

THE CITY OF DEERFIELD, KANSAS
FINANCIAL STATEMENT
FOR THE YEAR ENDED
DECEMBER 31, 2017

**CITY OF DEERFIELD, KANSAS
TABLE OF CONTENTS
For the Year Ended December 31, 2017**

	<u>Page Number</u>
Independent Auditor's Report	1
FINANCIAL SECTION	
Statement 1	
Summary Statement of Receipts, Expenditures and Unencumbered Cash	3
Notes to the Financial Statement	4
REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION	
Schedule 1	
Summary of Expenditures - Actual and Budget (Budgeted Funds Only)	11
Schedule 2	
Schedule of Receipts and Expenditures - Actual and Budget	
<u>General Fund</u>	
2-1 General Fund	12
<u>Special Purpose Funds</u>	
2-2 Employee Benefits Fund	14
2-3 Machinery and Equipment Fund	15
2-4 Special Highway Fund	16
2-5 Special Liability Fund	17
2-6 Shriver Development Fund	18
2-7 Water Depreciation Reserve Fund	19
2-8 Sewer Pond Reserve Fund	20
<u>Bond and Interest Fund</u>	
2-9 Bond and Interest Fund	21
<u>Business Funds</u>	
2-10 Water Utility Fund	22
2-11 Sewer Utility Fund	23
2-12 Refuse Utility Fund	24
2-13 Storm Sewer Utility Fund	25
Schedule 3	
Schedule of Receipts, Expenditures and Unencumbered Cash	
Agency Fund	26



Dirks, Anthony & Duncan, LLC

Certified Public Accountants & Management Consultants

104 N. Main / P.O. Box 885 / Ulysses, KS 67880 / Phone: (620) 356-4951 / Fax: (620) 353-1018

INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Deerfield
Deerfield, Kansas

We have audited the accompanying summary statement of receipts, expenditures, and unencumbered cash of the City of Deerfield, Kansas (the City), as of and for the year ended December 31, 2017 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 (KMAAG)*, 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 *KMAAG*. 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 the 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 entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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

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

As described in Note 1 to the financial statement, the financial statement is prepared by the City to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *KMAAG*, which is a basis of accounting other than accounting principles in the United States of America.

The effects of 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, 2017, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

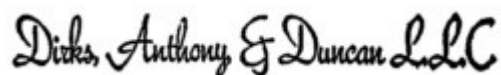
In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2017, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *KMAAG* described in Note 1.

Report on Supplementary Information

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

Other Matter

The 2016 Actual column presented in the individual fund schedules of receipts and expenditures-actual and budget (Schedule 2 listed in the table of contents) are also presented for comparative analysis and are not a required part of the 2016 basic financial statement upon which we rendered an unmodified opinion dated June 9, 2017. The 2016 basic financial statement and our accompanying report are not presented herein but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. Such 2016 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 2016 basic financial statement. The 2016 comparative information was subjected to the auditing procedures applied in the audit of the 2016 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 2016 basic financial statement or to the 2016 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 2016 comparative information is fairly stated in all material respects in relation to the 2016 basic financial statement as a whole, on the basis of accounting described in Note 1.



DIRKS, ANTHONY & DUNCAN, LLC
Certified Public Accountants

June 26, 2018

Composition of Cash:	Kearny County Bank	
	Money Market	1,107,088
	Operating Checking	38,109
	Petty Cash Checking	1,061
	Plains State Bank	
	Time Deposits	102,857
	Petty Cash	<u>250</u>
	Total Cash	1,249,365
	Agency Fund per Schedule 3	<u>(9,181)</u>
	Total Reporting Entity (Excluding Agency Fund)	\$ 1,240,184

3

CITY OF DEERFIELD, KANSAS
Notes to the Financial Statement
December 31, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

The City of Deerfield is a municipal corporation governed by a mayor and an elected five-member council. This financial statement presents the City (the municipality) and its related municipal entities. The related municipal entities are included in the Municipality's reporting entity because they were established to benefit the Municipality and/or its constituents.

The Municipality has no organizations, functions or activities which are considered related municipal entities of the Municipality.

Regulatory Basis Fund Types

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

Special Purpose Fund – used to account for the proceeds of specific tax levies and other specific 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.

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

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

Basis of Accounting

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 funds, 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.

CITY OF DEERFIELD, KANSAS
Notes to the Financial Statement
December 31, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

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 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 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 the following capital projects funds, trust funds and the following special purpose fund(s): Shriver Development Fund.

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.

Ad Valorem Tax Revenues

The determination of assessed valuations and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the counties. The County Appraiser annually determines assessed valuations on January 1. The County Clerk spreads the annual assessment on the tax rolls and the County Treasurer collects the taxes for all taxing entities within the County.

Taxes are assessed on a calendar year basis, are levied and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20th during the year levied with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing the taxes collected in the year levied prior to January 1st of the ensuing year. One-half of the property taxes are due December 20th and distributed to the District by January 20th to finance a portion of the current year's budget. The second half is due May 10th and distributed to the City by June 5th. The City Treasurer draws available funds from the County Treasurer's office at designated times throughout the year.

NOTE 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.

CITY OF DEERFIELD, KANSAS
Notes to the Financial Statement
December 31, 2017

NOTE 2 – DEPOSITS AND INVESTMENTS, CONTINUED

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. The City's allocation of investments as of December 31, 2017 is as follows:

Investments	Percentage of Investments
Kearny County Bank	92%
Plains State Bank	8%

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 except during designated "peak periods" when required coverage is 50%. The City does not use designated "peak periods".

At December 31, 2017, the carrying amount of the City's deposits, including certificates of deposit, was \$1,249,365 and the bank balance was \$1,240,106. The bank balance was held by two (2) banks resulting in a concentration of credit risk. Of the bank balance, \$500,000 was covered by federal depository insurance, and the rest was collateralized with securities held by the pledging financial institutions agents in the City's name.

Custodial Credit Risk - Investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The City had no investments of this type at December 31, 2017.

NOTE 3 – CAPITAL PROJECTS

There were no capital projects in process as of December 31, 2017.

NOTE 4 – INTERFUND TRANSFERS

Quasi-external transactions (i.e., transactions that would be treated as receipts or expenditures if they involved organizations external to the governmental unit, such as internal service fund billings to departments) are accounted for as receipts or expenditures. Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General Fund	Machinery and Equipment Fund	K.S.A. 12-1,117	\$ 15,000
Water Utility Fund	Machinery and Equipment Fund	K.S.A. 12-825d	20,000
Water Utility Fund	Water Depreciation Reserve Fund	K.S.A. 12-825d	10,000
Sewer Utility Fund	Sewer Pond Reserve Fund	K.S.A. 12-825d	5,000
Refuse Utility Fund	Machinery and Equipment Fund	K.S.A. 12-825d	10,000
			<u>\$60,000</u>

CITY OF DEERFIELD, KANSAS
Notes to the Financial Statement
December 31, 2017

NOTE 5 – OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other Post-Employment Benefits. As provided by K.S.A. 12-5040, 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 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.

Compensated Absences – Sick Leave. All full-time employees shall be entitled to sick leave with pay for absences resulting from approved reasoning for only approved relations. Each full-time employee shall earn eight (8) hours for each month of service. Sick leave shall be credited on the first payroll of each month. No employee may accrue more than 720 hours of sick leave. Upon termination, an employee will not be paid out for any unused sick leave.

Compensated Absences – Vacation Leave. All full-time officers and employees become entitled to Vacation leave after one (1) year of employment. The amount of leave days earned and the maximum hours is based on a chart by years of employment. All leave is granted in January and the maximum carryover is forty (40) hours in excess of the amount earned in the year. Upon termination, an employee will be compensated for all unused vacation leave at their final rate of pay, subject to the maximum hours of accumulation authorized in the vacation leave chart. The 2017 amounts of accrued compensation for vacation leave was \$5,611 and \$429 for associated payroll taxes. The 2016 amounts of accrued compensation for vacation leave was \$3,775 and \$289 for associated payroll taxes.

NOTE 6 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description. The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. Seq. Kansas law establishes and amends benefit provisions. KPERS issues a 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. 74-4920 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 before 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 contribution are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1 and KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium until from the period of January 1, 2017 through September 30, 2017 for the Death and Disability Program) and the statutory contribution rate was 8.46% for the fiscal year ended December 31, 2017. Contributions to the pension plan from the City were \$17,714 for the year ended December 31, 2017.

Net Pension Liability

At December 31, 2017, the City's proportionate share of the collective net pension liability reported by KPERS was \$166,790. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was

CITY OF DEERFIELD, KANSAS
Notes to the Financial Statement
December 31, 2017

NOTE 6 – DEFINED BENEFIT PENSION PLAN, CONTINUED

rolled forward to June 30, 2017. 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 contribution 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 www.kpers.org or can be obtained as described above.

NOTE 7 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts, theft or damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City continues to carry commercial insurance for all other risks of loss, including property, liability, employee benefits, and commercial output. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 8 – CONTINGENCIES

The City, at times, receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statement of the City at December 31, 2017.

NOTE 9 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

There were no budget or cash law violation for the year ending December 31, 2017.

NOTE 10 – CUSTOMER DEPOSITS

The City pays interest on customer deposits in compliance with K.S.A. 12-822.

NOTE 11 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through the date of this report. Management's evaluation concluded that there are no other subsequent events that are required to be recognized or disclosed in this financial statement.

THE CITY OF DEERFIELD, KANSAS

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

THE CITY OF DEERFIELD, KANSAS

This Page is Intentionally Left Blank

CITY OF DEERFIELD, KANSAS
Summary of Expenditures - Actual and Budget (Budgeted Funds Only)
Regulatory Basis
For the Year Ended December 31, 2017

Funds	Certified Budget	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance- Over (Under)
General Fund	\$ 604,994	\$ 604,994	\$ 251,836	\$ (353,158)
<u>Special Purpose Funds:</u>				
Employee Benefit Fund	125,000	125,000	106,149	(18,851)
Machinery and Equipment Fund	155,194	155,194	37,331	(117,863)
Special Highway Fund	295,006	295,006	48,383	(246,623)
Special Liability Fund	4	4	4	-
Water Depreciation Reserve Fund	22,323	22,323	-	(22,323)
Sewer Pond Reserve Fund	17,733	17,733	-	(17,733)
<u>Bond and Interest Fund:</u>				
Bond and Interest Fund	383	383	296	(87)
<u>Business Funds:</u>				
Water Utility Fund	336,176	336,176	131,277	(204,899)
Sewer Utility Fund	60,032	60,032	24,068	(35,964)
Refuse Utility Fund	89,286	89,286	55,958	(33,328)
Storm Sewer Utility Fund	81,916	81,916	19,185	(62,731)
 Total Primary Government	 <u>\$ 1,788,047</u>	 <u>\$ 1,788,047</u>	 <u>\$ 674,487</u>	 <u>\$ (1,113,560)</u>

CITY OF DEERFIELD, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year	Current Year		Variance- Over (Under)
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes				
Ad Valorem Property Tax	\$ 125,648	\$ 157,025	\$ 170,699	\$ (13,674)
Less: Neighborhood Revitalization Rebate	-	-	(1,803)	1,803
Motor Vehicle Tax	19,920	23,809	25,664	(1,855)
16/20M Vehicle Tax	59	77	137	(60)
Recreational Vehicle Tax	127	347	371	(24)
Back Taxes	2,829	3,138	-	3,138
Total Taxes	<u>148,583</u>	<u>184,396</u>	<u>195,068</u>	<u>(10,672)</u>
Intergovernmental Revenue				
Local Sales Tax	29,701	47,441	40,000	7,441
Total Intergovernmental Revenue	<u>29,701</u>	<u>47,441</u>	<u>40,000</u>	<u>7,441</u>
Fines, Licenses and Permits				
Franchise Tax	25,018	25,410	25,000	410
License and Permits/Fees	4,944	3,456	2,000	1,456
Wheatland Collection Fees	9,600	9,600	9,600	-
Municipal Court Fines	3,538	3,123	4,000	(877)
Total Fines, Licenses and Permits	<u>43,100</u>	<u>41,589</u>	<u>40,600</u>	<u>989</u>
Reimbursement and Miscellaneous				
Gas Well Royalties	3,530	4,707	4,500	207
Rent/Lease	13,800	7,850	12,000	(4,150)
Interest Income	4,209	11,823	1,000	10,823
Miscellaneous	704	6,259	2,000	4,259
Kearny County Park Appropriations	10,000	-	-	-
Reimbursements	3,115	-	-	-
Total Reimbursement and Miscellaneous	<u>35,358</u>	<u>30,639</u>	<u>19,500</u>	<u>11,139</u>
Total Receipts	<u>256,742</u>	<u>304,065</u>	<u>\$ 295,168</u>	<u>\$ 8,897</u>

CITY OF DEERFIELD, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		Current Year		
	Prior Year			Variance-
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
				<u>(Under)</u>
Expenditures				
General Government				
Personal Services	100,953	127,231	130,000	(2,769)
Contractual Services	22,390	37,428	40,000	(2,572)
Commodities	26,447	41,577	50,000	(8,423)
Capital Outlay	-	-	324,994	(324,994)
Total General Government	<u>149,790</u>	<u>206,236</u>	<u>544,994</u>	<u>(338,758)</u>
Street Department - Lighting	8,264	8,268	20,000	(11,732)
Zoning	22,332	22,332	25,000	(2,668)
Transfers to Machinery & Equipment	<u>15,000</u>	<u>15,000</u>	<u>15,000</u>	<u>-</u>
Total Expenditures	<u>195,386</u>	<u>251,836</u>	<u>\$ 604,994</u>	<u>(353,158)</u>
Receipts Over (Under) Expenditures	61,356	52,229		<u>\$ 362,055</u>
Unencumbered Cash, Beginning	<u>298,752</u>	<u>360,108</u>		
Unencumbered Cash, Ending	<u>\$ 360,108</u>	<u>\$ 412,337</u>		

CITY OF DEERFIELD, KANSAS
Employee Benefits Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		Current Year		Variance- Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Receipts				
Ad Valorem Tax	\$ 72,605	\$ 39,829	\$ 43,429	\$ (3,600)
Less: Neighborhood Revitalization	-	-	(453)	453
Delinquent Tax	2,220	1,766	-	1,766
Motor Vehicle Tax	16,630	14,901	14,897	4
16/20 M Vehicle Tax	54	63	79	(16)
Recreational Vehicle Tax	104	228	216	12
Reimbursements	-	539	-	539
Total Receipts	<u>91,613</u>	<u>57,326</u>	<u>\$ 58,168</u>	<u>\$ (842)</u>
Expenditures				
Workman's Compensation	6,652	6,421	10,000	(3,579)
KPERS	18,731	18,300	25,000	(6,700)
Social Security	16,050	18,180	25,000	(6,820)
Health Insurance	<u>55,171</u>	<u>63,248</u>	<u>65,000</u>	<u>(1,752)</u>
Total Expenditures	<u>96,604</u>	<u>106,149</u>	<u>\$ 125,000</u>	<u>(18,851)</u>
Receipts Over (Under) Expenditures	(4,991)	(48,823)		<u>\$ 18,009</u>
Unencumbered Cash, Beginning	<u>86,443</u>	<u>81,452</u>		
Unencumbered Cash, Ending	<u>\$ 81,452</u>	<u>\$ 32,629</u>		

CITY OF DEERFIELD, KANSAS
Machinery and Equipment Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance- Over (Under)
		Actual	Budget	
Receipts				
Transfer from Water	\$ 20,000	\$ 20,000	\$ 20,000	\$ -
Transfer from General	15,000	15,000	15,000	-
Transfer from Refuse	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Total Receipts	<u>45,000</u>	<u>45,000</u>	<u>\$ 45,000</u>	<u>\$ -</u>
Expenditures				
Capital Outlay	<u>3,116</u>	<u>37,331</u>	<u>155,194</u>	<u>(117,863)</u>
Total Expenditures	<u>3,116</u>	<u>37,331</u>	<u>\$ 155,194</u>	<u>(117,863)</u>
Receipts Over (Under) Expenditures	41,884	7,669		<u>\$ 117,863</u>
Unencumbered Cash, Beginning	<u>70,194</u>	<u>112,078</u>		
Unencumbered Cash, Ending	<u>\$ 112,078</u>	<u>\$ 119,747</u>		

CITY OF DEERFIELD, KANSAS
Special Highway Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		Current Year		Variance- Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Receipts				
State of Kansas Gas Tax	\$ 18,311	\$ 18,518	\$ 17,830	\$ 688
Reimbursement and Miscellaneous	<u>180</u>	<u>180</u>	<u>-</u>	<u>180</u>
Total Receipts	<u>18,491</u>	<u>18,698</u>	<u>\$ 17,830</u>	<u>\$ 868</u>
Expenditures				
Personal Services	16,611	22,475	25,000	(2,525)
Contractual Services	25,654	21,687	25,000	(3,313)
Commodities	<u>3,020</u>	<u>4,221</u>	<u>245,006</u>	<u>(240,785)</u>
Total Expenditures	<u>45,285</u>	<u>48,383</u>	<u>\$ 295,006</u>	<u>(246,623)</u>
Receipts Over (Under) Expenditures	(26,794)	(29,685)		<u>\$ 247,491</u>
Unencumbered Cash, Beginning	<u>311,646</u>	<u>284,852</u>		
Unencumbered Cash, Ending	<u>\$ 284,852</u>	<u>\$ 255,167</u>		

CITY OF DEERFIELD, KANSAS
Special Liability Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		Current Year		Variance- Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Receipts				
Delinquent Tax	\$ -	\$ -	\$ -	\$ -
Reimbursements and Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Receipts	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures				
Contractual Services	<u>248</u>	<u>4</u>	<u>4</u>	<u>-</u>
Total Expenditures	<u>248</u>	<u>4</u>	<u>\$ 4</u>	<u>-</u>
Receipts Over (Under) Expenditures	(248)	(4)		<u>\$ -</u>
Unencumbered Cash, Beginning	<u>252</u>	<u>4</u>		
Unencumbered Cash, Ending	<u>\$ 4</u>	<u>\$ -</u>		

CITY OF DEERFIELD, KANSAS
 Shriver Development Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Donations	\$ -	\$ -
Total Receipts	<u>-</u>	<u>-</u>
Expenditures		
Capital Outlay	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>57,028</u>	<u>57,028</u>
Unencumbered Cash, Ending	<u>\$ 57,028</u>	<u>\$ 57,028</u>

CITY OF DEERFIELD, KANSAS
Water Depreciation Reserve Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		Current Year		Variance- Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Receipts				
Transfer from Water Utility	\$ 10,000	\$ 10,000	\$ 10,000	\$ -
Total Receipts	<u>10,000</u>	<u>10,000</u>	<u>\$ 10,000</u>	<u>\$ -</u>
Expenditures				
Contractual Services	-	-	3,000	(3,000)
Capital Outlay	<u>-</u>	<u>-</u>	<u>19,323</u>	<u>(19,323)</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>\$ 22,323</u>	<u>(22,323)</u>
Receipts Over (Under) Expenditures	10,000	10,000		<u>\$ 22,323</u>
Unencumbered Cash, Beginning	<u>5,449</u>	<u>15,449</u>		
Unencumbered Cash, Ending	<u>\$ 15,449</u>	<u>\$ 25,449</u>		

CITY OF DEERFIELD, KANSAS
Sewer Pond Reserve Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		Current Year		Variance- Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Receipts				
Transfer from Sewer Utility Fund	\$ 5,000	\$ 5,000	\$ 5,000	\$ -
Total Receipts	<u>5,000</u>	<u>5,000</u>	<u>\$ 5,000</u>	<u>\$ -</u>
Expenditures				
Capital Outlay	<u>-</u>	<u>-</u>	<u>17,733</u>	<u>(17,733)</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>\$ 17,733</u>	<u>(17,733)</u>
Receipts Over (Under) Expenditures	5,000	5,000		<u>\$ 17,733</u>
Unencumbered Cash, Beginning	<u>17,733</u>	<u>22,733</u>		
Unencumbered Cash, Ending	<u>\$ 22,733</u>	<u>\$ 27,733</u>		

CITY OF DEERFIELD, KANSAS
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		Current Year		Variance-
	Prior Year <u>Actual</u>	<u>Actual</u>	2015 <u>Budget</u>	Over <u>(Under)</u>
Receipts				
Ad Valorem Tax	\$ 1,832	\$ 296	\$ -	\$ 296
Motor Vehicle Tax	-	-	376	(376)
16/20M Vehicle Tax	-	-	2	(2)
Recreational Vehicle Tax	-	-	5	(5)
Back Taxes	12	-	-	-
Total Receipts	<u>1,844</u>	<u>296</u>	<u>\$ 383</u>	<u>\$ (87)</u>
Expenditures				
Transfers Out	<u>1,844</u>	<u>296</u>	<u>383</u>	<u>(87)</u>
Total Expenditures	<u>1,844</u>	<u>296</u>	<u>\$ 383</u>	<u>(87)</u>
Receipts Over (Under) Expenditures	-	-		<u>\$ -</u>
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

CITY OF DEERFIELD, KANSAS
Water Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		Current Year		Variance- Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Receipts				
Water Sales	\$ 169,569	\$ 153,543	\$ 175,000	\$ (21,457)
Penalties and Reconnect Fees	4,112	4,409	5,000	(591)
Miscellaneous	153	144	1,000	(856)
Transfer from Bond and Interest	-	296	-	296
Total Receipts	<u>173,834</u>	<u>158,392</u>	<u>\$ 181,000</u>	<u>\$ (22,608)</u>
Expenditures				
Personal Services	48,846	42,457	52,500	(10,043)
Contractual Services	2,085	20,938	3,526	17,412
Production	5,738	10,348	9,414	934
Distribution	25,634	20,831	19,444	1,387
General	6,534	6,588	5,282	1,306
Utility Deposit Interest	4	115	10	105
Capital Outlay	-	-	216,000	(216,000)
Transfers Out	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>-</u>
Total Expenditures	<u>118,841</u>	<u>131,277</u>	<u>\$ 336,176</u>	<u>(204,899)</u>
Receipts Over (Under) Expenditures	54,993	27,115		<u>\$ 182,291</u>
Unencumbered Cash, Beginning	<u>99,154</u>	<u>154,147</u>		
Unencumbered Cash, Ending	<u>\$ 154,147</u>	<u>\$ 181,262</u>		

CITY OF DEERFIELD, KANSAS
Sewer Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		Current Year		Variance- Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Receipts				
Sewer Collections	\$ 35,622	\$ 35,560	\$ 43,000	\$ (7,440)
Lease/Rent	<u>500</u>	<u>500</u>	<u>-</u>	<u>500</u>
Total Receipts	<u>36,122</u>	<u>36,060</u>	<u>\$ 43,000</u>	<u>\$ (6,940)</u>
Expenditures				
Personal Services	20,715	5,044	29,032	(23,988)
Contractual Services	10,011	6,647	16,000	(9,353)
Commodities	1,900	7,377	10,000	(2,623)
Transfer to Sewer Pond Reserve	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Total Expenditures	<u>37,626</u>	<u>24,068</u>	<u>\$ 60,032</u>	<u>(35,964)</u>
Receipts Over (Under) Expenditures	(1,504)	11,992		<u>\$ 29,024</u>
Unencumbered Cash, Beginning	<u>26,532</u>	<u>25,028</u>		
Unencumbered Cash, Ending	<u>\$ 25,028</u>	<u>\$ 37,020</u>		

CITY OF DEERFIELD, KANSAS
 Refuse Utility Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		Current Year		Variance- Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Receipts				
Charge for Services	\$ 44,989	\$ 44,645	\$ 48,000	\$ (3,355)
Total Receipts	<u>44,989</u>	<u>44,645</u>	<u>\$ 48,000</u>	<u>\$ (3,355)</u>
Expenditures				
Personal Services	20,043	39,414	25,000	14,414
Contractual Services	7,400	5,012	7,500	(2,488)
Commodities	851	1,532	-	1,532
Capital Outlay	9,700	-	46,786	(46,786)
Transfer to Machinery and Equipment	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Total Expenditures	<u>47,994</u>	<u>55,958</u>	<u>\$ 89,286</u>	<u>(33,328)</u>
Receipts Over (Under) Expenditures	(3,005)	(11,313)		<u>\$ 29,973</u>
Unencumbered Cash, Beginning	<u>38,786</u>	<u>35,781</u>		
Unencumbered Cash, Ending	<u>\$ 35,781</u>	<u>\$ 24,468</u>		

CITY OF DEERFIELD, KANSAS
Storm Sewer Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		Current Year		Variance- Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Receipts				
Charge for Services	\$ 11,102	\$ 11,011	\$ 15,000	\$ (3,989)
Total Receipts	<u>11,102</u>	<u>11,011</u>	<u>\$ 15,000</u>	<u>\$ (3,989)</u>
Expenditures				
Personal Services	-	699	5,000	(4,301)
Commodities	-	-	5,000	(5,000)
Capital Outlay	<u>-</u>	<u>18,486</u>	<u>71,916</u>	<u>(53,430)</u>
Total Expenditures	<u>-</u>	<u>19,185</u>	<u>\$ 81,916</u>	<u>(62,731)</u>
Receipts Over (Under) Expenditures	11,102	(8,174)		<u>\$ 58,742</u>
Unencumbered Cash, Beginning	<u>64,416</u>	<u>75,518</u>		
Unencumbered Cash, Ending	<u>\$ 75,518</u>	<u>\$ 67,344</u>		

Schedule 3

CITY OF DEERFIELD, KANSAS
Agency Fund
Schedule of Receipts, Expenditures and Unencumbered Cash
For the Year Ended December 31, 2017

	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Customer Deposits	\$ 8,345	\$ 4,800	\$ 3,964	\$ 9,181
Total Customer Deposits	<u>\$ 8,345</u>	<u>\$ 4,800</u>	<u>\$ 3,964</u>	<u>\$ 9,181</u>