

CITY OF GARNETT, KANSAS

Independent Auditors' Report and
Financial Statement with
Supplementary Information

For the Year Ended December 31, 2019

CITY OF GARNETT, KANSAS
For the Year Ended December 31, 2018

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For the Year Ended December 31, 2018

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JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

Honorable Mayor and City Commissioners
City of Garnett, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Garnett, Kansas, as of and for the year ended December 31, 2019 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

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

Auditors' Responsibility

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

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

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

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

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Garnett on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Garnett, Kansas as of December 31, 2019, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Garnett, Kansas as of December 31, 2019, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

Other Matters***Supplementary Information***

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

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of City of Garnett, Kansas as of and for the year ended December 31, 2018 (not presented herein), and have issued our report thereon dated September 11, 2019, which contained an unmodified opinion on the basic financial statement. The 2018 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2018 actual column (2018 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended December 31, 2019 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2018 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2018 basic financial statement. The 2018 comparative information was subjected to the auditing procedures applied in the audit of the 2018 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2018 basic financial statement or to the 2018 basic financial statement itself, and other additional procedures in

accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2018 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2018, on the basis of accounting described in Note 1.

A handwritten signature in cursive script that reads "Jarred, Gilmore & Phillips, PA".

JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

June 19, 2020
Chanute, Kansas

CITY OF GARNETT, KANSAS

Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2019

| Funds | Beginning Unencumbered Cash Balances | Receipts | Expenditures | Ending Unencumbered Cash Balances | Add | |
|--|--|------------------|------------------|---|---|--------------------------------------|
| | | | | | Encumbrances and Accounts Payable | Cash Balance December 31, 2019 |
| General Fund | \$ 411,190.77 | \$ 1,870,065.70 | \$ 1,890,673.78 | \$ 390,582.69 | \$ 13,603.12 | \$ 404,185.81 |
| Special Purpose Funds: | | | | | | |
| Airport | 7,722.26 | 128,403.92 | 121,641.20 | 14,484.98 | 268.95 | 14,753.93 |
| Library | 12,513.09 | 203,881.76 | 199,563.63 | 16,831.22 | 2,779.81 | 19,611.03 |
| Special Highway | 97,132.13 | 237,150.93 | 185,296.93 | 148,986.13 | 446.67 | 149,432.80 |
| Special Parks and Recreation | 5,702.38 | 4,134.24 | 700.00 | 9,136.62 | - | 9,136.62 |
| Public Safety | 122,653.52 | 1,004,632.68 | 965,817.54 | 161,468.66 | 4,189.97 | 165,658.63 |
| Capital Outlay Improvement | 269,298.96 | 382,250.00 | 202,625.83 | 448,923.13 | 24,431.00 | 473,354.13 |
| Equipment Reserve | 43,169.29 | 230,007.00 | 95,978.82 | 177,197.47 | 5,714.00 | 182,911.47 |
| Drug Seizure | 5,796.07 | 902.59 | - | 6,698.66 | - | 6,698.66 |
| Creative Arts Grant | 6,630.62 | - | - | 6,630.62 | - | 6,630.62 |
| Tourism | 32,889.36 | 25,910.18 | 17,835.54 | 40,964.00 | - | 40,964.00 |
| Tax Refund Reserve | 280,000.00 | 140,000.00 | - | 420,000.00 | - | 420,000.00 |
| Tax Refund Litigation | 100,000.00 | 50,000.00 | - | 150,000.00 | - | 150,000.00 |
| Economic Development | 19,912.32 | 74,857.18 | 67,533.88 | 27,235.62 | 137.20 | 27,372.82 |
| Bond and Interest Funds: | | | | | | |
| General Obligation Bond and Interest | 79,009.51 | 590,196.29 | 607,671.96 | 61,533.84 | - | 61,533.84 |
| Capital Projects Funds: | | | | | | |
| Industrial Park Development | 86,564.41 | - | - | 86,564.41 | - | 86,564.41 |
| Business Funds: | | | | | | |
| Sanitation Utility | 210,275.17 | 332,429.14 | 342,096.27 | 200,608.04 | 113.76 | 200,721.80 |
| Electric Utility | 1,841,321.59 | 3,179,443.87 | 2,924,222.07 | 2,096,543.39 | 54,107.10 | 2,150,650.49 |
| Water Utility | 1,721,974.82 | 1,383,206.88 | 1,113,412.75 | 1,991,768.95 | 3,949.70 | 1,995,718.65 |
| Gas Utility | 1,219,170.52 | 1,289,711.81 | 1,165,370.10 | 1,343,512.23 | 35,413.34 | 1,378,925.57 |
| Wastewater Utility | 330,604.92 | 647,674.03 | 629,046.84 | 349,232.11 | 49,383.22 | 398,615.33 |
| Total Reporting Entity (Excluding Agency Funds) | \$ 6,903,531.71 | \$ 11,774,858.20 | \$ 10,529,487.14 | \$ 8,148,902.77 | \$ 194,537.84 | \$ 8,343,440.61 |

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

Statement 1 (Continued)**CITY OF GARNETT, KANSAS**

Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2019

| | <u>2019</u> |
|--|------------------------|
| Total Cash to be accounted for: | <u>\$ 8,343,440.61</u> |
| Composition of Cash: | |
| Cash on Hand | \$ 3,028.00 |
| Checking Accounts: | |
| Goppert State Service Bank..... | 1,358,068.76 |
| Patriots Bank - Utility Account | 375,494.97 |
| Patriots Bank - Municipal Court..... | 1,145.00 |
| Patriots Bank - Bond Account..... | 8,350.00 |
| Investments: | |
| Certificates of Deposit | 7,850,000.00 |
| Less: | |
| Housing Authority Cash Balances..... | <u>(1,105,848.34)</u> |
| Total Cash | 8,490,238.39 |
| Agency Funds Per Schedule 3 | <u>(146,797.78)</u> |
| Total Reporting Entity (Excluding Agency Funds) | <u>\$ 8,343,440.61</u> |

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

CITY OF GARNETT, KANSAS

Notes to the Financial Statement
For the Year Ended December 31, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Financial Reporting Entity

The City of Garnett, Kansas (the City) is a municipal corporation governed by an elected three member commission. This financial statement presents the City of Garnett, Kansas.

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

Garnett Public Library - The City of Garnett Library Board operates the City's public library. Acquisition or disposition of real property by the Board must be approved by the City. Separate financial statements are available at the Library.

Garnett Housing Authority

The Housing Authority of the City of Garnett, Kansas operates the City's housing projects with a December 31st year end. The Housing Authority can sue and be sued, and can buy, sell, or lease real property. Bond ordinances must be approved by the City. A copy of the financial statements can be obtained from the Housing Authority.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Regulatory Basis Fund Types

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities of the City of Garnett, Kansas, for the year of 2019:

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

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

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

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

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

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

Basis of Presentation – Regulatory Basis of Accounting

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pension Plan

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

Reimbursed Expenses

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

Property Taxes

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

Special Assessments

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

Budgetary Information

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgetary Information (Continued)

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

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

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

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

- Parks Fund
- Recreation Fund
- Equipment Reserve Fund
- Drug Seizure Fund
- Creative Arts Grant Fund
- Civic Building Fund
- Recreation Center Fund
- Tax Refund Reserve Fund
- Tax Refund Litigation Fund

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

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance with Kansas Statutes

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

3. DEPOSITS AND INVESTMENTS

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

K.S.A 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. Government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2019.

Deposits: At year-end, the City's carrying amount of deposits, including certificates of deposit and amounts from the Housing Authority was \$8,487,210.39 and the bank balance was \$8,624,529.11. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$839,962.03 was covered by FDIC insurance and \$7,784,567.08 was collateralized with pledged securities held by the pledging financial institutions' agents in the City's name.

4. CAPITAL LEASES

The City has entered into a capital lease agreement in order to finance the purchase of a 2018 Freightliner truck with a Heil 16 yard compactor. Payments are made annually including interest at 2.40%. Final maturity of the lease is September 1, 2026. Future minimum lease payments are as follows:

| <u>Year Ended December 31</u> | <u>Totals</u> |
|-------------------------------------|---------------------|
| 2020 | \$ 14,853.64 |
| 2021 | 14,853.64 |
| 2022 | 14,853.64 |
| 2023 | 14,853.64 |
| 2024 | 14,853.64 |
| 2025-2026 | <u>29,707.28</u> |
| | 103,975.48 |
| Less imputed interest | <u>(9,324.02)</u> |
| Net Present Value of Minimum | |
| Lease Payments | 94,651.46 |
| Less: Current Maturities | <u>(12,576.73)</u> |
| Long-Term Capital Lease Obligations | <u>\$ 82,074.73</u> |

5. LONG-TERM DEBT

Changes in long-term debt for the City for the year ended December 31, 2019, were as follows:

| Issue | Interest Rates | Date of Issue | Original Amount of Issue | Date of Final Maturity | Balance Beginning of Year | Additions | Reductions/ Payments | Balance End of Year | Interest Paid |
|---------------------------------|----------------|-------------------|--------------------------|------------------------|---------------------------|-----------|----------------------|---------------------|---------------|
| General Obligation Bonds | | | | | | | | | |
| Paid by Tax Levies: | | | | | | | | | |
| Series 2008-A | 3.50-5.00% | February 1, 2008 | \$ 1,190,000.00 | October 1, 2023 | \$ 285,000.00 | \$ - | \$ (80,000.00) | \$ 205,000.00 | \$ 11,627.50 |
| Series 2008-B | 3.15-4.00% | February 1, 2008 | 875,000.00 | October 1, 2020 | 185,000.00 | - | (90,000.00) | 95,000.00 | 7,400.00 |
| Paid by Utility Receipts: | | | | | | | | | |
| Series 2012 | 2.00-2.50% | May 15, 2012 | 3,010,000.00 | October 1, 2023 | 1,165,000.00 | - | (265,000.00) | 900,000.00 | 27,112.50 |
| Series 2015 | 2.25-4.00% | December 10, 2015 | 645,000.00 | October 1, 2035 | 565,000.00 | - | (25,000.00) | 540,000.00 | 18,750.00 |
| Senior Housing Revenue Bonds | 4.25-5.00% | March 15, 2006 | 2,395,000.00 | October 1, 2028 | 930,000.00 | - | (75,000.00) | 855,000.00 | 41,766.92 |
| Revolving Loans | | | | | | | | | |
| Kansas Public Water Supply 2587 | 3.63% | October 15, 2009 | 944,702.00 | August 1, 2031 | 491,692.19 | - | (30,205.18) | 461,487.01 | 17,576.78 |
| Capital Leases | | | | | | | | | |
| 2017 Trash Truck | 2.40% | June 14, 2016 | 129,960.00 | September 1, 2026 | 106,932.76 | - | (12,281.30) | 94,651.46 | 2,572.34 |
| Total Contractual Indebtedness | | | \$ 3,728,624.95 | | \$ - | \$ - | \$ (577,486.48) | \$ 3,151,138.47 | \$ 126,806.04 |

5. LONG-TERM DEBT (Continued)

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

| Issue | 2020 | 2021 | 2022 | 2023 | 2024 | 2025-2029 | 2030-2034 | 2035 | Total |
|---------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------|-----------------|
| Principal | | | | | | | | | |
| General Obligation Bonds | | | | | | | | | |
| Paid by Tax Levies: | | | | | | | | | |
| Series 2008-A | \$ 80,000.00 | \$ 40,000.00 | \$ 40,000.00 | \$ 45,000.00 | \$ - | \$ - | \$ - | \$ - | \$ 205,000.00 |
| Series 2008-B | 95,000.00 | - | - | - | - | - | - | - | 95,000.00 |
| Paid by Utility Receipts: | | | | | | | | | |
| Series 2012 | 265,000.00 | 275,000.00 | 285,000.00 | 75,000.00 | - | - | - | - | 900,000.00 |
| Series 2015 | 25,000.00 | 30,000.00 | 30,000.00 | 30,000.00 | 30,000.00 | 170,000.00 | 185,000.00 | 40,000.00 | 540,000.00 |
| Senior Housing Revenue Bonds | | | | | | | | | |
| Series 2006 | 75,000.00 | 80,000.00 | 85,000.00 | 90,000.00 | 95,000.00 | 430,000.00 | - | - | 855,000.00 |
| Revolving Loans | | | | | | | | | |
| Kansas Public Water Supply 2587 | 31,311.58 | 32,458.50 | 33,647.44 | 34,879.92 | 36,157.56 | 201,651.55 | 91,380.46 | - | 461,487.01 |
| Capital Leases | | | | | | | | | |
| 2017 Trash Truck | 12,576.73 | 12,879.28 | 13,189.10 | 13,506.37 | 13,831.27 | 28,668.71 | - | - | 94,651.46 |
| Total Principal Payments | 583,888.31 | 470,337.78 | 486,836.54 | 288,386.29 | 174,988.83 | 830,320.26 | 276,380.46 | 40,000.00 | 3,151,138.47 |
| Interest | | | | | | | | | |
| General Obligation Bonds | | | | | | | | | |
| Paid by Tax Levies: | | | | | | | | | |
| Series 2008-A | \$ 8,507.50 | \$ 5,187.50 | \$ 3,527.50 | \$ 1,867.50 | \$ - | \$ - | \$ - | \$ - | \$ 19,090.00 |
| Series 2008-B | 3,800.00 | - | - | - | - | - | - | - | 3,800.00 |
| Paid by Utility Receipts: | | | | | | | | | |
| Series 2012 | 21,150.00 | 14,525.00 | 7,650.00 | 1,593.76 | - | - | - | - | 44,918.76 |
| Series 2015 | 17,750.00 | 16,750.00 | 15,550.00 | 14,875.00 | 14,125.00 | 57,225.00 | 28,825.00 | 1,500.00 | 166,600.00 |
| Senior Housing Revenue Bonds | | | | | | | | | |
| Series 2006 | 44,262.50 | 40,512.50 | 36,412.50 | 32,056.26 | 27,443.76 | 57,750.00 | - | - | 238,437.52 |
| Revolving Loans | | | | | | | | | |
| Kansas Public Water Supply 2587 | 16,470.38 | 15,323.46 | 14,134.52 | 12,902.04 | 11,624.40 | 37,258.25 | 4,183.46 | - | 111,896.51 |
| Capital Leases | | | | | | | | | |
| 2017 Trash Truck | 2,276.91 | 1,974.36 | 1,664.54 | 1,347.27 | 1,022.37 | 1,038.57 | - | - | 9,324.02 |
| Total Interest Payments | 114,217.29 | 94,272.82 | 78,939.06 | 64,641.83 | 54,215.53 | 153,271.82 | 33,008.46 | 1,500.00 | 594,066.81 |
| Total Principal and Interest | \$ 698,105.60 | \$ 564,610.60 | \$ 565,775.60 | \$ 353,028.12 | \$ 229,204.36 | \$ 983,592.08 | \$ 309,388.92 | \$ 41,500.00 | \$ 3,745,205.28 |

6. OPERATING LEASES

As of December 31, 2019 the City has entered into an operating lease for a postage machine and copier. Rent expense for the year ended December 31, 2019, was \$3,560.88. Future minimum lease payments were as follows:

| | |
|------|-------------|
| 2020 | \$ 1,301.07 |
| 2021 | 662.28 |
| 2022 | 662.28 |
| 2023 | 662.28 |
| 2024 | 662.28 |

7. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

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

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2017. Effective January 1, 2017, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1 and KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.89% for the fiscal year ended December 31, 2019. Contributions to the pension plan from the City were \$249,682.25 for the year ended December 31, 2019.

Net Pension Liability

At December 31, 2019, The City's proportionate share of the collective net pension liability reported by KPERS was \$1,853,754.00. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018, which was rolled forward to June 30, 2019. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

8. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Death and Disability Other Post-Employment Benefits

As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended December 31, 2019.

Compensated Absences:

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits.

Vacation – All employees shall accrue vacation leave each pay period according to their position and years of service with the City. Employees can accrue up to 20 days of vacation if under 10 years of service and 30 days if over 10 years of service.

Full time employees:

| Year of Service | Days per Year | Maximum Accrual |
|-----------------|---------------|-----------------|
| 1-5 years | 10 | 20 |
| 5-10 years | 12 | 20 |
| 10-15 years | 15 | 30 |
| 15 + years | 18 | 30 |

Sick leave – All full time employees shall accrue paid sick leave at a rate of at least one eight hour day per month of service with a maximum accrual of 90 days.

Accumulated leave payout – All employees separating from City employment that have given and satisfactorily completed an appropriate notice will receive payment for all accumulated accrued and unused vacation and depending upon the employees length of service with the City and maximum accruals and a percentage of their accrued unused sick leave as follows:

- Full time employees with 0-10 full years of continuous service will receive 0 sick leave payout.
- Full time employees with 11-15 full years of continuous service will receive 10 days sick leave payout.
- Full time employees with 16+ full years of continuous service will receive 20 days sick leave payout,

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

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

In accordance with the above criteria, the City has estimated a liability for vacation pay, which has been earned, but not taken by City employees of \$153,972.62. The City has not accrued a liability for sick leave earned, but not taken, by City employees, as the amounts cannot be reasonably estimated at this time.

8. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (Continued)

Other Post-Employment Benefits:

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

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

9. RISK MANAGEMENT

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

10. OTHER LEASING ARRANGEMENTS

Simultaneously with the execution and delivery of the Series 2006 Bonds, the City of Garnett entered into a 23-year lease agreement with the Housing Authority whereby the City will lease the housing projects to the Housing Authority. Under the terms of the lease, the Housing Authority is required to make monthly rent payments to a bond trustee in amounts sufficient to pay Series 2006 bond principal and interest when due. The Housing Authority and the City of Garnett, Kansas also entered into an agreement whereby the City of Garnett, Kansas, subject to certain limitations, will pay to the bond trustee the monthly rent amounts to the extent not paid by the Housing Authority. An additional agreement provides that the Housing Authority will repay the City of Garnett, Kansas for any amounts it advances to the bond trustee. Additionally, the bonds are secured by the financed property, furnishings and equipment and by the City's annual appropriation pledge. The Series 2006 Bonds are recorded as a long-term capital lease of the Housing Authority.

11. INTERFUND TRANSFERS

Operating transfers were as follows:

| <u>From Fund:</u> | <u>To Fund:</u> | <u>Statutory Authority</u> | <u>Amount</u> |
|-------------------|-----------------------|----------------------------|---------------|
| General | Capital Outlay | | |
| | Improvement | K.S.A. 12-1, 118 | \$ 20,000.00 |
| General | Equipment Reserve | K.S.A. 12-1, 117 | 70,000.00 |
| General | Tax Refund Reserve | Ord. No. 4192 | 45,000.00 |
| General | Tax Refund Litigation | Ord. No. 4192 | 15,000.00 |
| Airport | Capital Outlay | | |
| | Improvement | K.S.A. 12-1, 118 | 20,000.00 |
| Airport | Equipment Reserve | K.S.A. 12-1, 117 | 2,500.00 |
| Airport | Tax Refund Reserve | Ord. No. 4192 | 25,000.00 |
| Airport | Tax Refund Litigation | Ord. No. 4192 | 10,000.00 |
| Library | Capital Outlay | | |
| | Improvement | K.S.A. 12-1, 118 | 22,500.00 |

11. INTERFUND TRANSFERS (Continued)

Operating transfers were as follows:

| <u>From Fund:</u> | <u>To Fund:</u> | <u>Statutory Authority</u> | <u>Amount</u> |
|--------------------------------------|--------------------------------------|----------------------------|---------------|
| Public Safety | Capital Outlay Improvement | K.S.A. 12-1, 118 | \$ 52,500.00 |
| Public Safety | Equipment Reserve | K.S.A. 12-1, 117 | 67,500.00 |
| Public Safety | Tax Refund Reserve | Ord. No. 4192 | 45,000.00 |
| Public Safety | Tax Refund Litigation | Ord. No. 4192 | 15,000.00 |
| General Obligation Bond and Interest | Tax Refund Reserve | Ord. No. 4192 | 25,000.00 |
| General Obligation Bond and Interest | Tax Refund Litigation | Ord. No. 4192 | 10,000.00 |
| Sanitation Utility | Capital Outlay Improvement | K.S.A. 12-1, 118 | 2,500.00 |
| Sanitation Utility | Equipment Reserve | K.S.A. 12-1, 117 | 15,000.00 |
| Electric Utility | Capital Outlay Improvement | K.S.A. 12-1, 118 | 209,750.00 |
| Electric Utility | Equipment Reserve | K.S.A. 12-1, 117 | 30,000.00 |
| Electric Utility | General | K.S.A. 12-825d | 420,000.00 |
| Electric Utility | General Obligation Bond and Interest | K.S.A. 12-825d | 31,000.00 |
| Electric Utility | Economic Development | K.S.A. 12-825d | 34,000.00 |
| Water Utility | Capital Outlay Improvement | K.S.A. 12-1, 118 | 30,000.00 |
| Water Utility | Equipment Reserve | K.S.A. 12-1, 117 | 12,500.00 |
| Water Utility | Public Safety | K.S.A. 12-825d | 300,000.00 |
| Water Utility | General Obligation Bond and Interest | K.S.A. 12-825d | 127,500.00 |
| Gas Utility | Capital Outlay Improvement | K.S.A. 12-1, 118 | 7,500.00 |
| Gas Utility | Equipment Reserve | K.S.A. 12-1, 117 | 22,500.00 |
| Gas Utility | Public Safety | K.S.A. 12-825d | 300,000.00 |
| Gas Utility | General | K.S.A. 12-825d | 60,000.00 |
| Wastewater Utility | Capital Outlay Improvement | K.S.A. 12-1, 118 | 17,500.00 |
| Wastewater Utility | Equipment Reserve | K.S.A. 12-1, 117 | 5,000.00 |
| Wastewater Utility | General Obligation Bond and Interest | K.S.A. 12-825d | 227,500.00 |

12. SUBSEQUENT EVENTS

The City evaluated events and transactions occurring subsequent year end, and there were no subsequent events requiring recognition in the financial statement. However, in December 2019, a novel strain of coronavirus ("COVID-19") was reported in Wuhan, China. The World Health Organization has declared COVID-19 to constitute a "Public Health Emergency of International Concern." The U.S. government has implemented enhanced screenings, quarantine requirements and travel restrictions in connection with the COVID-19 outbreak. The extent of the impact of the COVID-19 on the City's operational and financial performance will depend on future developments, including the duration and spread of the outbreak and related travel advisories and restrictions and the impact of the COVID-19. Currently the City is experiencing significant declines in sale tax collections, tourism tax collections, utility collections, and overall receipts. Our results of operations for full year 2020 may be materially adversely affected. Additionally, the City received a Community Development Block Grant in the amount of \$132,000.00 as a result of legislation passed relating to the COVID-19 outbreak and a Federal Aviation Administration grant in the amount of \$500,000.00 to complete work at the airport.

SUPPLEMENTARY INFORMATION

CITY OF GARNETT, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
(Budgeted Funds Only)
For the Year Ended December 31, 2019

| Funds | Total Budget for Comparison | Expenditures Charged to Current Year Budget | Variance - Over (Under) |
|--------------------------------------|-----------------------------------|--|-------------------------------|
| General Fund | \$ 2,020,000.00 | \$ 1,890,673.78 | \$ (129,326.22) |
| Special Purpose Funds: | | | |
| Airport | 124,000.00 | 121,641.20 | (2,358.80) |
| Library | 200,000.00 | 199,563.63 | (436.37) |
| Special Highway | 200,000.00 | 185,296.93 | (14,703.07) |
| Special Parks & Recreation | 5,000.00 | 700.00 | (4,300.00) |
| Public Safety | 1,010,000.00 | 965,817.54 | (44,182.46) |
| Capital Outlay Improvement | 491,750.00 | 202,625.83 | (289,124.17) |
| Tourism | 30,000.00 | 17,835.54 | (12,164.46) |
| Economic Development | 70,000.00 | 67,533.88 | (2,466.12) |
| Bond and Interest Funds: | | | |
| General Obligation Bond and Interest | 607,750.00 | 607,671.96 | (78.04) |
| Business Funds: | | | |
| Sanitation Utility | 377,500.00 | 342,096.27 | (35,403.73) |
| Electric Utility | 3,340,000.00 | 2,924,222.07 | (415,777.93) |
| Water Utility | 1,855,000.00 | 1,113,412.75 | (741,587.25) |
| Gas Utility | 1,410,000.00 | 1,165,370.10 | (244,629.90) |
| Wastewater Utility | 895,000.00 | 629,046.84 | (265,953.16) |

CITY OF GARNETT, KANSAS
GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|--|-------------------------|---------------|---------------|-------------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Taxes and Shared Receipts | | | | |
| Ad Valorem Property Tax | \$ 332,457.29 | \$ 395,547.61 | \$ 407,585.00 | \$ (12,037.39) |
| Delinquent Tax | 12,026.48 | 15,603.77 | - | 15,603.77 |
| Motor Vehicle Tax | 41,415.15 | 41,008.82 | 36,352.00 | 4,656.82 |
| Commercial Vehicle Tax | 1,633.91 | 1,665.83 | 2,696.00 | (1,030.17) |
| Recreational Vehicle Tax | 627.94 | 617.23 | 563.00 | 54.23 |
| 16/20M Truck Tax | 162.77 | 238.09 | 135.00 | 103.09 |
| Watercraft Tax | 186.31 | 174.64 | 165.00 | 9.64 |
| Excise Tax | 1.40 | - | - | - |
| Special Assessments | 2,875.00 | 1,283.33 | - | 1,283.33 |
| Neighborhood Revitalization Rebate | (6,496.27) | (3,649.76) | (4,527.00) | 877.24 |
| Sales Tax | 255,788.53 | 301,481.01 | 260,000.00 | 41,481.01 |
| Franchise Taxes | 136,856.23 | 123,359.56 | 100,000.00 | 23,359.56 |
| Intergovernmental | | | | |
| Local Alcoholic Liquor Tax | 4,486.63 | 4,134.25 | 5,000.00 | (865.75) |
| State Grants | 26,571.00 | 26,571.00 | 25,000.00 | 1,571.00 |
| Licenses and Permits | | | | |
| Business Licenses, Permits & Fees | 2,275.00 | 2,250.00 | 2,250.00 | - |
| Non-Business Licenses, Permits & Fees | 21,119.60 | 24,164.47 | 17,500.00 | 6,664.47 |
| Camping Permits | 19,007.62 | 23,288.00 | 15,000.00 | 8,288.00 |
| Fines, Forfeitures and Penalties | | | | - |
| Municipal Court Fines | 99,609.50 | 98,086.72 | 125,000.00 | (26,913.28) |
| Charges for Services | | | | |
| Cemetery | 7,145.00 | 6,460.00 | 7,500.00 | (1,040.00) |
| Recreational Center Membership | 44,849.10 | 55,443.00 | 32,500.00 | 22,943.00 |
| Recreational Fees | 50,258.22 | 48,622.38 | 45,750.00 | 2,872.38 |
| Concession Stand Sales | 12,366.14 | 13,959.85 | 10,000.00 | 3,959.85 |
| Use of Money and Property | | | | |
| Interest Income | 159,492.53 | 188,782.16 | 135,000.00 | 53,782.16 |
| Recreation Center Rental Revenue | 1,330.00 | 2,301.50 | 750.00 | 1,551.50 |
| Town Hall Rental Revenue | 5,232.50 | 2,891.50 | 4,250.00 | (1,358.50) |
| Other Receipts | | | | - |
| Miscellaneous | 15,085.61 | 15,780.74 | - | 15,780.74 |
| Operating Transfers from | | | | - |
| Recreation Fund | 10,828.43 | - | - | - |
| Electric Utility Fund | 440,000.00 | 420,000.00 | 420,000.00 | - |
| Gas Utility Fund | - | 60,000.00 | 60,000.00 | - |

CITY OF GARNETT, KANSAS
GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|-----------------------------------|-------------------------|-------------------|-----------------|-------------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Residual Transfer from: | | | | |
| Parks Fund | \$ 471.75 | \$ - | \$ - | \$ - |
| Civic Building Fund | 2,036.84 | - | - | - |
| Recreation Center Fund | 5,963.39 | - | - | - |
| Total Receipts | 1,705,663.60 | 1,870,065.70 | \$ 1,708,469.00 | \$ 161,596.70 |
| Expenditures | | | | |
| General Administrative Services | | | | |
| Personal Services | 542,056.50 | 560,407.93 | 608,200.00 | (47,792.07) |
| Contractual Services | 67,688.52 | 91,781.67 | 108,250.00 | (16,468.33) |
| Commodities | 63,263.85 | 71,095.99 | 58,550.00 | 12,545.99 |
| Community Development | | | | |
| Personal Services | 152,081.76 | 153,058.95 | 164,250.00 | (11,191.05) |
| Contractual Services | 3,517.43 | 3,380.82 | 4,750.00 | (1,369.18) |
| Commodities | 34,416.53 | 51,430.22 | 56,000.00 | (4,569.78) |
| Parks, Recreation, and Cemetery | | | | |
| Personal Services | 370,059.21 | 358,738.69 | 400,000.00 | (41,261.31) |
| Contractual Services | 45,322.48 | 49,572.16 | 47,750.00 | 1,822.16 |
| Commodities | 134,903.98 | 159,757.76 | 137,250.00 | 22,507.76 |
| Lease Purchase - Mower | 9,477.77 | - | - | - |
| Street and Stormwater | | | | |
| Personal Services | 222,992.65 | 189,624.86 | 227,500.00 | (37,875.14) |
| Contractual Services | 4,766.21 | 5,206.19 | 7,500.00 | (2,293.81) |
| Commodities | 42,560.35 | 46,618.54 | 50,000.00 | (3,381.46) |
| Operating Transfers to: | | | | |
| Capital Outlay Improvement Fund | 25,000.00 | 20,000.00 | 20,000.00 | - |
| Equipment Reserve Fund | 17,750.00 | 70,000.00 | 70,000.00 | - |
| Tax Refund Reserve Fund | 45,000.00 | 45,000.00 | 45,000.00 | - |
| Tax Refund Litigation Fund | 15,000.00 | 15,000.00 | 15,000.00 | - |
| Total Expenditures | 1,795,857.24 | 3,760,739.48 | \$ 2,020,000.00 | \$ (129,326.22) |
| Receipts Over(Under) Expenditures | (90,193.64) | (1,890,673.78) | | |
| Unencumbered Cash, Beginning | 501,384.41 | 411,190.77 | | |
| Unencumbered Cash, Ending | \$ 411,190.77 | \$ (1,479,483.01) | | |

CITY OF GARNETT, KANSAS
AIRPORT FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|-------------------------------------|-------------------------|--------------|---------------|-------------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Taxes and Shared Receipts | | | | |
| Ad Valorem Property Tax | \$ 74,936.11 | \$ 94,785.77 | \$ 97,440.00 | \$ (2,654.23) |
| Delinquent Tax | 1,721.80 | 2,627.18 | - | 2,627.18 |
| Motor Vehicle Tax | 6,594.19 | 9,158.72 | 8,193.00 | 965.72 |
| Commercial Vehicle Tax | 260.48 | 375.10 | 607.00 | (231.90) |
| Recreational Vehicle Tax | 100.07 | 138.34 | 127.00 | 11.34 |
| 16/20M Truck Tax | 24.83 | 37.95 | 30.00 | 7.95 |
| Watercraft Tax | 29.70 | 39.36 | 37.00 | 2.36 |
| Excise Tax | 0.21 | - | - | - |
| Neighborhood Revitalization Rebates | (1,464.19) | (1,086.90) | (1,082.00) | (4.90) |
| Use of Money and Property | | | | |
| Rental Income | 7,226.14 | 7,310.21 | 6,250.00 | 1,060.21 |
| Sale of Assets | 12,379.87 | 14,247.62 | 15,000.00 | (752.38) |
| Other Receipts | | | | |
| Miscellaneous | 559.07 | 770.57 | - | 770.57 |
| Total Receipts | 102,368.28 | 128,403.92 | \$ 126,602.00 | \$ 1,801.92 |
| Expenditures | | | | |
| Culture and Recreation | | | | |
| Personal Services | 23,278.00 | 26,358.38 | \$ 26,500.00 | (141.62) |
| Contractual Services | 5,740.48 | 10,048.85 | 9,250.00 | 798.85 |
| Commodities | 28,608.06 | 27,733.97 | 30,750.00 | (3,016.03) |
| Operating Transfers to: | | | | |
| Capital Outlay Improvement Fund | 17,500.00 | 20,000.00 | 20,000.00 | - |
| Equipment Reserve Fund | 2,500.00 | 2,500.00 | 2,500.00 | - |
| Tax Refund Reserve Fund | 25,000.00 | 25,000.00 | 25,000.00 | - |
| Tax Refund Litigation Fund | 10,000.00 | 10,000.00 | 10,000.00 | - |
| Total Expenditures | 112,626.54 | 121,641.20 | \$ 124,000.00 | \$ (2,358.80) |
| Receipts Over(Under) Expenditures | (10,258.26) | 6,762.72 | | |
| Unencumbered Cash, Beginning | 17,980.52 | 7,722.26 | | |
| Unencumbered Cash, Ending | \$ 7,722.26 | \$ 14,484.98 | | |

CITY OF GARNETT, KANSAS
LIBRARY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|-------------------------------------|-------------------------|---------------|---------------|-------------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Taxes and Shared Receipts | | | | |
| Ad Valorem Property Tax | \$ 177,332.64 | \$ 170,314.80 | \$ 175,135.00 | \$ (4,820.20) |
| Delinquent Tax | 4,799.16 | 6,717.00 | - | 6,717.00 |
| Motor Vehicle Tax | 16,699.16 | 21,707.49 | 19,388.00 | 2,319.49 |
| Commercial Vehicle Tax | 659.48 | 887.81 | 1,438.00 | (550.19) |
| Recreational Vehicle Tax | 253.39 | 327.68 | 300.00 | 27.68 |
| 1620M Truck Tax | 63.38 | 96.10 | 72.00 | 24.10 |
| Watercraft Tax | 75.19 | 93.15 | 88.00 | 5.15 |
| Excise Tax | 0.54 | - | - | - |
| Neighborhood Revitalization Rebates | (3,464.96) | (1,953.28) | (1,945.00) | (8.28) |
| Other Receipts | | | | |
| Donations | 47.45 | 49.81 | - | 49.81 |
| Miscellaneous | 5,662.95 | 5,641.20 | - | 5,641.20 |
| Total Receipts | 202,128.38 | 203,881.76 | \$ 194,476.00 | \$ 9,405.76 |
| Expenditures | | | | |
| Culture and Recreation | | | | |
| Personal Services | 122,962.75 | 125,665.13 | \$ 134,000.00 | \$ (8,334.87) |
| Contractual Services | 9,792.97 | 11,087.86 | 12,000.00 | (912.14) |
| Commodities | 43,626.97 | 40,310.64 | 49,000.00 | (8,689.36) |
| Operating Transfers to: | | | | |
| Capital Outlay Improvement Fund | 23,000.00 | 22,500.00 | 5,000.00 | 17,500.00 |
| Total Expenditures | 199,382.69 | 199,563.63 | \$ 200,000.00 | \$ (436.37) |
| Receipts Over(Under) Expenditures | 2,745.69 | 4,318.13 | | |
| Unencumbered Cash, Beginning | 9,767.40 | 12,513.09 | | |
| Unencumbered Cash, Ending | \$ 12,513.09 | \$ 16,831.22 | | |

CITY OF GARNETT, KANSAS
PARKS FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year Actual |
|-----------------------------------|-------------------------|---------------------------|
| Receipts | | |
| Taxes and Shared Receipts | | |
| Ad Valorem Property Tax | \$ - | \$ - |
| Total Receipts | - | - |
| Expenditures | | |
| Residual Transfers to | | |
| General Fund | 471.75 | - |
| Total Expenditures | 471.75 | - |
| Receipts Over(Under) Expenditures | (471.75) | - |
| Unencumbered Cash, Beginning | 471.75 | - |
| Unencumbered Cash, Ending | \$ - | \$ - |

CITY OF GARNETT, KANSAS
RECREATION FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year Actual |
|-----------------------------------|-------------------------|---------------------------|
| Receipts | | |
| Taxes and Shared Receipts | | |
| Ad Valorem Property Tax | \$ - | \$ - |
| Total Receipts | - | - |
| Expenditures | | |
| Culture and Recreation | | |
| Contractual Services | 3,743.77 | - |
| Operating Transfers to: | | |
| General Fund | 10,828.43 | - |
| Total Expenditures | 14,572.20 | - |
| Receipts Over(Under) Expenditures | (14,572.20) | - |
| Unencumbered Cash, Beginning | 14,572.20 | - |
| Unencumbered Cash, Ending | \$ - | \$ - |

CITY OF GARNETT, KANSAS
SPECIAL HIGHWAY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|-----------------------------------|-------------------------|---------------|---------------|-------------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Taxes and Shared Receipts | | | | |
| Motor Fuel Tax | \$ 88,656.14 | \$ 89,227.41 | \$ 88,490.00 | \$ 737.41 |
| Sales Tax | 141,442.81 | 147,923.52 | 125,000.00 | 22,923.52 |
| Total Receipts | 230,098.95 | 237,150.93 | \$ 213,490.00 | \$ 23,660.93 |
| Expenditures | | | | |
| General Government | | | | |
| Commodities | 160,947.92 | 185,296.93 | \$ 200,000.00 | \$ (14,703.07) |
| Total Expenditures | 160,947.92 | 185,296.93 | \$ 200,000.00 | \$ (14,703.07) |
| Receipts Over(Under) Expenditures | 69,151.03 | 51,854.00 | | |
| Unencumbered Cash, Beginning | 27,981.10 | 97,132.13 | | |
| Unencumbered Cash, Ending | \$ 97,132.13 | \$ 148,986.13 | | |

CITY OF GARNETT, KANSAS
SPECIAL PARKS AND RECREATION FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|-----------------------------------|-------------------------|--------------|-------------|-------------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Intergovernmental | | | | |
| Local Alcoholic Liquor Tax | \$ 4,836.64 | \$ 4,134.24 | \$ 5,000.00 | \$ (865.76) |
| Total Receipts | 4,836.64 | 4,134.24 | \$ 5,000.00 | \$ (865.76) |
| Expenditures | | | | |
| Culture and Recreation | | | | |
| Contractual Services | - | - | \$ 5,000.00 | \$ (5,000.00) |
| Capital Outlay | - | 700.00 | - | 700.00 |
| Total Expenditures | - | 700.00 | \$ 5,000.00 | \$ (4,300.00) |
| Receipts Over(Under) Expenditures | 4,836.64 | 3,434.24 | | |
| Unencumbered Cash, Beginning | 865.74 | 5,702.38 | | |
| Unencumbered Cash, Ending | \$ 5,702.38 | \$ 9,136.62 | | |

CITY OF GARNETT, KANSAS
PUBLIC SAFETY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|-------------------------------------|-------------------------|---------------|-----------------|-------------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Taxes and Shared Receipts | | | | |
| Ad Valorem Property Tax | \$ 288,131.01 | \$ 294,070.60 | \$ 302,370.00 | \$ (8,299.40) |
| Delinquent Tax | 12,426.35 | 14,423.28 | - | 14,423.28 |
| Motor Vehicle Tax | 40,598.97 | 35,680.63 | 31,506.00 | 4,174.63 |
| Commercial Vehicle Tax | 1,593.53 | 1,444.31 | 2,336.00 | (891.69) |
| Recreational Vehicle Tax | 613.07 | 536.25 | 488.00 | 48.25 |
| 16M-20M Truck Tax | 186.68 | 232.18 | 117.00 | 115.18 |
| Watercraft Tax | 181.67 | 151.35 | 143.00 | 8.35 |
| Excise Tax | 1.60 | - | - | - |
| Neighborhood Revitalization Rebates | (5,630.23) | (3,372.53) | (3,358.00) | (14.53) |
| Intergovernmental | | | | |
| Federal Grants | 2,555.16 | 5,956.98 | - | 5,956.98 |
| State Grants | - | 7,692.34 | - | 7,692.34 |
| Charges for Services | | | | |
| Student Resource Office Services | - | 45,432.50 | - | 45,432.50 |
| Other Receipts | | | | |
| Miscellaneous | 2,420.00 | 2,384.79 | - | 2,384.79 |
| Operating Transfers from: | | | | |
| Gas Utility Fund | 200,000.00 | 300,000.00 | 300,000.00 | - |
| Water Utility Fund | 300,000.00 | 300,000.00 | 300,000.00 | - |
| Total Receipts | 843,077.81 | 1,004,632.68 | \$ 933,602.00 | \$ 71,030.68 |
| Expenditures | | | | |
| Fire Department | | | | |
| Personal Services | 104,921.12 | 110,681.96 | \$ 106,500.00 | \$ 4,181.96 |
| Contractual Services | 2,363.56 | 3,554.71 | 3,000.00 | 554.71 |
| Commodities | 38,647.61 | 42,552.65 | 45,500.00 | (2,947.35) |
| Police Department | | | | |
| Personal Services | 466,774.07 | 540,152.71 | 573,000.00 | (32,847.29) |
| Contractual Services | 31,255.69 | 29,422.45 | 45,500.00 | (16,077.55) |
| Commodities | 72,301.96 | 59,453.06 | 56,500.00 | 2,953.06 |
| Operating Transfers to: | | | | |
| Capital Outlay Improvement Fund | 5,000.00 | 52,500.00 | 52,500.00 | - |
| Equipment Reserve Fund | 35,000.00 | 67,500.00 | 67,500.00 | - |
| Tax Refund Reserve Fund | 45,000.00 | 45,000.00 | 45,000.00 | - |
| Tax Refund Litigation Fund | 15,000.00 | 15,000.00 | 15,000.00 | - |
| Total Expenditures | 816,264.01 | 965,817.54 | \$ 1,010,000.00 | \$ (44,182.46) |
| Receipts Over(Under) Expenditures | 26,813.80 | 38,815.14 | | |
| Unencumbered Cash, Beginning | 95,839.72 | 122,653.52 | | |
| Unencumbered Cash, Ending | \$ 122,653.52 | \$ 161,468.66 | | |

CITY OF GARNETT, KANSAS
CAPITAL OUTLAY IMPROVEMENT FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|-----------------------------------|-------------------------|---------------|---------------|-------------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Operating Transfers from: | | | | |
| General Fund | \$ 25,000.00 | \$ 20,000.00 | \$ 20,000.00 | \$ - |
| Airport Fund | 17,500.00 | 20,000.00 | 20,000.00 | - |
| Library Fund | 23,000.00 | 22,500.00 | 5,000.00 | 17,500.00 |
| Public Safety Fund | 5,000.00 | 52,500.00 | 52,500.00 | - |
| Electric Utility Fund | 50,000.00 | 209,750.00 | 209,750.00 | - |
| Gas Utility Fund | 7,500.00 | 7,500.00 | 7,500.00 | - |
| Sanitation Utility Fund | 2,500.00 | 2,500.00 | 2,500.00 | - |
| Wastewater Utility Fund | 17,500.00 | 17,500.00 | 17,500.00 | - |
| Water Utility Fund | 30,000.00 | 30,000.00 | 30,000.00 | - |
| Total Receipts | 178,000.00 | 382,250.00 | \$ 364,750.00 | \$ 17,500.00 |
| Expenditures | | | | |
| General Government | | | | |
| Capital Outlay | 27,691.40 | 202,625.83 | \$ 491,750.00 | \$ (289,124.17) |
| Total Expenditures | 27,691.40 | 202,625.83 | \$ 491,750.00 | \$ (289,124.17) |
| Receipts Over(Under) Expenditures | 150,308.60 | 179,624.17 | | |
| Unencumbered Cash, Beginning | 118,990.36 | 269,298.96 | | |
| Unencumbered Cash, Ending | \$ 269,298.96 | \$ 448,923.13 | | |

CITY OF GARNETT, KANSAS
EQUIPMENT RESERVE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year Actual |
|-----------------------------------|-------------------------|---------------------------|
| Receipts | | |
| Use of Money and Property | | |
| Sale of Assets | \$ - | \$ 5,007.00 |
| Operating Transfers from: | | |
| General Fund | 17,750.00 | 70,000.00 |
| Airport Fund | 2,500.00 | 2,500.00 |
| Public Safety Fund | 35,000.00 | 67,500.00 |
| Electric Utility Fund | 240,000.00 | 30,000.00 |
| Gas Utility Fund | 22,500.00 | 22,500.00 |
| Sanitation Utility Fund | 15,000.00 | 15,000.00 |
| Wastewater Utility Fund | 47,500.00 | 5,000.00 |
| Water Utility Fund | 22,500.00 | 12,500.00 |
| Total Receipts | 402,750.00 | 230,007.00 |
| Expenditures | | |
| General Government | | |
| Capital Outlay | 359,580.71 | 95,978.82 |
| Total Expenditures | 359,580.71 | 95,978.82 |
| Receipts Over(Under) Expenditures | 43,169.29 | 134,028.18 |
| Unencumbered Cash, Beginning | - | 43,169.29 |
| Unencumbered Cash, Ending | \$ 43,169.29 | \$ 177,197.47 |

CITY OF GARNETT, KANSAS
DRUG SEIZURE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year Actual |
|-----------------------------------|-------------------------|---------------------------|
| Receipts | | |
| Intergovernmental | | |
| State Grants | \$ 4,791.00 | \$ - |
| Other Receipts | | |
| Proceeds from Seizures | 250.00 | 902.59 |
| Total Receipts | 5,041.00 | 902.59 |
| Expenditures | | |
| General Government | | |
| Personal Services | 117.10 | - |
| Contractual Services | 2,325.00 | - |
| Total Expenditures | 2,442.10 | - |
| Receipts Over(Under) Expenditures | 2,598.90 | 902.59 |
| Unencumbered Cash, Beginning | 3,197.17 | 5,796.07 |
| Unencumbered Cash, Ending | \$ 5,796.07 | \$ 6,698.66 |

CITY OF GARNETT, KANSAS
CREATIVE ARTS GRANT FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year Actual |
|-----------------------------------|-------------------------|---------------------------|
| Receipts | | |
| Intergovernmental | | |
| State Grants | \$ - | \$ - |
| Total Receipts | - | - |
| Expenditures | | |
| Capital Projects | | |
| Capital Outlay | - | - |
| Total Expenditures | - | - |
| Receipts Over(Under) Expenditures | - | - |
| Unencumbered Cash, Beginning | 6,630.62 | 6,630.62 |
| Unencumbered Cash, Ending | \$ 6,630.62 | \$ 6,630.62 |

CITY OF GARNETT, KANSAS
CIVIC BUILDING FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year Actual |
|-----------------------------------|-------------------------|---------------------------|
| Receipts | | |
| Other Receipts | | |
| Donations | \$ - | \$ - |
| Total Receipts | - | - |
| Expenditures | | |
| Residual Transfers to | | |
| General Fund | 2,036.84 | - |
| Total Expenditures | 2,036.84 | - |
| Receipts Over(Under) Expenditures | (2,036.84) | - |
| Unencumbered Cash, Beginning | 2,036.84 | - |
| Unencumbered Cash, Ending | \$ - | \$ - |

CITY OF GARNETT, KANSAS
RECREATION CENTER FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year Actual |
|-----------------------------------|-------------------------|---------------------------|
| Receipts | | |
| Charges for Service | | |
| Enrollment Fees | \$ - | \$ - |
| Total Receipts | - | - |
| Expenditures | | |
| Residual Transfers to | | |
| General Fund | 5,963.39 | - |
| Total Expenditures | 5,963.39 | - |
| Receipts Over(Under) Expenditures | (5,963.39) | - |
| Unencumbered Cash, Beginning | 5,963.39 | - |
| Unencumbered Cash, Ending | \$ - | \$ - |

CITY OF GARNETT, KANSAS
TOURISM FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|-----------------------------------|-------------------------|--------------|--------------|-------------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Taxes and Shared Receipts | | | | |
| Transient Guest Tax | \$ 26,480.42 | \$ 25,910.18 | \$ 22,500.00 | \$ 3,410.18 |
| Total Receipts | 26,480.42 | 25,910.18 | \$ 22,500.00 | \$ 3,410.18 |
| Expenditures | | | | |
| General Government | | | | |
| Contractual Services | - | - | \$ 30,000.00 | \$ (30,000.00) |
| Commodities | 12,781.49 | 17,835.54 | - | 17,835.54 |
| Total Expenditures | 12,781.49 | 17,835.54 | \$ 30,000.00 | \$ (12,164.46) |
| Receipts Over(Under) Expenditures | 13,698.93 | 8,074.64 | | |
| Unencumbered Cash, Beginning | 19,190.43 | 32,889.36 | | |
| Unencumbered Cash, Ending | \$ 32,889.36 | \$ 40,964.00 | | |

CITY OF GARNETT, KANSAS
TAX REFUND RESERVE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year Actual |
|--|-------------------------|---------------------------|
| Receipts | | |
| Operating Transfers from: | | |
| General Fund | \$ 45,000.00 | \$ 45,000.00 |
| Airport Fund | 25,000.00 | 25,000.00 |
| Public Safety Fund | 45,000.00 | 45,000.00 |
| General Obligation Bond and Interest Fund | 25,000.00 | 25,000.00 |
| Total Receipts | 140,000.00 | 140,000.00 |
| Expenditures | | |
| General Government | | |
| Tax Refunds | - | - |
| Total Expenditures | - | - |
| Receipts Over(Under) Expenditures | 140,000.00 | 140,000.00 |
| Unencumbered Cash, Beginning | 140,000.00 | 280,000.00 |
| Unencumbered Cash, Ending | \$ 280,000.00 | \$ 420,000.00 |

CITY OF GARNETT, KANSAS
TAX REFUND LITIGATION FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year Actual |
|-----------------------------------|-------------------------|---------------------------|
| Receipts | | |
| Operating Transfers from: | | |
| General Fund | \$ 15,000.00 | \$ 15,000.00 |
| Airport Fund | 10,000.00 | 10,000.00 |
| Public Safety Fund | 15,000.00 | 15,000.00 |
| General Obligation | | |
| Bond and Interest Fund | 10,000.00 | 10,000.00 |
| Total Receipts | 50,000.00 | 50,000.00 |
| Expenditures | | |
| General Government | | |
| Tax Refunds | - | - |
| Total Expenditures | - | - |
| Receipts Over(Under) Expenditures | 50,000.00 | 50,000.00 |
| Unencumbered Cash, Beginning | 50,000.00 | 100,000.00 |
| Unencumbered Cash, Ending | \$ 100,000.00 | \$ 150,000.00 |

CITY OF GARNETT, KANSAS
ECONOMIC DEVELOPMENT FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | | Current Year | | | Variance - |
|-----------------------------------|-------------------------|--------------|--------------|----|---------------|
| | Prior Year Actual | Actual | Budget | | Over Under |
| Receipts | | | | | |
| Taxes and Shared Receipts | | | | | |
| Anderson County Appropriations | \$ 12,500.00 | \$ 34,000.00 | \$ 34,000.00 | \$ | - |
| Use of Money and Property | | | | | |
| Revolving Payments | 1,967.34 | 666.67 | 2,750.00 | | (2,083.33) |
| Other Receipts | | | | | |
| Donations | - | 5,352.25 | - | | 5,352.25 |
| Miscellaneous | - | 838.26 | - | | 838.26 |
| Operating Transfer from | | | | | |
| Electric Utility Fund | 20,000.00 | 34,000.00 | 34,000.00 | | - |
| Total Receipts | 34,467.34 | 74,857.18 | \$ 70,750.00 | \$ | 4,107.18 |
| Expenditures | | | | | |
| Collections | | | | | |
| Personal Services | 29,100.77 | 60,685.37 | \$ 60,000.00 | \$ | 685.37 |
| Contractual Services | 75.00 | 882.43 | 8,000.00 | | (7,117.57) |
| Commodities | 3,063.00 | 5,966.08 | 2,000.00 | | 3,966.08 |
| Total Expenditures | 32,238.77 | 67,533.88 | \$ 70,000.00 | \$ | (2,466.12) |
| Receipts Over(Under) Expenditures | 2,228.57 | 7,323.30 | | | |
| Unencumbered Cash, Beginning | 17,683.75 | 19,912.32 | | | |
| Unencumbered Cash, Ending | \$ 19,912.32 | \$ 27,235.62 | | | |

CITY OF GARNETT, KANSAS
GENERAL OBLIGATION BOND AND INTEREST FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|-------------------------------------|-------------------------|--------------|---------------|-------------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Taxes and Shared Receipts | | | | |
| Ad Valorem Property Tax | \$ 79,807.01 | \$ 36,425.30 | \$ 37,470.00 | \$ (1,044.70) |
| Delinquent Tax | 2,101.84 | 2,860.87 | - | 2,860.87 |
| Motor Vehicle Tax | 6,988.49 | 9,752.94 | 8,725.00 | 1,027.94 |
| Commercial Vehicle Tax | 276.02 | 399.48 | 647.00 | (247.52) |
| Recreational Vehicle Tax | 106.07 | 147.32 | 135.00 | 12.32 |
| 16M-20M Truck Tax | 26.42 | 40.23 | 32.00 | 8.23 |
| Watercraft Tax | 31.47 | 41.91 | 40.00 | 1.91 |
| Excise Tax | 0.23 | - | - | - |
| Neighborhood Revitalization Rebates | (1,559.36) | (418.04) | (416.00) | (2.04) |
| Special Assessments | 25,087.50 | 24,307.50 | - | 24,307.50 |
| Sales Tax | 141,442.82 | 118,338.78 | 100,000.00 | 18,338.78 |
| Other Receipts | | | | |
| Reimbursed Expense | 12,440.00 | 12,050.00 | 12,000.00 | 50.00 |
| Operating Transfers from: | | | | |
| Electric Utility Fund | 35,000.00 | 31,000.00 | 31,000.00 | - |
| Water Utility Fund | 127,500.00 | 127,500.00 | 127,500.00 | - |
| Wastewater Utility Fund | 240,000.00 | 227,750.00 | 227,750.00 | - |
| Total Receipts | 669,248.51 | 590,196.29 | \$ 544,883.00 | \$ 45,313.29 |
| Expenditures | | | | |
| General Government | | | | |
| Contractual Services | - | - | \$ 76.00 | \$ (76.00) |
| Debt Service | | | | |
| Bond Principal | 509,137.88 | 490,205.18 | 517,319.00 | (27,113.82) |
| Bond Interest | 100,264.08 | 82,466.78 | 55,355.00 | 27,111.78 |
| Operating Transfers to: | | | | |
| Tax Refund Reserve Fund | 25,000.00 | 25,000.00 | 25,000.00 | - |
| Tax Refund Litigation Fund | 10,000.00 | 10,000.00 | 10,000.00 | - |
| Total Expenditures | 644,401.96 | 607,671.96 | \$ 607,750.00 | \$ (78.04) |
| Receipts Over(Under) Expenditures | 24,846.55 | (17,475.67) | | |
| Unencumbered Cash, Beginning | 54,162.96 | 79,009.51 | | |
| Unencumbered Cash, Ending | \$ 79,009.51 | \$ 61,533.84 | | |

CITY OF GARNETT, KANSAS
INDUSTRIAL PARK DEVELOPMENT FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year Actual |
|-----------------------------------|-------------------------|---------------------------|
| Receipts | | |
| Use of Money and Property | | |
| Sale of Assets | \$ - | \$ - |
| Total Receipts | - | - |
| Expenditures | | |
| Capital Improvements | | |
| Capital Outlay | - | - |
| Total Expenditures | - | - |
| Receipts Over(Under) Expenditures | - | - |
| Unencumbered Cash, Beginning | 86,564.41 | 86,564.41 |
| Unencumbered Cash, Ending | \$ 86,564.41 | \$ 86,564.41 |

CITY OF GARNETT, KANSAS
KDOT PROJECT S.B. TURNING LANE FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year Actual |
|-----------------------------------|-------------------------|---------------------------|
| Receipts | | |
| Intergovernmental | | |
| State Grant - KDOT | \$ 398,045.91 | \$ - |
| Total Receipts | 398,045.91 | - |
| Expenditures | | |
| Capital Improvements | | |
| Capital Outlay | 14,250.00 | - |
| Total Expenditures | 14,250.00 | - |
| Receipts Over(Under) Expenditures | 383,795.91 | - |
| Unencumbered Cash, Beginning | (383,795.91) | - |
| Unencumbered Cash, Ending | \$ - | \$ - |

CITY OF GARNETT, KANSAS
SANITATION UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|-----------------------------------|-------------------------|---------------|---------------|-------------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Charges for Services | | | | |
| Utility Collections | \$ 325,538.04 | \$ 329,416.14 | \$ 312,500.00 | \$ 16,916.14 |
| Penalty Fees | 1,456.10 | 2,048.58 | 500.00 | 1,548.58 |
| Other Receipts | | | | |
| Miscellaneous | 1,453.61 | 964.42 | - | 964.42 |
| Total Receipts | 328,447.75 | 332,429.14 | \$ 313,000.00 | \$ 19,429.14 |
| Expenditures | | | | |
| Collections | | | | |
| Personal Services | 168,178.62 | 191,393.80 | \$ 207,500.00 | \$ (16,106.20) |
| Contractual Services | 90,428.16 | 82,102.94 | 86,000.00 | (3,897.06) |
| Commodities | 38,943.30 | 36,245.89 | 51,500.00 | (15,254.11) |
| Debt Service | | | | |
| Capital Lease | 14,853.64 | 14,853.64 | 15,000.00 | (146.36) |
| Operating Transfers to: | | | | |
| Capital Outlay Improvement Fund | 2,500.00 | 2,500.00 | 2,500.00 | - |
| Equipment Reserve Fund | 15,000.00 | 15,000.00 | 15,000.00 | - |
| Total Expenditures | 329,903.72 | 342,096.27 | \$ 377,500.00 | \$ (35,403.73) |
| Receipts Over(Under) Expenditures | (1,455.97) | (9,667.13) | | |
| Unencumbered Cash, Beginning | 211,731.14 | 210,275.17 | | |
| Unencumbered Cash, Ending | \$ 210,275.17 | \$ 200,608.04 | | |

CITY OF GARNETT, KANSAS
ELECTRIC UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|--|-------------------------|-----------------|-----------------|-------------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Charges for Services | | | | |
| Electric Sales | \$ 3,086,953.10 | \$ 3,116,193.14 | \$ 2,750,000.00 | \$ 366,193.14 |
| Taps and Connections | 2,564.30 | 23,641.87 | 250.00 | 23,391.87 |
| Pole Rentals | 2,187.85 | 2,841.00 | 2,000.00 | 841.00 |
| Security Lights | 13,170.25 | 15,064.07 | 10,000.00 | 5,064.07 |
| Penalty Fees | 12,151.29 | 15,775.98 | 2,500.00 | 13,275.98 |
| Other Receipts | | | | |
| Miscellaneous | 6,719.46 | 5,927.81 | - | 5,927.81 |
| Total Receipts | 3,123,746.25 | 3,179,443.87 | \$ 2,764,750.00 | \$ 414,693.87 |
| Expenditures | | | | |
| Production | | | | |
| Personal Services | 281,686.27 | 224,768.34 | \$ 195,000.00 | \$ 29,768.34 |
| Contractual Services | 1,655,074.43 | 1,559,212.20 | 1,835,000.00 | (275,787.80) |
| Commodities | 35,984.50 | 92,236.14 | 122,750.00 | (30,513.86) |
| Distribution | | | | |
| Personal Services | 283,594.68 | 278,299.44 | 301,500.00 | (23,200.56) |
| Contractual Services | 17,522.41 | 11,315.24 | 33,500.00 | (22,184.76) |
| Commodities | 102,000.26 | 64,794.49 | 127,500.00 | (62,705.51) |
| Administration and General | | | | |
| Contractual Services | 9,081.41 | (31,153.78) | - | (31,153.78) |
| Operating Transfers to: | | | | |
| Capital Outlay Improvement Fund | 50,000.00 | 209,750.00 | 209,750.00 | - |
| Equipment Reserve Fund | 240,000.00 | 30,000.00 | 30,000.00 | - |
| General Fund | 440,000.00 | 420,000.00 | 420,000.00 | - |
| General Obligation Bond and Interest Fund | 35,000.00 | 31,000.00 | 31,000.00 | - |
| Economic Development Fund | 20,000.00 | 34,000.00 | 34,000.00 | - |
| Total Expenditures | 3,169,943.96 | 2,924,222.07 | \$ 3,340,000.00 | \$ (415,777.93) |
| Receipts Over(Under) Expenditures | (46,197.71) | 255,221.80 | | |
| Unencumbered Cash, Beginning | 1,887,519.30 | 1,841,321.59 | | |
| Unencumbered Cash, Ending | \$ 1,841,321.59 | \$ 2,096,543.39 | | |

CITY OF GARNETT, KANSAS
WATER UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|--|-------------------------|-----------------|-----------------|-------------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Charges for Services | | | | |
| Water Sales | \$ 1,160,450.62 | \$ 1,374,797.60 | \$ 1,225,000.00 | \$ 149,797.60 |
| Penalty Fees | 5,698.50 | 6,472.59 | - | 6,472.59 |
| Other Sales | 1,838.00 | 1,600.91 | - | 1,600.91 |
| Other Receipts | | | | |
| Miscellaneous | 65.19 | 335.78 | - | 335.78 |
| Residual Transfer from | | | | |
| Combined Utility GO Refunding | | | | |
| Bond Fund | 204,000.00 | - | - | - |
| Total Receipts | 1,372,052.31 | 1,383,206.88 | \$ 1,225,000.00 | \$ 158,206.88 |
| Expenditures | | | | |
| Water Production | | | | |
| Personal Services | 216,104.07 | 233,546.03 | \$ 340,000.00 | \$ (106,453.97) |
| Contractual Services | 125,921.74 | 149,625.83 | 775,000.00 | (625,374.17) |
| Commodities | 278,159.37 | 260,240.89 | 270,000.00 | (9,759.11) |
| Debt Service - Revolving Loan | | | | |
| Principal | 45,000.00 | - | - | - |
| Interest | 176.50 | - | - | - |
| Operating Transfers to: | | | | |
| Capital Outlay Improvement Fund | 30,000.00 | 30,000.00 | 30,000.00 | - |
| Equipment Reserve Fund | 22,500.00 | 12,500.00 | 12,500.00 | - |
| Public Safety Fund | 300,000.00 | 300,000.00 | 300,000.00 | - |
| General Obligation Bond and Interest Fund | 127,500.00 | 127,500.00 | 127,500.00 | - |
| Total Expenditures | 1,145,361.68 | 1,113,412.75 | \$ 1,855,000.00 | \$ (741,587.25) |
| Receipts Over(Under) Expenditures | 226,690.63 | 269,794.13 | | |
| Unencumbered Cash, Beginning | 1,495,284.19 | 1,721,974.82 | | |
| Unencumbered Cash, Ending | \$ 1,721,974.82 | \$ 1,991,768.95 | | |

CITY OF GARNETT, KANSAS
GAS UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|-----------------------------------|-------------------------|-----------------|-----------------|-------------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Charges for Services | | | | |
| Gas Sales | \$ 1,210,187.72 | \$ 1,281,073.30 | \$ 971,500.00 | \$ 309,573.30 |
| Service Fees | 1,848.72 | 1,352.03 | 500.00 | 852.03 |
| Penalty Fees | 2,586.87 | 7,112.52 | 1,500.00 | 5,612.52 |
| Other Receipts | | | | |
| Miscellaneous | 1,330.96 | 173.96 | - | 173.96 |
| Total Receipts | 1,215,954.27 | 1,289,711.81 | \$ 973,500.00 | \$ 316,211.81 |
| Expenditures | | | | |
| Distribution | | | | |
| Personal Services | 115,182.39 | 132,755.03 | \$ 137,500.00 | \$ (4,744.97) |
| Contractual Services | 530,965.63 | 615,779.14 | 819,750.00 | (203,970.86) |
| Commodities | 36,324.74 | 26,835.93 | 62,750.00 | (35,914.07) |
| Operating Transfers to: | | | | |
| General Fund | - | 60,000.00 | 60,000.00 | - |
| Capital Outlay Improvement Fund | 7,500.00 | 7,500.00 | 7,500.00 | - |
| Equipment Reserve Fund | 22,500.00 | 22,500.00 | 22,500.00 | - |
| Public Safety Fund | 200,000.00 | 300,000.00 | 300,000.00 | - |
| Total Expenditures | 912,472.76 | 1,165,370.10 | \$ 1,410,000.00 | \$ (244,629.90) |
| Receipts Over(Under) Expenditures | 303,481.51 | 124,341.71 | | |
| Unencumbered Cash, Beginning | 915,689.01 | 1,219,170.52 | | |
| Unencumbered Cash, Ending | \$ 1,219,170.52 | \$ 1,343,512.23 | | |

CITY OF GARNETT, KANSAS
WASTEWATER UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | | Current Year | | |
|--|-------------------------|---------------|---------------|-------------------------------|
| | Prior Year Actual | Actual | Budget | Variance - Over (Under) |
| Receipts | | | | |
| Charges for Services | | | | |
| Sewer Sales | \$ 645,136.47 | \$ 642,495.13 | \$ 607,500.00 | \$ 34,995.13 |
| Service Fees | 200.00 | 217.38 | - | 217.38 |
| Penalty Fees | 4,447.64 | 4,669.99 | 500.00 | 4,169.99 |
| Other Receipts | | | | |
| Miscellaneous | 20.00 | 291.53 | - | 291.53 |
| Total Receipts | 649,804.11 | 647,674.03 | \$ 608,000.00 | \$ 39,674.03 |
| Expenditures | | | | |
| Collections | | | | |
| Personal Services | 154,542.73 | 162,918.87 | \$ 185,000.00 | \$ (22,081.13) |
| Contractual Services | 20,232.36 | 25,459.91 | 25,000.00 | 459.91 |
| Commodities | 139,424.10 | 190,418.06 | 434,750.00 | (244,331.94) |
| Operating Transfers to: | | | | |
| Capital Outlay Improvement Fund | 17,500.00 | 17,500.00 | 17,500.00 | - |
| Equipment Reserve Fund | 47,500.00 | 5,000.00 | 5,000.00 | - |
| General Obligation Bond and Interest Fund | 240,000.00 | 227,750.00 | 227,750.00 | - |
| Total Expenditures | 619,199.19 | 629,046.84 | \$ 895,000.00 | \$ (265,953.16) |
| Receipts Over(Under) Expenditures | 30,604.92 | 18,627.19 | | |
| Unencumbered Cash, Beginning | 300,000.00 | 330,604.92 | | |
| Unencumbered Cash, Ending | \$ 330,604.92 | \$ 349,232.11 | | |

CITY OF GARNETT, KANSAS
COMBINED UTILITY GO REFUNDING BOND FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2019

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2018)

| | Prior Year Actual | Current Year Actual |
|-----------------------------------|-------------------------|---------------------------|
| Receipts | | |
| Operating Transfers from: | | |
| Electric Utility Fund | \$ - | \$ - |
| Total Receipts | - | - |
| Expenditures | | |
| Residual Transfer to | | |
| Water Utility Fund | 204,000.00 | - |
| Total Expenditures | 204,000.00 | - |
| Receipts Over(Under) Expenditures | (204,000.00) | - |
| Unencumbered Cash, Beginning | 204,000.00 | - |
| Unencumbered Cash, Ending | \$ - | \$ - |

CITY OF GARNETT, KANSAS
Agency Funds
Schedule of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2019

| Fund | Beginning Cash Balance | Receipts | Disbursements | Ending Cash Balance |
|-----------------------------|---------------------------|----------------------|----------------------|------------------------|
| Utility Deposits | \$ 131,575.00 | \$ 64,807.00 | \$ 70,557.00 | \$ 125,825.00 |
| Municipal Court | 1,100.00 | 106,481.72 | 98,086.72 | 9,495.00 |
| Twin Rivers Softball League | 7,354.14 | 6,354.00 | 2,230.36 | 11,477.78 |
| | <u>\$ 140,029.14</u> | <u>\$ 177,642.72</u> | <u>\$ 170,874.08</u> | <u>\$ 146,797.78</u> |