner Springs	2453	\$880,026.30	10/8/2012	1/31/2013	<input checked="" type="checkbox"/>	
Cottonwood Falls	2792	\$1,166,876.37	10/1/2012	11/5/2012	<input checked="" type="checkbox"/>	
Leoti	2777	\$40,100.16	10/1/2012	11/21/2012	<input checked="" type="checkbox"/>	
Moundridge	2795	\$1,060,000.00	10/3/2013	11/15/2013	<input checked="" type="checkbox"/>	
Salina	2629	\$8,562,910.62	1/11/2013	3/20/2013	<input checked="" type="checkbox"/>	
Sedgwick Co. RWD #2	2742	\$360,935.71	9/10/2012	10/23/2012	<input checked="" type="checkbox"/>	
Total Loan Amount		\$12,506,847.05				

Federal Funds Designated for		2013	Capitalization Grant			
Municipality	Project #	Loan Amount	Loan Date	Loan Executed Date	Loan Amount Finalized	
Chanute	2837	\$424,000.00	9/3/2013	9/25/2013	<input checked="" type="checkbox"/>	
Conway Springs	2844	\$2,324,310.00	12/3/2013	1/14/2014	<input type="checkbox"/>	
Girard	2508	\$3,102,814.48	6/3/2013	6/21/2013	<input checked="" type="checkbox"/>	
Oberlin	2775	\$4,758,514.42	7/18/2013	8/21/2013	<input checked="" type="checkbox"/>	
Pittsburg	2794	\$554,592.15	8/29/2013	10/28/2013	<input checked="" type="checkbox"/>	
Total Loan Amount		\$11,164,231.05				

Federal Funds Designated for		2014	Capitalization Grant			
Municipality	Project #	Loan Amount	Loan Date	Loan Executed Date	Loan Amount Finalized	
Kansas City BPU	2823	\$13,000,000.00	7/9/2014	7/23/2014	<input type="checkbox"/>	
Total Loan Amount		\$13,000,000.00				

Federal Funds Designated for		2015 & 2016	Capitalization Grant			
Municipality	Project #	Loan Amount	Loan Date	Loan Executed Date	Loan Amount Finalized	
Public Wholesale WSD #25	2894	\$23,882,000.00	5/9/2016	6/21/2016	<input type="checkbox"/>	
Total Loan Amount		\$23,882,000.00				

Federal Funds Designated for		2017	Capitalization Grant			
Municipality	Project #	Loan Amount	Loan Date	Loan Executed Date	Loan Amount Finalized	
Johnson County RWD #7	2947	\$4,235,000.00	5/8/2018	6/12/2018	<input type="checkbox"/>	
Sedan	2935	\$4,100,000.00	2/21/2018	4/4/2018	<input type="checkbox"/>	
Total Loan Amount		\$8,335,000.00				

Calendar Year Disbursements Designated as Federal Funds for Single Audit Purposes

Loan Recipient: Girard

Project # 2508
Loan Amount \$3,102,814.48
Designated Federal Funds Disbursed for 2013 **Grant**

Disbursements for Calendar Year 2017

Date	Amount disbursed		
5/15/2017	(\$315.21)		
Total Amount Disbursed for Year	(\$315.21)	Single Audit Required by SRF	No

Loan Recipient: Kansas City BPU

Project # 2823
Loan Amount \$13,000,000.00
Designated Federal Funds Disbursed for 2014 **Grant**

Disbursements for Calendar Year 2017

Date	Amount disbursed		
2/13/2017	\$1,385,942.31		
5/15/2017	\$413,237.27		
6/5/2017	\$589,087.08		
7/31/2017	\$517,442.84		
9/25/2017	\$336,214.35		
10/27/2017	\$103,532.29		
10/27/2017	\$209,819.12		
Total Amount Disbursed for Year	\$3,555,275.26	Single Audit Required by SRF	Yes

Loan Recipient: Manhattan

Project # 2743
Loan Amount \$2,480,865.14
Designated Federal Funds Disbursed for 2010 **Grant**

Disbursements for Calendar Year 2017

Date **Amount disbursed**

1/17/2017 (\$1,527.74)

Total Amount Disbursed for Year (\$1,527.74) **Single Audit Required by SRF** **No**

Loan Recipient: Public Wholesale WSD #25

Project # 2894
Loan Amount \$23,882,000.00
Designated Federal Funds Disbursed for 2015 Grant

Disbursements for Calendar Year 2017

Date	Amount disbursed
3/6/2017	\$2,069,146.18
3/6/2017	\$49,695.49
3/20/2017	\$129,117.73
5/8/2017	\$3,094,937.71
6/5/2017	\$1,651,012.64
7/3/2017	\$997,875.42
7/31/2017	\$6,775.68
7/31/2017	\$31,942.52
8/7/2017	\$923,625.64
9/5/2017	\$971,906.67
10/9/2017	\$722,435.14
11/6/2017	\$1,106,009.83
11/27/2017	\$948,974.28

Total Amount Disbursed for Year \$12,703,454.93 **Single Audit Required by SRF** **Yes**

Principal Forgiveness Report

Grant Year	Municipality	Project #	Initial PF Amount	Amendment Adjustment	Loan Final	
2012						
	Argonia	2702	\$484,267.80	\$96,984.60	<input checked="" type="checkbox"/>	
	Argonia	2702	\$484,267.80	(\$119,382.13)	<input checked="" type="checkbox"/>	
	Argonia	2702	\$484,267.80	\$138,747.60	<input checked="" type="checkbox"/>	
					Net PF Amount	\$600,617.87
	Conway Springs	2844	\$697,293.00		<input type="checkbox"/>	
					Net PF Amount	\$697,293.00
	Hiawatha	2849	\$647,990.41		<input type="checkbox"/>	
					Net PF Amount	\$647,990.41
	Oberlin	2775	\$1,500,000.00	(\$270,983.41)	<input checked="" type="checkbox"/>	
					Net PF Amount	\$1,229,016.59
	Public Wholesale WSD #25	2894	\$0.00	\$119,348.00	<input type="checkbox"/>	
					Net PF Amount	\$119,348.00

Projected Principal Forgiveness for 2012 \$3,294,265.87

Awarded Principal Forgiveness for 2012 \$1,829,634.46

Required Principal Forgiveness Amount \$2,196,200 but no more than \$3,294,300

2013						
	Hiawatha	2849	\$1,362,009.59		<input type="checkbox"/>	
					Net PF Amount	\$1,362,009.59
	Norwich	2832	\$678,062.00		<input type="checkbox"/>	
					Net PF Amount	\$678,062.00
	Public Wholesale WSD #25	2894	\$890,831.05	\$159,696.95	<input type="checkbox"/>	
					Net PF Amount	\$1,050,528.00

Projected Principal Forgiveness for 2013 \$3,090,599.59

Awarded Principal Forgiveness for 2013 \$0.00

Required Principal Forgiveness Amount \$2,060,400 but no more than \$3,090,600

Grant Year	Municipality	Project #	Initial PF Amount	Amendment Adjustment	Loan Final
2014					
	Public Wholesale WSD #25	2894	\$3,024,000.00		<input type="checkbox"/>
					Net PF Amount
					\$3,024,000.00

Projected Principal Forgiveness for 2014 \$3,024,000.00

Awarded Principal Forgiveness for 2014 \$0.00

Required Principal Forgiveness Amount \$2,016,000 but no more than \$3,024,000

2015					
	Public Wholesale WSD # 27	2902	\$193,112.00	(\$178,883.43)	<input checked="" type="checkbox"/>
					Net PF Amount
					\$14,228.57
	Public Wholesale WSD #25	2894	\$2,048,627.45	\$922,156.55	<input type="checkbox"/>
					Net PF Amount
					\$2,970,784.00

Projected Principal Forgiveness for 2015 \$2,985,012.57

Awarded Principal Forgiveness for 2015 \$14,228.57

Required Principal Forgiveness Amount \$2,002,800 but no more than \$3,004,200

2016					
	Kensington	2881	\$149,562.00		<input type="checkbox"/>
					Net PF Amount
					\$149,562.00
	Ottawa Co. RWD #2	2911	\$78,150.00	(\$19,186.07)	<input checked="" type="checkbox"/>
					Net PF Amount
					\$58,963.93
	Pretty Prairie	2914	\$540,000.00		<input type="checkbox"/>
					Net PF Amount
					\$540,000.00
	Public Wholesale WSD # 27	2902	\$1,126,888.00	\$19,186.07	<input checked="" type="checkbox"/>
					Net PF Amount
					\$1,146,074.07

Projected Principal Forgiveness for 2016 \$1,894,600.00

Awarded Principal Forgiveness for 2016 \$1,205,038.00

Required Principal Forgiveness Amount Exactly \$1,894,600

Grant Year	Municipality	Project #	Initial PF Amount	Amendment Adjustment	Loan Final
2017					
	Herington	2927	\$1,022,700.00		<input type="checkbox"/>
				Net PF Amount	\$1,022,700.00
	Mitchell Co. RWD #2	2942	\$475,203.00		<input type="checkbox"/>
				Net PF Amount	\$475,203.00
	Pratt	2953	\$380,496.00		<input type="checkbox"/>
				Net PF Amount	\$380,496.00

Projected Principal Forgiveness for 2017 \$1,878,399.00

Awarded Principal Forgiveness for 2017 \$0.00

Required Principal Forgiveness Amount Exactly \$1,878,400

2018					
	Johnson County RWD #7	2947	\$1,270,500.00		<input type="checkbox"/>
				Net PF Amount	\$1,270,500.00
	Pratt	2953	\$144,504.00		<input type="checkbox"/>
				Net PF Amount	\$144,504.00

Projected Principal Forgiveness for 2018 \$1,415,004.00

Awarded Principal Forgiveness for 2018 \$0.00

Required Principal Forgiveness Amount Exactly \$2,577,400



Grant Summary

Award ID: 99751612

Awarding Agency ▾

Environmental Protection Agency

Sub-Agency

Environmental Protection Agency

Recipient

KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT

Address

1000 S.W. JACKSON, SUITE 410
TOPEKA, KS 66612
Congressional District: KS-02

DUNS

175941483

Parent DUNS

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Business Types

STATE GOVERNMENT

Award Amounts

This grant was awarded to **Kansas Department Of Health And Environment** for **\$10,981,000**.

Total Award Amount:
\$10,981,000



Award Details

Description	THESE FUNDS PROVIDES LOANS TO SUPPORT FINANCIAL ASSISTANCE TO COMMUNITY WATER SYSTEMS AND NONPROFIT COMMUNITY WATER SYSTEMS WHICH WILL PROTECT THE PU
Period of Performance	08/22/2012 - 08/21/2017 (4 years, 11 months)
Primary Place of Performance	TOPEKA, KS 66612
Grant Type	FORMULA GRANT
CFDA Program	66.468 - CAPITALIZATION GRANTS FOR DRINKING WATER STATE REVOLVING FUNDS
CFDA Program Description	Grants are made to States and Puerto Rico to capitalize their Drinking Water State Revolving Funds (DWSRFs) which will provide a long-term source of financing f... More

Sub-Awards ∨

Total Number of Sub-Awards: 7 Total Sub-Award Amount: \$10,981,000

Sub-Award ID ∨	Recipient Name ∨	Action Date ∨	Amount ∨	Description ∨
KPWSLF2795	CITY OF MOUNDRIDGE	11/15/2013	\$1,060,000	REPLACE WATER TOWER AND DISTRIBUTION SYSTEM PIPE
KPWSLF2792	CITY OF COTTONWOOD FALLS	11/05/2012	\$1,166,876	THIS LOAN WILL REPLACE WATER LINES.
KPWSLF2777	LEOTI, CITY OF	11/21/2012	\$40,100	CONSTRUCT NEW WATER TREATMENT PLANT TO REDUCE NITRATES

KPWSLF2742	SEDGWICK COUNTY RURAL WATER DISTRICT	10/23/2012	\$360,936	WATERLINE REPLACEMENT AND INSTALLATION OF AN AUTOMATED METER READING SYSTEM.
KPWSLF2629	SALINA, CITY OF	03/20/2013	\$7,258,061	THIS PROJECT WILL REPLACE WATERLINES, MAKE WELL IMPROVEMENTS, AND MAKE WATER TREATMEN...
KPWSLF2453	BONNER SPRINGS, CITY OF	01/31/2013	\$880,026	WATER TREATMENT PLANT FOR BACKWASH WATER RECOVERY
37559	KANSAS RURAL WATER ASSOCIATION	11/27/2012	\$215,000	SMALL SYSTEM TECHNICAL ASSITANCE

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Grant Summary

Award ID: 99751613

Awarding Agency ▾

Environmental Protection Agency

Sub-Agency
Environmental Protection Agency

Recipient

KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT

Address

1000 S.W. JACKSON, SUITE 410
TOPEKA, KS 66612
Congressional District: KS-02

DUNS

175941483

Parent DUNS

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Business Types

STATE GOVERNMENT

Award Amounts

This grant was awarded to **Kansas Department Of Health And Environment** for **\$10,302,000**.

Total Award Amount:
\$10,302,000



Award Details

Description	THESE FUNDS WILL BE USED TO PROVIDE LOANS FOR DRINKING WATER INFRASTRUCTURE COSTS IN THE STATE OF KANSAS UNDER THE SAFE DRINKING WATER ACT, SECTION 1
Period of Performance	07/01/2013 - 06/30/2018 (4 years, 11 months)
Primary Place of Performance	TOPEKA, KS 66612
Grant Type	FORMULA GRANT
CFDA Program	66.468 - CAPITALIZATION GRANTS FOR DRINKING WATER STATE REVOLVING FUNDS
CFDA Program Description	Grants are made to States and Puerto Rico to capitalize their Drinking Water State Revolving Funds (DWSRFs) which will provide a long-term source of financing f... More

Sub-Awards ∨

Total Number of Sub-Awards: 10 Total Sub-Award Amount: \$10,302,000

Sub-Award ID ∨	Recipient Name ∨	Action Date ∨	Amount ∨	Description ∨
PO20628	KANSAS RURAL WATER ASSOCIATION	08/28/2013	\$220,000	SMALL SYSTEM TECHNICAL ASSISTANCE
PO19875	KANSAS MUNICIPAL UTILITIES INC	08/29/2013	\$139,000	PUBLIC WATER SUPPLY TRAINING AND TECHNICAL ASSISTANCE

PO19874	RANSON FINANCIAL CONSULTA	08/29/2013	\$100,000	FINANCIAL PLANNING AND RATE SETTING ASSISTANCE
PO14216	MOOSEPOINT TECHNOLOGY, INC	07/08/2013	\$57,135	PROVIDE SOFTWARE ENHANCEMENTS TO GIS AND CONSECUTIVE WATER SYSTEM DATA BASES.
PO12935	WICHITA STATE UNIVERSITY	08/20/2013	\$125,000	PROVIDE A.M. KAN WORK ASSET MANAGEMENT TRAINING AND TECHNICAL ASSITANCE.
KPWSLF2841	SALINA, CITY OF	03/06/2014	\$2,524,589	PHASE 6 AND 7 WATERLINE REPLACEMENT
KPWSLF2837	CHANUTE, CITY OF	09/25/2013	\$319,681	INTAKE STRUCTURE IMPROVEMNTS TO PREVENT ZEBRA MUSSEL ACCUMULATION AND INSTALLATION...
KPWSLF2794	PITTSBURG, CITY OF	10/28/2013	\$554,592	INSTALL EMERGENCY GENERATOR AT THE WATER TREATEMENT PLANT
KPWSLF2775	OBERLIN, CITY OF	08/21/2013	\$4,758,514	CONSTRUCT NEW WELL FIELD AND TRANSMISSION MAINS TO COMPLY WITH URANIUM AND ARSENIC MA...
KPWSLF2508	GIRARD, CITY OF	06/21/2013	\$1,503,489	CONSTRUCT NEW WATER TOWERS, PUMPSTATION, AND REPLACE METERS

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Grant Summary

Award ID: 99751614

Awarding Agency ▾

Environmental Protection Agency

Sub-Agency
Environmental Protection Agency

Recipient

KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT

Address

1000 S.W. JACKSON, SUITE 410
TOPEKA, KS 66612
Congressional District: KS-02

DUNS

175941483

Parent DUNS

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Business Types

STATE GOVERNMENT

Award Amounts

This grant was awarded to **Kansas Department Of Health And Environment** for **\$10,080,000**.

Total Award Amount:
\$10,080,000



Award Details

Description	THESE FUNDS WILL BE USED TO PROVIDE LOANS FOR DRINKING WATER INFRASTRUCTURE COSTS IN THE STATE OF KANSAS UNDER THE SAFE DRINKING WATER ACT, SECTION 1
Period of Performance	05/01/2014 - 05/01/2019 (4 years, 11 months)
Primary Place of Performance	TOPEKA, KS 66612
Grant Type	FORMULA GRANT
CFDA Program	66.468 - CAPITALIZATION GRANTS FOR DRINKING WATER STATE REVOLVING FUNDS
CFDA Program Description	Grants are made to States and Puerto Rico to capitalize their Drinking Water State Revolving Funds (DWSRFs) which will provide a long-term source of financing f... More

Transaction History ∨

Modification Number ∨	Action Date ∨	Amount ∨	Action Type ∨	Description ∨
1	07/17/2014	\$0	B: Continuation	THESE FUNDS WILL BE USED TO PROVIDE LOANS FOR DRINKING WATER INFRASTRUCTURE COSTS...
0	07/07/2014	\$10,080,000	A: New	THESE FUNDS WILL BE USED TO PROVIDE LOANS FOR DRINKING WATER INFRASTRUCTURE COSTS...

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Grant Summary

Award ID: 99751615

Awarding Agency 

Environmental Protection Agency

Sub-Agency
Environmental Protection Agency

Recipient

KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT

Address
1000 S.W. JACKSON, SUITE 410
TOPEKA, KS 66612
Congressional District: KS-02

DUNS
175941483

Parent DUNS
--

Business Types
STATE GOVERNMENT

Award Amounts

This grant was awarded to **Kansas Department Of Health And Environment** for **\$9,858,934**.

Total Award Amount:
\$9,858,934



Award Details

Description	THESE FUNDS WILL BE USED TO PROVIDE LOANS FOR DRINKING WATER INFRASTRUCTURE COSTS IN THE STATE OF KANSAS UNDER THE SAFE DRINKING WATER ACT, SECTION 1
Period of Performance	05/01/2015 - 04/30/2020 (4 years, 11 months)
Primary Place of Performance	TOPEKA, KS 66612
Grant Type	FORMULA GRANT
CFDA Program	66.468 - SAFE DRINKING WATER STATE REVOLVING FUND
CFDA Program Description	Grants are made to States and Puerto Rico to capitalize their Drinking Water State Revolving Funds (DWSRFs) which will provide a long-term source of financing f... More

Sub-Awards ∨

Total Number of Sub-Awards: 5 Total Sub-Award Amount: \$9,227,640

Sub-Award ID ∨	Recipient Name ∨	Action Date ∨	Amount ∨	Description ∨
PO	KANSAS RURAL WATER ASSOCIATION	07/01/2015	\$200,280	SMALL SYSTEM TECHNICAL ASSISTANCE
PO	RANSON FINANCIAL CONSULTA	07/01/2015	\$100,000	FINANCIAL PLANNING AND RATE SETTING ASSISTANCE

PO	WICHITA STATE UNIVERSITY	07/01/2015	\$180,000	SERVICES TO REVISE WATER SYSTEM BOARD AND COUNCIL TRAINING MATERIAL
PO	KANSAS MUNICIPAL UTILITIES INC	07/01/2015	\$139,000	PUBLIC WATER SUPPLY TRAINING AND TECHNICAL ASSISTANCE
KPWSLF 2894	PUBLIC WHOLESALE WATER SUPPLY DISTRICT NO 25	06/21/2016	\$8,608,360	CREATION OF NEW PUBLIC WATER SUPPLY SYSTEM INCLUDING CONSTRUCTION OF A WATER TREATME...

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Grant Summary

Award ID: 99751616

Awarding Agency ▾

Environmental Protection Agency

Sub-Agency
Environmental Protection Agency

Recipient

KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT

Address

1000 S.W. JACKSON, SUITE 410
TOPEKA, KS 66612
Congressional District: KS-02

DUNS

175941483

Parent DUNS

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Business Types

STATE GOVERNMENT

Award Amounts

This grant was awarded to **Kansas Department Of Health And Environment** for **\$9,473,000**.

Total Award Amount:
\$9,473,000



Award Details

Description	THESE FUNDS WILL BE USED TO PROVIDE LOANS FOR DRINKING WATER INFRASTRUCTURE COSTS IN THE STATE OF KANSAS UNDER THE SAFE DRINKING WATER ACT, SECTION 1
Period of Performance	06/01/2016 - 05/31/2021 (4 years, 11 months)
Primary Place of Performance	TOPEKA, KS 66612 Congressional District: KS-02
Grant Type	FORMULA GRANT
CFDA Program	66.468 - SAFE DRINKING WATER STATE REVOLVING FUND
CFDA Program Description	Grants are made to States and Puerto Rico to capitalize their Drinking Water State Revolving Funds (DWSRFs) which will provide a long-term source of financing f... More

Sub-Awards ▾

Total Number of Sub-Awards: 5 Total Sub-Award Amount: \$8,620,430

Sub-Award ID ▾	Recipient Name ▾	Action Date ▾	Amount ▾	Description ▾
PO	WICHITA STATE UNIVERSITY	07/01/2016	\$200,000	CAPACITY DEVELOPMENT IMPLEMENTATION INCLUDING ASSET MANAGEMENT AND FINANCIAL PLANN...
PO	KANSAS MUNICIPAL UTILITIES INC	07/01/2016	\$168,380	PUBLIC WATER SUPPLY TRAINING AND TECHNICAL ASSISTANCE

PO	KANSAS RURAL WATER ASSOCIATION	07/01/2016	\$189,460	SMALL SYSTEM TECHNICAL ASSISTANCE
PO	RANSON FINANCIAL CONSULTA	07/01/2016	\$200,000	FINAICAL PLANNING AND RATE SETTING ASSISTANCE
KPWSLF 2894	PUBLIC WHOLESALE WATER SUPPLY DISTRICT NO 25	06/21/2016	\$7,862,590	CREATION OF NEW PUBLIC WATER SUPPLY SYSTEM INCLUDING CONSTRUCTION OF A WATER TREATME...

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Grant Summary

Award ID: 99751617

Awarding Agency ▾

Environmental Protection Agency

Sub-Agency
Environmental Protection Agency

Recipient

KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT

Address

1000 SW JACKSON AVE
TOPEKA, KS 66612
Congressional District: KS-02

DUNS

175941483

Parent DUNS

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Business Types

STATE GOVERNMENT

Award Amounts

This grant was awarded to **Kansas Department Of Health And Environment** for **\$9,167,355**.

Total Award Amount:
\$9,167,355



Award Details

Description	THESE FUNDS WILL BE USED TO PROVIDE LOANS FOR DRINKING WATER INFRASTRUCTURE COSTS IN THE STATE OF KANSAS UNDER THE SAFE DRINKING WATER ACT. THIS AWARD INCLUDES...
	▼
	More
Period of Performance	08/01/2017 - 07/31/2022 (4 years, 11 months)
Primary Place of Performance	TOPEKA , KS 66612 Congressional District: KS-02
Grant Type	FORMULA GRANT
CFDA Program	66.468 - CAPITALIZATION GRANTS FOR DRINKING WATER STATE REVOLVING FUNDS
CFDA Program Description	Grants are made to States and Puerto Rico to capitalize their Drinking Water State Revolving Funds (DWSRFs) which will provide a long-term source of financing f...
	▼
	More

Sub-Awards ▼

Total Number of Sub-Awards: 4 Total Sub-Award Amount: \$8,592,115

Sub-Award ID	Recipient Name	Action Date	Amount	Description
KPWSLF2935	SEDAN, CITY OF	03/19/2018	\$4,100,000	REPLACE DRINKING WATER DISTRIBUTION PIPES.
44726	KANSAS RURAL WATER ASSOCIATION	05/01/2018	\$57,115	SMALL SYSTEM TECHNICAL ASSISTANCE CONTRACT
2947	RURAL WATER DISTRICT 7 OF JOHNSON COUNTY	06/12/2018	\$4,235,000	INTERCONNECTIONS NEEDED TO ADSORB JOHNSON CO. RWD #6
044758	KANSAS MUNICIPAL UTILITIES INC	03/29/2018	\$200,000	TRAINING SERVICES FOR OPERATOR-IN_TRAINING PROGRAM, PUBLIC WATER SUPPLY OPERATOR TRAIN...

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**KANSAS PUBLIC WATER
SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)**

**FINANCIAL STATEMENTS
JUNE 30, 2018 and 2017**

**KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)**

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INDEPENDENT AUDITORS' REPORT

Jeff Andersen
Secretary of Kansas Department
of Health and Environment
Topeka, Kansas

Report on the Financial Statements

We have audited the accompanying financial statements of the Kansas Public Water Supply Revolving Loan Fund (the Fund), an enterprise fund of the State of Kansas, as of and for the years ended June 30, 2018 and June 30, 2017, and the related notes to the financial statements, which collectively comprise the entity's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Secretary of the Kansas Department of Health and Environment
Kansas Public Water Supply Revolving Loan Fund

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Fund as of June 30, 2018 and June 30, 2017, and the respective changes in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of a Matter

As discussed in Note 1 – Organization and Summary of Accounting Policies, the basic financial statements of the Fund are intended to present the financial position, changes in financial position and cash flows of only that portion of the financial reporting entity of the Fund that is attributable to the transactions of the Fund. They do not purport to, and do not, present fairly the financial position of the State of Kansas as of June 30, 2018 and the changes in their financial position and their cash flows, where applicable, for the years then ended, in conformity with the accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters*Required Supplementary Information*

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated September 24, 2018, on our consideration of the Fund's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the Fund's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Fund's internal control over financial reporting and compliance.

**CliftonLarsonAllen LLP**

Greenwood Village, Colorado
September 24, 2018

KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)

MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018 AND 2017

The Kansas Public Water Supply Loan Fund (the Fund) provides financial assistance to Kansas municipalities in the form of loans for the construction of public water supply system infrastructure. The Fund is comprised of Federal Capitalization Grants, proceeds of revenue bonds issued to provide required state-matching monies, proceeds of revenue bonds issued to leverage the program and recycled monies.

In this twenty first year of operation, the continued success of the Fund is shown below by providing project funding for the additional Public Water Supply needs of Kansas communities.

During the fiscal year ended June 30, 2018:

- ❑ The 2017 federal capitalization grant was awarded, totaling \$9,167,355 and no federal capitalization grants were amended.
- ❑ The 2017-1 and 2018-1 SRF State Match bonds were issued, totaling \$1,500,000 and \$2,600,000, respectively.
- ❑ The 2017-1 State Match bond debt service was paid in full.
- ❑ Federal capitalization grant dollars drawn down: \$8,139,532 for loans and \$1,133,286 for administration and other set-aside expenses.
- ❑ Total available for loans-unexpended: \$81,087,895
 \$0 leveraged, \$0 federal for loans, \$78,583,451 program equity and \$2,504,444 general.
- ❑ Total loan agreements: 315 loans totaling \$683,121,519 of which \$622,845,544 has been disbursed.
- ❑ Loan agreements:
 - New loans \$22,339,772 (10 loans)
 - Loan amendments: 1 increased amendment totaling \$4,003,805 and
 10 decreased amendments totaling \$2,675,560
- ❑ Disbursements for project costs: \$49,461,227
- ❑ Average monthly disbursements FY2018: \$4,121,769
- ❑ Average monthly disbursements program-to-date: \$2,350,361
- ❑ Completed projects: 8 totaling: \$10,649,129
- ❑ Total revenue bond debt service paid: \$6,645,000 in principal and \$3,994,870 in interest

The Fund is reported as an enterprise fund of the State of Kansas. As such, we prepare three basic financial statements, notes to the financial statements and required supplementary information including this Management's Discussion and Analysis (MD&A). The Statement of Net Position presents the assets, deferred outflows of resources, liabilities and deferred inflows of resources of the Fund. Assets consist of cash, interest receivables from loans and investments, investments of idle funds and reserve funds, and loan receivables. Liabilities include revenue bond interest, other accounts payable, arbitrage payable, and revenue bonds payable. Net position includes the federal capitalization grants and State contribution deposited to the bond reserve account and the excess earnings of the Fund's operations since inception.

KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)

MANAGEMENT'S DISCUSSION AND ANALYSIS

Net Position			
	2018	2017	2016
Current and other assets	\$ 134,588,987	\$ 138,905,785	\$ 157,713,565
Noncurrent assets	172,395,620	162,124,061	179,722,279
Total assets	306,984,607	301,029,846	337,435,844
Deferred outflows of resources	3,307,592	4,189,616	9,282,189
Long-term liabilities	83,614,085	91,846,104	131,527,419
Other liabilities	12,291,678	7,327,761	11,596,117
Total liabilities	95,905,763	99,173,865	143,123,536
Restricted net position	214,386,436	206,045,597	203,594,497
Total net position	\$ 214,386,436	\$ 206,045,597	\$ 203,594,497

The decrease in current assets for the year ended June 30, 2017 of \$18.8 million was due in large part to the use of \$42.7 million in cash to pay bond debt service and pay off the remaining Old Resolution bonds. In addition, the current portion of investments increased over \$26.1 million. Additionally, over \$.8 million of loan prepayments were received this fiscal year. Project payments this fiscal year were \$37,288,882.

The decrease in total liabilities for the year ended June 30, 2017 was over \$43.9 million. Revenue bonds payable decreased \$43.4 million.

The decrease in current assets for the year ended June 30, 2018 of \$4.3 million is due mainly to the decrease in current investments of \$22.9 million and an increase in loans of \$20.6 million. The noncurrent investments decreased to \$0. This is due to an investment strategy utilizing short term investment purchases with maturity dates staggered such that a maturity occurs every week. This allows funds to be more liquid and therefore more readily available for weekly loan disbursements. Additionally, \$.95 million of loan prepayments were received this fiscal year. Loan disbursements this fiscal year were \$49,461,227.

The decrease in total liabilities for the year ended June 30, 2018 was \$3.3 million. Current revenue bonds payable increased \$5.1 million and long-term revenue bonds payable decreased \$8.3 million.

All net position of the program has been determined to be restricted net position in accordance with the conditions of the Public Water Supply Loan Fund capitalization grants and bond covenants.

As a requirement for issuance of tax-exempt bonds, the Internal Revenue Service requires issuers to calculate and remit the amount of earnings attributable to the bonds that is in excess of the cost of the debt. For this Program, as of June 30, 2018, and June 30, 2017, there was no rebate liability for the 2010-1 and 2011 bonds. The 2017 and 2018 bonds are taxable bonds and are not subject to arbitrage. When there is a rebate liability it is incrementally funded from the excess revenues available following each semiannual bond debt service payment. The Fund's revenue bonds payable totaled \$89,295,000 and \$91,840,000 at June 30, 2018 and 2017, respectively. Please refer to the notes to the financial statements for more information on debt activity.

KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)

MANAGEMENT'S DISCUSSION AND ANALYSIS

Revenues, Expenses And Changes In Net Position

	2018	2017	2016
Revenues			
Operating revenues			
Loans	\$ 4,709,888	\$ 4,224,012	\$ 4,248,846
Grants	1,080,639	1,243,840	1,225,328
Service fees	658,768	555,018	541,652
Other revenues	179,460	167,262	6,990
Nonoperating revenues			
Investment income			
Bond reserve fund	-	484,636	642,535
Other investment income	1,583,734	1,413,330	1,939,220
Other nonoperating revenues	-	517,219	516,109
Total Revenues	8,212,489	8,605,317	9,120,680
Expenses			
Operating expenses			
Program administration-federal	380,990	410,607	470,499
Other program set-asides	700,560	832,321	754,829
Program administration-other	991,360	742,034	750,481
Loan principal forgiveness	1,760,921	3,899,396	2,077,439
Nonoperating expenses			
Bond issuance costs	30,000	-	-
Bond interest	4,147,351	8,132,449	6,930,645
Total Expenses	8,011,182	14,016,806	10,983,893
Increase in net position before contributions	201,307	(5,411,491)	(1,863,213)
Capital contributions			
Capitalization grants, net of recognized administrative grants	8,139,532	7,862,590	5,172,231
Increase in net position	8,340,839	2,451,100	3,309,018
Total net position – beginning of year	206,045,597	203,594,497	200,285,479
Total net position – end of year	\$ 214,386,436	\$ 206,045,597	\$ 203,594,497

The Statements of Revenues, Expenses and Changes in Net Position demonstrates that sufficient resources have been generated to cover expenses in fiscal year 2017. The change in net position as of June 30, 2017, was an increase of \$2.5 million. The Fund operating revenues increased by 2.8%. The Fund operating expenses (excluding principal forgiveness expense) increased .5% due to an increase in grant expenses. Principal forgiveness increased 87.7%. Nonoperating revenues, including capital contributions, increased 24.3% due to an increase in grant draws of nearly \$2.7 million. Nonoperating expenses increased 17.3% due to an increase in bond interest of \$1.2 million.

The Statements of Revenues, Expenses and Changes in Net Position demonstrate that adequate resources have been generated to cover expenses in fiscal year 2018. The change in net position as of June 30, 2018, was an increase of

KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)

MANAGEMENT'S DISCUSSION AND ANALYSIS

\$8.3 million. The Fund operating revenues increased by 7.1%. The Fund operating expenses (excluding principal forgiveness expense) increased 4.4% due to an increase in program administration expenses. Principal forgiveness decreased 54.8%. Nonoperating revenues, including capital contributions, decreased 5.4% due to The Series 2009 DW-1 bonds being called early and resulting in the elimination of bond reserve funds and earning related to those funds. Nonoperating expenses decreased 48.6%. The FFY 2016 federal capitalization grant has the amount of \$253,317 remaining to be drawn down. The FFY 2017 federal capitalization grant has the amount of \$792,520 remaining to be drawn down.

The Statements of Cash Flows are provided to identify the sources and the uses of cash during the fiscal year and to demonstrate that the Fund has sufficient cash to meet its obligations.

The Fund experienced a decrease in cash during the year ended June 30, 2017 of \$62.3 million. This decrease is due primarily to the premature payoff of debt service bonds with principal paid over \$42.6 million, and interest paid of over \$5.8 million to the bond holders. The balance of the decrease is due to routine Program operations and more vigorous investment operations.

The Fund experienced a decrease in cash during the year ended June 30, 2018 of \$2.2 million. This decrease is due to routine program operations and an increase in loan disbursements of \$12.2 million.

The Fund has no spending limits and is not subject to any State General Fund appropriations or any other appropriations. Prior issuances of state match bonds have been an internal placement with the State's Pooled Money Investment Board. The most recent state match bonds have been internal placements with the Kansas Water Pollution Revolving Fund with a term of less than one year and a maturity date to coincide with the debt service payment dates of the Master Financing Indenture. At this time, there is no need to leverage further until loan demand increases.

While the financial strength of the Fund does face risk from the overall health of the US and Kansas economies indirectly through the program's borrowers, this risk is mitigated by several factors: first, the program is well capitalized and lightly leveraged at this point in time; second, it is anticipated that the program will receive additional capitalization grants from the EPA; third, the program, through the loan agreements, has a relatively strong security position in the borrowers' financial resources; and finally, the programs' history of experiencing no borrower defaults through the prior two economic recessions.

This report is intended to provide financial information about the Kansas Public Water Supply Loan Fund to the State of Kansas and United States Environmental Protection Agency officials, investors and other interested parties and to discuss the activity and success of the Fund. For additional information, you may contact William Carr, SRF Unit Administrator, Kansas Department of Health and Environment or Martin Eckhardt, Manager, Statewide Agency Audit and Municipal Services, Office of Chief Financial Officer, Department of Administration.

KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)

STATEMENTS OF NET POSITION

	June 30,	
	2018	2017
ASSETS		
Current assets:		
Cash	\$ 9,040,800	\$ 11,261,169
Restricted cash - arbitrage rebate	-	60
Investment interest receivable	17,402	63,175
Investments	87,767,977	110,677,624
Loans	35,364,098	14,726,825
Loan interest receivable	1,997,386	1,779,258
Other receivables	401,324	397,674
Total current assets	<u>134,588,987</u>	<u>138,905,785</u>
Noncurrent assets:		
Restricted cash - loan reserve earnings	17,508	6,489
Investments	-	409,032
Loans	168,927,691	158,281,641
Loan reserve deposits	3,450,421	3,426,899
Total noncurrent assets	<u>172,395,620</u>	<u>162,124,061</u>
Total Assets	<u>306,984,607</u>	<u>301,029,846</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred amounts on refunding	<u>3,307,592</u>	<u>4,189,616</u>
LIABILITIES		
Current liabilities:		
Accounts payable and accrued expenses	163,451	194,767
Bond interest payable	1,258,450	1,329,273
Revenue bonds payable	10,869,777	5,803,721
Total current liabilities	<u>12,291,678</u>	<u>7,327,761</u>
Noncurrent liabilities:		
Loan reserve deposits	3,472,049	3,434,291
Revenue bonds payable, long-term, net	80,142,036	88,411,813
Total noncurrent liabilities	<u>83,614,085</u>	<u>91,846,104</u>
Total Liabilities	<u>95,905,763</u>	<u>99,173,865</u>
TOTAL NET POSITION	<u>\$ 214,386,436</u>	<u>\$ 206,045,597</u>

KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION

	For the Years Ended June 30,	
	2018	2017
OPERATING REVENUES		
Interest on loans	\$ 4,709,888	\$ 4,224,012
Grant revenue	1,080,639	1,243,840
Service fee revenue	658,768	555,018
Other revenue	179,460	167,262
Total operating revenues	<u>6,628,755</u>	<u>6,190,132</u>
OPERATING EXPENSES		
Program administration - federal	380,990	410,607
Program administration - other federal set-asides	700,560	832,321
Program administration - other	991,360	742,034
Loan principal forgiveness	1,760,921	3,899,396
Total operating expenses	<u>3,833,831</u>	<u>5,884,358</u>
Operating Income	<u>2,794,924</u>	<u>305,774</u>
NONOPERATING REVENUES (EXPENSES)		
Investment income:		
Bond reserve fund	-	484,636
Other investment income	1,583,734	1,413,330
Capital contributions - capitalization grants, net of recognized administrative grants	8,139,532	7,862,590
Bond issuance cost	(30,000)	-
Other nonoperating revenues	-	517,219
Interest expense - bonds	(4,147,351)	(8,132,449)
Total nonoperating revenues (expenses)	<u>5,545,915</u>	<u>2,145,326</u>
Change in net position	8,340,839	2,451,100
Net position, beginning of year	<u>206,045,597</u>	<u>203,594,497</u>
TOTAL NET POSITION, END OF YEAR	<u>\$ 214,386,436</u>	<u>\$ 206,045,597</u>

KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)

STATEMENTS OF CASH FLOWS

	For the Years Ended June 30,	
	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Program administration expenses	\$ (1,081,551)	\$ (1,242,928)
Other revenues	144,493	9,417
Service fees received	658,768	535,879
Service fees paid	(991,359)	(742,034)
Capitalization grant for administrative costs	1,080,639	1,243,840
Net cash (used in) operating activities	<u>(189,010)</u>	<u>(195,826)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Bond principal paid	(6,645,000)	(42,675,000)
Bond interest paid (includes defeasance cost)	(3,994,870)	(5,867,794)
Capitalization grant for loans	8,139,532	7,862,590
Bond proceeds, including premium	4,100,000	-
Defeasance of bonds	-	1,618,000
Bond issuance costs paid	(30,000)	-
Other nonoperating revenues	-	517,219
Net cash provided by (used in) noncapital financing activities	<u>1,569,662</u>	<u>(38,544,985)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Loan principal collected	16,416,983	11,034,910
Loans disbursed	(49,461,227)	(37,288,882)
Interest received on loans	4,491,760	4,135,761
Proceeds from sales and maturities of investments	307,848,033	147,867,875
Proceeds from sales and maturities of debt service reserve investments	-	9,252,500
Purchase of investments	(284,529,354)	(161,206,946)
Interest received on investments and debt service reserve funds	1,629,508	2,621,285
Net change in loan reserve accounts	14,235	(1,109)
Loan reserve deposits	23,522	62,261
Net cash used in investing activities	<u>(3,566,540)</u>	<u>(23,522,345)</u>
Net decrease in cash	(2,185,888)	(62,263,156)
Cash, beginning of year	14,694,617	76,957,773
CASH, END OF YEAR	<u>\$ 12,508,729</u>	<u>\$ 14,694,617</u>
Cash consists of:		
Cash	\$ 9,040,800	\$ 11,261,169
Restricted cash - arbitrage rebate	-	60
Restricted cash - loan reserve earnings	17,508	6,489
Loan reserve deposits	3,450,421	3,426,899
	<u>\$ 12,508,729</u>	<u>\$ 14,694,617</u>
RECONCILIATION OF OPERATING INCOME TO		
NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating income	\$ 2,794,924	\$ 305,774
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:		
Loans receivable	(31,283,323)	(22,354,576)
Loan interest receivable	(218,128)	(88,251)
Other receivables	(3,650)	(51,079)
Accounts payable and accrued expenses	(31,317)	(125,905)
Effect of changes in operating assets and liabilities:		
Loan principal collected	(16,416,983)	(11,034,910)
Loans disbursed	49,461,227	37,288,882
Interest received on loans	(4,491,760)	(4,135,761)
Net cash used in operating activities	<u>\$ (189,010)</u>	<u>\$ (195,826)</u>

**KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)**

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018 AND 2017

1. ORGANIZATION AND SUMMARY OF ACCOUNTING POLICIES

Description of Program – The Kansas Public Water Supply Loan Fund (the Fund) was established pursuant to Kansas Statutes Annotated (K.S.A.) 65-163d *et seq.* in 1994 by the Kansas Legislature. The Fund was created to implement the State of Kansas’ (Kansas or the State) participation under the Federal Safe Drinking Water Act (the Federal Act) as amended by the Safe Drinking Water Act Amendments of 1996. Under Kansas law, the Secretary of the Kansas Department of Health and Environment (KDHE) administers the Public Water Supply Loan Program (the Program). The Federal Act authorizes the Environmental Protection Agency (EPA) to award capitalization grants for deposit into state funds in order to provide financial assistance for construction of public water supply systems. The Program is the response by the State to federal law changes governing the development of publicly owned public water supply systems including the financing, construction and management of those systems. The state fund may be used to make loans, fund debt service reserves and provide other types of financial assistance to public entities. Initial funding for the Program is to be provided by the EPA capitalization grants and proceeds of bonds which will provide State match funds. The State match funds must be equal to 20% of the federal capitalization grants. The Fund is to be established, maintained and credited with loan repayments and the Fund equity is to be available in perpetuity for providing such financial assistance.

Loans are made to municipalities from the Fund for eligible project costs as defined by federal and state law and regulations. These costs are primarily construction, planning and design engineering costs and other costs related to a municipal construction project. The 2018 Intended Use Plan established the interest rates for the loans, together with fees set for servicing the loans, to be an amount equal to 60% of the previous three months’ average “bond buyers 20 bond index” as published each week of the preceding three months. KDHE administers the aspects of the Program relating to selection of projects and the making of loans to eligible municipalities. The Department of Administration administers the accounting and reporting aspects of the Program relating to the receipt and disbursement of monies within the Fund including disbursement of loans to municipalities and billing and collecting of loan repayments. The Kansas Development Finance Authority (KDFFA) issues revenue bonds for the State matching funds needed and for leveraged borrowing for the Fund. Monies in the Fund are deposited with the Treasurer of the State (the Treasurer) and UMB (the Trustee).

Basis of Presentation and Accounting – The Fund is an enterprise fund of the State. The financial statements of the Fund have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Basis of accounting refers to when revenues, expenses and the related assets, deferred outflows, liabilities and deferred inflows are recognized in the accounts and reported in the financial statements. Measurement focus refers to what is being measured. The financial statements are prepared on the accrual basis of accounting and on an economic resources’ measurement focus in accordance with accounting principles generally accepted in the United States of America. With this measurement focus, all assets, deferred outflows, liabilities and deferred inflows are included on the statement of net position. The statement of revenues, expenses, and changes in net position presents increases (revenues) and decreases (expenses) in net total position. The statement of cash flows provides information about how the Fund meets the cash flow needs of its activities.

Cash – Cash includes balances on deposit with the Treasurer and the Trustee.

Investments – The Fund invests in State or municipal debt obligations and commercial paper. These investments are stated at their fair value.

**KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)**

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018 AND 2017

Loans and Other Receivables – Receivables include interest earnings, current loan repayments due and loan principal balances outstanding. All receivables are considered collectable; therefore, no allowance account has been established.

Loan Reserve Deposits – The loan reserve deposits have been established as required under certain provisions of certain loan agreements and consist of cash. Such loan reserve deposits may only be used to prevent an event of default in the repayment of principal or interest on certain loans.

Premiums and Discounts – The interest method is being used to calculate amortization of premiums and discounts.

Revenues – The Fund revenues consist of operating and nonoperating revenues. Operating revenues include: 1) interest earned on loans, 2) federal grant dollars earned for loans and administrative costs, also known as program set-asides (program administration, technical assistance, state program management, and other authorized activities such as the authorization by section 1452 of the Safe Drinking Water Act (42 U.S.C. 300j-12) (1452K) (1)b), and 3) loan service fees. Nonoperating revenues include the investment income on bond reserves and other invested program monies and any other revenues not classified as operating revenues.

Expenses – The Fund expenses consist of operating and nonoperating expenses. Operating expenses include: 1) federal grant monies for administrative costs, also known as program set-asides (program administration, technical assistance, state program management, and other authorized activities under 1452K (1)b) and 2) principal forgiveness which is recognized upon completion of the project. Nonoperating expenses include: 1) revenue bond interest and 2) revenue bond premium and discount amortized.

Net Position – Net position represents the difference between assets, deferred outflows, liabilities and deferred inflows. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Currently the fund has no net investment in capital assets. Net position is reported as restricted when there are external limitations imposed on their use. All assets of the program have been determined to be restricted assets in accordance with the conditions of the Drinking Water State Revolving Fund EPA capitalization grants and bond covenants. Restricted net position includes EPA capitalization grants restricted for the 1) bond reserve fund, 2) loans to municipalities, 3) program administration expenses, 4) technical assistance, 5) state program management, 6) and other authorized activities 1452K (1)b. The amount of capitalization grants restricted for program administration, technical assistance, state program management, and other authorized activities 1452K (1)b is being recognized as revenue when earned.

Deferred Outflows/Inflows of Resources – In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expense) until then. The Fund only has one item that qualifies for reporting in this category. It is the deferred amounts on refunding reported in the statement of net position. A deferred amount on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the remaining life of the old bonds or the life of the new bonds.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time. The Fund has no items that qualify for reporting in this category.

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

2. INVESTMENTS

The Fund's investment policies are governed by Article VIII of the Master Financing Indenture. Allowable investments for the Fund cash balances held in the State Treasury and invested through the State Pooled Money Investment Board are as follows:

- Direct obligations of, or obligations that are insured as to principal and interest by, the U.S. Government or any direct agency thereof, with maturities up to four years
- Repurchase agreements with Kansas banks or with primary government securities dealers
- Limited interest-bearing loans to various State agencies as specifically provided by law
- Certain Kansas agency and IMPACT Act projects and bonds
- High grade commercial paper

Specific Fund Investments – Monies held in the Funds and Accounts established under the Master Financing Indenture may be invested by the KDFA or by the Trustee to the fullest extent practicable in Investment Securities as defined in the Master Financing Indenture which include:

- Defeasance obligations
- Obligations of certain agencies not backed by the full faith and credit of the U.S. government
- Investments in money market funds
- Investment agreements
- Deposits fully insured by FDIC
- Commercial paper
- State or municipal debt obligations
- Investments in the Municipal Investment Pool Fund
- Repurchase agreements
- Guaranteed investment contracts

As of June 30, the program's investment balances were as follows:

Investment Type	2018			2017		
	Fair Value	Maturity		Fair Value	Maturity	
		Less Than 1 Year	1 - 5 Years		Less Than 1 Year	1 - 5 Years
State or municipal debt obligations	\$ 3,408,944	\$ 3,408,944	\$ -	\$ 15,137,678	\$ 14,728,646	\$ 409,032
Commercial paper	84,359,033	84,359,033	-	95,948,978	95,948,978	-
	\$ 87,767,977	\$ 87,767,977	\$ -	\$ 111,086,656	\$ 110,677,624	\$ 409,032

Interest Rate Risk – Due to the tax-exempt status of the bonds it is generally the practice of Fund management to match reserve fund interest rates to the arbitrage yield on the bonds and the term of the investments to the maturity of the bonds. For invested loan funds, the Fund generally invests to maximize the interest rate and sets a term of investment based on estimated expenditures which is generally less than three years.

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Credit Risk – The Fund holds investments that may have credit risk since the underlying securities may include securities other than those that take the form of U.S. Treasuries or obligations explicitly guaranteed by the U.S. government. The investments are unrated. Certain investments have an underlying collateral agreement.

Concentration of Credit Risk – The Fund places no limit on the amount that may be invested with any one provider. The tables below identify the percent of total investments held by each provider as of June 30:

Investment Provider	2018		2017	
	Fair Value	Percent of Total	Fair Value	Percent of Total
Abbey Nat'l Treasury	\$ -	0.00%	\$ 5,209,846	4.69%
Arizona Brd Regents Ariz St	-	0.00%	232,734	0.21%
Banco De Credito	7,036,583	8.02%	-	0.00%
Bank of Nova Scotia	8,710,604	9.92%	2,865,260	2.58%
Bank of Tokyo	5,434,609	6.19%	-	0.00%
Bank Tokyo Mitsubishi	-	0.00%	14,344,654	12.91%
Bayerische Lndmrk	5,696,157	6.49%	7,693,278	6.93%
BNP Paribas Fortis	-	0.00%	3,892,291	3.50%
BPCE	-	0.00%	3,440,780	3.10%
Cook County IL Community Cons	-	0.00%	202,020	0.18%
Credit Agricole	-	0.00%	8,719,925	7.85%
Credit Suisse AG	-	0.00%	3,886,171	3.50%
Credit Suisse First NY	8,881,015	10.12%	2,912,976	2.62%
Danske Corporation	-	0.00%	36,840	0.03%
GE Capital Treasury	8,622,950	9.82%	-	0.00%
Intermountain Pwr Agy UT Pwr Supply Rev	-	0.00%	279,266	0.25%
Iowa Fin Ath Single Family Mtg Rev	-	0.00%	1,190,000	1.07%
J.P. Morgan Securities	-	0.00%	718,989	0.65%
Jacksonville Florida	-	0.00%	400,932	0.36%
KDFA-KDHE Series 2017SRF-1 Bond	-	0.00%	-	0.00%
KDFA-KDHE Series 2018SRF-1Bonds	3,000,000	3.42%	-	0.00%
Kentucky Asset/Liability Comn Gen Fd Rev	-	0.00%	569,335	0.50%
Lincoln CA Public Fing Auth Lease Rev	-	0.00%	228,074	0.21%
Maryland St Cmnty Dev Admin Dept	309,240	0.35%	2,230,046	2.01%
Memphis Tennessee	-	0.00%	2,000,000	1.80%
Metlife Short Term Fdg	8,954,765	10.20%	-	0.00%
Monroe Cnty MI	-	0.00%	15,308	0.01%
MUFG Bank LTD/NY	3,486,852	3.97%	-	0.00%
Napa Valley Community College	-	0.00%	1,749,895	1.58%
Natixis	6,921,071	7.89%	16,438,141	14.80%
New Jersey St Housing	-	0.00%	1,498,200	1.35%
Pleasant Prairie WI	-	0.00%	1,479,689	1.33%
Prudential Plc	3,836,124	4.37%	-	0.00%
QUALCOMM INC	5,237,701	5.97%	-	0.00%
Rhode Island St Housing & Mtge Fin	-	0.00%	122,101	0.11%
Societe Generale	5,131,420	5.85%	8,167,925	7.35%
South Dakota Conservancy Dist	-	0.00%	749,948	0.68%
South Dakota Housing Dev Auth	-	0.00%	124,821	0.11%
Standard Chartered Bank	5,011,931	5.71%	11,377,160	10.24%
Sumitomo Tr & BKG CO LTD	1,397,250	1.59%	305,491	0.28%
Texas St Univ Sys Fing Rev	-	0.00%	618,001	0.56%
Toyota Motor Credit Co	-	0.00%	5,939,250	5.35%
Virginia State Public Bldg Auth	-	0.00%	1,214,842	1.09%
Virginia State Resources	-	0.00%	132,811	0.12%
Yuba CA Levee Fing Auth Revenue	99,705	0.12%	99,656	0.09%
	\$ 87,767,977	100.00%	\$ 111,086,656	100.00%

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The Public Water Supply Loan Fund categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The Fund has the following recurring fair value measurements as of June 30, 2018:

- State or municipal debt obligations of \$3.4 million are valued using other observable inputs (Level 2 inputs).
- Commercial paper of \$84.4 million is valued using quoted market prices (Level 1 inputs)

The Fund has the following recurring fair value measurements as of June 30, 2017:

- State or municipal debt obligations of \$15.1 million are valued using other observable inputs (Level 2 inputs).
- Commercial paper of \$96.0 million is valued using quoted market prices (Level 1 inputs)

3. LOANS

The loans made by the Fund to the municipalities may include interest and service fees capitalized during project construction. Loans are to be repaid not later than 21 years after project completion and must start repayments not later than one year after project completion. Principal and interest payments are due semi-annually. Interest rates on the loans outstanding at June 30, 2018, excluding the .35% service fee rate, range from 1.37% to 4.42%.

Estimated future maturities of the loans receivable and interest payments, at June 30, 2018 are as follows:

Year Ending June 30,	Principal		Interest		Total
2019	\$	35,364,098	\$	4,555,468	\$ 39,919,566
2020		14,114,506		4,305,824	18,420,330
2021		13,395,010		3,963,991	17,359,001
2022		13,415,725		3,594,080	17,009,805
2023		13,588,817		3,222,154	16,810,971
2024-2028		61,242,734		11,080,534	72,323,268
2029-2033		38,203,568		4,553,649	42,757,217
2034-2038		14,967,331		1,088,924	16,056,255
	\$	204,291,789	\$	36,364,624	\$ 240,656,413

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Certain loans are awarded principal forgiveness as required by the American Recovery and Reinvestment Act (ARRA) monies, and the 2010 through 2017 capitalization grants. Principal Forgiveness awards consisted of the following as of June 30:

Grant	Awarded		2018	2017	Cumulative	Number of Loans
	in Full					
ARRA	Yes	\$	-	\$	9,837,409	23
2010	Yes		-	182,020	5,034,087	24
2011	Yes		-	3,717,376	3,717,376	2
2012	No		600,618	-	1,829,634	2
2013	No		-	-	-	0
2014	No		-	-	-	0
2015	No		33,415	-	33,415	1
2016	No		1,126,888	-	1,126,888	1
2017	No		-	-	-	0
			\$ 1,760,921	\$ 3,899,396	\$ 21,578,809	53*

* Individual loans may have been awarded principal forgiveness from multiple grants.

Each of the municipalities has established a dedicated source of revenue for repayment of the loans. The dedicated sources of revenue are either an obligation of system revenues and ad valorem property taxes levied or a secured lien on the system revenues which requires debt service coverage of 125% with a 10% reserve account or debt service coverage of 140%.

Loans to Major Participants – The Fund has made loans to the following major participants. The aggregate outstanding loan balances for each of these participants exceeds five percent of total loans receivable. The outstanding loan balances at June 30, 2018 and 2017 of these major participants are as follows:

Participant	Loan Number	Loan Agreement Amount	Outstanding Principal Balance	
			2018	2017
Arkansas City	2649	\$ 1,226,071	\$ 605,532	\$ 643,644
Arkansas City 2	2813	22,000,000	22,000,000	13,014,150
Atchison	2552	3,751,112	2,084,110	2,206,528
Atchison 2	2745	3,224,692	2,574,926	2,705,296
Atchison 3	2566	9,083,433	5,592,231	5,866,931
Atchison 4	2890	1,018,958	956,947	998,581
Kansas City BPU 1	2263	12,308,750	4,894,605	5,544,168
Kansas City BPU 2	2265	5,118,465	2,048,891	2,321,006
Kansas City BPU 3	2379	9,000,000	4,829,687	5,276,738
Kansas City BPU 4	2570	12,230,500	9,892,383	10,419,481
Kansas City BPU 5	2823	13,000,000	9,479,213	7,618,666
Manhattan	2462	17,975,861	13,830,970	14,577,403
Manhattan 2	2720	506,899	307,833	323,747
Manhattan 3	2743	2,480,865	1,053,012	1,189,429
Manhattan 4	2895	7,326,270	1,979,709	-
Olathe 2	2470	16,876,745	11,281,480	12,158,862
Public Wholesale Water Supply District No. 25	2894	19,878,195	19,108,740	6,993,910
Salina 3	2629	8,562,911	6,952,121	5,067,163
Salina 4	2841	4,250,000	3,943,550	2,024,053
Total		\$ 169,819,727	\$ 123,415,940	\$ 98,949,756

**KANSAS PUBLIC WATER SUPPLY LOAN FUND
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4. LOAN RESERVE DEPOSITS

Loan reserve deposits for twenty Rural Water Districts, two Public Wholesale Water Supply Districts, and one city total \$3,450,421 and \$3,426,899 as of June 30, 2018, and 2017, respectively, with restricted cash earnings of \$17,508 and \$6,489, respectively. The balances are on deposit with the State Treasurer.

5. BONDS PAYABLE

Outstanding revenue bonds consisted of the following at June 30:

	2018	2017
2010 Series SRF-1 DW Revenue Bonds	\$ 36,815,000	\$ 41,960,000
2011 Series SRF Revenue Bonds	49,880,000	49,880,000
2017 Series SRF-1 Revenue Bond	-	-
2018 Series SRF-1 Revenue Bond	2,600,000	-
Total bonds payable	89,295,000	91,840,000
Current maturities	(10,300,000)	(5,145,000)
Unamortized net original issue premium	1,716,813	2,375,534
Current unamortized net original issue premium	(569,777)	(658,721)
Long-Term Revenue Bonds payable, net	\$ 80,142,036	\$ 88,411,813

Revenue bond activity consisted of the following as of June 30:

	2018	2017
Beginning Balance	\$ 91,840,000	\$ 134,515,000
Additions	4,100,000	-
Reductions	(6,645,000)	(42,675,000)
Ending Balance	89,295,000	91,840,000
Due Within One Year	(10,300,000)	(5,145,000)
Long-Term Liability	\$ 78,995,000	\$ 86,695,000

On December 15, 2010, the Series 2010SRF Revenue Bonds were issued in the original amount of \$213,950,000 for the Public Water Supply (PWS) and Water Pollution Control (WPC) programs. The bonds consist of Series 2010SRF-1, which include both PWS and WPC, and Series 2010SRF-2 and 2010SRF-3, for WPC. The Public Water Supply portions of Series 2010SRF-1 were issued in the original amount of \$61,510,000, and consist of serial bonds totaling \$36,815,000, as of June 30, 2018. The Series 2010SRF-1 serial bonds are due in annual principal payments ranging from \$7,700,000 to \$10,700,000 with the final payment due on March 1, 2022, and bear interest at rates ranging from 3% to 5%, payable semi-annually. The Series 2010SRF-1 Bonds, or portions thereof, maturing on March 1, 2021 and thereafter may be called for redemption and payment prior to maturity on or after March 1, 2020, in whole or in part at any time (selection of maturities and the amount of Series 2010SRF-1 Bonds of each maturity to be redeemed to be determined by the Authority in such manner as it may determine), at the redemption price of 100% (expressed as a percentage of the principal amount), plus accrued interest thereon to the date of redemption.

On May 24, 2011, the 2011SRF Revenue Bonds were issued in the original amount of \$53,380,000 and consist of serial bonds totaling \$49,880,000, as of June 30, 2018. The serial bonds are due in annual principal

**KANSAS PUBLIC WATER SUPPLY LOAN FUND
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payments ranging from \$2,450,000 to \$7,805,000 with the final payment due on March 1, 2031 and bear interest at rates ranging from 4.00% to 4.20%, payable semi-annually. The Series 2011 Bonds, or portions thereof, maturing on March 1, 2023 and thereafter may be called for redemption and payment prior to maturity on or after March 1, 2019, in whole or in part at any time (selection of maturities and the amount of Series 2011 Bonds of each maturity to be redeemed to be determined by the Authority in such manner as it may determine), at the redemption price of 100% (expressed as a percentage of the principal amount), plus accrued interest thereon to the date of redemption.

As of FY 2018, issuances of state match bonds have been internal placements with the Kansas Water Pollution Control Revolving Fund (KWPCRF). Future issuances of state match bonds are also expected to be internal placements with the KWPCRF Loan Fund with a term of less than one year and a maturity date to coincide with the debt service payment dates of the Master Financing Indenture bonds

On October 10, 2017, the Series 2017SRF-1 Bond was issued in an original amount of \$3,400,000 for Public Water Supply (PWS) and Water Pollution Control (WPC). The Public Water Supply portion of the bond was issued in the original amount of \$1,500,000. The interest rate on the bond was 1.20%. The Bond matured on March 1, 2018, with principal and interest paid at maturity. The proceeds provided \$1,500,000 of state match loan funds for the program. The Series 2017-1 Bond was not subject to optional redemption or payment prior to its Stated Maturity.

On April 5, 2018, the Series 2018SRF-1 Bond was issued in an original amount of \$5,600,000 for Public Water Supply (PWS) and Water Pollution Control (WPC). The Public Water Supply portion of the bond was issued in the original amount of \$2,600,000. The interest rate on the bond is 2.16%. The Bond matures on March 1, 2019, with principal and interest paid at maturity. The proceeds provided \$2,600,000 of state match loan funds for the program. The Series 2018-1 Bond shall not be subject to optional redemption or payment prior to its Stated Maturity.

The Master Financing Indenture provides for the establishment of funds in the custody of the trustee in the name of the KDFA. At June 30, 2018 and 2017, management believes the Fund was not in default of significant provisions of the Master Financing Indenture or the Supplemental Indentures.

Aggregate revenue bond debt service requirements to maturity as of June 30, 2018 are as follows:

Year Ending June 30,	Principal	Interest	Total
2019	\$ 10,300,000	\$ 3,786,426	\$ 14,086,426
2020	9,190,000	3,412,570	12,602,570
2021	9,225,000	3,000,070	12,225,070
2022	10,700,000	2,539,540	13,239,540
2023	6,960,000	2,007,515	8,967,515
2024-2028	28,415,000	6,540,175	34,955,175
2029-2031	14,505,000	1,104,770	15,609,770
	\$ 89,295,000	\$ 22,391,066	\$ 111,686,066

Certain of the above bonds may be redeemed prior to maturity in accordance with related bond indentures.

The debt service payment in fiscal year 2018 was \$6,645,000 for principal with cumulative principal payments totaling \$195,195,000 and \$3,994,870 for interest with cumulative interest payments totaling \$168,276,542.

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In prior years, the Fund defeased certain State Revolving Fund revenue bonds by placing the proceeds from refunding bonds and cash in an irrevocable escrow account with the Treasurer and UMB Bank to provide for all future debt service payments on the defeased bonds. Accordingly, the escrow account assets and the liability for the defeased bonds are not included in the Fund's financial statements. Defeased debt outstanding at June 30, 2018 was \$0.

6. ARBITRAGE REBATE

In accordance with Internal Revenue Code Section 148(f) relating to arbitrage restrictions on tax-exempt bonds, there is currently no rebate liability for the Series 2010 and 2011 bonds as of June 30, 2018 and 2017. The 2018 bond is taxable and is not subject to arbitrage.

As of June 30, 2018, Public Water Supply has a restricted cash balance of \$0 for future arbitrage liabilities.

7. FEDERAL CAPITALIZATION GRANTS

As of June 30, 2018, the federal capitalization grants for 1997 through 2015 and the 2009 ARRA grant have been drawn down.

The 2016 capitalization grant of \$9,473,000 was awarded on June 9, 2016, with \$568,380 allocated for administration, \$189,460 allocated for technical assistance, \$284,190 allocated for state program management and \$568,380 allocated for other authorized activities as evidenced by the budget page of the grant award. As program administration funds are earned, grant revenue is recognized. An amount of \$7,862,590 was reserved for loans.

As of June 30, 2018, \$253,317 of the 2016 capitalization grant has not been drawn down. The entire 2016 capitalization grant has met the state matching requirements and is available based on the grant payment schedule.

The 2017 capitalization grant of \$9,167,355 was awarded on October 5, 2017, with \$407,188 allocated for administration, \$57,115 allocated for technical assistance, \$375,680 allocated for state program management and \$187,840 allocated for other authorized activities as evidenced by the budget page of the grant award. As program administration funds are earned, grant revenue is recognized. An amount of \$8,139,532 was reserved for loans.

As of June 30, 2018, \$792,520 of the 2017 capitalization grant has not been drawn down. The entire 2017 capitalization grant has met the state matching requirements and is available based on the grant payment schedule.

**KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)**

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JUNE 30, 2018 AND 2017

Federal capitalization grants awarded by the EPA through June 30, 2018 are as follows:

Federal Capitalization Grants	Loans	Reserve	Program Administration	Other Set-Asides	Total Grant
1997 Grant Award	\$ -	\$ 11,776,871	\$ 563,800	\$ 1,754,329	\$ 14,095,000
1998 Grant Award	-	9,407,614	400,324	200,162	10,008,100
1999 Grant Award	-	9,860,036	419,576	209,788	10,489,400
2000 Grant Award	-	10,393,127	436,060	72,313	10,901,500
2001 Grant Award	-	9,969,176	436,190	541,234	10,946,600
2002 Grant Award	-	9,001,632	-	233,068	9,234,700
2003 Grant Award	-	8,812,032	367,168	-	9,179,200
2004 Grant Award	-	9,141,216	380,884	-	9,522,100
2005 Grant Award	-	7,934,148	751,138	816,614	9,501,900
2006 Grant Award	-	7,310,128	329,172	590,000	8,229,300
2007 Grant Award	-	7,094,840	329,160	805,000	8,229,000
2008 Grant Award	-	7,595,160	325,840	225,000	8,146,000
2009 Grant Award	-	7,172,740	325,840	647,420	8,146,000
2009 Grant-ARRA	19,500,000	-	-	-	19,500,000
2010 Grant Award	14,758,700	-	664,200	1,182,100	16,605,000
2011 Grant Award	11,076,286	-	500,000	295,036	11,871,322
2012 Grant Award	10,251,760	-	239,240	490,000	10,981,000
2013 Grant Award	8,689,920	-	412,080	1,200,000	10,302,000
2014 Grant Award	9,172,800	-	201,600	705,600	10,080,000
2015 Grant Award	8,608,360	-	400,560	850,014	9,858,934
2016 Grant Award	7,862,590	-	568,380	1,042,030	9,473,000
Prior FY Awards	89,920,416	115,468,720	8,051,212	11,859,708	225,300,056
Less prior FY draws	(89,920,416)	(115,468,720)	(7,745,483)	(11,014,137)	(224,148,756)
Available for FY 2018	-	-	305,729	845,571	1,151,300
2017 Grant Award	8,139,532	-	407,188	620,635	9,167,355
Less FY 2018 draws	(8,139,532)	-	(378,696)	(754,590)	(9,272,818)
Available to Draw	\$ -	\$ -	\$ 334,221	\$ 711,616	\$ 1,045,837

As of June 30, 2018, and 2017, \$1,045,837 and \$1,151,300, respectively, of the capitalization grants had not been drawn down. As of June 30, 2018, and 2017, \$105,156 and \$157,804, respectively, of grant revenue had been recorded as accruals but had not been drawn down from the grant. At fiscal year-end grant revenue and the corresponding grant expense are recorded.



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

Jeff Andersen
Secretary of the Kansas Department
of Health and Environment
Topeka, Kansas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the State of Kansas Public Water Supply Revolving Loan Fund (the Fund), as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Fund's basic financial statements, and have issued our report thereon dated September 24, 2018.

Internal Control Over Financial Reporting

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

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

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

Secretary of the Kansas Department of Health and Environment
State of Kansas Public Water Supply Revolving Loan Fund

Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

CliftonLarsonAllen LLP

Greenwood Village, Colorado
September 24, 2018