

THE CITY OF DEERFIELD, KANSAS
FINANCIAL STATEMENT
FOR THE YEAR ENDED
DECEMBER 31, 2018

**CITY OF DEERFIELD, KANSAS
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For the Year Ended December 31, 2018**

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Dirks, Anthony & Duncan, LLC

Certified Public Accountants & Management Consultants

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Deerfield, Kansas 67838

We have audited the accompanying summary statement of receipts, expenditures, and unencumbered cash of the City of Deerfield, Kansas, a Municipality 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 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 of Deerfield 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 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 of Deerfield 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

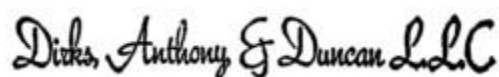
In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Deerfield as of December 31, 2018, and the aggregate receipts and expenditures for the year then ended in accordance with the financial 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 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 *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 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.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City of Deerfield, Kansas as of and for the year ended December 31, 2017, and have issued our reported thereon dated June 26, 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://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 for the year ended December 31, 2017 (Schedule 2 as listed in the table of contents) is presented for the purposes of additional analysis and is not a required part of the 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.



DIRKS, ANTHONY & DUNCAN, LLC

Certified Public Accountants

June 28, 2019

Composition of Cash:	Kearny County Bank	
	Money Market	\$ 1,171,553
	Operating Checking	27,496
	Petty Cash Checking	1,071
	Plains State Bank	
	Time Deposits	103,279
	Petty Cash	<u>250</u>
	Total Cash	1,303,649
	Agency Fund per Schedule 3	<u>(10,024)</u>
	Total Reporting Entity (Excluding Agency Fund)	\$ 1,293,625

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CITY OF DEERFIELD, KANSAS
Notes to the Financial Statement
December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Financial Reporting Entity

The City of Deerfield is a municipal corporation governed by an elected mayor and an elected five-member council. This financial statement presents the City of Deerfield (the City). The City has no related municipal entities.

b) 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.

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

Business Fund - 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.)

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

c) 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.

d) 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

CITY OF DEERFIELD, KANSAS
Notes to the Financial Statement
December 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

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 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 Capital Project Funds, Trust Funds, Agency Funds and certain Special Purpose Funds as noted in the presentation of the appropriate Schedule 2.

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.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

No statute violations were noted for the year ending December 31, 2018.

NOTE 3 – DEPOSITS AND INVESTMENTS

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

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

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

CITY OF DEERFIELD, KANSAS
Notes to the Financial Statement
December 31, 2018

NOTE 3 – DEPOSITS AND INVESTMENTS (CONT.)

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.

At December 31, 2018, the carrying amount of the City's deposits, including certificates of deposit, was \$1,303,649 and the bank balance was \$1,315,526. The bank balance was held by two (2) banks resulting in a concentration of credit risk. Of the bank balance, \$353,279 was covered by federal depository insurance, and the remaining \$962,247 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.

NOTE 4 – INTERFUND 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

NOTE 5 – 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. 74-49,210 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 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 for the Death and Disability Program) and the statutory contribution rate was 8.39% for the fiscal year ended December 31, 2018.

CITY OF DEERFIELD, KANSAS
Notes to the Financial Statement
December 31, 2018

NOTE 5 – DEFINED BENEFIT PENSION PLAN (CONT.)

Net Pension Liability

At December 31, 2018, the City's proportionate share of the collective net pension liability reported by KPERS was \$147,728. 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 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 6 – OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

a) 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.

b) Death and Disability Other Post-Employment Benefit

As provided by K.S.A. 74-4927, disable 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 payment. The employer contribution rate is set at 1% for the year ended December 31, 2018.

c) Other Employee Benefits

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 2018 amounts of accrued compensation for vacation leave was \$2,432 and \$186 for associated payroll taxes. The 2017 amounts of accrued compensation for vacation leave was \$5,611 and \$429 for associated payroll taxes.

CITY OF DEERFIELD, KANSAS

Notes to the Financial Statement

December 31, 2018

NOTE 7 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through the date of this report. Management's evaluation concluded that there is one subsequent event that is required to be recognized or disclosed in this financial statement.

On April 9, 2019, the City purchased a Foley CAT Loader for \$83,259.

THE CITY OF DEERFIELD, KANSAS

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

THE CITY OF DEERFIELD, KANSAS

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CITY OF DEERFIELD, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
(Budgeted Funds Only)
For the Year Ended December 31, 2018

<u>Funds</u>	<u>Certified Budget</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance- Over (Under)</u>
<u>General Fund:</u>				
General Fund	\$ 649,568	\$ 649,568	\$ 246,025	\$ (403,543)
<u>Special Purpose Funds:</u>				
Employee Benefit Fund	138,000	138,000	122,762	(15,238)
Machinery and Equipment Fund	194,578	194,578	866	(193,712)
Special Highway Fund	266,732	266,732	134,643	(132,089)
Special Liability Fund	-	-	-	-
Water Depreciation Reserve Fund	32,449	32,449	-	(32,449)
Sewer Pond Reserve Fund	32,733	32,733	-	(32,733)
<u>Bond and Interest Fund:</u>				
Bond and Interest Fund	-	-	-	-
<u>Business Funds:</u>				
Water Utility Fund	390,298	390,298	127,656	(262,642)
Sewer Utility Fund	60,528	60,528	32,097	(28,431)
Refuse Utility Fund	81,281	81,281	26,384	(54,897)
Storm Sewer Utility Fund	90,518	90,518	652	(89,866)

CITY OF DEERFIELD, 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)

		2018		Variance- Over (Under)
	2017 <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes				
Ad Valorem Property Tax	\$ 157,025	\$ 99,085	\$ 107,449	\$ (8,364)
Motor Vehicle Tax	23,809	33,888	36,782	(2,894)
16/20M Vehicle Tax	77	3	219	(216)
Recreational Vehicle Tax	347	254	439	(185)
Back Taxes	3,138	5,349	-	5,349
Total Taxes	<u>184,396</u>	<u>138,579</u>	<u>144,889</u>	<u>(6,310)</u>
Intergovernmental Revenue				
Local Sales Tax	<u>47,441</u>	<u>71,919</u>	<u>35,000</u>	<u>36,919</u>
Total Intergovernmental Revenue	<u>47,441</u>	<u>71,919</u>	<u>35,000</u>	<u>36,919</u>
Fines, Licenses and Permits				
Franchise Tax	25,410	24,115	25,000	(885)
License and Permits/Fees	3,456	3,486	2,000	1,486
Wheatland Collection Fees	9,600	9,600	9,600	-
Municipal Court Fines	<u>3,123</u>	<u>1,786</u>	<u>3,500</u>	<u>(1,714)</u>
Total Fines, Licenses and Permits	<u>41,589</u>	<u>38,987</u>	<u>40,100</u>	<u>(1,113)</u>
Reimbursement and Miscellaneous				
Gas Well Royalties	4,707	4,575	4,000	575
Rent/Lease	7,850	6,338	12,000	(5,662)
Interest Income	11,823	22,485	2,000	20,485
Miscellaneous	<u>6,259</u>	<u>6,971</u>	<u>8,000</u>	<u>(1,029)</u>
Total Reimbursement and Miscellaneous	<u>30,639</u>	<u>40,369</u>	<u>26,000</u>	<u>14,369</u>
Total Receipts	<u>304,065</u>	<u>289,854</u>	<u>\$ 245,989</u>	<u>\$ 43,865</u>

CITY OF DEERFIELD, 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)

		<u>2018</u>		Variance-
	<u>2017</u>	<u>Actual</u>	<u>Budget</u>	Over
	<u>Actual</u>			<u>(Under)</u>
Expenditures				
General Government				
Personal Services	127,231	100,350	115,000	(14,650)
Contractual Services	37,428	57,554	60,000	(2,446)
Commodities	41,577	42,526	70,000	(27,474)
Capital Outlay	-	-	344,568	(344,568)
Total General Government	<u>206,236</u>	<u>200,430</u>	<u>589,568</u>	<u>(389,138)</u>
Street Department - Lighting	8,268	8,263	20,000	(11,737)
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>251,836</u>	<u>246,025</u>	<u>\$ 649,568</u>	<u>(403,543)</u>
Receipts Over (Under) Expenditures	52,229	43,829		<u>\$ 447,408</u>
Unencumbered Cash, Beginning	<u>360,108</u>	<u>412,337</u>		
Unencumbered Cash, Ending	<u>\$ 412,337</u>	<u>\$ 456,166</u>		

CITY OF DEERFIELD, KANSAS
Employee Benefits 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)

		2018		Variance- Over (Under)
	2017 <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Receipts				
Ad Valorem Tax	\$ 39,829	\$ 102,218	\$ 111,402	\$ (9,184)
Delinquent Tax	1,766	2,996	-	2,996
Motor Vehicle Tax	14,901	10,410	9,358	1,052
16/20 M Vehicle Tax	63	2	56	(54)
Recreational Vehicle Tax	228	89	111	(22)
Reimbursements	<u>539</u>	<u>-</u>	<u>1,000</u>	<u>(1,000)</u>
Total Receipts	<u>57,326</u>	<u>115,715</u>	<u>\$ 121,927</u>	<u>\$ (6,212)</u>
Expenditures				
Insurance and Bonds	6,421	4,963	10,000	(5,037)
KPERS	18,300	15,460	28,000	(12,540)
Social Security	18,180	14,180	25,000	(10,820)
Health Insurance	<u>63,248</u>	<u>88,159</u>	<u>75,000</u>	<u>13,159</u>
Total Expenditures	<u>106,149</u>	<u>122,762</u>	<u>\$ 138,000</u>	<u>(15,238)</u>
Receipts Over (Under) Expenditures	(48,823)	(7,047)		<u>\$ 9,026</u>
Unencumbered Cash, Beginning	<u>81,452</u>	<u>32,629</u>		
Unencumbered Cash, Ending	<u>\$ 32,629</u>	<u>\$ 25,582</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, 2018
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

		<u>2018</u>		Variance-
	<u>2017</u>	<u>Actual</u>	<u>Budget</u>	Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
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>37,331</u>	<u>866</u>	<u>194,578</u>	<u>(193,712)</u>
Total Expenditures	<u>37,331</u>	<u>866</u>	<u>\$ 194,578</u>	<u>(193,712)</u>
Receipts Over (Under) Expenditures	7,669	44,134		<u>\$ 193,712</u>
Unencumbered Cash, Beginning	<u>112,078</u>	<u>119,747</u>		
Unencumbered Cash, Ending	<u>\$ 119,747</u>	<u>\$ 163,881</u>		

CITY OF DEERFIELD, KANSAS
Special Highway 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)

		<u>2018</u>		Variance- Over (Under)
	<u>2017 Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Receipts				
State of Kansas Gas Tax	\$ 18,518	\$ 19,149	\$ 18,300	\$ 849
Reimbursement and Miscellaneous	<u>180</u>	<u>180</u>	<u>100</u>	<u>80</u>
Total Receipts	<u>18,698</u>	<u>19,329</u>	<u>\$ 18,400</u>	<u>\$ 929</u>
Expenditures				
Personal Services	22,475	28,270	30,000	(1,730)
Contractual Services	21,687	98,658	221,732	(123,074)
Commodities	<u>4,221</u>	<u>7,715</u>	<u>15,000</u>	<u>(7,285)</u>
Total Expenditures	<u>48,383</u>	<u>134,643</u>	<u>\$ 266,732</u>	<u>(132,089)</u>
Receipts Over (Under) Expenditures	(29,685)	(115,314)		<u>\$ 133,018</u>
Unencumbered Cash, Beginning	<u>284,852</u>	<u>255,167</u>		
Unencumbered Cash, Ending	<u>\$ 255,167</u>	<u>\$ 139,853</u>		

CITY OF DEERFIELD, KANSAS
Special Liability 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)

		<u>2018</u>		Variance-
	<u>2017</u>	<u>Actual</u>	<u>Budget</u>	Over
	<u>Actual</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>4</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>4</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Receipts Over (Under) Expenditures	(4)	-		<u>\$ -</u>
Unencumbered Cash, Beginning	<u>4</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</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, 2018
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	<u>2017</u> <u>Actual</u>	<u>2018</u> <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, 2018
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

		<u>2018</u>		Variance-
	<u>2017</u>	<u>Actual</u>	<u>Budget</u>	Over
	<u>Actual</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				
Capital Outlay	<u>-</u>	<u>-</u>	<u>32,449</u>	<u>(32,449)</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>\$ 32,449</u>	<u>(32,449)</u>
Receipts Over (Under) Expenditures	10,000	10,000		<u>\$ 32,449</u>
Unencumbered Cash, Beginning	<u>15,449</u>	<u>25,449</u>		
Unencumbered Cash, Ending	<u>\$ 25,449</u>	<u>\$ 35,449</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, 2018
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

		<u>2018</u>		Variance-
	<u>2017</u>	<u>Actual</u>	<u>Budget</u>	Over
	<u>Actual</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>32,733</u>	<u>(32,733)</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>\$ 32,733</u>	<u>(32,733)</u>
Receipts Over (Under) Expenditures	5,000	5,000		<u>\$ 32,733</u>
Unencumbered Cash, Beginning	<u>22,733</u>	<u>27,733</u>		
Unencumbered Cash, Ending	<u>\$ 27,733</u>	<u>\$ 32,733</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, 2018
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

		<u>2018</u>		Variance-
	<u>2017</u>	<u>Actual</u>	<u>Budget</u>	Over
	<u>Actual</u>			<u>(Under)</u>
Receipts				
Tax Revenue	\$ 296	\$ 101	\$ -	\$ 101
Total Receipts	<u>296</u>	<u>101</u>	<u>\$ -</u>	<u>\$ 101</u>
Expenditures				
Transfers Out	<u>296</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>296</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	101		<u>\$ 101</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, 2018
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

		2018		Variance- Over (Under)
	2017 <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Receipts				
Water Sales	\$ 153,543	\$ 162,538	\$ 170,000	\$ (7,462)
Penalties and Reconnect Fees	4,409	3,970	5,000	(1,030)
Miscellaneous	144	-	500	(500)
Transfer from Bond and Interest	<u>296</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Receipts	<u>158,392</u>	<u>166,508</u>	<u>\$ 175,500</u>	<u>\$ (8,992)</u>
Expenditures				
Personal Services	42,457	42,312	55,000	(12,688)
Contractual Services	20,938	-	2,000	(2,000)
General	6,588	9,482	10,000	(518)
Production	10,348	9,245	10,000	(755)
Distribution	20,831	17,717	25,000	(7,283)
Utility Deposit Interest	115	-	100	(100)
Capital Outlay	-	18,900	258,198	(239,298)
Transfers Out	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>-</u>
Total Expenditures	<u>131,277</u>	<u>127,656</u>	<u>\$ 390,298</u>	<u>(262,642)</u>
Receipts Over (Under) Expenditures	27,115	38,852		<u>\$ 253,650</u>
Unencumbered Cash, Beginning	<u>154,147</u>	<u>181,262</u>		
Unencumbered Cash, Ending	<u>\$ 181,262</u>	<u>\$ 220,114</u>		

CITY OF DEERFIELD, KANSAS
Sewer Utility 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)

		<u>2018</u>		Variance- Over (Under)
	<u>2017 Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Receipts				
Sewer Collections	\$ 35,560	\$ 36,499	\$ 36,000	\$ 499
Lease/Rent	<u>500</u>	<u>-</u>	<u>500</u>	<u>(500)</u>
Total Receipts	<u>36,060</u>	<u>36,499</u>	<u>\$ 36,500</u>	<u>\$ (1)</u>
Expenditures				
Personal Services	5,044	12,368	40,528	(28,160)
Contractual Services	6,647	7,101	10,000	(2,899)
Commodities	7,377	7,628	5,000	2,628
Transfer to Sewer Pond Reserve	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Total Expenditures	<u>24,068</u>	<u>32,097</u>	<u>\$ 60,528</u>	<u>(28,431)</u>
Receipts Over (Under) Expenditures	11,992	4,402		<u>\$ 28,430</u>
Unencumbered Cash, Beginning	<u>25,028</u>	<u>37,020</u>		
Unencumbered Cash, Ending	<u>\$ 37,020</u>	<u>\$ 41,422</u>		

CITY OF DEERFIELD, KANSAS
 Refuse Utility 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)

		2018		Variance- Over (Under)
	2017 <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Receipts				
Charge for Services	\$ 44,645	\$ 45,360	\$ 45,000	\$ 360
Total Receipts	<u>44,645</u>	<u>45,360</u>	<u>\$ 45,000</u>	<u>\$ 360</u>
Expenditures				
Personal Services	39,414	3,249	25,000	(21,751)
Contractual Services	5,012	10,244	10,000	244
Commodities	1,532	2,891	5,000	(2,109)
Capital Outlay	-	-	31,281	(31,281)
Transfer to Machinery and Equipment	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Total Expenditures	<u>55,958</u>	<u>26,384</u>	<u>\$ 81,281</u>	<u>(54,897)</u>
Receipts Over (Under) Expenditures	(11,313)	18,976		<u>\$ 55,257</u>
Unencumbered Cash, Beginning	<u>35,781</u>	<u>24,468</u>		
Unencumbered Cash, Ending	<u>\$ 24,468</u>	<u>\$ 43,444</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, 2018
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

		<u>2018</u>		Variance- Over (Under)
	<u>2017 Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Receipts				
Charge for Services	\$ 11,011	\$ 11,160	\$ 12,500	\$ (1,340)
Total Receipts	<u>11,011</u>	<u>11,160</u>	<u>\$ 12,500</u>	<u>\$ (1,340)</u>
Expenditures				
Personal Services	699	652	10,000	(9,348)
Commodities	-	-	10,000	(10,000)
Capital Outlay	<u>18,486</u>	<u>-</u>	<u>70,518</u>	<u>(70,518)</u>
Total Expenditures	<u>19,185</u>	<u>652</u>	<u>\$ 90,518</u>	<u>(89,866)</u>
Receipts Over (Under) Expenditures	(8,174)	10,508		<u>\$ 88,526</u>
Unencumbered Cash, Beginning	<u>75,518</u>	<u>67,344</u>		
Unencumbered Cash, Ending	<u>\$ 67,344</u>	<u>\$ 77,852</u>		

Schedule 3

CITY OF DEERFIELD, KANSAS
Agency Fund
Schedule of Receipts, Expenditures and Unencumbered Cash
For the Year Ended December 31, 2018

	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Customer Deposits	\$ 9,181	\$ 5,250	\$ 4,407	\$ 10,024
Total	<u>\$ 9,181</u>	<u>\$ 5,250</u>	<u>\$ 4,407</u>	<u>\$ 10,024</u>