



## INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

Mayor and City Council  
City of Buffalo  
Buffalo, Kansas

Management is responsible for (1) the accompanying historical financial statement of the City of Buffalo, Kansas, included in the accompanying prescribed form for the year ended December 31, 2018, in accordance with the regulatory basis of accounting of the State of Kansas and the Kansas Department of Administration – Municipal Services, and for determining that the regulatory basis of accounting is an acceptable financial reporting framework (historical statement) and (2) the accompanying forecasted budgets in the accompanying prescribed form of the City of Buffalo, Kansas for the years ending December 31, 2019 and 2020 and the related summaries of significant assumptions in accordance with guidelines for the presentation of a financial forecast established by the America Institute of Certified Public Accountants (AICPA) (forecast). We have performed compilation engagements on the historical statement and the forecasts in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the historical financial statement or examine or review the forecasts nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on the historical financial statement or the forecasts. The forecasted results may not be achieved as there will usually be differences between the forecasted and actual results because events and circumstances frequently do not occur as expected, and these differences may be material. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

We draw attention that the basis of accounting for the historical financial statement and forecasts included in the accompanying prescribed form under the regulatory basis of the State of Kansas are intended to comply with the requirements of the Kansas Department of Administration – Municipal Services, and are not intended to be presented in accordance with accounting principles generally accepted in the United States of America.

*Jarred, Gilmore & Phillips, PA*

JARRED, GILMORE & PHILLIPS, PA  
Certified Public Accountants

Chanute, Kansas  
July 9, 2019

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Jarred, Gilmore & Phillips, PA  
CERTIFIED PUBLIC ACCOUNTANTS

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### CERTIFICATE

To the Clerk of Wilson County, State of Kansas

We, the undersigned, officers of

City of Buffalo

- certify that: (1) the hearing mentioned in the attached publication was held;  
(2) after the Budget Hearing this budget was duly approved and adopted as the  
maximum expenditures for the various funds for the year 2020; and  
(3) the Amount(s) of 2019 Ad Valorem Tax are within statutory limitations.

			2020 Adopted Budget		
			Budget Authority for Expenditures	Amount of 2019 Ad Valorem Tax	County Clerk's Use Only
<b>Table of Contents:</b>					
Computation to Determine Limit for 2020		Page No. 2			
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Statement of Lease-Purchases		6			
Computation to Determine State Library Grant					
<b>Fund</b>	<b>K.S.A.</b>				
General	12-101a	7	151,409	55,362	
G.O. Sewer B & I	10-113	8	21,235		
Special Highway		9	9,175		
Special Highway Impr		9	76,500		
Water Utility		10	123,898		
Sewer Utility		10	44,308		
Non-Budgeted Funds-A		11			
<b>Totals</b>		xxxxxx	426,524	55,362	
					County Clerk's Use Only
Budget Summary		12			
Neighborhood Revitalization Rebate					
					Nov 1, 2019 Total Assessed Valuation

**Tax Lid Limit (from Computation Tab)**  
**Does the City Need to Hold and Election?**

**55,362**  
**NO**

Assisted by:

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Attest: \_\_\_\_\_, 2019

County Clerk

Governing Body

See accompanying summary of significant forecast assumptions and accountant's compilation report.

City of Buffalo

2020

**Computation to Determine Limit for 2020**

	Amount of Levy
1. Total tax levy amount in 2019 budget	+ \$ 52,007
2. Library levy in 2019 budget	- \$ 0
Other tax entity levy in 2019 budget	- \$ 0
3. Net tax levy	\$ 52,007

**2020 Budget Percentage Adjustments**

4. New improvements, Remodeling and Renovations for 2019 :	+	0
5. Increase in personal property for 2019 :		
5a. Personal property 2019	+	11,636
5b. Personal property 2018	-	9,297
5c. Increase in personal property (5a minus 5b)	+	2,339
		(Use Only if > 0)
6. Valuation of annexed territory for 2019 :		
6a. Real estate	+	0
6b. State assessed	+	0
6c. New improvements	+	0
6d. Total adjustment (sum of 6a, 6b, and 6c)	+	0
7. Valuation of property that has changed in use during 2019 :	+	26,623
8. Expiration of property tax abatements	+	0
9. Expiration of TIF, Rural Housing, and NR Districts (Incremental assessed value over base)	+	0
10. Total valuation adjustment (sum of 4, 5c, 6d, 7, 8 & 9)		28,962
11. Total estimated valuation July 1, 2019		613,935
12. Percentage adjustment factor - Line 10 / (Line 11 - Line 10))		0.0495
13. Percentage adjustment increase (12 times 3)	+	\$ 2,575
14. Consumer Price Index for all urban consumers for calendar year 2018 (5 year average)		1.50%
15. Consumer Price Index adjustment (Line 3 times Line 14)		\$ 780
16. Total Percentage Adjustments		\$ 3,355

See accompanying summary of significant forecast assumptions and accountant's compilation report.

**2020 Revenue Adjustments**

17. Property tax revenues for debt service in 2020 budget:		+	<u>0</u>	
Property tax revenues for debt service in 2019 budget:		-	<u>0</u>	
Increase property tax revenues spent on debt service			<u>0</u>	
18. Property tax revenues spent for public building commission and lease payments in the 2020 budget:		+	<u>0</u>	
(Obligations must have been incurred prior to July 1, 2016)				
(Do not include amounts already reported in debt service levy)				
Property tax revenues spent for public building commission and lease payments in the 2018 budget:		-	<u>0</u>	
Increase property tax revenues spent on public building commission and lease payments			<u>0</u>	
19. Property tax revenues spent on special assessments in the 2020 budget:		+	<u>0</u>	
(Do not include amounts already reported in debt service levy)				
20. Property tax revenues spent on court judgments or settlements and associated legal costs in the 2020 budget:		+	<u>0</u>	
21. Property tax revenues spent on Federal or State mandates (effective after June 30, 2015)				
and loss of funding from Federal sources after January 1, 2017 in the 2020 budget:		+	<u>0</u>	
22. Property tax revenues spent on expenses related to disaster or Federal Emergency in the 2020 budget:		+	<u>0</u>	
23. Law enforcement expenses - 2020 budget:		+	<u>0</u>	
Law enforcement expenses - 2019 budget:		-	<u>0</u>	
CPI adjustment	1.50%		<u>0</u>	
Increased law enforcement expenses in 2020 budget:				+
(Do not include building construction or remodeling costs)				<u>0</u>
24. Fire protection expenses - 2020 budget:		+	<u>0</u>	
Fire protection expenses - 2019 budget:		-	<u>0</u>	
CPI adjustment	1.50%		<u>0</u>	
Increased fire protection expense in 2020 budget:				+
(Do not include building construction or remodeling costs)				<u>0</u>
25. Emergency medical expenses - 2020 budget:		+	<u>0</u>	
Emergency medical expenses - 2019 budget:		-	<u>0</u>	
CPI adjustment	1.50%		<u>0</u>	
Increased emergency medical expenses in 2020 budget:				+
(Do not include building construction or remodeling costs)				<u>0</u>
26. Total Revenue Adjustments				<u>0</u>



**Levies on Behalf of Another Political or Governmental Subdivision**

27. Library levy - 2020 budget:	+	<u>0</u>
Other tax entity levy - 2020 budget:	+	<u>0</u>
Other tax entity levy - 2020 budget:	+	<u>0</u>
<b>28. Total Levies on Behalf of Another Political or Governmental Subdivision</b>	+	<u>0</u>
<b>29 Levy for Dissolved Taxing Entity (Only Use the First Year After Dissolved)</b>	+	<u>0</u>
<b>30. Total Computed Tax Levy</b>		<u><b>55,362</b></u>

**Other Tests - Property Tax Decline**

Note - In order to use the test, there must be a decline in tax revenues in at least one of the years listed below.

2016 Tax Levy (Less Levy for other Governmental Units)	47,481	
2017 Tax Levy (Less Levy for other Governmental Units)	48,884	None
2018 Tax Levy (Less Levy for other Governmental Units)	51,063	None
2019 Tax Levy (Less Levy for other Governmental Units)	52,007	None
Average Tax Levy (last three years)	50,651	
CPI Adjustment of 0.025	1,266	
Average Tax Levy Adjusted by CPI	51,918	

2020 Total Tax Levy (Less Levy for Other Governmental Units)

<b>Exemption from Election Requirement</b>	<b>Yes</b>
"	

**Other Tests - Lost Valuation Test**

Assessed Valuation Loss	0	
2020 Tax Levy (Less Levy for other Governmental Units)	55,362	
2019 Tax Levy (Less Levy for other Governmental Units)	52,007	
Change in Levy	3,355	
CPI Adjustment		780
2020 Mill Rate (Less Mills for other Governmental Units)	90.175	
Loss of Assessed Valuation Multiplied by 2020 Mill Rate		<u>0</u>
Total Adjustment for Loss of Assessed Valuation		780

<b>Exemption from Election Requirement</b>	<b>No</b>
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See accompanying summary of significant forecast assumptions and accountant's compilation report.

County Treas Motor Vehicle Estimate	12,598	
County Treas Recreational Vehicle Estimate	427	
County Treas 16/20M Vehicle Estimate		177
County Treas Commercial Vehicle Tax Estimate		0
County Treas Watercraft Tax Estimate		0

See accompanying summary of significant forecast assumptions and accountant's compilation report.  
Page No. 3

## Schedule of Transfers

Expenditure Fund Transferred From:	Receipt Fund Transferred To:	Actual Amount for 2018	Current Amount for 2019	Proposed Amount for 2020	Transfers Authorized by Statute
General	Special Highway Impr Reserve	2,500	5,000	5,000	K.S.A. 12-825d
Water Utility	Water Utility Bond & Interest	22,217	22,217	22,217	K.S.A. 12-825d
Water Utility	Water Utility Lease Purchase P & I	11,163	11,163	11,163	K.S.A. 12-825d
Water Utility	Special Highway Impr Reserve	2,500	5,000	5,000	K.S.A. 12-825d
Sewer Utility	G.O. Sewer Utility Bond & Interest	18,052	18,052	18,052	K.S.A. 12-825d
	<b>Totals</b>	56,432	61,432	61,432	
	<b>Adjustments*</b>				
	<b>Adjusted Totals</b>	56,432	61,432	61,432	

\*Note: Adjustments are required only if the transfer is being made in 2019 and/or 2020 from a non-budgeted fund.

See accompanying summary of significant forecast assumptions and accountant's compilation report.

## STATEMENT OF INDEBTEDNESS

Type of Debt	Date of Issue	Date of Retirement	Interest Rate %	Amount Issued	Beginning Amount Outstanding Jan 1, 2019	Date Due		Amount Due 2019		Amount Due 2020	
						Interest	Principal	Interest	Principal	Interest	Principal
General Obligation:											
Paid by Utility Revenues											
Sewer Utility System	12/21/00	12/21/40	4.88	315,800	240,900	6/21, 12/21	12/21	11,744	6,300	11,438	6,700
Total G.O. Bonds					240,900			11,744	6,300	11,438	6,700
Revenue Bonds:											
Waterworks Utility System	7/25/83	7/25/23	5.00	373,000	101,000	7/25	7/25	5,040	18,000	4,150	18,000
Total Revenue Bonds					101,000			5,040	18,000	4,150	18,000
Other:											
None											
Total Other					0			0	0	0	0
Total Indebtedness					341,900			16,784	24,300	15,588	24,700

See accompanying summary of significant forecast assumptions and accountant's compilation report.



Item Purchased	Contract Date	Term of Contract (Months)	Interest Rate %	Total Amount Financed (Beginning Principal)	Principal Balance On Jan 1 2019	Payments Due 2019	Payments Due 2020
Capital Leases							
Waterline Project	2/11/2008	240	6.125	91,617	17,264	8,007	8,007
Mower	9/17/2018	48	0.00	9,998	8,749	2,500	2,500
Totals					26,012	10,507	10,507

**\*\*If you are merely leasing/renting with no intent to purchase, do not list--such transactions are not lease-purchases.**





City of Buffalo

2020

Adopted Budget General Fund - Detail Expenditures	Prior Year Actual for 2018	Current Year Estimate for 2019	Proposed Budget Year for 2020
Expenditures:			
General Administration			
Personal Services	30,218	30,354	33,390
Contractual Services	12,421	10,848	20,000
Commodities	8,903	8,337	10,000
Capital Outlay	0	625	625
Total	51,542	50,164	64,015
Street Lights			
Contractual Services	3,791	3,790	6,000
Total	3,791	3,790	6,000
Parks & Recreation			
Personal Services	77	77	85
Contractual Services	259	49	1,000
Commodities	389	309	1,000
Capital Outlay	0	0	0
Total	725	435	2,085
Solid Waste			
Personal Services	1,537	1,728	1,900
Contractual Services	18,550	19,630	22,000
Commodities	486	635	800
Capital Outlay	0	0	0
Total	20,573	21,993	24,700
Streets			
Commodities	0	0	38,289
Total	0	0	38,289
Community Building			
Personal Services	355	292	320
Contractual Services	2,976	2,615	4,000
Commodities	308	174	2,000
Capital Outlay	0	0	0
Total	3,639	3,081	6,320
Demolition			
Contractual Services	0	0	5,000
Total	0	0	5,000
Total	0	0	0
Page Total	80,270	79,463	146,409

(Note: Should agree with general sub-totals.)

See accompanying summary of significant forecast assumptions and accountant's compilation report.



City of Buffalo

2020

**FUND PAGE FOR FUNDS WITH A TAX LEVY**

Adopted Budget <b>G.O. Sewer B &amp; I</b>	Prior Year Actual for 2018	Current Year Estimate for 2019	Proposed Budget Year for 2020
Unencumbered Cash Balance Jan 1	3,264	3,175	3,183
Receipts:			
Ad Valorem Tax	0	0	xxxxxxxxxxxxxxxxxxxx
Delinquent Tax	0	0	0
Motor Vehicle Tax	0	0	
Recreational Vehicle Tax	0	0	
16/20M Vehicle Tax	0	0	
Commercial Vehicle Tax	0	0	
Watercraft Tax	0	0	
Operating Transfers from			0
Sewer Utility Fund	18,052	18,052	18,052
Interest on Idle Funds	0	0	0
Neighborhood Revitalization Rebate	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Rec			
<b>Total Receipts</b>	<b>18,052</b>	<b>18,052</b>	<b>18,052</b>
<b>Resources Available:</b>	<b>21,316</b>	<b>21,227</b>	<b>21,235</b>
Expenditures:			
Debt Service			
Principal	6,100	6,300	6,700
Interest	12,041	11,744	11,438
Cash Basis Reserve			
Cash Forward (2020 column)	0	0	3,097
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Exp			
<b>Total Expenditures</b>	<b>18,141</b>	<b>18,044</b>	<b>21,235</b>
Unencumbered Cash Balance Dec 31	3,175	3,183	xxxxxxxxxxxxxxxxxxxx
2018/2019/2020 Budget Authority Amount:	21,317	21,227	21,235
Non-Appropriated Balance			
Total Expenditure/Non-Appr Balance			21,235
Tax Required			0
Delinquent Comp Rate: 6.0%			0
Amount of 2019 Ad Valorem Tax			0

Adopted Budget	0	Prior Year Actual for 2018	Current Year Estimate for 2019	Proposed Budget Year for 2020
Unencumbered Cash Balance Jan 1			0	0
Receipts:				
Ad Valorem Tax			0	xxxxxxxxxxxxxxxxxxxx
Delinquent Tax				
Motor Vehicle Tax				
Recreational Vehicle Tax				
16/20M Vehicle Tax				
Commercial Vehicle Tax				
Watercraft Tax				
Interest on Idle Funds				
Neighborhood Revitalization Rebate				
Miscellaneous				
Does miscellaneous exceed 10% Total Rec				
<b>Total Receipts</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Resources Available:</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Expenditures:				
Cash Forward (2020 column)				
Miscellaneous				
Does miscellaneous exceed 10% Total Exp				
<b>Total Expenditures</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Unencumbered Cash Balance Dec 31	0	0	0	xxxxxxxxxxxxxxxxxxxx
2018/2019/2020 Budget Authority Amount:	0	0	0	0
Non-Appropriated Balance				
Total Expenditure/Non-Appr Balance			0	
Tax Required			0	
Delinquent Comp Rate: 6.0%			0	
Amount of 2019 Ad Valorem Tax				

See accompanying summary of significant forecast assumptions and accountant's compilation report.

City of Buffalo

2020

**FUND PAGE FOR FUNDS WITH NO TAX LEVY**

Adopted Budget Special Highway	Prior Year Actual for 2018	Current Year Estimate for 2019	Proposed Budget Year for 2020
Unencumbered Cash Balance Jan 1	6,443	3,404	3,365
Receipts:			
State of Kansas Gas Tax	5,848	5,800	5,810
County Transfers Gas	0	0	0
Sale of Materials	0	0	0
Interest on Idle Funds			
Miscellaneous	500	261	0
Does miscellaneous exceed 10% Total Rec			
<b>Total Receipts</b>	<b>6,348</b>	<b>6,061</b>	<b>5,810</b>
<b>Resources Available:</b>	<b>12,791</b>	<b>9,465</b>	<b>9,175</b>
Expenditures:			
General Government			
Personal Services	897	894	985
Contractual Services	3,433	3,204	4,000
Commodities	5,057	1,377	3,000
Capital Outlay	0	625	1,190
Cash Forward (2020 column)	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Exp			
<b>Total Expenditures</b>	<b>9,387</b>	<b>6,100</b>	<b>9,175</b>
Unencumbered Cash Balance Dec 31	3,404	3,365	0
2018/2019/2020 Budget Authority Amount:	11,085	11,140	9,175

Adopted Budget

Special Highway Impr	Prior Year Actual for 2018	Current Year Estimate for 2019	Proposed Budget Year for 2020
Unencumbered Cash Balance Jan 1	51,500	56,500	66,500
Receipts:			
Operating Transfer from:			
Water Utility Fund	2,500	5,000	5,000
General Fund	2,500	5,000	5,000
Interest on Idle Funds	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Rec			
<b>Total Receipts</b>	<b>5,000</b>	<b>10,000</b>	<b>10,000</b>
<b>Resources Available:</b>	<b>56,500</b>	<b>66,500</b>	<b>76,500</b>
Expenditures:			
General Government			
Capital Outlay	0	0	76,500
Cash Forward (2020 column)	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Exp			
<b>Total Expenditures</b>	<b>0</b>	<b>0</b>	<b>76,500</b>
Unencumbered Cash Balance Dec 31	56,500	66,500	0
2018/2019/2020 Budget Authority Amount:	66,500	71,500	76,500

See accompanying summary of significant forecast assumptions and accountant's compilation report.

City of Buffalo

2020

**FUND PAGE FOR FUNDS WITH NO TAX LEVY**

Adopted Budget <b>Water Utility</b>	Prior Year Actual for 2018	Current Year Estimate for 2019	Proposed Budget Year for 2020
Unencumbered Cash Balance Jan 1	23,226	26,139	26,615
Receipts:			
Water Sales	91,043	93,992	93,992
Penalties	2,826	3,173	3,173
Sales Tax	110	118	118
Reimbursed Expenses	3	0	0
Interest on Idle Funds	0	0	0
Miscellaneous	3,051	2,044	0
Does miscellaneous exceed 10% Total Rec			
<b>Total Receipts</b>	<b>97,033</b>	<b>99,327</b>	<b>97,283</b>
<b>Resources Available:</b>	<b>120,259</b>	<b>125,466</b>	<b>123,898</b>
Expenditures:			
Operating Expenditures			
Personal Services	7,129	7,051	7,756
Contractual Services	44,019	45,957	48,000
Commodities	7,092	6,838	7,000
Capital Outlay	0	625	22,762
Operating Transfer to:			
Water Utility Bond & Interest	22,217	22,217	22,217
Water Utility Lease Purchase Prin & Int	11,163	11,163	11,163
Special Highway Imp Res Fund	2,500	5,000	5,000
Cash Forward (2020 column)	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Exp			
<b>Total Expenditures</b>	<b>94,120</b>	<b>98,851</b>	<b>123,898</b>
Unencumbered Cash Balance Dec 31	26,139	26,615	0
2018/2019/2020 Budget Authority Amount:	116,805	123,573	123,898

Adopted Budget

<b>Sewer Utility</b>	Prior Year Actual for 2018	Current Year Estimate for 2019	Proposed Budget Year for 2020
Unencumbered Cash Balance Jan 1	10,044	12,805	13,105
Receipts:			
User Fees	31,923	31,203	31,203
Reimbursed Expense	39	2,980	0
Interest on Idle Funds	0	0	0
Miscellaneous	2,314	404	0
Does miscellaneous exceed 10% Total Rec			
<b>Total Receipts</b>	<b>34,276</b>	<b>34,587</b>	<b>31,203</b>
<b>Resources Available:</b>	<b>44,319</b>	<b>47,392</b>	<b>44,308</b>
Expenditures:			
Operating Expenditures			
Personal Services	833	1,071	1,178
Contractual Services	9,473	11,605	12,000
Commodities	3,156	2,934	5,000
Capital Outlay	0	625	8,078
Operating Transfers to:			
G.O. Sewer Utility Bond & Interest Fund	18,052	18,052	18,052
Cash Forward (2020 column)	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Exp			
<b>Total Expenditures</b>	<b>31,515</b>	<b>34,287</b>	<b>44,308</b>
Unencumbered Cash Balance Dec 31	12,805	13,105	0
2018/2019/2020 Budget Authority Amount:	39,449	43,668	44,308

See accompanying summary of significant forecast assumptions and accountant's compilation report.



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**NON-BUDGETED FUNDS (A)**

2020

*(Only the actual budget year for 2018 is to be shown)*

**Non-Budgeted Funds-A**

(1) Fund Name:				(2) Fund Name:				(3) Fund Name:				(4) Fund Name:				(5) Fund Name:			
Water Util Lease Purch P				Water Util Bond & Intere				Water Utility Bond Reser											
Unencumbered				Unencumbered				Unencumbered				Unencumbered				Unencumbered			
Cash Balance Jan 1		6,288		Cash Balance Jan 1		12,896		Cash Balance Jan 1		22,500		Cash Balance Jan 1		22,500		Cash Balance Jan 1			
Receipts:				Receipts:				Receipts:				Receipts:				Receipts:			
Operating Transfers				Operating Transfer															
Water Utility Fd				Water Utility Fd.				22,217											
Total Receipts		11,163		Total Receipts		22217.04		Total Receipts		0		Total Receipts		0		Total Receipts		0	
Resources Available:		17,451		Resources Available:		35,113		Resources Available:		22,500		Resources Available:		0		Resources Available:		0	
Expenditures:				Expenditures:				Expenditures:				Expenditures:				Expenditures:			
Debt Service				Debt Service															
Principal		6,628		Principal		16,000													
Interest		1,380		Interest		5,850													
Total Expenditures		8,007		Total Expenditures		21,850		Total Expenditures		0		Total Expenditures		0		Total Expenditures		0	
Cash Balance Dec 31		9,443		Cash Balance Dec 31		13,263		Cash Balance Dec 31		22,500		Cash Balance Dec 31		0		Cash Balance Dec 31		0	



**NOTICE OF BUDGET HEARING**

The governing body of  
**City of Buffalo**  
will meet on August 5, 2019 at 7:00 PM at Buffalo City Hall for the purpose of  
hearing and answering objections of taxpayers relating to the proposed use of all funds and the amount of ad valorem tax.  
Detailed budget information is available at Buffalo City Hall and will be available at this hearing.

**BUDGET SUMMARY**

Proposed Budget 2020 Expenditures and Amount of 2019 Ad Valorem Tax establish the maximum limits of the 2020 budget.  
Estimated Tax Rate is subject to change depending on the final assessed valuation.

FUND	Prior Year Actual for 2018		Current Year Estimate for 2019		Proposed Budget for 2020		
	Expenditures	Actual Tax Rate *	Expenditures	Actual Tax Rate *	Budget Authority for Expenditures	Amount of 2019 Ad Valorem Tax	Estimate Tax Rate *
General	82,770	83.170	84,463	86.030	151,409	55,362	90.175
G.O. Sewer B & I	18,141		18,044		21,235		
Special Highway	9,387		6,100		9,175		
Special Highway Impr					76,500		
Water Utility	94,120		98,851		123,898		
Sewer Utility	31,515		34,287		44,308		
Non-Budgeted Funds-A	29,857						
Totals	265,789	83.170	241,745	86.030	426,524	55,362	90.175
Less: Transfers	56,432		61,432		61,432		
Net Expenditure	209,357		180,313		365,092		
Total Tax Levied	51,063		52,007		xxxxxxxxxxxxxxxxxxxx		
Assessed Valuation	613,966		604,522		613,935		
Outstanding Indebtedness, January 1,	2017		2018		2019		
G.O. Bonds	252,800		247,000		240,900		
Revenue Bonds	133,000		117,000		101,000		
Other	0		0		0		
Lease Purchase Principal	34,017		23,892		26,012		
Total	419,817		387,892		367,912		

\*Tax rates are expressed in mills

**Traci Kuhn**

City Official Title: City Clerk

See accompanying summary of significant forecast assumptions and accountant's compilation report.

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**City of Buffalo, Kansas**  
**Summary of Significant Forecast Assumptions**  
**For the Years Ended December 31, 2019 and 2020**

This financial forecast presents, to the best of management's knowledge and belief, the City's expected summarized financial information for the forecasted periods. Accordingly, the forecast reflects management's judgement as of July 9, 2019, the date of this forecast, of the expected conditions and its expected course of action. The presentation of prospective information is for compliance with Kansas law requiring municipalities to file an annual budget with their respective county and the Kansas Department of Administration - Municipal Services office. The assumptions disclosed herein are those that management believes are significant to the forecast. There will usually be differences between the forecasted and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

Forecasted Results for the Year Ending December 31, 2019

Forecasted results for the year ending December 31, 2019, were calculated by annualizing the results of operations for the period January 1, 2019, through May 31, 2019, with the following adjustments:

Property tax receipts for tax levying funds were estimated based upon a collection rate of 94% of the amount of taxes levied for 2019.

Receipts for motor vehicle tax, recreational vehicle tax, 16/20 M vehicle tax, commercial tax, and watercraft tax in tax levying funds were based upon estimates provided by the county during preparation of the 2019 annual budget.

State highway gas tax receipts were based upon estimates updated and provided from the League of Kansas Municipalities.

Forecasted Results for the Year Ending December 31, 2020

Forecasted results for the year ending December 31, 2020, were based upon the forecasted results of operations for the year ending December 31, 2019. With the exception of the items listed below, receipts and expense amounts from 2019 were used for 2020.

Receipts

Property tax receipts for tax levying funds were estimated based upon estimated assessed valuations provided by the county and limited, overall, to the amount calculated to be in compliance with the Kansas tax lid law.

Receipts for motor vehicle tax, recreational vehicle tax, 16/20 M vehicle tax, commercial tax, and watercraft tax in tax levying funds were based upon estimates provided by the county for preparation of the 2020 annual budget.

State highway gas tax receipts were based upon estimates updated and provided from the League Kansas of Municipalities.

#### Expenses

Expenses for personal services were estimated based upon a 10% increase over 2019 estimated amounts.

The City is continuing with the same amount of past transfers between funds for operations and for certain reserve funds.