

CITY OF GENESEO, KANSAS

FINANCIAL STATEMENT

For the Year Ended December 31, 2018

City of Geneseo, Kansas
For the Year Ended December 31, 2018

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INDEPENDENT AUDITOR'S REPORT

City Council
City of Geneseo
Geneseo, Kansas 67444

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Geneseo, Kansas (City) and its related municipal entity, as of and for the year ended December 31, 2018, 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 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, 2018, 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, 2018, 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 2018 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 and the schedule of receipts and expenditures—related municipal entity (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 2018 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 2018 basic financial statement. The 2018 information has been 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 information is fairly stated in all material respects in relation to the 2018 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, 2017 (not presented herein), and have issued our report thereon dated July 10, 2018, which contained an unmodified opinion on the basic financial statement. The 2017 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://www.admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2017 actual column (2017 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 entity for the year ended December 31, 2018 (Schedules 2 and 4 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the 2018 basic financial statement. Such 2017 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 2017 basic financial statement. The 2017 comparative information was subjected to the auditing procedures applied in the audit of the 2017 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 2017 basic financial statement or to the 2017 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 2017 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, 2017, on the basis of accounting described in Note 1.

Krudsen, Monroe & Company, LLC

Certified Public Accountants

Newton, Kansas

March 1, 2019

City of Geneseo, Kansas

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH

Regulatory Basis

For the Year Ended December 31, 2018

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	\$ 24,160	143,245	141,434	25,971	2,275	28,246
Special Purpose Funds						
Library	(987)	7,030	6,011	32	1,192	1,224
Recreation	169	1,462	1,580	51	180	231
Employee Benefits	-	171	171	-	-	-
Special Street and Highway	3,270	7,113	9,575	808	-	808
Special Parks and Recreation	841	58	899	-	-	-
Equipment Reserve						
Fire	48,813	3,509	8,202	44,120	-	44,120
Maintenance	6,250	9,413	11,092	4,571	-	4,571
Police	3,922	3,509	1,466	5,965	-	5,965
Water Salesman	-	593	-	593	-	593
Bond and Interest Fund	3,574	2,222	5,950	(154)	-	(154)
Business Funds						
Waterworks	1,756	76,472	66,855	11,373	93	11,466
Sewer	8,656	36,790	25,782	19,664	-	19,664
Refuse	467	24,264	16,469	8,262	-	8,262
Waterworks Reserve	1,651	-	-	1,651	-	1,651
Related Municipal Entity						
Land Bank	3,125	3,509	2,160	4,474	200	4,674
Total Reporting Entity (Excluding Agency Funds)	\$ 105,667	319,360	297,646	127,381	3,940	131,321

Composition of Cash

Cash on hand	\$ 375
Lyons Federal Bank	
Checking	78,293
Savings	21,265
Certificates of Deposit	31,460
Total Cash	131,393
Less Agency Fund per Schedule 3	72
Total Reporting Entity (Excluding Agency Funds)	\$ 131,321

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

NOTES TO FINANCIAL STATEMENT

December 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Municipal Financial Reporting Entity

The City of Geneseo is a municipal corporation governed by an elected six-member council. This regulatory financial statement presents the City of Geneseo (City) and its related municipal entity. The related municipal entity is included in the City's reporting entity because it was established to benefit the City and/or its constituents.

Land Bank – The Land Bank was established under K.S.A. 12-5901 for the purpose of acquiring land within the City of Geneseo. The Land Bank is governed by a Board of Trustees which is comprised of members of the City Council and Mayor.

The following entities are related municipal entities of the City that have not been presented in this financial statement. The governing bodies of these related municipal entities are appointed by the City.

Geneseo Public Library – The Geneseo Public Library board operates the City's public library. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City. Unaudited financial statements can be obtained by contacting the Library. Because the Library is not a separate taxing entity, the City levies taxes for the Library's operations.

Geneseo Recreation Commission – The Geneseo Recreation Commission is responsible for organizing the City's various youth and adult recreational activities. Unaudited financial statements can be obtained by contacting the Recreation Commission. Because the Recreation Commission is not a separate taxing entity, the City levies taxes for the Recreation Commission's operations.

Geneseo Museum – The Geneseo Museum board operates the City's museum. Unaudited financial statements can be obtained by contacting the Museum. The City makes appropriations to the museum to assist in funding capital expenditures and operating expenses.

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 payments of general long-term debt.

Business Fund – used to account in whole or in part for fees charged to users of the goods or services (i.e. waterworks fund, sewer fund, refuse fund, etc.).

Agency Fund – used to report assets held by the City in a purely custodial capacity (i.e., sales tax collection account).

NOTES TO FINANCIAL STATEMENT

December 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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, 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 prior year's accounts payable and

NOTES TO FINANCIAL STATEMENT

December 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 budget expenditure authority lapses at year end.

A legal operating budget is not required for the business reserve funds, the equipment reserve funds or the agency fund as noted in the presentation of the appropriate Schedules 2, 3 or 4.

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

2. 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, 2018.

City of Geneseo, Kansas

NOTES TO FINANCIAL STATEMENT

December 31, 2018

2. DEPOSITS AND INVESTMENTS (Continued)

At December 31, 2018, the City's carrying amount of deposits, including the related municipal entity, was \$131,018 and the bank balance was \$138,094. The balance was held by one bank resulting in a concentration of credit risk. All of the bank balance was covered by federal depository insurance.

3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

K.S.A. 12-1608 requires third class cities to publish an annual financial statement showing by fund: beginning and ending balances, receipts, and expenditures along with obligation/liability information. The City did not publish this annual treasurer's report for the year ended December 31, 2018.

K.S.A. 10-113, 10-118, and 10-130 require municipalities to levy amounts for interest/principal payments sufficient to meet scheduled payments and to remit those payments in a timely manner to the fiscal agent. For the year ended December 31, 2018, the City did not levy a sufficient amount to cover its scheduled bond and interest payments.

K.S.A. 10-1113 requires municipalities to keep an unencumbered cash balance of zero or above in each individual fund at all times. For the year ended December 31, 2018, the Bond and Interest Fund had a negative balance.

K.S.A. 79-2935 requires expenditures be controlled so that no indebtedness is created in excess of budgeted limits. The Employee Benefit Fund appears to have a statutory violation in the year ended December 31, 2018, however, the City transferred the residual balance from this fund to the General Fund in order to close out the fund balance.

4. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
General	Equipment Reserve-Fire	K.S.A. 12-1,117	\$ 3,509
General	Equipment Reserve-Maintenance	K.S.A. 12-1,117	7,017
General	Equipment Reserve-Police	K.S.A. 12-1,117	3,509
General	Land Bank	K.S.A. 12-1,117	3,509
Employee Benefit	General	K.S.A. 12-1,117	171
			<u>\$ 17,715</u>

City of Geneseo, Kansas

NOTES TO FINANCIAL STATEMENT

December 31, 2018

5. LONG-TERM DEBT

Changes in long-term liabilities for the City for the year ended December 31, 2018, 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 Bonds									
Series 1999	4.750%	07/07/99	\$ 99,000	07/07/24	\$ 40,000	-	5,000	35,000	950
Series 2007-A	4.125%	06/05/07	336,700	06/05/47	277,539	-	5,160	272,379	11,449
Series 2012-A	2.750%	07/18/12	211,500	07/26/52	195,823	-	3,399	192,424	5,385
Series 2012-B	2.750%	07/18/12	25,000	07/26/52	23,147	-	402	22,745	637
					<u>536,509</u>	<u>-</u>	<u>13,961</u>	<u>522,548</u>	<u>18,421</u>
KDHE Loan	2.420%	08/01/12	43,793	08/01/33	<u>252,191</u>	<u>-</u>	<u>13,079</u>	<u>239,112</u>	<u>6,024</u>
Capital Leases Payable									
Fire Truck	2.400%	04/08/14	40,000	04/01/20	23,717	-	5,842	17,875	431
Kubota Tractor					-	22,759	2,162	20,597	615
Kubota Mower					-	8,175	777	7,398	221
					<u>23,717</u>	<u>30,934</u>	<u>8,781</u>	<u>45,870</u>	<u>1,267</u>
Total contractual indebtedness					<u>\$ 812,417</u>	<u>30,934</u>	<u>35,821</u>	<u>807,530</u>	<u>25,712</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											
	2019	2020	2021	2022	2023	2024 to 2028	2029 to 2033	2034 to 2038	2039 to 2043	2044 to 2048	2049 to 2052	Total
Principal												
General Obligation Bonds	\$ 14,478	14,974	15,647	16,300	16,867	65,765	70,718	84,432	100,908	85,730	36,729	522,548
KDHE Loan	13,398	13,724	14,058	14,401	14,751	79,321	89,459	-	-	-	-	239,112
Capital Leases	9,893	10,186	10,416	4,533	4,706	6,136	-	-	-	-	-	45,870
Total principal	<u>37,769</u>	<u>38,884</u>	<u>40,121</u>	<u>35,234</u>	<u>36,324</u>	<u>151,222</u>	<u>160,177</u>	<u>84,432</u>	<u>100,908</u>	<u>85,730</u>	<u>36,729</u>	<u>807,530</u>
Interest												
General Obligation Bonds	18,815	18,239	17,643	17,019	16,097	73,141	61,414	47,704	31,233	12,179	2,559	316,043
KDHE Loan	5,706	5,380	5,046	4,703	4,353	16,198	6,061	-	-	-	-	47,447
Capital Leases	1,414	1,120	814	500	328	155	-	-	-	-	-	4,331
Total interest	<u>25,935</u>	<u>24,739</u>	<u>23,503</u>	<u>22,222</u>	<u>20,778</u>	<u>89,494</u>	<u>67,475</u>	<u>47,704</u>	<u>31,233</u>	<u>12,179</u>	<u>2,559</u>	<u>367,821</u>
Total Principal and Interest	<u>\$ 63,704</u>	<u>63,623</u>	<u>63,624</u>	<u>57,456</u>	<u>57,102</u>	<u>240,716</u>	<u>227,652</u>	<u>132,136</u>	<u>132,141</u>	<u>97,909</u>	<u>39,288</u>	<u>1,175,351</u>

6. 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, 2018.

NOTES TO FINANCIAL STATEMENT

December 31, 2018

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

Other Employee Benefits

Full-time employees earn two weeks of paid vacation upon completion of one year of employment.

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. 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 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 8.39% for the fiscal year ended December 31, 2018. Contributions to the pension plan from the City were \$5,228 for the year ended December 31, 2018.

Net Pension Liability

At December 31, 2018, the City's proportionate share of the collective net pension liability reported by KPERS was \$42,315. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017, which was rolled forward to June 30, 2018. 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 nonemployer 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.

NOTES TO FINANCIAL STATEMENT

December 31, 2018

8. RISK MANAGEMENT

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. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

9. DATE OF MANAGEMENT REVIEW

Management has performed an analysis of the activities and transactions subsequent to December 31, 2018, to determine the need for any adjustments to and/or disclosures within the audited financial statement. Management has performed their analysis through March 1, 2019, which is the date the financial statement was available to be issued.

CITY OF GENESEO, KANSAS
REGULATORY – REQUIRED
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2018

City of Geneseo, Kansas

SUMMARY OF EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2018

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustments for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
GENERAL FUND	\$ 128,473	14,049	142,522	141,434	(1,088)
SPECIAL PURPOSE FUNDS					
Library	10,775	-	10,775	6,011	(4,764)
Recreation	1,580	-	1,580	1,580	-
Employee Benefits	-	-	-	171	171
Special Street and Highway	9,583	-	9,583	9,575	(8)
Special Parks and Recreation	1,091	-	1,091	899	(192)
BOND AND INTEREST FUND	6,981	-	6,981	5,950	(1,031)
BUSINESS FUNDS					
Waterworks	67,989	-	67,989	66,855	(1,134)
Sewer	25,867	-	25,867	25,782	(85)
Refuse	18,484	-	18,484	16,469	(2,015)

City of Geneseo, Kansas

General Fund

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
RECEIPTS				
Ad valorem property tax	\$ 41,672	49,494	53,743	(4,249)
Vehicle tax	9,037	11,031	13,275	(2,244)
Local sales tax	46,469	50,057	43,260	6,797
Franchise tax	14,303	14,859	6,200	8,659
Liquor tax	92	58	192	(134)
Fines, fees, and permits	575	463	50	413
Land lease	1,600	1,733	1,467	266
Interest	283	501	150	351
Donations and other	1,508	6,040	-	6,040
State set off payments	253	387	-	387
Transfer from Employee Benefit	5,996	171	-	171
Reimbursements	6,439	8,451	1,000	7,451
Total Receipts	128,227	143,245	119,337	23,908
EXPENDITURES, page 13	123,111	141,434		
Receipts over (under) expenditures	5,116	1,811		
UNENCUMBERED CASH, beginning	19,044	24,160		
UNENCUMBERED CASH, ending	\$ 24,160	25,971		

City of Geneseo, Kansas

General Fund

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

		Current Year		Variance -
	Prior Year			Over
	Actual	Actual	Budget	(Under)
EXPENDITURES				
Administration				
Salaries and benefits	23,880	36,162	28,000	8,162
Contractual services	58,554	67,482	72,473	(4,991)
Commodities and other	9,533	11,734	-	11,734
Capital outlay	-	-	2,500	(2,500)
Fire protection				
Salaries and benefits	3,326	-	4,000	(4,000)
Contractual services	1,565	2,079	4,500	(2,421)
Police protection				
Salaries and benefits	7,667	947	10,000	(9,053)
Commodities and other	778	596	-	596
Contractual services	945	838	4,000	(3,162)
Maintenance				
Salaries and benefits	-	768	-	768
Commodities and other	-	3,080	-	3,080
Capital outlay	-	204	-	204
Appropriation to Library Board	1,238	-	-	-
Transfer to				
Equipment Reserve-Fire	3,125	3,509	-	3,509
Equipment Reserve-Maintenance	6,250	7,017	-	7,017
Equipment Reserve-Police	3,125	3,509	-	3,509
Land Bank	3,125	3,509	3,000	509
	123,111	141,434	128,473	12,961
Adjustment for Qualifying Budget Credits	-	-	14,049	(14,049)
Total Expenditures	123,111	141,434	142,522	(1,088)

City of Geneseo, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

		Current Year		
	Prior Year			Variance -
	Actual	Actual	Budget	Over
				(Under)
LIBRARY				
RECEIPTS				
Ad valorem property tax	\$ 8,555	4,730	5,092	(362)
Vehicle tax	1,354	2,300	2,571	(271)
State aid	81	-	-	-
Reimbursements	3,875	-	1,595	(1,595)
Total Receipts	13,865	7,030	9,258	(2,228)
EXPENDITURES				
Salaries and benefits	4,384	-	-	-
Grant expenditures	81	-	-	-
Appropriation to Library Board	7,860	6,011	10,775	(4,764)
Total Expenditures	12,325	6,011	10,775	(4,764)
Receipts over (under) expenditures	1,540	1,019		
UNENCUMBERED CASH, beginning	(2,527)	(987)		
UNENCUMBERED CASH, ending	\$ (987)	32		
RECREATION				
RECEIPTS				
Ad valorem property tax	\$ 1,202	1,153	1,257	(104)
Vehicle tax	360	309	343	(34)
Total Receipts	1,562	1,462	1,600	(138)
EXPENDITURES				
Appropriation to Recreation Commission	1,958	1,580	1,580	-
Receipts over (under) expenditures	(396)	(118)		
UNENCUMBERED CASH, beginning	565	169		
UNENCUMBERED CASH, ending	\$ 169	51		

City of Geneseo, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
EMPLOYEE BENEFITS				
RECEIPTS				
Ad valorem property tax	\$ 597	149	-	149
Vehicle tax	2,042	22	-	22
Total Receipts	<u>2,639</u>	<u>171</u>	<u>-</u>	<u>171</u>
EXPENDITURES				
Transfer to General	<u>5,996</u>	<u>171</u>	<u>-</u>	<u>171</u>
Receipts over (under) expenditures	(3,357)	-		
UNENCUMBERED CASH, beginning	<u>3,357</u>	<u>-</u>		
UNENCUMBERED CASH, ending	<u>\$ -</u>	<u>-</u>		
SPECIAL STREET AND HIGHWAY				
RECEIPTS				
State payments - gasoline tax	<u>\$ 7,078</u>	<u>7,113</u>	<u>7,110</u>	<u>3</u>
EXPENDITURES				
Salaries and benefits	7,667	9,575	8,200	1,375
Commodities and other	<u>-</u>	<u>-</u>	<u>1,383</u>	<u>(1,383)</u>
Total Expenditures	<u>7,667</u>	<u>9,575</u>	<u>9,583</u>	<u>(8)</u>
Receipts over (under) expenditures	(589)	(2,462)		
UNENCUMBERED CASH, beginning	<u>3,859</u>	<u>3,270</u>		
UNENCUMBERED CASH, ending	<u>\$ 3,270</u>	<u>808</u>		

City of Geneseo, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

		Current Year		
	Prior Year			Variance -
	Actual	Actual	Budget	Over
				(Under)
SPECIAL PARKS AND RECREATION				
RECEIPTS				
State payments-Liquor tax	\$ 93	58	<u>192</u>	<u>(134)</u>
EXPENDITURES				
Contractual services	<u>-</u>	<u>899</u>	<u>1,091</u>	<u>(192)</u>
Receipts over (under) expenditures	93	(841)		
UNENCUMBERED CASH, beginning	<u>748</u>	<u>841</u>		
UNENCUMBERED CASH, ending	<u>\$ 841</u>	<u>-</u>		

City of Geneseo, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year Actual
EQUIPMENT RESERVE-FIRE		
RECEIPTS		
Transfer from General	\$ 3,125	3,509
EXPENDITURES		
Commodities	3	1,597
Contractual services	1,940	332
Principal	5,569	5,842
Interest	704	431
Total Expenditures	8,216	8,202
Receipts over (under) expenditures	(5,091)	(4,693)
UNENCUMBERED CASH, beginning	53,904	48,813
UNENCUMBERED CASH, ending	\$ 48,813	44,120
EQUIPMENT RESERVE-MAINTENANCE		
RECEIPTS		
Reimbursements and other	\$ -	130
Sale of assets	-	2,266
Transfer from General	6,250	7,017
Total Receipts	6,250	9,413
EXPENDITURES		
Commodities	-	5,110
Capital outlay	-	5,982
Total Expenditures	-	11,092
Receipts over (under) expenditures	6,250	(1,679)
UNENCUMBERED CASH, beginning	-	6,250
UNENCUMBERED CASH, ending	\$ 6,250	4,571

City of Geneseo, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
EQUIPMENT RESERVE-POLICE		
RECEIPTS		
Transfer from General	\$ 3,125	3,509
EXPENDITURES		
Commodities	<u>-</u>	<u>1,466</u>
Receipts over (under) expenditures	3,125	2,043
UNENCUMBERED CASH, beginning	<u>797</u>	<u>3,922</u>
UNENCUMBERED CASH, ending	<u>\$ 3,922</u>	<u>5,965</u>
 EQUIPMENT RESERVE-WATER SALESMAN		
RECEIPTS		
Services	\$ -	593
EXPENDITURES		
Commodities	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	-	593
UNENCUMBERED CASH, beginning	<u>-</u>	<u>-</u>
UNENCUMBERED CASH, ending	<u>\$ -</u>	<u>593</u>

City of Geneseo, Kansas

Bond and Interest Fund

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

		Current Year		
	Prior Year	Actual	Budget	Variance -
	Actual			Over
				(Under)
RECEIPTS				
Ad valorem property tax	\$ 5,822	718	548	170
Vehicle tax	1,924	1,504	1,668	(164)
Interest	21	-	165	(165)
Total Receipts	<u>7,767</u>	<u>2,222</u>	<u>2,381</u>	<u>(159)</u>
EXPENDITURES				
Principal	4,700	5,000	5,000	-
Interest	2,012	950	1,781	(831)
Cash basis reserve	-	-	200	(200)
Total Expenditures	<u>6,712</u>	<u>5,950</u>	<u>6,981</u>	<u>(1,031)</u>
Receipts over (under) expenditures	1,055	(3,728)		
UNENCUMBERED CASH, beginning	<u>2,519</u>	<u>3,574</u>		
UNENCUMBERED CASH, ending	<u>\$ 3,574</u>	<u>(154)</u>		

City of Geneseo, Kansas

Business Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
WATERWORKS FUND				
RECEIPTS				
Service and connection fees	\$ 65,560	76,467	45,000	31,467
Reimbursements and other	-	5	-	5
Transfer from Water Project	-	-	20,000	(20,000)
Total Receipts	<u>65,560</u>	<u>76,472</u>	<u>65,000</u>	<u>11,472</u>
EXPENDITURES				
Salaries and benefits	23,341	26,502	22,000	4,502
Contractual services	9,038	8,605	14,000	(5,395)
Commodities and other	3,165	2,822	2,000	822
Capital outlay	-	-	1,063	(1,063)
Principal	16,467	16,880	17,751	(871)
Interest	<u>12,458</u>	<u>12,046</u>	<u>11,175</u>	<u>871</u>
Total Expenditures	<u>64,469</u>	<u>66,855</u>	<u>67,989</u>	<u>(1,134)</u>
Receipts over (under) expenditures	1,091	9,617		
UNENCUMBERED CASH, beginning	<u>665</u>	<u>1,756</u>		
UNENCUMBERED CASH, ending	<u>\$ 1,756</u>	<u>11,373</u>		

City of Geneseo, Kansas

Business Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

		Current Year		
	Prior Year			Variance -
	Actual	Actual	Budget	Over
				(Under)
SEWER FUND				
RECEIPTS				
Service and connection fees	\$ 30,155	\$ 36,790	25,000	11,790
EXPENDITURES				
Salaries and benefits	64	8,976	1,684	7,292
Contractual services	4,831	197	7,575	(7,378)
Commodities and other	23	-	-	-
Principal	4,956	5,160	5,160	-
Interest	11,653	11,449	11,448	1
Total Expenditures	21,527	25,782	25,867	(85)
Receipts over (under) expenditures	8,628	11,008		
UNENCUMBERED CASH, beginning	28	8,656		
UNENCUMBERED CASH, ending	\$ 8,656	19,664		

City of Geneseo, Kansas

Business Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

		Current Year		
	Prior Year			Variance -
	Actual	Actual	Budget	Over
				(Under)
REFUSE FUND				
RECEIPTS				
Service fees	\$ 16,030	24,264	18,000	6,264
EXPENDITURES				
Contractual services	16,293	16,469	18,484	(2,015)
Receipts over (under) expenditures	(263)	7,795		
UNENCUMBERED CASH, beginning	730	467		
UNENCUMBERED CASH, ending	\$ 467	8,262		

City of Geneseo, Kansas

Business Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year Actual
WATERWORKS RESERVE FUND		
RECEIPTS	\$ -	-
EXPENDITURES	-	-
Receipts over (under) expenditures	-	-
UNENCUMBERED CASH, beginning	1,651	1,651
UNENCUMBERED CASH, ending	<u>\$ 1,651</u>	<u>1,651</u>

City of Geneseo, Kansas

Agency Funds

SCHEDULE OF RECEIPTS AND DISBURSEMENTS

Regulatory Basis

For the Year Ended December 31, 2018

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
SALES TAX	\$ -	306	234	72
MUSEUM	-	<u>8,262</u>	<u>8,262</u>	-
	<u>\$ -</u>	<u>8,568</u>	<u>8,496</u>	<u>72</u>

City of Geneseo, Kansas

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

Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
LAND BANK		
RECEIPTS		
Transfer from General	<u>\$ 3,125</u>	<u>3,509</u>
EXPENDITURES		
Salaries and benefits	-	200
Contractual services	<u>-</u>	<u>1,960</u>
Total Expenditures	<u>-</u>	<u>2,160</u>
Receipts over (under) expenditures	3,125	1,349
UNENCUMBERED CASH, beginning	<u>-</u>	<u>3,125</u>
UNENCUMBERED CASH, ending	<u>\$ 3,125</u>	<u>4,474</u>