

**CITY OF MULBERRY
MULBERRY, KANSAS**

For the Year Ended December 31, 2019

Regulatory Basis Financial Statement
Independent Auditors' Report with
Regulatory Required Supplementary Information

CITY OF MULBERRY, KANSAS

TABLE OF CONTENTS

	<u>PAGE NUMBER</u>
Independent Auditors' Report	1 - 3
Financial Statement	
Summary of Receipts, Expenditures and Unencumbered Cash, Regulatory Basis	4
Notes to Financial Statement ..	5 - 12
Regulatory Required Supplementary Information	
Schedule 1	
Summary of Expenditures - Actual and Budget, Regulatory Basis	13
Schedule 2	
Schedule of Cash Receipts and Expenditures - Actual and Budget, Regulatory Basis	
General	14 - 15
Special Highway	16
Water Utility	17
Electric Utility	18
Natural Gas Utility	19
Sewer Utility	20
Sewer Reserve	21
Sewer Maintenance Reserve	22
Meter Deposit	23
Haymont Cemetery Trust	24

Diehl Banwart Bolton

Certified Public Accountants P.A.

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and the City Council
City of Mulberry, Kansas

We have audited the accompanying Summary Statement of Receipts, Expenditures, and Unencumbered Cash, Regulatory Basis, of the City of Mulberry, Kansas as of and for the year ended December 31, 2019 and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the financial reporting provisions of 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 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 the financial statement is prepared by the City of Mulberry, Kansas 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” paragraphs, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Mulberry, Kansas as of December 31, 2019 or changes in financial position or cash flows thereof for the year then ended.

Unqualified 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 for the City of Mulberry, Kansas as of December 31, 2019, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Report on Regulatory Required Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the Summary Statement of Receipts, Expenditures, and Unencumbered Cash Balance, Regulatory Basis (financial statement) as a whole. The Summary of Expenditures – Actual and Budget, Regulatory Basis, individual fund Schedules of Receipts and Expenditures – Actual and Budget, Regulatory Basis, (Schedules 1 and 2 as listed in the table of contents) are presented for analysis and although it is not a required part of the financial statement, the information is 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 financial statement. The information has been subjected to the auditing procedures applied in the audit of the 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.

The 2018 Actual column presented in the individual fund schedules of receipts and expenditures-actual and budget, regulatory basis (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and are not a required part of the 2018 basic financial statement upon which we rendered an unqualified opinion dated September 18, 2019. The 2018 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. Such 2018 comparative information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2018 financial statement. The 2018 comparative information was subjected to the auditing procedures applied in the audit of the 2018 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 financial statement or to the 2018 financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2018 comparative information is fairly stated in all material respects in relation to the 2018 financial statement as a whole, on the basis of accounting described in Note 1.

A handwritten signature in cursive script that reads "Siehl Banwart Bolton CPA's PA".

DIEHL, BANWART, BOLTON, CPAs PA

December 7, 2020

Pittsburg, Kansas

CITY OF MULBERRY, KANSAS

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

Funds	Beginning Unencumbered Cash Balances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Add		Ending Cash Balances
					Encumbrances and Accounts Payable		
General	\$ 66,825	\$ 315,347	\$ 346,192	\$ 35,980	\$ 145	\$	\$ 36,125
Special Purpose Funds:							
Special Highway	772	16,136	16,361	547	-		547
Business Funds:							
Water Utility	15,900	108,002	118,426	5,476	2,409		7,885
Electric Utility	45,728	429,663	412,409	62,982	17,285		80,267
Natural Gas Utility	22,374	181,309	171,847	31,836	12,591		44,427
Sewer Utility	29,752	78,547	99,027	9,272	-		9,272
Sewer Reserve	-	29,413	29,413	-	-		-
Sewer Maintenance Reserve	-	12,000	-	12,000	-		12,000
Meter Deposit	-	9,300	9,300	-	52,917		52,917
Trust Funds:							
Haymont Cemetary Trust	15,325	171	76	15,420	-		15,420
Total Reporting Entity	\$ 196,676	\$ 1,179,888	\$ 1,203,051	\$ 173,513	\$ 85,346	\$	\$ 258,859
Composition of Cash							
				Checking and Savings Accounts.....	\$		\$ 37,326
				Certificates of Deposit.....			221,533
				Total Reporting Entity	\$		\$ 258,859

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

CITY OF MULBERRY, KANSAS

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statement of the City of Mulberry, Kansas, has been prepared in accordance with the regulatory basis of accounting of the State of Kansas. The Kansas Municipal Audit and Accounting Guide (KMAAG), as approved by the director of the Kansas Division of Accounts and Reports, establishes guidelines for the regulatory basis of accounting in the state of Kansas. The more significant of the City's accounting policies follow.

Reporting Entity

The City of Mulberry, Kansas, (the City) is a municipal corporation governed by an elected five-member City Council. This financial statement presents the City of Mulberry, Kansas (the primary government). Related municipal entities may be included in the City's reporting entity because of the significance of their operational or financial relationships with the City. The City has determined that there are no related municipal entities.

Basis of Presentation - Fund Accounting

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

The following types of funds comprise the financial activities of the City of Mulberry, Kansas:

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

Special Purpose Funds – to account for the proceeds of specific revenue sources (other than Capital Project and tax levies for long-term debt) that are restricted by law or administrative action to expenditure for specified purposes.

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

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

Trust Funds – used to report assets held in trust for the benefit of the City.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

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

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the 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 basis of presentation described above results in a financial statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown non-cash assets such as receivables, inventories and prepaid expenses; liabilities such as deferred revenue and matured principal and interest payable; and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance, encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the year in accordance with accounting principles generally accepted in the United States of America. Capital assets that account for the land, buildings and equipment owned by the municipality are not presented in the financial statement. Also, long-term debt such as general obligation bonds, revenue bonds, capital leases, temporary notes and compensated absences are not presented in the financial statement.

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 revenue 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. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no budget amendments during 2019.

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.

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

A legal operating budget is not required for the Sewer Maintenance Reserve, Meter Deposit or Haymont Cemetery Trust funds. Spending in funds, which are not subject to the legal annual operating budget requirement, are controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

Cash and Investments

Cash and investments include a checking and savings accounts and certificates of deposit. Kansas Statutes permit investment in savings accounts, certificates of deposit, and, in certain cases, obligations of the U.S. Treasury.

Pension Plan

The City participates in the State of Kansas Public Employees Retirement System, which is a multi-employer statewide pension plan (See Note 7).

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Property Taxes

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

2. **STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

Compliance with Kansas Statutes

The financial statement has been prepared in order to show compliance with the cash-basis and budget laws of Kansas. As shown in the financial statement and regulatory required supplementary information there were no apparent violations of cash basis and budget laws of Kansas.

3. **CASH, INVESTMENTS AND DEPOSITS WITH FINANCIAL INSTITUTIONS**

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 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, except during designated "peak periods" when required coverage is 50%. At December 31, 2019, the City's deposits were adequately secured.

3. **CASH, INVESTMENTS AND DEPOSITS WITH FINANCIAL INSTITUTIONS**

(Continued)

At December 31, 2019 the City's carrying amount of deposits was \$258,859 and the bank balance was \$288,701. Of the bank balance, all but \$4,000, was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$254,000 was covered by federal depository insurance, and \$34,701 was collateralized by securities with a market value of \$95,040 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.

4. **RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions, injuries to employees; employees' health and life; and natural disasters. The City continues to carry commercial insurance for these risks. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

5. **INTERFUND TRANSFERS**

<u>From</u>	<u>To</u>	<u>Statutory Authority</u>	<u>Amount</u>
Sewer Utility	Sewer Reserve	K.S.A. 10-1204	\$ 29,413
Electric Utility	General	K.S.A. 10-1204	110,000
Natural Gas Utility	General	K.S.A. 10-1204	23,000
Sewer Utility	Sewer Maintenance Reserve	K.S.A. 10-1204	12,000

6. **CONCENTRATIONS**

During 2019, the City of Mulberry purchased all of its water for resale from one supplier. The city also purchased all of its electricity for resale from one supplier. Additionally, all of the City's natural gas purchased for resale was from a single supplier.

7. **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.

7. **PENSION PLAN** (Continued)

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 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 1.0% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.89% for the fiscal year ended December 31, 2019. Contributions to the pension plan from the City were \$12,325 for the year ended December 31, 2019.

Net Pension Liability

At December 31, 2019, the City's proportionate share of the collective net pension liability reported by KPERS was \$107,821. 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, 2018, which was rolled forward to June 30, 2019. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and 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 these financial statements.

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

8. **SUBSEQUENT EVENT**

Management has evaluated events and transactions occurring subsequent to December 31, 2019 through December 7, 2020, the date the financial statement was available to be issued. During March 2020 the City's operations were affected by the COVID-19 virus. The actual effects on operations are unknown at this time. It is assumed that the effects will be material. There were no other subsequent events requiring recognition in the financial statement or disclosure in the notes to the financial statement. There are no other subsequent events recognized in these financial statements or disclosed in the notes to the financial statements.

9. **LONG-TERM DEBT**

Attached are schedules detailing the City's outstanding debts and their maturity schedules.

9. **LONG TERM OBLIGATIONS** (Continued)

Schedule of Changes in Long Term Obligations

	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balances Beginning of Year	Additions / New Debt	Reductions / Principal Paid	Balances End of Year	Interest Paid
General Obligation Bonds Series 2015 Refunding	0.85-3.8%	8/13/2015	\$ 350,000	8/30/1930	\$ 290,000	\$ -	\$ 20,000	\$ 270,000	\$ 9,413
Lease Purchases									
City Hall	2.40%	9/20/2013	100,800	9/20/2020	16,101	-	16,101	-	262
Vehicles	2.40%	9/20/2013	100,800	9/20/2020	29,185	-	6,882	22,303	1,162
SUV	3.95%	9/19/2019	23,250	9/19/2004	-	23,250	-	23,250	-
					<u>\$ 335,286</u>	<u>\$ 23,250</u>	<u>\$ 42,983</u>	<u>\$ 315,553</u>	<u>\$ 10,837</u>

Schedule of Maturities in Long Term Obligations

9. **LONG TERM OBLIGATIONS** (Continued)

	2020	2021	2022	2023	2024 2028	2029 2033	Totals
PRINCIPAL							
General Obligation Bonds							
Series 2015 Refunding	\$ 20,000	\$ 20,000	\$ 20,000	\$ 25,000	\$125,000	\$ 60,000	\$270,000
Lease Purchases							
Vehicles	7,204	7,456	7,643	-	-	-	22,303
SUV	4,306	4,476	4,652	4,836	4,980	-	23,250
Total Principal	<u>\$ 31,510</u>	<u>\$ 31,932</u>	<u>\$ 32,295</u>	<u>\$ 29,836</u>	<u>\$129,980</u>	<u>\$ 60,000</u>	<u>\$315,553</u>
INTEREST							
General Obligation Bonds							
Series 2015 Refunding	\$ 9,013	\$ 8,563	\$ 8,053	\$ 7,493	\$ 25,238	\$ 3,420	\$ 61,780
Lease Purchases							
Vehicles	867	587	297	-	-	-	1,751
SUV	918	748	572	388	197	-	2,823
Total Interest	<u>\$ 10,798</u>	<u>\$ 9,898</u>	<u>\$ 8,922</u>	<u>\$ 7,881</u>	<u>\$ 25,435</u>	<u>\$ 3,420</u>	<u>\$ 66,354</u>
Total Principal and Interest	<u>\$ 42,308</u>	<u>\$ 41,830</u>	<u>\$ 41,217</u>	<u>\$ 37,717</u>	<u>\$155,415</u>	<u>\$ 63,420</u>	<u>\$381,907</u>

CITY OF MULBERRY, KANSAS
For the Year Ended December 31, 2019

REGULATORY REQUIRED
SUPPLEMENTAL INFORMATION

CITY OF MULBERRY, KANSAS

Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

Funds	Certified Budget	Adjustments for Qualifying Budget Credits		Total Budget For Comparison	Expenditures Charged to Current Year	Variance - Over (Under)
		\$	\$			
General	\$ 374,330	-	\$	374,330	\$ 346,192	\$ (28,138)
Special Purpose Funds:						
Special Highway	16,362	-		16,362	16,361	(1)
Business Funds:						
Water Utility	141,519	-		141,519	118,426	(23,093)
Electric Utility	524,181	-		524,181	412,409	(111,772)
Natural Gas Utility	235,652	-		235,652	171,847	(63,805)
Sewer Utility	112,620	-		112,620	99,027	(13,593)
Sewer Reserve	29,413	-		29,413	29,413	-
Total Reporting Entity	\$ 1,434,077					

CITY OF MULBERRY, KANSAS
GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes				
Ad valorem property tax	\$ 26,900	\$ 27,391	\$ 30,741	\$ (3,350)
Delinquent	4,527	6,186	3,200	2,986
Motor vehicle	13,650	15,363	14,736	627
Intergovernmental				
Sales tax	46,043	46,784	44,500	2,284
Parks/Recreation tax	1,207	2,156	1,200	956
Grants	58	112	-	112
Licenses and Permits	-	-	50	(50)
Franchise tax	2,506	4,274	3,200	1,074
Fines, forfeitures and penalties	1,996	10,892	3,500	7,392
Cemetery	9,144	12,301	9,000	3,301
Trash	36,540	34,500	36,500	(2,000)
Miscellaneous	4,252	12,336	5,519	6,817
Reimbursed Expense	8,621	8,465	6,000	2,465
Interest	1,118	1,587	500	1,087
Operating transfers from:				-
Water Fund	15,000	-	8,000	(8,000)
Electric Utility Fund	97,500	110,000	110,000	-
Natural Gas Fund	25,000	23,000	23,000	-
Total Cash Receipts	294,062	315,347	\$ 299,646	\$ 15,701

CITY OF MULBERRY, KANSAS

GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2019

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures				
General government	43,821	68,925	\$ 67,836	\$ 1,089
Police department	87,188	108,205	116,164	(7,959)
Fire department	17,870	27,487	17,950	9,537
Street department	38,596	56,176	103,000	(46,824)
Cemetery	33,038	32,398	27,500	4,898
Trash	36,404	35,641	37,000	(1,359)
Park Improvements	-	1,611	-	1,611
Bond interest and principal	-	15,749	-	15,749
Capital lease payments	23,880	-	4,880	(4,880)
Total Expenditures	280,797	346,192	\$ 374,330	\$ (28,138)
Receipts Over (Under) Expenditures	13,265	(30,845)		
Unencumbered Cash, Beginning	53,560	66,825		
Unencumbered Cash, Ending	\$ 66,825	\$ 35,980		

CITY OF MULBERRY, KANSAS
SPECIAL HIGHWAY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Intergovernmental				
Gas tax	\$ 14,122	\$ 14,258	\$ 14,070	\$ 188
County allocations	1,897	1,878	1,770	108
Other	-	-	-	-
Total Cash Receipts	16,019	16,136	\$ 15,840	\$ 296
Expenditures				
Personnel services	15,733	16,361	\$ 16,162	\$ 199
Contractual services	-	-	-	-
Commodities	-	-	200	(200)
Reimbursed expense	-	-	-	-
Total Expenditures	15,733	16,361	\$ 16,362	\$ (1)
Receipts Over (Under) Expenditures	286	(225)		
Unencumbered Cash, Beginning	486	772		
Unencumbered Cash, Ending	\$ 772	\$ 547		

CITY OF MULBERRY, KANSAS
WATER UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Charges for Services				
Customer charges	\$ 117,450	\$ 108,002	\$ 123,500	\$ (15,498)
Interest	1	-	-	-
Other	-	-	100	(100)
Operating Transfers from Electric Utility Fund	-	-	-	-
Total Cash Receipts	<u>117,451</u>	<u>108,002</u>	<u>\$ 123,600</u>	<u>\$ (15,598)</u>
Expenditures				
Personnel services	39,171	35,073	\$ 35,000	\$ 73
Contractual services	13,168	18,964	21,500	(2,536)
Commodities	15,129	8,655	5,019	3,636
Lease Payments	-	-	-	-
Water purchased for resale	53,402	52,960	54,000	(1,040)
Capital Outlay	-	2,774	18,000	(15,226)
Operating Transfers to Other Funds General Fund	15,000	-	8,000	(8,000)
Total Expenditures	<u>135,870</u>	<u>118,426</u>	<u>\$ 141,519</u>	<u>\$ (23,093)</u>
Receipts Over (Under) Expenditures	(18,419)	(10,424)		
Unencumbered Cash, Beginning	<u>34,319</u>	<u>15,900</u>		
Unencumbered Cash, Ending	<u>\$ 15,900</u>	<u>\$ 5,476</u>		

CITY OF MULBERRY, KANSAS**ELECTRIC UTILITY FUND**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2019

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Charges for Services				
Customer charges	\$ 442,426	\$ 429,239	\$ 480,000	\$ (50,761)
Interest	303	424	800	(376)
Other	175	-	300	(300)
Total Cash Receipts	442,904	429,663	\$ 481,100	\$ (51,437)
Expenditures				
Personnel services	68,994	60,064	\$ 77,700	\$ (17,636)
Contractual services	12,864	14,845	15,500	(655)
Commodities	13,698	8,594	8,181	413
Electricity purchased for resale	242,901	218,906	255,000	(36,094)
Capital Outlays-Lease	-	-	-	-
Capital Outlays	-	-	57,800	(57,800)
Operating Transfers to Other Funds				
General Fund	97,500	110,000	110,000	-
Sewer Utility Fund	-	-	-	-
Water Utility Fund	-	-	-	-
Total Expenditures	435,957	412,409	\$ 524,181	\$ (111,772)
Receipts Over (Under) Expenditures	6,947	17,254		
Unencumbered Cash, Beginning	38,781	45,728		
Unencumbered Cash, Ending	\$ 45,728	\$ 62,982		

CITY OF MULBERRY, KANSAS
NATURAL GAS UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Charges for Services				
Customer charges	\$ 174,160	\$ 172,485	\$ 210,000	\$ (37,515)
Interest	-	-	-	-
Other	7,652	8,824	7,000	1,824
Total Cash Receipts	181,812	181,309	\$ 217,000	\$ (35,691)
Expenditures				
Personnel services	19,793	20,620	\$ 19,000	\$ 1,620
Contractual services	55,600	53,800	58,500	(4,700)
Commodities	1,845	2,437	552	1,885
Gas purchased for resale	80,152	71,990	98,000	(26,010)
Capital Outlays	-	-	36,600	(36,600)
Operating Transfers to Other Funds				
General Fund	25,000	23,000	23,000	-
Sewer Fund	-	-	-	-
Total Expenditures	182,390	171,847	\$ 235,652	\$ (63,805)
Receipts Over (Under) Expenditures	(578)	9,462		
Unencumbered Cash, Beginning	22,952	22,374		
Unencumbered Cash, Ending	\$ 22,374	\$ 31,836		

CITY OF MULBERRY, KANSAS

SEWER UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2019

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Charges for Services				
Customer charges	\$ 73,709	\$ 75,572	\$ 84,000	\$ (8,428)
Interest	-	-	-	-
Other	-	2,975	200	2,775
Operating transfers from:				
Electric Utility Fund	-	-	-	-
Natural Gas Utility Fund	-	-	-	-
Total Cash Receipts	<u>73,709</u>	<u>78,547</u>	<u>\$ 84,200</u>	<u>\$ (5,653)</u>
Expenditures				
Personnel services	21,933	24,074	\$ 22,200	\$ 1,874
Contractual services	9,268	18,984	15,000	3,984
Commodities	6,775	3,637	1,907	1,730
Sewer Pump	-	10,919	8,000	2,919
Capital Outlays	-	-	24,100	(24,100)
Operating Transfers to Other Funds				
Sewer Maintenance Reserve Fund	-	12,000	12,000	-
Sewer Reserve Fund	29,753	29,413	29,413	-
Total Expenditures	<u>67,729</u>	<u>99,027</u>	<u>\$ 112,620</u>	<u>\$ (13,593)</u>
Receipts Over (Under) Expenditures	5,980	(20,480)		
Unencumbered Cash, Beginning	<u>23,772</u>	<u>29,752</u>		
Unencumbered Cash, Ending	<u>\$ 29,752</u>	<u>\$ 9,272</u>		

CITY OF MULBERRY, KANSAS
SEWER RESERVE FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2019

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Operating Transfer from Sewer Utility Fund	\$ 29,753	\$ 29,413	\$ 29,413	\$ -
Total Cash Receipts	29,753	29,413	\$ 29,413	\$ -
Expenditures				
Debt Service				
Principal	20,000	20,000	\$ 20,000	\$ -
Interest	9,753	9,413	9,413	-
Other	-	-	-	-
Total Expenditures	29,753	29,413	\$ 29,413	\$ -
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

CITY OF MULBERRY, KANSAS
SEWER MAINTENANCE RESERVE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2019

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Operating Transfer from Sewer Utility Fund	\$ -	\$ 12,000
Total Cash Receipts	-	12,000
Expenditures		
Capital Outlays	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	-	12,000
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ 12,000

CITY OF MULBERRY, KANSAS

METER DEPOSIT FUND

Schedule of Receipts and Expenditures - Actual

Regulatory Basis

For the Year Ended December 31, 2019

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Meter deposits	\$ 10,100	\$ 9,300
Total Cash Receipts	10,100	9,300
Expenditures		
Meter deposits	10,100	9,300
Total Expenditures	10,100	9,300
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF MULBERRY, KANSAS**HAYMONT CEMETARY TRUST**

Schedule of Receipts and Expenditures - Actual

Regulatory Basis

For the Year Ended December 31, 2019

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Gift	\$ 18	\$ -
Interest income	141	171
Total Cash Receipts	159	171
Expenditures		
Cemetery Expense	149	76
Total Expenditures	149	76
Receipts Over (Under) Expenditures	10	95
Unencumbered Cash, Beginning	15,315	15,325
Unencumbered Cash, Ending	<u>\$ 15,325</u>	<u>\$ 15,420</u>