

CERTIFICATE

To the Clerk of Neosho County, State of Kansas
We, the undersigned, officers of
City of Galesburg

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

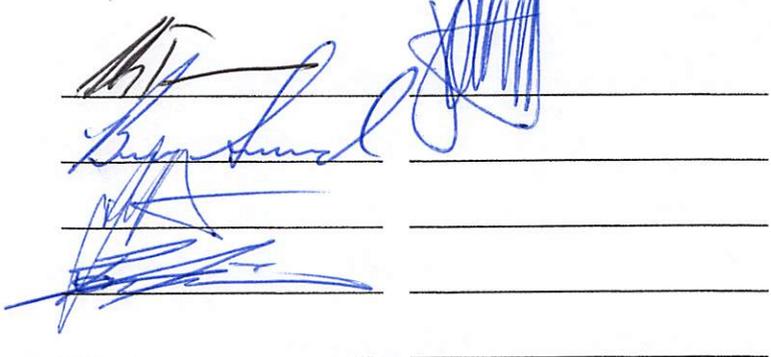
			2020 Adopted Budget		
			Budget Authority for Expenditures	Amount of 2019 Ad Valorem Tax	County Clerk's Use Only
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Allocation of MVT, RVT, and 16/20M Vehicle Tax					
Schedule of Transfers					
Statement of Indebtedness					
Statement of Lease-Purchases					
Computation to Determine State Library Grant					
Fund	K.S.A.				
General	12-101a	7	134,830	23,960	36.912
Tort Liability	75-6110	8	25,711	13,333	20.541
Special Highway		9	38,887		
Equipment Reserve		9	37,884		
Water Utility		10	145,696		
Sewer Utility		10	52,221		
Non-Budgeted Funds-A		11			
Totals		xxxxxx	435,228	37,293	57.453
					County Clerk's Use Only
Budget Summary					
Neighborhood Revitalization Rebate					
					Nov 1, 2019 Total Assessed Valuation

649117

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

37,293
NO

Assisted by:
Philip A. Jarred, CPA
Jarred, Gilmore & Phillips, PA
Address:
1815 S Santa Fe
Chanute, KS 66720
Email:
pjarred@jgppa.com
Attest: _____, 2019



County Clerk

Governing Body

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

City of Galesburg

2020

Computation to Determine Limit for 2020

		Amount of Levy
1. Total tax levy amount in 2019 budget		+ \$ <u>36,742</u>
2. Library levy in 2019 budget		- \$ <u>0</u>
Other tax entity levy in 2019 budget		- \$ <u>0</u>
3. Net tax levy		\$ <u>36,742</u>
2020 Budget Percentage Adjustments		
4. New improvements, Remodeling and Renovations for 2019 :	+ _____	<u>0</u>
5. Increase in personal property for 2019 :		
5a. Personal property 2019	+ _____	<u>9,637</u>
5b. Personal property 2018	- _____	<u>10,356</u>
5c. Increase in personal property (5a minus 5b)	+ _____	<u>0</u>
		(Use Only if > 0)
6. Valuation of annexed territory for 2019 :		
6a. Real estate	+ _____	<u>0</u>
6b. State assessed	+ _____	<u>0</u>
6c. New improvements	+ _____	<u>0</u>
6d. Total adjustment (sum of 6a, 6b, and 6c)	+ _____	<u>0</u>
7. Valuation of property that has changed in use during 2019 :	+ _____	<u>0</u>
8. Expiration of property tax abatements	+ _____	<u>0</u>
9. Expiration of TIF, Rural Housing, and NR Districts (Incremental assessed value over base)	+ _____	<u>0</u>
10. Total valuation adjustment (sum of 4, 5c, 6d, 7, 8 & 9)		<u>0</u>
11. Total estimated valuation July 1, 2019	<u>645,492</u>	
12. Percentage adjustment factor - Line 10 / (Line 11 - Line 10)		<u>0.0000</u>
13. Percentage adjustment increase (12 times 3)		+ \$ <u>0</u>
14. Consumer Price Index for all urban consumers for calendar year 2018 (5 year average)		<u>1.50%</u>
15. Consumer Price Index adjustment (Line 3 times Line 14)		\$ <u>551</u>
16. Total Percentage Adjustments		\$ <u>551</u>

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

Levies on Behalf of Another Political or Governmental Subdivision

27. Library levy - 2020 budget:	+	<u>0</u>
Other tax entity levy - 2020 budget:	+	<u>0</u>
Other tax entity levy - 2020 budget:	+	<u>0</u>
28. Total Levies on Behalf of Another Political or Governmental Subdivision	+	<u>0</u>
29 Levy for Dissolved Taxing Entity (Only Use the First Year After Dissolved)	+	<u>0</u>
30. Total Computed Tax Levy		<u><u>37,293</u></u>

Other Tests - Property Tax Decline

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

2016 Tax Levy (Less Levy for other Governmental Units)	27,550	
2017 Tax Levy (Less Levy for other Governmental Units)	31,459	None
2018 Tax Levy (Less Levy for other Governmental Units)	32,829	None
2019 Tax Levy (Less Levy for other Governmental Units)	36,742	None
Average Tax Levy (last three years)	33,677	
CPI Adjustment of 0.025	842	
Average Tax Levy Adjusted by CPI	34,519	
2020 Total Tax Levy (Less Levy for Other Governmental Units)	37,293	
Exemption from Election Requirement		No
"		

Other Tests - Lost Valuation Test

Assessed Valuation Loss	0	
2020 Tax Levy (Less Levy for other Governmental Units)	37,293	
2019 Tax Levy (Less Levy for other Governmental Units)	36,742	
Change in Levy	551	
CPI Adjustment		551
2020 Mill Rate (Less Mills for other Governmental Units)	57.774	
Loss of Assessed Valuation Multiplied by 2020 Mill Rate		<u>0</u>
Total Adjustment for Loss of Assessed Valuation		551
Exemption from Election Requirement		Yes

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

Allocation of MV, RV, 16/20M, Commercial Vehicle, and Watercraft Tax Estimates

Budgeted Funds for 2019	Ad Valorem Levy Tax Year 2018	Allocation for Year 2020				
		MVT	RVT	16/20M Veh	Comm Veh	Watercraft
General	22,880	3,792	54	19	53	6
Debt Service						
Library						
Tort Liability	13,861	2,297	33	11	33	3
TOTAL	36,742	6,089	87	30	86	9

County Treas Motor Vehicle Estimate 6,089
 County Treas Recreational Vehicle Estimate 87
 County Treas 16/20M Vehicle Estimate 30
 County Treas Commercial Vehicle Tax Estimate 86
 County Treas Watercraft Tax Estimate 9

Motor Vehicle Factor 0.16572
 Recreational Vehicle Factor 0.00237
 16/20M Vehicle Factor 0.00082
 Commercial Vehicle Factor 0.00235
 Watercraft Factor 0.00024

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

STATEMENT OF INDEBTEDNESS

Type of Debt	Date of Issue	Date of Retirement	Interest Rate %	Amount Issued	Beginning Amount Outstanding Jan 1, 2019	Date Due		Amount Due 2019		Amount Due 2020	
						Interest	Principal	Interest	Principal	Interest	Principal
General Obligation:											
None											
Total G.O. Bonds					0			0	0	0	0
Revenue Bonds:											
Water System Revenue Bonds:											
Series A	9/1/2005	9/8/2045	4.13	72,000	59,701	9/8	9/8	2,463	1,243	2,411	1,294
Series B	9/1/2005	9/8/2045	4.13	68,000	56,385	9/8	9/8	2,326	1,174	2,277	1,222
Total Revenue Bonds					116,086			4,789	2,417	4,689	2,517
Other:											
None											
Total Other					0			0	0	0	0
Total Indebtedness					116,086			4,789	2,417	4,689	2,517

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

STATEMENT OF CONDITIONAL LEASE-PURCHASE AND CERTIFICATE OF PARTICIPATION*

Item Purchased	Contract Date	Term of Contract (Months)	Interest Rate %	Total Amount Financed (Beginning Principal)	Principal Balance On Jan 1 2019	Payments Due 2019	Payments Due 2020
None							
Totals					0	0	0

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

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

City of Galesburg

2020

Adopted Budget General Fund - Detail Expenditures	Prior Year Actual for 2018	Current Year Estimate for 2019	Proposed Budget Year for 2020
Expenditures:			
General Administration			
Personal Services	9,391	9,721	10,210
Contractual Services	6,969	8,708	9,000
Commodities	1,349	1,202	3,000
Capital Outlay	500	0	1,000
Reimbursed Expenses	1,510	0	0
Total	19,719	19,631	23,210
Fire Department			
Personal Services	0	0	0
Contractual Services	8,904	7,929	6,000
Commodities	9,141	6,726	10,000
Capital Outlay	3,600	0	0
Total	21,645	14,655	16,000
Highway and Streets			
Commodities	3,269	3,138	6,000
Capital Outlay	0	0	72,840
Total	3,269	3,138	78,840
Parks & Recreation			
Contractual Services	1,366	1,486	3,500
Commodities	0	1,446	2,000
Capital Outlay	0	0	0
Total	1,366	2,932	5,500
Sanitation			
Contractual Services	10,311	10,781	11,280
Total	10,311	10,781	11,280
Total	0	0	0
Total	0	0	0
Total	0	0	0
Page Total	56,310	51,137	134,830

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

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

City of Galesburg

2020

FUND PAGE FOR FUNDS WITH A TAX LEVY

Adopted Budget Tort Liability	Prior Year Actual for 2018	Current Year Estimate for 2019	Proposed Budget Year for 2020
Unencumbered Cash Balance Jan 1	1,019	4,967	10,001
Receipts:			
Ad Valorem Tax	13,007	13,307	XXXXXXXXXXXXXXXXXXXX
Delinquent Tax	238	554	513
Motor Vehicle Tax	1,677	1,749	2,297
Recreational Vehicle Tax	29	41	33
16/20M Vehicle Tax	6	8	11
Commercial Vehicle Tax	34	30	33
Watercraft Tax	1	0	3
Interest on Idle Funds	0	0	0
Neighborhood Revitalization Rebate	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Rec			
Total Receipts	14,993	15,689	2,890
Resources Available:	16,012	20,656	12,891
Expenditures:			
Contractual Services	10,076	10,655	25,711
Reimbursed Expenses	969	0	0
Cash Forward (2020 column)	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Exp			
Total Expenditures	11,045	10,655	25,711
Unencumbered Cash Balance Dec 31	4,967	10,001	XXXXXXXXXXXXXXXXXXXX
2018/2019/2020 Budget Authority Amount:	14,699	20,870	25,711
		Non-Appropriated Balance	
		Total Expenditure/Non-Appr Balance	25,711
		Tax Required	12,820
Delinquent Comp Rate:	4.0%		513
Amount of 2019 Ad Valorem Tax:			13,333

Adopted Budget	Prior Year Actual for 2018	Current Year Estimate for 2019	Proposed Budget Year for 2020
0			
Unencumbered Cash Balance Jan 1		0	0
Receipts:			
Ad Valorem Tax		0	XXXXXXXXXXXXXXXXXXXX
Delinquent Tax			
Motor Vehicle Tax			
Recreational Vehicle Tax			
16/20M Vehicle Tax			
Commercial Vehicle Tax			
Watercraft Tax			
Interest on Idle Funds			
Neighborhood Revitalization Rebate			
Miscellaneous			
Does miscellaneous exceed 10% Total Rec			
Total Receipts	0	0	0
Resources Available:	0	0	0
Expenditures:			
Cash Forward (2020 column)			
Miscellaneous			
Does miscellaneous exceed 10% Total Exp			
Total Expenditures	0	0	0
Unencumbered Cash Balance Dec 31	0	0	XXXXXXXXXXXXXXXXXXXX
2018/2019/2020 Budget Authority Amount:	0	0	0
		Non-Appropriated Balance	
		Total Expenditure/Non-Appr Balance	0
		Tax Required	0
Delinquent Comp Rate:	4.0%		0
Amount of 2019 Ad Valorem Tax:			0

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

City of Galesburg

2020

FUND PAGE FOR FUNDS WITH NO TAX LEVY

Adopted Budget Special Highway	Prior Year Actual for 2018	Current Year Estimate for 2019	Proposed Budget Year for 2020
Unencumbered Cash Balance Jan 1	29,146	32,397	35,637
Receipts:			
State of Kansas Gas Tax	3,251	3,240	3,250
County Transfers Gas	0	0	0
Interest on Idle Funds	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Rec			
Total Receipts	3,251	3,240	3,250
Resources Available:	32,397	35,637	38,887
Expenditures:			
Street Repair and Maint			
Commodities	0	0	38,887
Capital Outlay	0	0	0
Cash Forward (2020 column)	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Exp			
Total Expenditures	0	0	38,887
Unencumbered Cash Balance Dec 31	32,397	35,637	0
2018/2019/2020 Budget Authority Amount:	92,431	35,636	38,887

Adopted Budget

Equipment Reserve	Prior Year Actual for 2018	Current Year Estimate for 2019	Proposed Budget Year for 2020
Unencumbered Cash Balance Jan 1	37,618	37,716	37,800
Receipts:			
Interest on Idle Funds	98	84	84
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Rec			
Total Receipts	98	84	84
Resources Available:	37,716	37,800	37,884
Expenditures:			
Capital Outlay	0	0	37,884
Cash Forward (2020 column)	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Exp			
Total Expenditures	0	0	37,884
Unencumbered Cash Balance Dec 31	37,716	37,800	0
2018/2019/2020 Budget Authority Amount:	37,722	37,766	37,884

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

City of Galesburg

2020

FUND PAGE FOR FUNDS WITH NO TAX LEVY

Adopted Budget Water Utility	Prior Year Actual for 2018	Current Year Estimate for 2019	Proposed Budget Year for 2020
Unencumbered Cash Balance Jan 1	63,581	74,766	86,819
Receipts:			
Charges to Customers	63,911	58,726	58,726
Interest on Idle Funds	170	152	152
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Rec			
Total Receipts	64,080	58,878	58,878
Resources Available:	127,662	133,644	145,697
Expenditures:			
Production & Purchases	39,235	33,760	50,000
Commercial & General	6,455	5,860	5,860
Capital Outlay	0	0	82,631
Debt Service:			
Principal	2,321	2,417	2,517
Interest	4,884	4,789	4,689
Cash Forward (2020 column)	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Exp			
Total Expenditures	52,895	46,825	145,696
Unencumbered Cash Balance Dec 31	74,766	86,819	0
2018/2019/2020 Budget Authority Amount:	117,683	137,839	145,696

Adopted Budget

Sewer Utility	Prior Year Actual for 2018	Current Year Estimate for 2019	Proposed Budget Year for 2020
Unencumbered Cash Balance Jan 1	32,875	37,797	42,114
Receipts:			
Charges to Customers	10,608	10,107	10,107
Interest on Idle Funds	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Rec			
Total Receipts	10,608	10,107	10,107
Resources Available:	43,483	47,904	52,221
Expenditures:			
Transmission and Distribution			
Personal Services	1,227	1,227	1,289
Contractual Services	4,182	4,286	6,000
Commodities	277	277	1,500
Capital Outlay	0	0	43,432
Cash Forward (2020 column)	0	0	0
Miscellaneous	0	0	0
Does miscellaneous exceed 10% Total Exp			
Total Expenditures	5,686	5,790	52,221
Unencumbered Cash Balance Dec 31	37,797	42,114	0
2018/2019/2020 Budget Authority Amount:	43,097	47,266	52,221

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

NOTICE OF BUDGET HEARING

The governing body of
City of Galesburg
will meet on August 13, 2019 at 7:00 PM at Galesburg Community Center for the purpose of hearing and answering objections of taxpayers relating to the proposed use of all funds and the amount of ad valorem tax. Detailed budget information is available at Galesburg Community Center and will be available at this hearing.

BUDGET SUMMARY

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

FUND	Prior Year Actual for 2018		Current Year Estimate for 2019		Proposed Budget for 2020		
	Expenditures	Actual Tax Rate *	Expenditures	Actual Tax Rate *	Budget Authority for Expenditures	Amount of 2019 Ad Valorem Tax	Estimate Tax Rate *
General	56,310	32.177	51,137	34.094	134,830	23,960	37.119
Tort Liability	11,045	20.656	10,655	20.655	25,711	13,333	20.655
Special Highway					38,887		
Equipment Reserve					37,884		
Water Utility	52,895		46,825		145,696		
Sewer Utility	5,686		5,790		52,221		
Non-Budgeted Funds-A							
Totals	125,936	52.833	114,407	54.749	435,228	37,293	57.774
Less: Transfers	0		0		0		
Net Expenditure	125,936		114,407		435,228		
Total Tax Levied	32,829		36,742		xxxxxxxxxxxxxxxxxxxx		
Assessed Valuation	621,379		671,100		645,492		
Outstanding Indebtedness, January 1,							
G.O. Bonds	2017 0		2018 0		2019 0		
Revenue Bonds	120,635		118,407		116,086		
Other	0		0		0		
Lease Purchase Principal	0		0		0		
Total	120,635		118,407		116,086		

*Tax rates are expressed in mills

Carol Clevenger

City Official Title: City Clerk

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

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

This financial forecast presents, to the best of management's knowledge and belief, the City's expected summarized financial information for the forecasted periods. Accordingly, the forecast reflects management's judgement as of July 29, 2019, the date of this forecast, of the expected conditions and its expected course of action. The presentation of prospective information is for compliance with Kansas law requiring municipalities to file an annual budget with their respective county and the Kansas Department of Administration - Municipal Services office. The assumptions disclosed herein are those that management believes are significant to the forecast. There will usually be differences between the forecasted and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

Forecasted Results for the Year Ending December 31, 2019

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

Property tax receipts for tax levying funds were estimated based upon a collection rate of 96% of the amount of taxes levied for 2019.

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

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

Forecasted Results for the Year Ending December 31, 2020

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

Receipts

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

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

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

Expenses

Expenses for personal services were estimated based upon a 5% increase over 2019 estimated amounts.

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