

CITY OF MOUNDRIDGE, KANSAS

Financial Statement

For the Year Ended December 31, 2019

City of Moundridge, Kansas
For the Year Ended December 31, 2019

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INDEPENDENT AUDITOR'S REPORT

City Council
City of Moundridge
Moundridge, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Moundridge, Kansas (City), and its related municipal entities, 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require that 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 City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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

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

As described in Note 1 of the financial statement, the financial statement is prepared by the City 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 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 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 2019 fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-actual related municipal entities, and summary of regulatory basis receipts and disbursements-agency funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for analysis and are not a required part of the 2019 basic financial statement, but 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 2019 basic financial statement. The 2019 information has been subjected to the auditing procedures applied in the audit of the 2019 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 2019 basic financial statement or to the 2019 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 2019 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 the City as of and for the year ended December 31, 2018 (not presented herein), and have issued our report thereon dated July 12, 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 <https://admin.ks.gov/offices/oar/municipal-services>. The 2018 actual column (2018 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget and the schedule of receipts and expenditures-related municipal entities for the year ended December 31, 2019 (Schedules 2 and 3 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the 2019 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.

Krudsen, Monroe & Company, LLC

Certified Public Accountants
Newton, Kansas
August 9, 2020

City of Moundridge, Kansas

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis

For the Year Ended December 31, 2019

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	\$ 131,400	1,218,640	1,158,140	191,900	48,367	240,267
Special Purpose Funds						
Employee Benefit	40,604	173,512	173,855	40,261	172	40,433
Library	7,241	92,328	92,000	7,569	-	7,569
Street Maintenance	21,984	247,070	203,541	65,513	11,760	77,273
Airport	16,327	27,744	28,165	15,906	1,300	17,206
Special Street and Highway	93,961	79,984	-	173,945	-	173,945
Municipal Court	15,629	13,559	9,453	19,735	-	19,735
Park	12,476	23,101	29,113	6,464	-	6,464
Health Risk Management	61,935	57,909	61,249	58,595	-	58,595
Pack Park	77,189	1,183	3,834	74,538	-	74,538
Equipment Reserve	17,881	243,321	229,438	31,764	-	31,764
Bond and Interest Fund	12,300	25,000	34,637	2,663	-	2,663
Capital Project Funds						
Capital Improvement Phase I	(17,211)	17,211	-	-	-	-
Meadow View Phase II	(103,913)	121,106	17,271	(78)	-	(78)
Kaneridge	-	16,004	16,004	-	-	-
Safe Routes to School	-	-	8,700	(8,700)	8,700	-
Kansas Department of Wildlife Parks & Tourism	-	63,857	63,857	-	-	-
Electric Transmission Facilities	-	5,211,983	241,471	4,970,512	107,971	5,078,483
KDOT Airport Improvements	-	243,567	243,567	-	-	-
Waste Water Treatment Plant	8,186	1,177,488	1,143,889	41,785	-	41,785
Swimming Pool Facility Improvements	-	-	35,887	(35,887)	-	(35,887)
Business Funds						
Electric	1,515	3,256,712	3,221,570	36,657	182,941	219,598
Gas	38,937	678,115	703,969	13,083	62,224	75,307
Refuse	78,572	137,557	151,000	65,129	9,825	74,954
Sewer	244,974	460,253	433,690	271,537	7,745	279,282
Water	148,355	374,936	498,675	24,616	7,252	31,868
Electric Reserve	382,014	348	-	382,362	-	382,362
Sewer Reserve	9,066	-	-	9,066	-	9,066
Water Reserve	30,170	-	-	30,170	-	30,170
Trust Fund						
Special Law Enforcement Trust	3,267	3	40	3,230	-	3,230
Related Municipal Entities						
Library Board	52,866	116,364	105,836	63,394	22,402	85,796
Public Building Commission	-	5,295,000	5,290,000	5,000	-	5,000
Total Reporting Entity						
(Excluding Agency Funds)	<u>\$ 1,385,725</u>	<u>19,373,855</u>	<u>14,198,851</u>	<u>6,560,729</u>	<u>470,659</u>	<u>7,031,388</u>
Composition of Cash						
Cash on hand						\$ 600
Cash in bank, The Citizens State Bank						
Checking						5,719,355
Savings						416,699
Certificates of Deposit						844,284
Related Municipal Entities						<u>90,796</u>
Total Cash						7,071,734
Less Agency Funds per Schedule 4						<u>40,346</u>
Total Reporting Entity (Excluding Agency Funds)						<u>\$ 7,031,388</u>

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

City of Moundridge, Kansas
NOTES TO FINANCIAL STATEMENT
December 31, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Municipal Financial Reporting Entities

The City of Moundridge is a municipal corporation governed by an elected five-member council. This regulatory financial statement presents the City of Moundridge (City) and its related municipal entities. The related municipal entities are included because they were established to benefit the City and/or its constituents.

Library Board – The City of Moundridge Library Board operates the City’s public library. The City makes appropriations to the library to assist in funding capital expenditures and operating expenses. The governing body of the component unit is appointed by the City council.

Public Building Commission – The City of Moundridge Public Building Commission operates the Public Building Commission (PBC) for the purpose of providing additional and alternative methods for financing certain public buildings. The City will levy taxes for the PBC. Revenue bond issuances must be approved by the City. The PBC issued revenue bonds in December 2019 for the City’s electric transmission facility improvement capital project. These revenue bonds will be retired as lease payments are made by the City to the PBC.

Related Organization

The Moundridge Housing Authority is a related organization that is not included in the financial reporting entity. The Authority was created to administer public housing programs authorized by the United States Housing Act of 1937, as amended. Revenues consist of housing assistance payments from the U.S. Department of Housing and Urban Development and rent received from eligible low income tenants.

Regulatory Basis Fund Types

General 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 regulatory receipt 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 – used to account for fees charged to users of the goods or services (i.e. water fund, electric fund, etc.).

Trust Fund – used to report assets held in trust for the benefit of the City (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the City, scholarship funds, etc.).

Agency Fund – used to report assets held by the City in a purely custodial capacity (payroll clearing fund, tax collection accounts, etc.).

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (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,

City of Moundridge, Kansas
NOTES TO FINANCIAL STATEMENT
December 31, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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 Fund, and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts 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 regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for the prior year's accounts payable and encumbrances. Encumbrances are commitments by the City 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 certain Special Purpose Funds, Capital Project Funds, Business Reserve Funds, Trust Funds and Agency Funds.

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

Reimbursements

The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary

City of Moundridge, Kansas
NOTES TO FINANCIAL STATEMENT
December 31, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

comparisons, the expenditures are properly offset by the reimbursements under the KMAAG regulatory basis of accounting.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

The City was not in compliance with K.S.A. 10-130 which requires bond payments to be received at least twenty days prior to maturity of those bond amounts necessary to pay the interest and principal due.

Checks outstanding for two years or more were not cancelled and restored to the fund originally charged as required by K.S.A. 10-816.

Records were not kept for each fund showing the budget balance available for appropriation in 2019 as required by K.S.A. 79-2934.

3. DEPOSITS AND INVESTMENTS

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

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

Concentration of Credit Risk

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

Custodial Credit Risk - Deposits

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

At December 31, 2019, the City's carrying amount of deposits, including its related municipal entities, was \$7,071,134 and the bank balance was \$7,194,898. The balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$329,087 was covered by federal depository insurance, and the remaining \$6,865,811 was collateralized with securities held by the pledging financial institution's agents in the City's name.

City of Moundridge, Kansas
NOTES TO FINANCIAL STATEMENT
December 31, 2019

4. CAPITAL PROJECTS

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

Capital Project	Project Authorization	Expenditures To Date	Excess Authorization
Meadow View Phase II	\$ 500,000	534,318	(34,318)
Kaneridge	30,000	29,359	641
Safe Routes to Schools	254,000	13,340	240,660
Kansas Department of Wildlife Parks & Tourism	65,000	63,857	1,143
Electric Transmission Facilities	5,500,000	241,471	5,258,529
KDOT Airport Improvements	250,000	280,807	(30,807)
Waste Water Treatment Plant	2,525,500	2,537,296	(11,796)
Swimming Pool Facility Improvements	2,375,768	35,887	2,339,881
Moderate Income Housing	281,748	-	281,748
	<u>\$ 11,782,016</u>	<u>3,736,335</u>	<u>8,045,681</u>

5. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
General	Capital Projects	K.S.A. 12-1,118	\$ 26,135
General	Community Development Block Grant	K.S.A. 12-17,118	1,000
Street Maintenance	Equipment Reserve	K.S.A. 12-1,117	50,192
Street Maintenance	Capital Projects	K.S.A. 12-1,118	24,380
Electric	General	K.S.A. 12-825d	50,000
Electric	Employee Benefit	K.S.A. 12-825d	60,000
Electric	Bond and Interest	K.S.A. 12-825d	25,000
Electric	Capital Projects	K.S.A. 12-825d	70,000
Gas	Park	K.S.A. 12-825d	20,000
Gas	Health Risk Management	K.S.A. 12-825d	57,869
Gas	Equipment Reserve	K.S.A. 12-825d	55,000
Refuse	Equipment Reserve	K.S.A. 12-825d	20,240
Sewer	General	K.S.A. 12-825d	55,000
Sewer	Equipment Reserve	K.S.A. 12-825d	9,760
Sewer	Capital Projects	K.S.A. 12-825d	24,911
Water	Employee Benefit	K.S.A. 12-825d	30,000
Water	Equipment Reserve	K.S.A. 12-825d	36,363
Public Building Commission	Capital Projects	Resolution 2019-13	5,211,983

City of Moundridge, Kansas
NOTES TO FINANCIAL STATEMENT
December 31, 2019

6. LONG-TERM DEBT

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions /Payments	Balance End of Year	Interest Paid
General Obligation Bond									
Series 2015	0.75-2.5%	05/20/15	\$ 315,000	10/21/25	\$ 225,000	-	30,000	195,000	4,637
KDHE Loans									
Public Water Supply	2.84%	10/08/13	1,060,000	08/01/35	935,020	-	43,477	891,543	26,248
Water Pollution Control Revolving	2.21%	07/01/17	2,702,600	03/01/39	1,341,593	1,150,488	60,046	2,432,035	36,018
					2,276,613	1,150,488	103,523	3,323,578	62,266
Capital Leases Payable									
Caterpillar 924K	3.00%	04/09/14	139,457	04/09/19	29,398	-	29,398	-	794
John Deere Backhoe	3.00%	06/05/14	90,659	06/05/19	19,235	-	19,235	-	584
Ford F450 Ambulance	3.75%	11/28/14	135,466	11/28/19	26,716	-	26,716	-	326
Altec Bucket Truck	3.75%	06/21/16	134,321	05/21/20	34,802	-	34,802	-	1,301
E55 T4 Bobcat Compact Excavator	3.40%	05/15/18	54,890	06/15/22	43,298	-	10,288	33,010	1,472
EMS Equipment	0.00%	06/01/18	66,007	04/10/22	55,006	-	16,502	38,504	-
Chevrolet Tahoe - 2019	3.05%	10/29/18	34,585	10/29/19	17,033	-	17,033	-	519
Ford F250 / Ford F350 - 2019	3.50%	11/28/19	47,853	11/28/20	-	71,741	23,888	47,853	1,287
Traumahawk Ambulance - 2019	2.87%	12/10/19	205,915	01/11/27	-	205,915	-	205,915	-
					225,488	277,656	177,862	325,282	6,283
Public Building Commission									
Revenue Bonds, Series 2019	2.75-3%	12/23/19	5,295,000	11/01/49	-	5,295,000	-	5,295,000	-
Total contractual indebtedness					<u>\$ 2,727,101</u>	<u>6,723,144</u>	<u>311,385</u>	<u>9,138,860</u>	<u>73,186</u>

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

	Year ending December 31										
	2020	2021	2022	2023	2024	2025- 2029	2030- 2034	2035- 2039	2040- 2044	2045- 2049	Total
Principal											
General Obligation											
Bonds	\$ 30,000	30,000	30,000	35,000	35,000	35,000	-	-	-	-	195,000
KDHE Loans	154,783	158,509	162,325	166,234	170,239	914,786	1,030,676	566,026	-	-	3,323,578
Capital Leases Payable	50,664	78,339	44,676	28,610	29,441	93,552	-	-	-	-	325,282
Revenue Bonds	-	125,000	125,000	130,000	135,000	740,000	840,000	935,000	1,055,000	1,210,000	5,295,000
Total principal	<u>235,447</u>	<u>391,848</u>	<u>362,001</u>	<u>359,844</u>	<u>369,680</u>	<u>1,783,338</u>	<u>1,870,676</u>	<u>1,501,026</u>	<u>1,055,000</u>	<u>1,210,000</u>	<u>9,138,860</u>
Interest											
General Obligation											
Bonds	4,263	3,738	3,212	2,537	1,750	875	-	-	-	-	16,375
KDHE Loans	79,886	76,317	72,664	68,921	65,088	264,606	153,811	5,507	-	-	786,800
Capital Leases Payable	1,656	7,356	5,211	4,404	3,572	5,487	-	-	-	-	27,686
Revenue Bonds	118,270	138,237	134,488	130,737	126,838	570,587	469,400	371,706	250,269	101,613	2,412,145
Total interest	<u>204,075</u>	<u>225,648</u>	<u>215,575</u>	<u>206,599</u>	<u>197,248</u>	<u>841,555</u>	<u>623,211</u>	<u>377,213</u>	<u>250,269</u>	<u>101,613</u>	<u>3,243,006</u>
Total Principal and Interest	\$ 439,522	617,496	577,576	566,443	566,928	2,624,893	2,493,887	1,878,239	1,305,269	1,311,613	12,381,866

City of Moundridge, Kansas
NOTES TO FINANCIAL STATEMENT
December 31, 2019

7. DEFINED BENEFIT PENSION PLAN

Plan Description

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

Contributions

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2, KPERS 3 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.89% for KPERS and 22.13% for KP&F for the fiscal year ended December 31, 2019. Contributions to the pension plan from the City were \$81,922 for KPERS and \$103,609 for KP&F 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 \$703,954 and \$845,220 for KP&F. 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. DEFERRED COMPENSATION PLAN

Employees of the City may participate in a deferred compensation plan adopted under the provisions of Internal Revenue Code Section 457 (Deferred Compensation Plans with Respect to Service for State and Local Governments).

City of Moundridge, Kansas
NOTES TO FINANCIAL STATEMENT
December 31, 2019

8. DEFERRED COMPENSATION PLAN (Continued)

The plan, available to all full-time City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Assets of the plan, valued at current market prices, are held in trust for the benefit of the participants by the insurance company. All amounts of compensation deferred under the plan as well as earnings attributable to those amounts are solely the property of the participant employees. Accordingly, the assets and related liabilities for the plan are not recorded in the accompanying financial statement. The following schedule summarizes activity in the accounts maintained by the insurance company during the year ended December 31, 2019:

Balance, December 31, 2018	\$ 768,479
Deposits - compensation deferred by participants	42,255
Transfers in	63,880
Withdrawals	(155,747)
Interest and dividends	46,409
Change in market value	50,709
Fees	(847)
Balance, December 31, 2019	<u>\$ 815,138</u>

9. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other Post-Employment Benefits

As provided by K.S.A. 12-5400, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the 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 this financial statement.

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.

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

Full-time employees earn vacation leave as follows:

Completion of one year of employment	6 days
Completion of two through five years of employment	12 days
Completion of six through ten years of employment	15 days
Completion of eleven through nineteen years of employment	18 days
After twenty years of employment	24 days

City of Moundridge, Kansas
NOTES TO FINANCIAL STATEMENT
December 31, 2019

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

Vacation leave is allowed to accrue up to a total of 240 hours, plus any days accrued since the employee's last anniversary date.

Full-time employees earn one day of paid sick leave for each completed month of service beginning with the seventh month of service. A maximum of 100 days may be carried forward at the end of any calendar year ending December 31.

On December 31 of each calendar year, employees may convert 25% of the unused portion of their annual sick leave allowance that is in excess of the 100 days allowed to be "carried forward" into personal leave. Personal leave is allowed to accrue with no limits.

Upon termination of employment, 25% of unused sick leave, 100% of personal leave and 100% of vacation leave will be paid at the rate of pay being earned at the time of termination. The potential liability for sick leave at December 31, 2019 is \$62,689, and for vacation and personal time is approximately \$183,239. This liability has not been reflected in the financial statement.

10. SELF INSURANCE – RISK MANAGEMENT

The City maintains a Health Risk Management fund to partially self-insure the health insurance for employees. Under the City's health insurance plan, the City will pay the \$250 deductible for employees as well as the twenty percent (20%) co-pay of the next \$1,000 of medical expenses. The cost of the plan to the City was \$61,249 for the year ending December 31, 2019.

11. RISK MANAGEMENT

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of the date of this report, grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has purchased commercial insurance for these potential risks. There has been no significant reduction in insurance coverage from 2018 to 2019 and there were no settlements that exceeded insurance coverage in the past three years.

During the course of its operations the City is a party to various claims, legal actions and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material financial impact on the City.

City of Moundridge, Kansas
NOTES TO FINANCIAL STATEMENT
December 31, 2019

12. SUBSEQUENT EVENTS

On January 30, 2020, the World Health Organization declared the coronavirus outbreak a “Public Health Emergency of International Concern” and on March 11, 2020, declared it to be a pandemic. On March 27, 2020, the United States enacted the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) to provide emergency assistance for individuals, families and businesses affected by this pandemic. It is unknown how long the adverse conditions associated with the pandemic will last and what the complete financial effect will be to the City. Accordingly, while management cannot quantify the financial impact to the City as of the report date, management believes that a material impact on the City’s financial position and results of future operations is reasonably possible.

13. DATE OF MANAGEMENT’S REVIEW

Management has performed an analysis of the activities and transactions subsequent to December 31, 2019, to determine the need for any adjustments to and/or disclosures within the audited financial statement. Management has performed their analysis through August 9, 2020, which is the date at which the financial statement was available to be issued.

CITY OF MOUNDRIDGE
REGULATORY – REQUIRED
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2019

City of Moundridge, Kansas
SUMMARY OF EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended December 31, 2019

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
GENERAL FUND	\$ 1,158,140	-	1,158,140	1,158,140	-
SPECIAL PURPOSE FUNDS					
Employee Benefit	317,000	-	317,000	173,855	(143,145)
Library	92,000	-	92,000	92,000	-
Street Maintenance	255,000	-	255,000	203,541	(51,459)
Airport	40,000	-	40,000	28,165	(11,835)
Special Street and Highway	140,000	-	140,000	-	(140,000)
Municipal Court	35,000	-	35,000	9,453	(25,547)
Park	56,000	-	56,000	29,113	(26,887)
BOND AND INTEREST FUND	34,638	-	34,638	34,637	(1)
BUSINESS FUNDS					
Electric	3,545,000	-	3,545,000	3,221,570	(323,430)
Gas	1,021,000	-	1,021,000	703,969	(317,031)
Refuse	151,000	-	151,000	151,000	-
Sewer	445,000	-	445,000	433,690	(11,310)
Water	526,595	-	526,595	498,675	(27,920)

City of Moundridge, Kansas

General Fund**SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET**
Regulatory Basis

For the Year Ended December 31, 2019

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

		Current Year		Variance
	Prior Year	Actual	Budget	Over
	Actual			(Under)
RECEIPTS				
Ad valorem property tax	\$ 201,759	204,411	209,623	(5,212)
Delinquent tax	2,182	2,658	800	1,858
Vehicle tax	24,230	34,795	35,886	(1,091)
County sales tax	474,286	532,124	490,000	42,124
Liquor tax	4,820	1,094	5,053	(3,959)
LHA payment in lieu of tax	24,140	24,140	33,000	(8,860)
Transient tax	-	171	90	81
Franchise fees	22,410	22,609	22,000	609
Ambulance	202,577	195,666	148,000	47,666
Permits and fees	14,336	24,466	11,000	13,466
City bus fares	25,344	25,600	22,000	3,600
Interest	9,417	12,942	4,800	8,142
Economic development grant	4,910	5,021	4,500	521
Other	12,541	27,943	30,000	(2,057)
Transfer from				
Electric	110,000	50,000	60,000	(10,000)
Gas	20,000	-	-	-
Sewer	-	55,000	65,000	(10,000)
Total receipts	1,152,952	1,218,640	1,141,752	76,888
EXPENDITURES, page 15	1,040,937	1,158,140		
Receipts over (under) expenditures	112,015	60,500		
UNENCUMBERED CASH, beginning	19,385	131,400		
UNENCUMBERED CASH, ending	\$ 131,400	191,900		

City of Moundridge, Kansas

General Fund**SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET**
Regulatory Basis

For the Year Ended December 31, 2019

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
EXPENDITURES				
Administration				
Personnel services	\$ 23,201	32,693	20,000	12,693
Commodities and contractual services	93,769	148,501	130,000	18,501
Capital outlay	2,439	8,588	10,000	(1,412)
Residential Housing Grant	18,000	6,000	24,000	(18,000)
Police				
Personnel services	257,824	379,929	339,000	40,929
Commodities and contractual services	63,826	52,219	40,000	12,219
Capital outlay	-	3,367	30,000	(26,633)
Fire	85,000	85,000	85,000	-
Refuse	10,199	4,082	-	4,082
Ambulance				
Personnel services	205,648	205,650	223,000	(17,350)
Commodities and contractual services	74,694	72,911	57,000	15,911
Capital outlay	17,881	9,113	40,000	(30,887)
Lease principal	30,218	43,218	-	43,218
Lease interest	-	326	-	326
Bus service				
Personnel services	24,529	25,967	30,640	(4,673)
Commodities and contractual services	17,188	14,011	8,000	6,011
Library	14,097	9,195	500	8,695
Park and ball diamond	7,602	893	22,000	(21,107)
Swimming pool	671	1,249	10,000	(8,751)
Airport	3,484	-	-	-
Custodian	2,894	2,550	-	2,550
Historical association	8,324	13,181	12,000	1,181
Other	33,399	12,362	12,000	362
Transfer to				
Health Risk Management	46,050	-	65,000	(65,000)
Capital Projects	-	26,135	-	26,135
Community Development Block Grant	-	1,000	-	1,000
TOTAL EXPENDITURES	\$ 1,040,937	1,158,140	1,158,140	-

City of Moundridge, Kansas

Special Purpose Funds**SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET**
Regulatory Basis

For the Year Ended December 31, 2019

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

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over (Under)
EMPLOYEE BENEFIT				
RECEIPTS				
Ad valorem property tax	\$ 127,610	57,783	59,249	(1,466)
Delinquent tax	2,342	1,918	1,000	918
Vehicle tax	24,690	23,811	22,740	1,071
Transfer from				
Electric	-	60,000	50,000	10,000
Gas	-	-	30,000	(30,000)
Water	-	30,000	30,000	-
Total receipts	154,642	173,512	192,989	(19,477)
EXPENDITURES				
Health insurance	155,381	173,855	317,000	(143,145)
Receipts over (under) expenditures	(739)	(343)		
UNENCUMBERED CASH, beginning	41,343	40,604		
UNENCUMBERED CASH, ending	\$ 40,604	40,261		
LIBRARY				
RECEIPTS				
Ad valorem property tax	\$ 77,552	77,219	79,175	(1,956)
Delinquent tax	1,235	1,288	800	488
Vehicle tax	12,247	13,821	13,808	13
Reimbursements	9,973	-	-	-
Total receipts	101,007	92,328	93,783	(1,455)
EXPENDITURES				
Appropriations to library board	91,034	92,000	92,000	-
Receipts over (under) expenditures	9,973	328		
UNENCUMBERED CASH, beginning	(2,732)	7,241		
UNENCUMBERED CASH, ending	\$ 7,241	7,569		

City of Moundridge, Kansas

Special Purpose Funds**SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET**
Regulatory Basis

For the Year Ended December 31, 2019

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

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over Under
STREET MAINTENANCE				
RECEIPTS				
Ad valorem property tax	\$ 129,441	214,712	220,186	(5,474)
Delinquent tax	3,198	3,644	2,800	844
Vehicle tax	27,920	23,634	23,151	483
Grant income	-	2,541	-	2,541
Other	2,530	2,539	15,000	(12,461)
Total receipts	163,089	247,070	261,137	(14,067)
EXPENDITURES				
Commodities	117,588	53,325	110,000	(56,675)
Contractual services	50,910	47,452	65,000	(17,548)
Lease principal	-	10,288	-	10,288
Lease interest	-	1,472	-	1,472
Capital outlay	12,768	16,432	60,000	(43,568)
Transfer to				
Equipment Reserve	-	50,192	20,000	30,192
Capital Projects	28,274	24,380	-	24,380
Total expenditures	209,540	203,541	255,000	(51,459)
Receipts over (under) expenditures	(46,451)	43,529		
UNENCUMBERED CASH, beginning	68,435	21,984		
UNENCUMBERED CASH, ending	\$ 21,984	65,513		

City of Moundridge, Kansas

Special Purpose Funds**SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET**
Regulatory Basis

For the Year Ended December 31, 2019

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

		Current Year		
	Prior Year			Variance
	Actual	Actual	Budget	Over
				(Under)
AIRPORT				
RECEIPTS				
Fuel sales	\$ 32,626	24,826	23,000	1,826
Other	2,055	2,918	1,500	1,418
Total receipts	34,681	27,744	24,500	3,244
EXPENDITURES				
Commodities	35,825	25,044	22,000	3,044
Contractual services	6,981	3,121	18,000	(14,879)
Total expenditures	42,806	28,165	40,000	(11,835)
Receipts over (under) expenditures	(8,125)	(421)		
UNENCUMBERED CASH, beginning	24,452	16,327		
UNENCUMBERED CASH, ending	\$ 16,327	15,906		
SPECIAL STREET AND HIGHWAY				
RECEIPTS				
Gasoline tax	\$ 49,192	48,131	45,800	2,331
Connecting link	12,132	16,187	12,000	4,187
Other	11,749	15,666	5,000	10,666
Total receipts	73,073	79,984	62,800	17,184
EXPENDITURES				
Commodities	80,000	-	85,000	(85,000)
Contractual services	-	-	50,000	(50,000)
Capital outlay	-	-	5,000	(5,000)
Total expenditures	80,000	-	140,000	(140,000)
Receipts over (under) expenditures	(6,927)	79,984		
UNENCUMBERED CASH, beginning	100,888	93,961		
UNENCUMBERED CASH, ending	\$ 93,961	173,945		

City of Moundridge, Kansas

Special Purpose Funds**SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET**
Regulatory Basis

For the Year Ended December 31, 2019

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
MUNICIPAL COURT				
RECEIPTS				
Fines	\$ 10,088	13,559	26,000	(12,441)
EXPENDITURES				
Legal services	2,504	1,417	10,000	(8,583)
Judges fees	3,600	3,600	10,000	(6,400)
Other court expense	11,315	4,436	15,000	(10,564)
Total expenditures	17,419	9,453	35,000	(25,547)
Receipts over (under) expenditures	(7,331)	4,106		
UNENCUMBERED CASH, beginning	22,960	15,629		
UNENCUMBERED CASH, ending	\$ 15,629	19,735		
PARK				
RECEIPTS				
Liquor tax	\$ 4,820	1,094	5,053	(3,959)
Other	1,503	2,007	2,000	7
Transfer from Gas	10,000	20,000	30,000	(10,000)
Total receipts	16,323	23,101	37,053	(13,952)
EXPENDITURES				
Personnel services	130	645	2,000	(1,355)
Commodities	2,228	1,750	2,000	(250)
Contractual services	9,280	24,547	20,000	4,547
Capital outlay	-	2,171	32,000	(29,829)
Total expenditures	11,638	29,113	56,000	(26,887)
Receipts over (under) expenditures	4,685	(6,012)		
UNENCUMBERED CASH, beginning	7,791	12,476		
UNENCUMBERED CASH, ending	\$ 12,476	6,464		

City of Moundridge, Kansas

Special Purpose Funds**SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL**

Regulatory Basis

For the Year Ended December 31, 2019

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

	<u>2018</u>	<u>2019</u>
HEALTH RISK MANAGEMENT		
RECEIPTS		
Transfer from		
General	\$ 46,050	-
Gas	18,150	57,869
Interest	39	40
Total receipts	<u>64,239</u>	<u>57,909</u>
EXPENDITURES		
Benefits paid	44,541	52,159
Other expenses	5,314	9,090
Total expenditures	<u>49,855</u>	<u>61,249</u>
Receipts over (under) expenditures	14,384	(3,340)
UNENCUMBERED CASH, beginning	<u>47,551</u>	<u>61,935</u>
UNENCUMBERED CASH, ending	<u>\$ 61,935</u>	<u>58,595</u>
 PACK PARK		
RECEIPTS		
Grain sales and other	\$ 6,809	1,183
EXPENDITURES		
Commodities	1,066	925
Capital outlay	-	2,909
Total expenditures	<u>1,066</u>	<u>3,834</u>
Receipts over (under) expenditures	5,743	(2,651)
UNENCUMBERED CASH, beginning	<u>71,446</u>	<u>77,189</u>
UNENCUMBERED CASH, ending	<u>\$ 77,189</u>	<u>74,538</u>

City of Moundridge, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL

Regulatory Basis

For the Year Ended December 31, 2019

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

	<u>2018</u>	<u>2019</u>
EQUIPMENT RESERVE		
RECEIPTS		
Lease proceeds	\$ -	71,766
Transfer from		
Street Maintenance	-	50,192
Electric	61,844	-
Gas	30,000	55,000
Refuse	-	20,240
Sewer	-	9,760
Water	-	36,363
Total receipts	<u>91,844</u>	<u>243,321</u>
EXPENDITURES		
Equipment purchase	37,400	100,597
Lease purchase - principal	47,289	124,356
Lease purchase - interest	<u>5,289</u>	<u>4,485</u>
Total expenditures	<u>89,978</u>	<u>229,438</u>
Receipts over (under) expenditures	1,866	13,883
UNENCUMBERED CASH, beginning	<u>16,015</u>	<u>17,881</u>
UNENCUMBERED CASH, ending	<u>\$ 17,881</u>	<u>31,764</u>

City of Moundridge, Kansas

Bond and Interest Fund**SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET**
Regulatory Basis

For the Year Ended December 31, 2019

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

		Current Year		Variance
	Prior Year	Actual	Budget	Over
	Actual			(Under)
RECEIPTS				
Transfer from				
Electric	\$ 15,000	25,000	25,000	-
Gas	15,000	-	-	-
Total receipts	<u>30,000</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>
EXPENDITURES				
Principal	30,000	30,000	30,000	-
Interest	<u>5,012</u>	<u>4,637</u>	<u>4,638</u>	<u>(1)</u>
Total expenditures	<u>35,012</u>	<u>34,637</u>	<u>34,638</u>	<u>(1)</u>
Receipts over (under) expenditures	(5,012)	(9,637)		
UNENCUMBERED CASH, beginning	<u>17,312</u>	<u>12,300</u>		
UNENCUMBERED CASH, ending	<u>\$ 12,300</u>	<u>2,663</u>		

City of Moundridge, Kansas

Capital Project Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL

Regulatory Basis

For the Year Ended December 31, 2019

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

	2019										
	2018	CAPITAL IMPROVE- MENT PHASE I	MEADOW VIEW PHASE II	KANERIDGE	SAFE ROUTES TO SCHOOLS	KANSAS DEPARTMENT OF WILDLIFE PARKS & TOURISM	ELECTRIC TRANSMISSION FACILITIES	KDOT AIRPORT IMPROVE- MENTS	WASTE WATER TREATMENT PLANT	SWIMMING POOL FACILITY IMPROVE- MENTS	TOTAL
RECEIPTS											
Loan Proceeds	\$ 1,219,191	-	-	-	-	-	-	-	1,150,488	-	1,150,488
Grant income	4,640	-	-	-	-	63,857	-	219,187	-	-	283,044
Other income	37,356	-	17,271	16,004	-	-	-	-	27,000	-	60,275
Transfer from											
General	-	-	26,135	-	-	-	-	-	-	-	26,135
Street Maintenance	28,274	-	-	-	-	-	-	24,380	-	-	24,380
Electric	7,025	-	70,000	-	-	-	-	-	-	-	70,000
Gas	7,025	-	-	-	-	-	-	-	-	-	-
Sewer	67,025	17,211	7,700	-	-	-	-	-	-	-	24,911
Water	7,025	-	-	-	-	-	-	-	-	-	-
Public Building Commission	-	-	-	-	-	-	5,211,983	-	-	-	5,211,983
Total receipts	1,377,561	17,211	121,106	16,004	-	63,857	5,211,983	243,567	1,177,488	-	6,851,216
EXPENDITURES											
Commodities	-	-	-	-	-	-	79,355	37,589	-	-	116,944
Contractual services	1,320,337	-	17,271	16,004	8,700	63,857	162,116	205,978	1,143,889	35,887	1,653,702
Total expenditures	1,320,337	-	17,271	16,004	8,700	63,857	241,471	243,567	1,143,889	35,887	1,770,646
Receipts over (under) expenditures	57,224	17,211	103,835	-	(8,700)	-	4,970,512	-	33,599	(35,887)	5,080,570
UNENCUMBERED CASH, beginning	(170,162)	(17,211)	(103,913)	-	-	-	-	-	8,186	-	(112,938)
UNENCUMBERED CASH, ending	\$ (112,938)	-	(78)	-	(8,700)	-	4,970,512	-	41,785	(35,887)	4,967,632

City of Moundridge, Kansas

Business FundsSCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended December 31, 2019

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

		Current Year		
	Prior Year			Variance
	Actual	Actual	Budget	Over
				(Under)
ELECTRIC				
RECEIPTS				
Sales	\$ 3,036,926	3,206,165	3,500,000	(293,835)
Connection fees and other	54,644	50,547	40,000	10,547
Transfer from Electric Reserve	61,844	-	-	-
Total receipts	3,153,414	3,256,712	3,540,000	(283,288)
EXPENDITURES				
Personnel services	624,923	737,489	750,000	(12,511)
Commodities	334,078	308,888	385,000	(76,112)
Contractual services	18,953	5,497	-	5,497
Electricity purchases	2,064,860	1,958,428	2,300,000	(341,572)
Capital outlay	10,866	6,268	-	6,268
Transfer to				
General	110,000	50,000	60,000	(10,000)
Employee Benefit	-	60,000	25,000	35,000
Equipment Reserve	61,844	-	-	-
Bond and Interest	15,000	25,000	25,000	-
Capital Projects	7,025	70,000	-	70,000
Total expenditures	3,247,549	3,221,570	3,545,000	(323,430)
Receipts over (under) expenditures	(94,135)	35,142		
UNENCUMBERED CASH, beginning	95,650	1,515		
UNENCUMBERED CASH, ending	\$ 1,515	36,657		

City of Moundridge, Kansas

Business FundsSCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended December 31, 2019

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
GAS				
RECEIPTS				
Sales	\$ 647,297	664,639	960,000	(295,361)
Connection fees	1,367	5,886	100,000	(94,114)
Other	1,078	7,590	100	7,490
Total receipts	649,742	678,115	1,060,100	(381,985)
EXPENDITURES				
Personnel services	165,524	135,153	206,000	(70,847)
Contractual services	35,252	38,645	130,000	(91,355)
Commodities	20,214	34,995	-	34,995
Gas purchases	440,518	359,505	600,000	(240,495)
Capital outlay	6,597	2,802	-	2,802
Transfer to				
General	20,000	-	-	-
Park	10,000	20,000	30,000	(10,000)
Health Risk Management	18,150	57,869	30,000	27,869
Equipment Reserve	30,000	55,000	25,000	30,000
Bond and Interest	15,000	-	-	-
Capital Project	7,025	-	-	-
Total expenditures	768,280	703,969	1,021,000	(317,031)
Receipts over (under) expenditures	(118,538)	(25,854)		
UNENCUMBERED CASH, beginning	157,475	38,937		
UNENCUMBERED CASH, ending	\$ 38,937	13,083		

City of Moundridge, Kansas

Business FundsSCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended December 31, 2019

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
REFUSE				
RECEIPTS				
User fees	\$ 135,379	137,557	150,000	(12,443)
EXPENDITURES				
Personnel services	1,779	6,080	16,000	(9,920)
Commodities	1,772	2,071	10,000	(7,929)
Contractual services	116,916	122,609	125,000	(2,391)
Transfer to Equipment Reserve	-	20,240	-	20,240
Total expenditures	120,467	151,000	151,000	-
Receipts over (under) expenditures	14,912	(13,443)		
UNENCUMBERED CASH, beginning	63,660	78,572		
UNENCUMBERED CASH, ending	\$ 78,572	65,129		

City of Moundridge, Kansas

Business Funds**SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET**
Regulatory Basis

For the Year Ended December 31, 2019

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
SEWER				
RECEIPTS				
User fees	\$ 369,357	451,043	360,000	91,043
Grant income	-	2,540	-	2,540
Other	7,638	6,670	10,000	(3,330)
Total receipts	376,995	460,253	370,000	90,253
EXPENDITURES				
Personnel services	153,033	164,098	155,000	9,098
Commodities	26,391	26,598	75,000	(48,402)
Contractual services	52,404	43,019	100,000	(56,981)
Capital outlay	2,022	14,240	50,000	(35,760)
Principal	-	60,046	-	60,046
Interest	2,698	31,944	-	31,944
Service fees	344	4,074	-	4,074
Transfer to				
General	-	55,000	65,000	(10,000)
Equipment Reserve	-	9,760	-	9,760
Capital Projects	67,025	24,911	-	24,911
Total expenditures	303,917	433,690	445,000	(11,310)
Receipts over (under) expenditures	73,078	26,563		
UNENCUMBERED CASH, beginning	171,896	244,974		
UNENCUMBERED CASH, ending	\$ 244,974	271,537		

City of Moundridge, Kansas

Business Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended December 31, 2019

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

		<u>Current Year</u>		
	<u>Prior Year Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
WATER				
RECEIPTS				
Sales	\$ 403,093	368,810	500,000	(131,190)
Connection fees	8,532	3,108	4,000	(892)
Other	<u>1,146</u>	<u>3,018</u>	<u>1,000</u>	<u>2,018</u>
Total receipts	<u>412,771</u>	<u>374,936</u>	<u>505,000</u>	<u>(130,064)</u>
EXPENDITURES				
Personnel services	211,566	150,819	175,000	(24,181)
Contractual services	105,444	136,682	250,000	(113,318)
Commodities	70,330	63,547	-	63,547
Capital outlay	5,868	11,539	-	11,539
Principal	42,268	43,477	66,595	(23,118)
Interest	24,073	23,013	-	23,013
Service fees	3,384	3,235	5,000	(1,765)
Transfer to				
Employee Benefit	-	30,000	30,000	-
Equipment Reserve	-	36,363	-	36,363
Capital Projects	<u>7,025</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>469,958</u>	<u>498,675</u>	<u>526,595</u>	<u>(27,920)</u>
Receipts over (under) expenditures	(57,187)	(123,739)		
UNENCUMBERED CASH, beginning	<u>205,542</u>	<u>148,355</u>		
UNENCUMBERED CASH, ending	<u>\$ 148,355</u>	<u>24,616</u>		

City of Moundridge, Kansas

Business Funds**SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL****Regulatory Basis**

For the Year Ended December 31, 2019

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

	<u>2018</u>	<u>2019</u>
ELECTRIC RESERVE		
RECEIPTS	\$ -	348
EXPENDITURES		
Transfer to Electric	<u>61,844</u>	<u>-</u>
Receipts over (under) expenditures	(61,844)	348
UNENCUMBERED CASH, beginning	<u>443,858</u>	<u>382,014</u>
UNENCUMBERED CASH, ending	<u><u>\$ 382,014</u></u>	<u><u>382,362</u></u>
 SEWER REPLACEMENT		
RECEIPTS	\$ -	-
EXPENDITURES	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	-	-
UNENCUMBERED CASH, beginning	<u>9,066</u>	<u>9,066</u>
UNENCUMBERED CASH, ending	<u><u>\$ 9,066</u></u>	<u><u>9,066</u></u>
 WATER RESERVE		
RECEIPTS	\$ -	-
EXPENDITURES	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	-	-
UNENCUMBERED CASH, beginning	<u>30,170</u>	<u>30,170</u>
UNENCUMBERED CASH, ending	<u><u>\$ 30,170</u></u>	<u><u>30,170</u></u>

City of Moundridge, Kansas

Trust Fund**SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL**
Regulatory Basis

For the Year Ended December 31, 2019

	<u>2018</u>	<u>2019</u>
SPECIAL LAW ENFORCEMENT TRUST		
RECEIPTS		
Monies seized	\$ 309	3
EXPENDITURES		
Commodities	<u>797</u>	<u>40</u>
Receipts over (under) expenditures	(488)	(37)
UNENCUMBERED CASH, beginning	<u>3,755</u>	<u>3,267</u>
UNENCUMBERED CASH, ending	<u>\$ 3,267</u>	<u>3,230</u>

City of Moundridge, Kansas

Related Municipal Entity**SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL**

Regulatory Basis

For the Years Ended December 31, 2019 and 2018

	<u>2018</u>	<u>2019</u>
LIBRARY BOARD		
RECEIPTS		
City appropriation	\$ 91,034	92,000
State and local grants	14,054	20,552
Interest	56	64
Other	<u>3,140</u>	<u>3,748</u>
Total receipts	<u>108,284</u>	<u>116,364</u>
EXPENDITURES		
Personnel services	68,925	74,383
Books, periodicals and materials	15,374	16,430
Technology	1,030	7,331
Operating expenses and other	<u>8,377</u>	<u>7,692</u>
Total expenditures	<u>93,706</u>	<u>105,836</u>
Receipts over (under) expenditures	14,578	10,528
UNENCUMBERED CASH, beginning	<u>38,288</u>	<u>52,866</u>
UNENCUMBERED CASH, ending	<u><u>\$ 52,866</u></u>	<u><u>63,394</u></u>

City of Moundridge, Kansas

Related Municipal Entity**SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL**

Regulatory Basis

For the Years Ended December 31, 2019 and 2018

	<u>2019</u>
PUBLIC BUILDING COMMISSION	
RECEIPTS	
Bond proceeds	<u>\$ 5,295,000</u>
EXPENDITURES	
Bond fees	78,017
Transfer to	
Capital Project	<u>5,211,983</u>
Total expenditures	<u>5,290,000</u>
Receipts over (under) expenditures	5,000
UNENCUMBERED CASH, beginning	<u>-</u>
UNENCUMBERED CASH, ending	<u>\$ 5,000</u>

City of Moundridge, Kansas

Agency Funds

SUMMARY OF RECEIPTS AND DISBURSEMENTS

Regulatory Basis

For the Year Ended December 31, 2019

<u>Funds</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
METER DEPOSITS	\$ 16,830	13,520	7,035	23,315
AMBULANCE	12,138	9,250	8,692	12,696
COMMUNITY DEVELOPMENT BLOCK GRANTS				
- TORTILLA KING	-	26,430	26,430	-
- OTHER	-	5,017	5,017	-
SALES TAX	4,686	11,915	12,266	4,335
Total	<u>\$ 33,654</u>	<u>66,132</u>	<u>59,440</u>	<u>40,346</u>