

**CITY OF BALDWIN CITY, KANSAS**

**FINANCIAL STATEMENTS**

**Year Ended December 31, 2019**

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CITY OF BALDWIN CITY, KANSAS

FINANCIAL STATEMENTS  
Year ending December 31, 2019

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council  
City of Baldwin City, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Baldwin City, Kansas (the City), 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 *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas; 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 of the financial statement, the financial statement is prepared by the City to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

### *Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2019, or changes in financial position and cash flows thereof for the year then ended.

### *Unmodified opinion on Regulatory Basis of Accounting*

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 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.

### *Other Matters*

#### *Report on Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, and the regulatory basis receipts and expenditures-actual for the related municipal entity (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.

#### *Other Matter*

The 2018 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget (Schedule 2 as listed in the table of contents) for the year ended December 31, 2018, is presented for purposes of additional analysis and is not a required part of the basic financial statement.

The City of Baldwin City, Kansas’s basic financial statement for the year ended December 31, 2018 (not presented herein), was audited by other auditors whose report dated March 22, 2019, expressed an unmodified opinion on the basic financial statement. The 2018 basic financial statement and the other auditor’s report are available in electronic form from the website of the Kansas Department of Administration at the following link <http://www.admin.ks.gov/offices/chief-financial-officer/municipal-services>. The report of the other auditors dated May 21, 2019, stated that the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended December 31, 2018, was subjected to auditing procedures applied in the audit of the 2018 basic financial statement and certain additional procedures, including comparing and reconciling such information to the underlying accounting and other records used to prepare the 2018 basic financial statement or to the 2018 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America, and in their opinion, was fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2018, on the basis of accounting described in Note 1.

*Gordon CPA LLC*

Certified Public Accountant  
Lawrence, Kansas

June 16, 2020

CITY OF BALDWIN CITY, KANSAS

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

Funds	Beginning		Receipts	Expenditures	Ending		Add: Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
	Unencumbered Cash Balance	Prior Year Adjustment			Unencumbered Cash Balance	Unencumbered Cash Balance		
General Funds:								
General	\$ 706,433	\$ -	\$ 3,415,240	\$ 4,008,001	\$ 113,672	\$ 100,561	\$ 214,233	
Special Purpose Funds:								
Library Fund	448	-	150,851	147,615	3,684	-	3,684	
Special Parks and Recreation Fund	26,548	-	16,160	91	42,617	-	42,617	
Special Highway Fund	260,373	-	145,857	222,673	183,557	-	183,557	
Swimming Pool Sales Tax Revenue Fund	87,530	-	1,468	39,675	49,323	-	49,323	
General Reserve Fund	294,259	-	124,231	101,180	317,310	845	318,155	
Cemetery Reserve Fund	133,319	-	3,138	5,590	130,867	-	130,867	
Cemetery Fund	10,778	-	99,622	60,739	49,661	546	50,207	
Neighborhood Revitalization Program Fund	-	-	23,160	23,160	-	-	-	
Bond and Interest Funds:								
Bond and Interest Fund	9,017	-	672,239	671,248	10,008	-	10,008	
Capital Project Funds:								
Capital Project Fund	1,373,539	-	56,018	653,272	776,285	113,919	890,204	
Quality of Life Sales Tax Fund	216,179	-	125,812	113,304	228,687	-	228,687	
Capital Improvement Sales Tax Fund	131,737	-	245,204	204,729	172,212	-	172,212	
Public Utility Building Fund	-	-	-	-	-	-	-	
Police Building Project Fund	719,799	-	16,302	113,891	622,210	-	622,210	
Rail/Trail Project Fund	8,760	-	98,936	4,536	103,160	-	103,160	
Business Funds:								
Electric System Fund	2,062,611	-	4,668,374	4,465,721	2,265,264	107,810	2,373,074	
Electric Project Fund	313,621	-	209,838	-	523,459	-	523,459	
Water System Fund	552,364	-	1,826,950	1,741,536	637,778	34,198	671,976	
Water Project Fund	1,919	-	4,373	-	6,292	-	6,292	
Wastewater Project Fund	2,404,326	-	60,310	210,854	2,253,782	-	2,253,782	
Wastewater Utility Fund	122,359	-	1,206,670	1,160,335	168,694	5,154	173,848	
Refuse Utility Fund	72,327	-	272,627	242,653	102,301	288	102,589	
Total Primary Government	<u>9,508,246</u>	<u>-</u>	<u>13,443,380</u>	<u>14,190,803</u>	<u>8,760,823</u>	<u>363,321</u>	<u>9,124,144</u>	
Related Municipal Entity:								
Baldwin City Library	<u>361,310</u>	<u>-</u>	<u>228,637</u>	<u>176,996</u>	<u>412,951</u>	<u>-</u>	<u>412,951</u>	
Total Related Municipal Entity	<u>361,310</u>	<u>-</u>	<u>228,637</u>	<u>176,996</u>	<u>412,951</u>	<u>-</u>	<u>412,951</u>	
Total Reporting Entity	<u>\$ 9,869,556</u>	<u>\$ -</u>	<u>\$ 13,672,017</u>	<u>\$ 14,367,799</u>	<u>\$ 9,173,774</u>	<u>\$ 363,321</u>	<u>\$ 9,537,095</u>	

Composition of Cash:

Baldwin State Bank	
Checking	\$ 5,123,544
Checking - Baldwin City Library	91,876
Certificates of Deposit	2,000,000
Mid America Bank	
Certificates of Deposit	2,000,000
Checking - Baldwin City Library	767
Douglas County Community Foundation - Baldwin City Library	279,301
Bank of America stocks - Baldwin City Library	41,007
Petty Cash	600
Total	<u>\$ 9,537,095</u>

CITY OF BALDWIN CITY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

NOTE 1 – Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

The City of Baldwin City, Kansas, (the City) is a municipal corporation governed by a mayor and a five-member council. These financial statements present the City and its related municipal entity for which the City is considered to be financially accountable.

*Related Municipal Entity.* The Baldwin City Public Library (Library) serves the citizens within the City's jurisdiction. The City appoints the entire governing body of the Library. Acquisition or disposition of real property by the Library must be approved by the City. Bond issuances must also be approved by the City. Complete financial statements are not available for the Library for the year ended December 31, 2019.

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.

Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the City for the year ended December 31, 2019:

The General Fund is the chief operating fund is used to account for all resources except those required to be accounted for in another fund.

The Special Purpose Funds are 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.

The Bond and Interest Fund is used to account for the accumulation of resources, including tax levies, transfers from another funds and payment of general long-term debt.

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

The Business Funds are 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.)

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. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

CITY OF BALDWIN CITY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Budgetary Information

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in the local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of the 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. The 2019 budget was not amended.

The statutes permit management to transfer 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. In the financial statements, budget comparisons are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances. 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. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for capital project funds. Spending in funds which are not subject to the legal annual operating budget requirements is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

Reclassification of Account Balances

Certain line items have been reclassified to conform to the presentation of the financial statements in the current year. This principally consisted of expenses reclassified into different functions from the prior year. These reclassifications had no net effect on the City's net position or changes there in for the current year.

NOTE 2 – Deposits and Investments

*Deposits.* 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.

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



CITY OF BALDWIN CITY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

NOTE 2 – Deposits and Investments (Continued)

K.S.A. 12-1225(h) authorizes Library boards to invest or reinvest gifts and donations and any dividends, interest, rent or income derived from the gifts in the manner the board deems will best serve the interest of the Library. At December 31, 2019, the Baldwin City Library had the following unsecured investments.

<u>Investment Type</u>	<u>Fair Value</u>
Douglas County Community Foundation	
Mutual funds	\$ 279,301
Bank of America	
Stock	41,007
	<u>\$ 320,308</u>

*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%. The City has no designated "peak periods."

At December 31, 2019, the City's carrying amount of deposits was \$9,124,143 and the bank balance was \$9,347,710. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$500,000 was covered by federal depository insurance and \$8,847,710 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

At December 31, 2019, the Library's carrying amount of deposits was \$92,643 and the bank balance was \$94,091. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$92,643 was covered by federal depository insurance.

*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 3 – Retirement 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](http://www.kpers.org) or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

*Contributions.* K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7.15% of covered salary. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

CITY OF BALDWIN CITY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

NOTE 3 – Retirement Plan (Continued)

State law provides that the employer contribution rates for KPERS 1, KPERS 2, KPERS 3 and KP&F 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 1.00% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.89% for KPERS and 22.13% for KP&F for the fiscal year ended December 31, 2019. Contributions to the pension plan from the City were \$156,397 for KPERS and \$109,675 for KP&F 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 \$1,308,304 and \$994,975 for KP&F. The net pension liability was measured as of June 30, 2019, 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 non-employer contributions of the Local subgroup of 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 KPERS website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

NOTE 4 – Capital Projects

Capital project authorizations, with approved change orders, compared with expenditures from inception, are as follows:

	Project <u>Authorization</u>	Expenditures <u>to Date</u>
Collector Sidewalks	\$ 1,000,000	\$ 112,679
Lotatorium	450,000	394,903
Police Building	1,000,000	136,179
Waste Water Interceptor	2,737,700	487,791
E1750 Rd/N. 1st Improvements	476,843	137,283
	<u>\$ 5,664,543</u>	<u>\$ 1,268,834</u>

NOTE 5 – Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City carries commercial insurance for these risks of loss, including related lost regulatory receipts. No significant reductions in insurance coverage from that of the prior year have occurred. Settlements have not exceeded insurance coverage for each of the last three years.

NOTE 6 – Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Vacation earned but unused at termination is paid to the employees at their current rate of pay up to a maximum of 30 days. Employees who resign in good standing are entitled to ten percent of their unused sick leave and employees who retire in good standing are entitled to twenty percent of their sick leave. The sick leave is calculated at the maximum entitlement even though not all employees are eligible for retirement in the coming year. The liability for compensated absences at December 31, 2019 is \$216,288.

CITY OF BALDWIN CITY, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2019

NOTE 7 – Long-Term Debt

During the year ended December 31, 2019, the following changes occurred in long term liabilities:

<u>Type of Issue</u>	<u>Beginning Principal Outstanding</u>	<u>Additions to Principal</u>	<u>Reductions of Principal</u>	<u>Ending Principal Outstanding</u>	<u>Interest Paid</u>
Paid by taxes					
General obligation bonds	\$ 3,995,000	\$ -	\$ 370,000	\$ 3,625,000	\$ 100,175
General obligation temporary notes	1,450,000	-	-	1,450,000	23,121
Capital leases	135,059	883,408	20,454	998,013	2,480
Paid by utility revenues					
General obligation bonds	13,375,000	-	1,420,000	11,955,000	342,365
Revolving loans	1,480,296	336,204	75,920	1,740,580	26,334
Capital leases	236,643	57,961	21,721	272,883	4,473
<b>Total</b>	<b><u>\$ 20,671,998</u></b>	<b><u>\$ 1,277,573</u></b>	<b><u>\$ 1,908,095</u></b>	<b><u>\$ 20,041,476</u></b>	<b><u>\$ 498,949</u></b>

*General Obligation Bonds.* The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both general government and proprietary funds if they are expected to be repaid from proprietary fund regulatory receipts. In addition, general obligation bonds have been issued to refund other general obligation bonds.

General obligation bonds are direct obligations and pledge the full faith and credit of the City. General obligation bonds currently outstanding are as follows:

<u>Type of Issue</u>	<u>Date of Issuance</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Original Amount</u>	<u>Current Amount</u>
Paid by taxes					
Refunding, Series 2013	03/19/13	09/01/33	2.00 - 3.50%	\$ 3,829,693	\$ 2,825,000
Refunding and Improvement, Series 2015-A	06/18/15	09/01/35	2.00 - 3.50%	1,455,000	800,000
Paid by utility revenues					
Refunding, Series 2012	06/15/12	08/01/24	0.50 - 2.20%	1,125,000	495,000
Refunding, Series 2013	03/19/13	09/01/33	2.00 - 3.50%	3,335,308	1,500,000
Refunding, Series 2014	08/01/14	11/01/26	2.00 - 2.75%	5,890,000	3,080,000
Refunding and Improvement, Series 2015-A	06/18/15	09/01/35	2.00 - 3.50%	645,000	545,000
Improvement, Series 2015-B	12/10/15	09/01/35	2.50 - 3.50%	3,155,000	2,635,000
Improvement, Series 2018-A	12/04/18	09/01/38	3.00 - 4.00%	3,915,000	<u>3,700,000</u>
<b>Total General Obligation Bonds</b>					<b><u>\$ 15,580,000</u></b>

CITY OF BALDWIN CITY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

NOTE 7 – Long-Term Debt (Continued)

Annual debt service requirements to maturity for the general obligation bonds are as follows:

Year Ending December 31,	Paid By Taxes	Paid By Utility Revenue	Total
2020	\$ 477,775	\$ 1,685,565	\$ 2,163,340
2021	470,075	1,669,140	2,139,215
2022	387,375	1,528,935	1,916,310
2023	381,175	1,236,285	1,617,460
2024	379,975	1,153,560	1,533,535
2025 - 2029	1,516,250	3,845,775	5,362,025
2030 - 2034	667,325	2,302,113	2,969,438
2035 - 2038	-	1,068,976	1,068,976
Total principal and interest	4,279,950	14,490,349	18,770,299
Less: interest	654,950	2,535,349	3,190,299
Total principal	<u>\$ 3,625,000</u>	<u>\$ 11,955,000</u>	<u>\$ 15,580,000</u>

*General Obligation Temporary Notes.* On December 4, 2018, the City issued General Obligation Temporary Notes, Series 2018-B, in the amount of \$1,450,000. The notes mature on March 1, 2020 and bear an interest rate of 2.15%. Proceeds of the notes will finance the acquisition and renovation of an existing building to be used for the City's police department, to finance park improvements and to pay the cost of issuance.

Annual debt service requirements to maturity for the general obligation temporary notes are as follows:

Year Ending December 31,	Principal	Interest
2020	<u>\$ 1,450,000</u>	<u>\$ 15,588</u>

*Capital Leases.* The City has entered into lease agreements for the acquisition of equipment in the current and prior years. These lease agreements qualify as capital leases for accounting purposes (titles transfer at the end of the lease term).

Year Ending December 31,	Paid By Taxes	Paid By Utility Revenue	Total
2020	\$ 98,573	\$ 33,258	\$ 131,831
2021	98,573	33,258	131,831
2022	92,294	33,258	125,552
2023	92,294	33,258	125,552
2024	92,294	33,258	125,552
2025 - 2029	443,871	140,093	583,964
2030 - 2034	396,717	-	396,717
Total principal and interest	1,314,616	306,383	1,620,999
Less: interest	316,603	33,500	350,103
Total principal	<u>\$ 998,013</u>	<u>\$ 272,883</u>	<u>\$ 1,270,896</u>

CITY OF BALDWIN CITY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

NOTE 7 – Long-Term Debt (Continued)

On April 1, 2019, the City entered into a capital lease agreement to purchase an aerial apparatus ladder truck in the amount of \$883,408. The lease agreement has an interest rate of 3.98% and calls for annual lease payments of \$79,344. The lease matures on April 1, 2034. On April 9, 2019, the City entered into a capital lease agreement to purchase a dump truck in the amount of \$57,961. The lease agreement has an interest rate of 3.78% and calls for annual lease payments of \$7,064. The lease matures on April 9, 2029.

*Revolving Loan.* On August 25, 2016, the City entered into a loan agreement with the Kansas Department of Health and Environment for a Public Water Supply Loan of \$1,816,457 with an interest rate of 1.47% and service fee rate of 0.35% and a final maturity date of August 1, 2038. Proceeds from the loan were used to fund the replacement of approximately 8,700 linear feet of water mains.

Annual debt service requirements to maturity for the revolving loan is as follows:

<u>Year Ending</u> <u>December 31,</u>	<u>Paid By</u> <u>Utility Revenue</u>
2020	\$ 108,764
2021	108,764
2022	108,764
2023	108,764
2024	108,764
2025 - 2029	543,820
2030 - 2034	543,820
2035 - 2038	<u>435,098</u>
Total principal and interest	2,066,558
Less: interest	<u>325,978</u>
Total principal	<u>\$ 1,740,580</u>

*Special Assessments.* As provided by Kansas Statutes, projects financed in part by special assessments are financed through general obligation bonds of the City and are retired from the bond and interest fund. Special assessments paid prior to the issuance of bonds are recorded as regulatory receipts in the appropriate project. Special assessments received after the issuance of bonds are recorded as regulatory receipts in the bond and interest fund. The special assessment debt is a contingent liability of the City to the extent of property owner defaults, which have historically been immaterial.

NOTE 8 – Deferred Compensation Retirement Plan

The City administers a 401(a) pension plan. Employees are eligible to participate in the plan after six months of continuous service. Plan compensation is determined by W-2 wages. The City matches employee contributions up to 4% of wages. All employee contributions are fully vested.

Employer matching contributions are subject to the following vesting schedule:

Years of employment	1	2	3	4	5
Vested percentage	20%	40%	60%	80%	100%

Forfeitures may first be used to reduce fees. Remaining forfeitures will be used to reduce City contributions. For the year ended December 31, 2019, the City recognized pension expense of \$69,939. There were no plan forfeitures for the year ended December 31, 2019. The City closed the plan to new hires effective July 1, 2019.

CITY OF BALDWIN CITY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

NOTE 9 – Interfund Transfers

A reconciliation of transfers by fund type for 2019 follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory Authority</u>
Electric System	General	\$ 349,888	K.S.A. 12-825d
Electric System	Electric Project	200,000	K.S.A. 12-825d
Refuse Utility	General	22,043	K.S.A. 12-825d
Cemetery	General	3,514	City Ordinance
General	Bond and Interest	114,472	Bond Ordinance
Qualify of Life Sales Tax	Bond and Interest	94,073	Bond Ordinance
Special Highway	Bond and Interest	9,213	Bond Ordinance
General	General Reserve	117,000	K.S.A. 12-1,117
Capital Improvement Sales Tax	Bond and Interest	204,729	Bond Ordinance
Wastewater Project	Wastewater Utility	<u>103,684</u>	K.S.A. 12-825d
		<u>\$ 1,218,616</u>	

NOTE 10 – Other Long-Term Obligations from Operations

*Other Post-Employment Benefits.* As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of 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.

*Death and Disability Other Post-Employment Benefits.* As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERs) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERs that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended December 31, 2019.

NOTE 11 – Subsequent Events

On February 7, 2020, the City issued General Obligation Temporary Notes, Series 2020-A, in the amount of \$2,860,000. The notes mature on March 1, 2021 and bear an interest rate of 4.40%. Proceeds of the notes will finance the cost of certain sewage disposal system, street, police building and park improvements, retire and renew the City's General Obligation Temporary Notes, Series 2018-B and pay the cost of issuance.

On February 6, 2020, the City entered into a lease agreement to purchase generator sets in the amount of \$147,690. The lease has an interest rate of 3.75% and calls for annual lease payments of \$32,873. The lease matures on January 15, 2025.

## CITY OF BALDWIN CITY, KANSAS

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

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Positive [Negative]</u>
General Funds:					
General	\$ 3,561,797	\$ 883,408	\$ 4,445,205	\$ 4,008,001	\$ 437,204
Special Purpose Funds:					
Library Fund	147,615	-	147,615	147,615	-
Special Parks and Recreation Fund	94,953	-	94,953	91	94,862
Special Highway Fund	348,811	-	348,811	222,673	126,138
Swimming Pool Sales Tax Revenue Fund	60,159	-	60,159	39,675	20,484
General Reserve Fund	365,393	-	365,393	101,180	264,213
Cemetery Reserve Fund	139,956	-	139,956	5,590	134,366
Cemetery Fund	91,078	-	91,078	60,739	30,339
Neighborhood Revitalization Program Fund	203,422	-	203,422	23,160	180,262
Bond and Interest Funds:					
Bond and Interest Fund	746,345	-	746,345	671,248	75,097
Capital Project Funds:					
Quality of Life Sales Tax Fund	368,567	-	368,567	113,304	255,263
Capital Improvement Sales Tax Fund	369,775	-	369,775	204,729	165,046
Business Funds:					
Electric System Fund	6,595,515	-	6,595,515	4,465,721	2,129,794
Water System Fund	2,121,253	-	2,121,253	1,741,536	379,717
Wastewater Utility Fund	1,356,966	-	1,356,966	1,160,335	196,631
Refuse Utility Fund	318,422	-	318,422	242,653	75,769

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

SCHEDULE 2 - 1

CITY OF BALDWIN CITY, KANSAS

General Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2019  
 (With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
<b>Receipts</b>				
Taxes	\$ 1,140,408	\$ 1,217,130	\$ 1,192,139	\$ 24,991
Intergovernmental	774,042	793,775	794,029	[254]
Franchise fees	58,700	48,441	182,064	[133,623]
Licenses, permits and fees	43,231	32,702	44,747	[12,045]
Fines, forfeitures and penalties	27,559	20,604	48,923	[28,319]
Use of money and property	14,321	16,015	18,866	[2,851]
Transfer in	580,088	375,445	462,739	[87,294]
Miscellaneous	144,984	911,128	30,457	880,671
<b>Total Receipts</b>	<b>2,783,333</b>	<b>3,415,240</b>	<b>\$ 2,773,964</b>	<b>\$ 641,276</b>
<b>Expenditures</b>				
<b>General administration</b>				
Personal services	136,975	131,188	\$ 126,321	\$ [4,867]
Contractual services	170,764	330,925	124,319	[206,606]
Commodities	19,564	17,945	19,035	1,090
Capital outlay	6,267	1,535	168,421	166,886
	<u>333,570</u>	<u>481,593</u>	<u>438,096</u>	<u>[43,497]</u>
<b>Planning</b>				
Personal services	97,513	129,893	147,017	17,124
Contractual services	6,454	16,234	62,618	46,384
Commodities	1,930	3,044	2,895	[149]
Capital outlay	1,212	-	-	-
	<u>107,109</u>	<u>149,171</u>	<u>212,530</u>	<u>63,359</u>
<b>Public works</b>				
Personal services	266,714	288,432	211,567	[76,865]
Contractual services	38,732	70,617	49,963	[20,654]
Commodities	82,727	65,006	112,209	47,203
Capital outlay	95,984	10,438	30,000	19,562
	<u>484,157</u>	<u>434,493</u>	<u>403,739</u>	<u>[30,754]</u>
<b>Culture and recreation</b>				
Personal services	61,509	97,696	28,632	[69,064]
Contractual services	16,757	13,426	13,157	[269]
Commodities	14,803	6,760	28,342	21,582
Capital outlay	22,513	1,397	20,000	18,603
	<u>115,582</u>	<u>119,279</u>	<u>90,131</u>	<u>[29,148]</u>

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



## CITY OF BALDWIN CITY, KANSAS

General Fund, (continued)  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2019  
 (With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Expenditures (Continued)				
Fire Department				
Personal services	\$ 59,710	\$ 65,884	\$ 43,309	\$ [22,575]
Contractual services	48,428	45,212	45,036	[176]
Commodities	5,533	8,845	16,070	7,225
Capital outlay	25,786	913,672	5,000	[908,672]
	<u>139,457</u>	<u>1,033,613</u>	<u>109,415</u>	<u>[924,198]</u>
Police Department				
Personal services	1,003,667	996,442	1,171,377	174,935
Contractual services	92,823	99,167	99,292	125
Commodities	43,500	45,972	63,609	17,637
Capital outlay	8,235	9,797	-	[9,797]
	<u>1,148,225</u>	<u>1,151,378</u>	<u>1,334,278</u>	<u>182,900</u>
Municipal Court				
Personal services	46,475	59,660	35,320	[24,340]
Contractual services	23,677	22,076	30,417	8,341
Commodities	442	272	918	646
	<u>70,594</u>	<u>82,008</u>	<u>66,655</u>	<u>[15,353]</u>
Economic Development				
Personal services	85	73	-	[73]
Contractual services	56,521	37,881	47,784	9,903
Capital outlay	19,545	116,897	90,000	[26,897]
	<u>76,151</u>	<u>154,851</u>	<u>137,784</u>	<u>[17,067]</u>
Pool				
Contractual services	110,078	81,843	82,096	253
Commodities	7,841	11,672	11,839	167
Capital outlay	378	-	-	-
	<u>118,297</u>	<u>93,515</u>	<u>93,935</u>	<u>420</u>
Information Technology				
Contractual services	1,464	1,339	16,561	15,222
Commodities	269	-	10,101	10,101
Capital outlay	75,223	75,289	-	[75,289]
	<u>76,956</u>	<u>76,628</u>	<u>26,662</u>	<u>[49,966]</u>
Transfer out	345,891	231,472	648,572	417,100
Adjustment for qualifying budget credit	-	-	883,408	883,408
Total Expenditures	<u>3,015,989</u>	<u>4,008,001</u>	<u>\$ 4,445,205</u>	<u>\$ 437,204</u>
Receipts Over [Under] Expenditures	[232,656]	[592,761]		
Unencumbered Cash, Beginning	<u>939,089</u>	<u>706,433</u>		
Unencumbered Cash, Ending	<u>\$ 706,433</u>	<u>\$ 113,672</u>		

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

SCHEDULE 2 - 2

CITY OF BALDWIN CITY, KANSAS

Library Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2019  
 (With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes	\$ 139,984	\$ 150,654	\$ 17,303	\$ 133,351
Use of money and property	<u>557</u>	<u>197</u>	<u>626</u>	<u>[429]</u>
Total Receipts	<u>140,541</u>	<u>150,851</u>	<u>\$ 17,929</u>	<u>\$ 132,922</u>
Expenditures				
Culture and Recreation:				
Personal services	106,738	41	\$ 112,546	\$ 112,505
Contractual services	5,855	6,621	35,069	28,448
Appropriation to library board	<u>27,500</u>	<u>140,953</u>	<u>-</u>	<u>[140,953]</u>
Total Expenditures	<u>140,093</u>	<u>147,615</u>	<u>\$ 147,615</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	448	3,236		
Unencumbered Cash, Beginning	<u>-</u>	<u>448</u>		
Unencumbered Cash, Ending	<u>\$ 448</u>	<u>\$ 3,684</u>		

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

## CITY OF BALDWIN CITY, KANSAS

Special Parks and Recreation Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis

For the Year Ended December 31, 2019

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

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Receipts				
Intergovernmental	\$ 13,929	\$ 14,522	\$ 10,550	\$ 3,972
Use of money and property	1,265	763	5,456	[4,693]
Park fees	1,575	875	1,508	[633]
Total Receipts	<u>16,769</u>	<u>16,160</u>	<u>\$ 17,514</u>	<u>\$ [1,354]</u>
Expenditures				
Culture and Recreation:				
Contractual services	-	91	\$ 94,953	\$ 94,862
Transfer out	<u>80,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>80,000</u>	<u>91</u>	<u>\$ 94,953</u>	<u>\$ 94,862</u>
Receipts Over [Under] Expenditures	[63,231]	16,069		
Unencumbered Cash, Beginning	<u>89,779</u>	<u>26,548</u>		
Unencumbered Cash, Ending	<u>\$ 26,548</u>	<u>\$ 42,617</u>		

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

CITY OF BALDWIN CITY, KANSAS

Special Highway Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2019  
 (With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Receipts				
Intergovernmental	\$ 137,290	\$ 138,607	\$ 136,610	\$ 1,997
Use of money and property	4,440	7,250	4,574	2,676
Total Receipts	<u>141,730</u>	<u>145,857</u>	<u>\$ 141,184</u>	<u>\$ 4,673</u>
Expenditures				
Public works				
Contractual services	107,812	213,460	\$ 323,422	\$ 109,962
Commodities	5,352	-	14,800	14,800
Transfer out	<u>13,612</u>	<u>9,213</u>	<u>10,589</u>	<u>1,376</u>
Total Expenditures	<u>126,776</u>	<u>222,673</u>	<u>\$ 348,811</u>	<u>\$ 126,138</u>
Receipts Over [Under] Expenditures	14,954	[76,816]		
Unencumbered Cash, Beginning	<u>245,419</u>	<u>260,373</u>		
Unencumbered Cash, Ending	<u>\$ 260,373</u>	<u>\$ 183,557</u>		

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

## CITY OF BALDWIN CITY, KANSAS

Swimming Pool Sales Tax Revenue Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2019  
 (With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Use of money and property	\$ 1,266	\$ 1,468	\$ 1,357	\$ 111
Total Receipts	<u>1,266</u>	<u>1,468</u>	<u>1,357</u>	<u>111</u>
Expenditures				
Culture and Recreation:				
Contractual services	<u>1,200</u>	<u>39,675</u>	<u>\$ 60,159</u>	<u>\$ 20,484</u>
Total Expenditures	<u>1,200</u>	<u>39,675</u>	<u>\$ 60,159</u>	<u>\$ 20,484</u>
Receipts Over [Under] Expenditures	66	[38,207]		
Unencumbered Cash, Beginning	<u>87,464</u>	<u>87,530</u>		
Unencumbered Cash, Ending	<u>\$ 87,530</u>	<u>\$ 49,323</u>		

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

CITY OF BALDWIN CITY, KANSAS

General Reserve Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2019  
 (With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Receipts				
Transfer in	\$ 47,000	\$ 117,000	\$ 117,000	\$ -
Use of money and property	4,007	7,231	4,200	3,031
Total Receipts	<u>51,007</u>	<u>124,231</u>	<u>\$ 121,200</u>	<u>\$ 3,031</u>
Expenditures				
Capital outlay	33,203	101,180	\$ 365,393	\$ 264,213
Total Expenditures	<u>33,203</u>	<u>101,180</u>	<u>\$ 365,393</u>	<u>\$ 264,213</u>
Receipts Over [Under] Expenditures	17,804	23,051		
Unencumbered Cash, Beginning	<u>276,455</u>	<u>294,259</u>		
Unencumbered Cash, Ending	<u>\$ 294,259</u>	<u>\$ 317,310</u>		

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

## CITY OF BALDWIN CITY, KANSAS

Cemetery Reserve Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2019  
 (With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Transfer in	\$ 10,000	\$ -	\$ 5,000	\$ [5,000]
Use of money and property	<u>1,927</u>	<u>3,138</u>	<u>2,097</u>	<u>1,041</u>
Total Receipts	<u>11,927</u>	<u>3,138</u>	<u>\$ 7,097</u>	<u>\$ [3,959]</u>
Expenditures				
Contractual services	-	-	\$ 18,000	\$ 18,000
Capital outlay	<u>10,399</u>	<u>5,590</u>	<u>121,956</u>	<u>116,366</u>
Total Expenditures	<u>10,399</u>	<u>5,590</u>	<u>\$ 139,956</u>	<u>\$ 134,366</u>
Receipts Over [Under] Expenditures	1,528	[2,452]		
Unencumbered Cash, Beginning	<u>131,791</u>	<u>133,319</u>		
Unencumbered Cash, Ending	<u>\$ 133,319</u>	<u>\$ 130,867</u>		

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

CITY OF BALDWIN CITY, KANSAS

Cemetery Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2019  
 (With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes	\$ 67,259	\$ 72,215	\$ 70,407	\$ 1,808
Use of money and property	386	782	464	318
Miscellaneous	<u>10,191</u>	<u>26,625</u>	<u>11,505</u>	<u>15,120</u>
Total Receipts	<u>77,836</u>	<u>99,622</u>	<u>\$ 82,376</u>	<u>\$ 17,246</u>
Expenditures				
Personal services	60,477	44,422	\$ 66,390	\$ 21,968
Contractual services	5,102	8,404	8,846	442
Commodities	2,014	2,558	2,362	[196]
Capital outlay	1,011	1,841	4,466	2,625
Miscellaneous	-	-	500	500
Transfer out	<u>13,122</u>	<u>3,514</u>	<u>8,514</u>	<u>5,000</u>
Total Expenditures	<u>81,726</u>	<u>60,739</u>	<u>\$ 91,078</u>	<u>\$ 30,339</u>
Receipts Over [Under] Expenditures	[3,890]	38,883		
Unencumbered Cash, Beginning	<u>14,668</u>	<u>10,778</u>		
Unencumbered Cash, Ending	<u>\$ 10,778</u>	<u>\$ 49,661</u>		

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



## CITY OF BALDWIN CITY, KANSAS

Neighborhood Revitalization Program Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis

For the Year Ended December 31, 2019

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

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Miscellaneous	\$ -	\$ 23,160	\$ 151,711	\$ [128,551]
Total Receipts	<u>-</u>	<u>23,160</u>	<u>\$ 151,711</u>	<u>\$ [128,551]</u>
Expenditures				
Contractual services	-	23,160	\$ 203,422	\$ 180,262
Total Expenditures	<u>-</u>	<u>23,160</u>	<u>\$ 203,422</u>	<u>\$ 180,262</u>
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

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

CITY OF BALDWIN CITY, KANSAS

Bond and Interest Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2019  
 (With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes	\$ 227,284	\$ 247,818	\$ 242,338	\$ 5,480
Use of money and property	1,464	1,934	2,023	[89]
Transfer in	<u>296,829</u>	<u>422,487</u>	<u>485,585</u>	<u>[63,098]</u>
Total Receipts	<u>525,577</u>	<u>672,239</u>	<u>\$ 729,946</u>	<u>\$ [57,707]</u>
Expenditures				
Debt service:				
Principal	409,671	517,959	\$ 517,959	\$ -
Interest	<u>109,231</u>	<u>153,289</u>	<u>228,386</u>	<u>75,097</u>
Total Expenditures	<u>518,902</u>	<u>671,248</u>	<u>\$ 746,345</u>	<u>\$ 75,097</u>
Receipts Over [Under] Expenditures	6,675	991		
Unencumbered Cash, Beginning	<u>2,342</u>	<u>9,017</u>		
Unencumbered Cash, Ending	<u>\$ 9,017</u>	<u>\$ 10,008</u>		

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

## CITY OF BALDWIN CITY, KANSAS

Capital Project Fund  
 Schedule of Receipts and Expenditures - Actual \*  
 Regulatory Basis  
 For the Year Ended December 31, 2019 and 2018

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Transfers in	\$ 100,000	\$ -
Bond proceeds	1,227,915	-
Miscellaneous	10,000	24,500
Use of money and property	<u>3,216</u>	<u>31,518</u>
Total Receipts	<u>1,341,131</u>	<u>56,018</u>
Expenditures		
Public works		
Contractual services	82,933	629,570
Capital outlay	1,050	16,526
Debt service:		
Interest	<u>-</u>	<u>7,176</u>
Total Expenditures	<u>83,983</u>	<u>653,272</u>
Receipts Over [Under] Expenditures	1,257,148	[597,254]
Unencumbered Cash, Beginning	<u>116,391</u>	<u>1,373,539</u>
Unencumbered Cash, Ending	<u>\$ 1,373,539</u>	<u>\$ 776,285</u>

\* This fund is not required to be budgeted.

CITY OF BALDWIN CITY, KANSAS

Quality of Life Sales Tax Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2019  
 (With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Sales tax revenue	\$ 115,454	\$ 120,473	\$ 116,886	\$ 3,587
Use of money and property	<u>2,188</u>	<u>5,339</u>	<u>2,348</u>	<u>2,991</u>
Total Receipts	<u>117,642</u>	<u>125,812</u>	<u>\$ 119,234</u>	<u>\$ 6,578</u>
Expenditures				
Capital outlay	-	19,231	\$ 260,442	\$ 241,211
Transfers out	<u>119,325</u>	<u>94,073</u>	<u>108,125</u>	<u>14,052</u>
Total Expenditures	<u>119,325</u>	<u>113,304</u>	<u>\$ 368,567</u>	<u>\$ 255,263</u>
Receipts Over [Under] Expenditures	[1,683]	12,508		
Unencumbered Cash, Beginning	<u>217,862</u>	<u>216,179</u>		
Unencumbered Cash, Ending	<u>\$ 216,179</u>	<u>\$ 228,687</u>		

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

## CITY OF BALDWIN CITY, KANSAS

Capital Improvement Sales Tax Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2019  
 (With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Sales tax revenue	\$ 230,908	\$ 240,947	\$ 233,771	\$ 7,176
Use of money and property	<u>1,740</u>	<u>4,257</u>	<u>1,960</u>	<u>2,297</u>
Total Receipts	<u>232,648</u>	<u>245,204</u>	<u>\$ 235,731</u>	<u>\$ 9,473</u>
Expenditures				
Capital outlay	6,060	-	\$ 134,475	\$ 134,475
Transfers out	<u>210,000</u>	<u>204,729</u>	<u>235,300</u>	<u>30,571</u>
Total Expenditures	<u>216,060</u>	<u>204,729</u>	<u>\$ 369,775</u>	<u>\$ 165,046</u>
Receipts Over [Under] Expenditures	16,588	40,475		
Unencumbered Cash, Beginning	<u>115,149</u>	<u>131,737</u>		
Unencumbered Cash, Ending	<u>\$ 131,737</u>	<u>\$ 172,212</u>		

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

CITY OF BALDWIN CITY, KANSAS

Public Utility Building Fund  
 Schedule of Receipts and Expenditures - Actual \*  
 Regulatory Basis  
 For the Year Ended December 31, 2019 and 2018

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Use of money and property	\$ 9,505	\$ -
Bond proceeds	3,250,259	-
Miscellaneous	<u>3,532</u>	<u>-</u>
Total Receipts	<u>3,263,296</u>	<u>-</u>
Expenditures		
Contractual services	2,038,928	-
Commodities	56,484	-
Debt service:		
Principal	2,900,000	-
Interest	<u>33,350</u>	<u>-</u>
Total Expenditures	<u>5,028,762</u>	<u>-</u>
Receipts Over [Under] Expenditures	[1,765,466]	-
Unencumbered Cash, Beginning	<u>1,765,466</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

\* This fund is not required to be budgeted.

## CITY OF BALDWIN CITY, KANSAS

Police Building Project Fund  
 Schedule of Receipts and Expenditures - Actual \*  
 Regulatory Basis  
 For the Year Ended December 31, 2019 and 2018

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Use of money and property	\$ 862	\$ 16,302
Bond proceeds	<u>1,000,000</u>	<u>-</u>
Total Receipts	<u>1,000,862</u>	<u>16,302</u>
Expenditures		
Contractual services	22,288	93,568
Capital outlay	258,775	4,377
Debt service:		
Interest	<u>-</u>	<u>15,946</u>
Total Expenditures	<u>281,063</u>	<u>113,891</u>
Receipts Over [Under] Expenditures	719,799	[97,589]
Unencumbered Cash, Beginning	<u>-</u>	<u>719,799</u>
Unencumbered Cash, Ending	<u>\$ 719,799</u>	<u>\$ 622,210</u>

\* This fund is not required to be budgeted.

CITY OF BALDWIN CITY, KANSAS

Rail/Trail Project Fund  
 Schedule of Receipts and Expenditures - Actual \*  
 Regulatory Basis  
 For the Year Ended December 31, 2019 and 2018

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Use of money and property	\$ 10	\$ 2,269
Donations	32,500	96,667
Transfers in	<u>325,000</u>	<u>-</u>
Total Receipts	<u>357,510</u>	<u>98,936</u>
Expenditures		
Contractual services	3,750	4,536
Commodities	<u>345,000</u>	<u>-</u>
Total Expenditures	<u>348,750</u>	<u>4,536</u>
Receipts Over [Under] Expenditures	8,760	94,400
Unencumbered Cash, Beginning	<u>-</u>	<u>8,760</u>
Unencumbered Cash, Ending	<u>\$ 8,760</u>	<u>\$ 103,160</u>

\* This fund is not required to be budgeted.



## CITY OF BALDWIN CITY, KANSAS

Electric System Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2019  
 (With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Receipts				
Sales to consumers	\$ 4,471,821	\$ 4,346,060	\$ 4,459,791	\$ [113,731]
Reimbursed expenses	93,765	548	-	548
Franchise fees	206,727	202,750	217,400	[14,650]
Miscellaneous	233,826	54,930	5,000	49,930
Use of money and property	41,847	64,086	36,585	27,501
Total Receipts	<u>5,047,986</u>	<u>4,668,374</u>	<u>\$ 4,718,776</u>	<u>\$ [50,402]</u>
Expenditures				
Personal services	843,610	823,254	\$ 1,009,851	\$ 186,597
Contractual services	2,063,230	1,954,818	1,991,318	36,500
Commodities	104,158	67,479	204,568	137,089
Capital outlay	454,916	201,876	1,945,573	1,743,697
Debt service:				
Principal	687,946	719,221	719,221	-
Interest	117,995	148,094	156,447	8,353
Miscellaneous	-	1,091	4,000	2,909
Transfers out	560,508	549,888	564,537	14,649
Total Expenditures	<u>4,832,363</u>	<u>4,465,721</u>	<u>\$ 6,595,515</u>	<u>\$ 2,129,794</u>
Receipts Over [Under] Expenditures	215,623	202,653		
Unencumbered Cash, Beginning	<u>1,846,988</u>	<u>2,062,611</u>		
Unencumbered Cash, Ending	<u>\$ 2,062,611</u>	<u>\$ 2,265,264</u>		

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

CITY OF BALDWIN CITY, KANSAS

Electric Project Fund  
 Schedule of Receipts and Expenditures - Actual \*  
 Regulatory Basis  
 For the Year Ended December 31, 2019 and 2018

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Transfers in	\$ 200,000	\$ 200,000
Use of money and property	<u>2,850</u>	<u>9,838</u>
Total Receipts	<u>202,850</u>	<u>209,838</u>
 Expenditures		
Capital outlay	<u>3,750</u>	<u>-</u>
Total Expenditures	<u>3,750</u>	<u>-</u>
 Receipts Over [Under] Expenditures	199,100	209,838
 Unencumbered Cash, Beginning	<u>114,521</u>	<u>313,621</u>
 Unencumbered Cash, Ending	<u>\$ 313,621</u>	<u>\$ 523,459</u>

\* This fund is not required to be budgeted.

## CITY OF BALDWIN CITY, KANSAS

Water System Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2019  
 (With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Receipts				
Sales to consumers	\$ 1,527,843	\$ 1,422,218	\$ 1,540,002	\$ [117,784]
Franchise fees	58,459	53,927	59,971	[6,044]
Miscellaneous	3,900	337,973	1,000	336,973
Use of money and property	9,814	12,832	10,986	1,846
Transfers in	200,000	-	-	-
Total Receipts	<u>1,800,016</u>	<u>1,826,950</u>	<u>\$ 1,611,959</u>	<u>\$ 214,991</u>
Expenditures				
Personal services	576,646	525,242	\$ 545,318	\$ 20,076
Contractual services	848,133	847,131	753,943	[93,188]
Commodities	35,385	34,968	90,111	55,143
Capital outlay	81,154	105,697	170,135	64,438
Debt service:				
Principal	131,312	179,021	179,021	-
Interest	12,574	49,477	82,873	33,396
Miscellaneous	50	-	2,000	2,000
Transfers out	217,041	-	297,852	297,852
Total Expenditures	<u>1,902,295</u>	<u>1,741,536</u>	<u>\$ 2,121,253</u>	<u>\$ 379,717</u>
Receipts Over [Under] Expenditures	[102,279]	85,414		
Unencumbered Cash, Beginning	<u>654,643</u>	<u>552,364</u>		
Unencumbered Cash, Ending	<u>\$ 552,364</u>	<u>\$ 637,778</u>		

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

CITY OF BALDWIN CITY, KANSAS

Water Project Fund  
 Schedule of Receipts and Expenditures - Actual \*  
 Regulatory Basis  
 For the Year Ended December 31, 2019 and 2018

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Connection fees	\$ 6,600	\$ 3,050
Use of money and property	16	1,323
Loan proceeds	877,978	-
Transfers in	97,000	-
Reimbursements	<u>600</u>	<u>-</u>
Total Receipts	<u>982,194</u>	<u>4,373</u>
Expenditures		
Capital projects	<u>884,204</u>	<u>-</u>
Total Expenditures	<u>884,204</u>	<u>-</u>
Receipts Over [Under] Expenditures	97,990	4,373
Unencumbered Cash, Beginning	<u>[96,071]</u>	<u>1,919</u>
Unencumbered Cash, Ending	<u>\$ 1,919</u>	<u>\$ 6,292</u>

\* This fund is not required to be budgeted.

## CITY OF BALDWIN CITY, KANSAS

Wastewater Project Fund  
 Schedule of Receipts and Expenditures - Actual \*  
 Regulatory Basis  
 For the Year Ended December 31, 2019 and 2018

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Connection fees	\$ 11,100	\$ 5,500
Use of money and property	<u>39,461</u>	<u>54,810</u>
Total Receipts	<u>50,561</u>	<u>60,310</u>
Expenditures		
Contractual services	-	99,865
Capital outlay	263,937	7,305
Transfers out	<u>275,000</u>	<u>103,684</u>
Total Expenditures	<u>538,937</u>	<u>210,854</u>
Receipts Over [Under] Expenditures	[488,376]	[150,544]
Unencumbered Cash, Beginning	<u>2,892,702</u>	<u>2,404,326</u>
Unencumbered Cash, Ending	<u>\$ 2,404,326</u>	<u>\$ 2,253,782</u>

\* This fund is not required to be budgeted.

CITY OF BALDWIN CITY, KANSAS

Wastewater Utility Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2019  
 (With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Receipts				
Sales to consumers	\$ 1,047,340	\$ 1,027,432	\$ 1,045,191	\$ [17,759]
Franchise fees	50,784	49,246	51,451	[2,205]
Miscellaneous	11,025	20,124	6,029	14,095
Transfer in	75,000	103,684	150,000	[46,316]
Use of money and property	3,075	6,184	3,406	2,778
Total Receipts	<u>1,187,224</u>	<u>1,206,670</u>	<u>\$ 1,256,077</u>	<u>\$ [49,407]</u>
Expenditures				
Personal services	318,846	309,211	\$ 367,835	\$ 58,624
Contractual services	147,744	156,582	139,232	[17,350]
Commodities	28,637	37,645	90,454	52,809
Capital outlay	37,796	40,031	46,043	6,012
Debt service:				
Principal	455,000	487,500	487,500	-
Interest	131,887	129,366	150,038	20,672
Transfers out	74,950	-	75,864	75,864
Total Expenditures	<u>1,194,860</u>	<u>1,160,335</u>	<u>\$ 1,356,966</u>	<u>\$ 196,631</u>
Receipts Over [Under] Expenditures	[7,636]	46,335		
Unencumbered Cash, Beginning	<u>129,995</u>	<u>122,359</u>		
Unencumbered Cash, Ending	<u>\$ 122,359</u>	<u>\$ 168,694</u>		

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

## CITY OF BALDWIN CITY, KANSAS

Refuse Utility Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2019  
 (With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Receipts				
Sales to consumers	\$ 251,287	\$ 258,237	\$ 246,148	\$ 12,089
Franchise fees	11,628	12,051	11,054	997
Use of money and property	1,093	2,339	1,099	1,240
Total Receipts	<u>264,008</u>	<u>272,627</u>	<u>\$ 258,301</u>	<u>\$ 14,326</u>
Expenditures				
Personal services	9,349	9,389	\$ 14,175	\$ 4,786
Contractual services	204,870	209,542	208,417	[1,125]
Capital outlay	2,092	1,679	74,759	73,080
Transfers out	21,469	22,043	21,071	[972]
Total Expenditures	<u>237,780</u>	<u>242,653</u>	<u>\$ 318,422</u>	<u>\$ 75,769</u>
Receipts Over [Under] Expenditures	26,228	29,974		
Unencumbered Cash, Beginning	<u>46,099</u>	<u>72,327</u>		
Unencumbered Cash, Ending	<u>\$ 72,327</u>	<u>\$ 102,301</u>		

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

SCHEDULE 3

CITY OF BALDWIN CITY, KANSAS

Schedule of Receipts and Expenditures - Actual  
 Regulatory Basis  
 Related Municipal Entity - Baldwin City Library  
 For the Year Ended December 31, 2019

Receipts	
City appropriations	\$ 140,953
Charges for services	8,330
Grants and donations	32,000
Interest and investment earnings	8,165
Gain/[Loss] on value of investments	<u>39,189</u>
Total Receipts	<u>228,637</u>
Expenditures	
Culture and recreation	65,015
Wages	<u>111,981</u>
Total Expenditures	<u>176,996</u>
Receipts Over [Under] Expenditures	51,641
Unencumbered Cash, Beginning	<u>361,310</u>
Unencumbered Cash, Ending	<u>\$ 412,951</u>

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