

# **City of Udall, Kansas**

Financial Statement and Regulatory Required Supplementary Information  
(With Independent Auditor's Report)

December 31, 2019

**City of Udall, Kansas**  
**December 31, 2019**

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## Independent Auditor's Report

The Mayor and City Council  
City of Udall, Kansas

### Report on Financial Statement

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances of the City of Udall, Kansas, as of and for the year ended December 31, 2019, and the related notes to the financial statement.

### ***Management's Responsibility for the Financial 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 from 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 of Udall, 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 accordance with accounting principles generally accepted in the United States of America, the financial position of the City of Udall, Kansas as of December 31, 2019, or changes in financial position and cash flows thereof for the year then ended.

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

### ***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 disbursements – 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*.

**BKD, LLP**

Wichita, Kansas  
June 29, 2020

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

<b>Funds</b>	<b>Beginning Unencumbered Cash Balance</b>	<b>Receipts</b>	<b>Expenditures</b>
<b>Primary Governmental Funds</b>			
General	\$ 2,060	\$ 284,270	\$ 275,097
Special Purpose:			
Special Highway	16,285	27,838	35,193
Library	-	6,301	6,041
City Sales Tax	-	56,886	56,886
Equipment Reserve	1,930	-	-
Capital Improvement Reserve	6,700	-	-
Bond and Interest	33,695	8,047	41,742
Business:			
Electric System	383,303	797,977	845,579
Water System	375,666	231,701	302,483
Sewer System	76,916	77,083	71,113
Refuse System	15,824	59,910	69,603
Electric Reserve	120,000	-	-
Water Reserve	160,906	20,000	-
Sewer Reserve	35,000	25,000	-
	<u>35,000</u>	<u>25,000</u>	<u>-</u>
Total	<u>\$ 1,228,285</u>	<u>\$ 1,595,013</u>	<u>\$ 1,703,737</u>

<b>Ending Unencumbered Cash Balance</b>	<b>Add Outstanding Encumbrances</b>	<b>Ending Cash Balance</b>
\$ 11,233	\$ 3,982	\$ 15,215
8,930	-	8,930
260	204	464
-	-	-
1,930	-	1,930
6,700	-	6,700
-	-	-
335,701	2	335,703
304,884	356	305,240
82,886	-	82,886
6,131	-	6,131
120,000	-	120,000
180,906	-	180,906
60,000	-	60,000
<u>\$ 1,119,561</u>	<u>\$ 4,544</u>	<u>\$ 1,124,105</u>

**Composition of Cash**

Primary Governmental	
Petty cash	\$ 200
Union State Bank	
Regular checking	405,720
Certificates of deposit	66,671
RCB Bank	
NOW account	174,390
Certificates of deposit	483,617
	<u>1,130,598</u>
Agency Funds	(6,493)
	<u>(6,493)</u>
Total	<u>\$ 1,124,105</u>

**City of Udall, Kansas**  
**Notes to Financial Statement**  
**For the Year Ended December 31, 2019**

**Note 1: Summary of Significant Accounting Policies**

This summary of significant accounting policies of the City of Udall, Kansas (the City) is presented to assist in understanding the City's financial statement. The financial statement and notes are representations of the City's management, who is responsible for their integrity and objectivity. These accounting policies conform to a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statement.

***Reporting Entity***

The City is incorporated under the laws of the State of Kansas. The City operates under a Mayor-Council form of City government consisting of an elected Mayor and five council persons and provides services to the citizens in the areas of highways and streets, water and wastewater treatment services, electric services, public improvement, public safety, planning and zoning and general administrative services.

***Basis of Presentation***

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

The following types of funds comprise the financial activities of the City for the year 2019:

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

Special Purpose Funds – used to account for the proceeds of specific tax levies and other specific revenue 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 Funds – funds financed in whole or in part by fees charged to users of the goods or services (*i.e.*, enterprise and internal service fund etc.).

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

**City of Udall, Kansas**  
**Notes to Financial Statement**  
**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 revenues 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.

**Note 2: Budgetary Information**

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

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

**City of Udall, Kansas**  
**Notes to Financial Statement**  
**For the Year Ended December 31, 2019**

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received and expenditures including 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 and the following special purpose funds and business funds:

- Equipment Reserve
- Electric Reserve
- Water Reserve
- Sewer Reserve
- Capital Improvement Reserve

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 3: 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.

**Note 4: 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](http://www.kpers.org) or by writing to KPERS (611 South Kansas, Suite 100, Topeka, Kansas 66603) or by calling 1-888-275-5737.

**City of Udall, Kansas**  
**Notes to Financial Statement**  
**For the Year Ended December 31, 2019**

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

State law provides that the employer contribution rates for KPERS 1, 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 8.89% for the fiscal year ended December 31, 2019. Contributions to the pension plan from the City were \$29,005 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 \$221,064. 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 and Library's proportion of the net pension liability was based on the ratio of their contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in 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 at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

**City of Udall, Kansas**  
**Notes to Financial Statement**  
**For the Year Ended December 31, 2019**

**Note 5: Interfund Transfers**

Operating transfers per K.S.A. 10-117a, 12-825d, 12-1,117, 12-1-118, 12-631o, were as follows:

From	To	Amount
City Sales Tax Fund	Electric System Fund	\$ 28,443
City Sales Tax Fund	Water System Fund	28,443
Electric System Fund	General Fund	25,000
Electric System Fund	Special Highway Fund	5,000
Water System Fund	General Fund	25,000
Water System Fund	Water Reserve Fund	20,000
Sewer System Fund	Sewer Reserve Fund	25,000
Penalty Clearing Fund	Electric System Fund	23,848

**Note 6: Compensated Absences**

***Vacation***

All full-time employees of the City shall be entitled to vacation as follows:

From date of employment to December 31 of that year, considered the first calendar year, one week (5 working days) will be earned. After the second calendar year, two weeks (10 working days) will be earned. After ten calendar years, three weeks (15 working days) will be earned. Annual vacation shall be paid at the employee's regular rate during each leave period. Half of the employee's accrued vacation may be carried over from one year to the next.

***Sick Leave***

All full-time employees of the City shall be entitled to five (5) days of sick leave per calendar year or 1.54 hours per payroll period. Sick leave shall be paid at the employee's regular rate of pay during such sick leave. The term "sick leave" shall also include any necessary absence from duty caused by injury sustained on the job, but does not include absence from work after the employee becomes eligible for workers' compensation benefits. Sick leave may be accumulated from year-to-year but no employee shall be credited with more than ten (10) days of accumulated sick leave. The Council may require satisfactory evidence of any illness or absence from duty at the time any payroll is approved.

Changes in the employee handbook, including reimbursement for sick leave accrued over eighty (80) hours, resulted in a reduction of accumulated sick leave. This reimbursement is included in the first paycheck of the following year. The cost of accumulated sick leave is recorded in the financial statement at the time payments are made to employees.

**City of Udall, Kansas**  
**Notes to Financial Statement**  
**For the Year Ended December 31, 2019**

**Note 7: 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.

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

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

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2019.

At December 31, 2019, the City's carrying amount of deposits was \$1,130,598 and the bank balance was \$1,148,532. The bank balance was held by Union State Bank and RCB Bank. The difference between the carrying amount and the bank balance is outstanding checks and deposits in transit. Of the bank balance, \$566,671 was covered by FDIC insurance and the remaining amount was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the City's name. The third-party bank holding the pledged securities is independent of the pledging bank. The pledged securities are held under a tri-party custodial agreement signed by all three parties: the City, the pledging bank and the independent third-party bank holding the pledged securities.

**Note 8: Risk Management**

The City continues to carry commercial insurance for all other risks of loss, including property, liability, crime, inland marine, automobile, and workers' compensation. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**Note 9: Concentrations**

The City buys all of its electricity from the Kansas Power Pool.

**City of Udall, Kansas**  
**Notes to Financial Statement**  
**For the Year Ended December 31, 2019**

**Note 10: Long-term Debt Schedule**

Changes in long-term debt for the City for the year ended December 31, 2019, were as follows:

<b>Issue</b>	<b>Interest Rates</b>	<b>Date of Issue</b>	<b>Amount of Issue</b>
General Obligation Bonds:			
Water system improvements - Series 2017	2.625%	9/14/2017	\$ 1,000,000
Water system improvements - Series 2013	0.3% to 3.0%	5/15/2013	1,270,000
Total general obligation bonds			
Revolving Loan Program:			
KWPCRF Project No. C20-1325-01	3.26%	9/1/2000	400,252
Capital Lease:			
Street Sweeper	3.06%	11/15/2016	202,000
Total contractual indebtedness			

Current maturities of long-term debt and interest for the next five years and in five-year increments through maturity are as follows:

<b>Maturities</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
Principal:					
General obligation bonds	\$ 90,318	\$ 95,790	\$ 96,205	\$ 96,630	\$ 102,002
Revolving loan program	25,997	-	-	-	-
Capital lease	40,984	42,238	-	-	-
Total principal	<u>\$ 157,299</u>	<u>\$ 138,028</u>	<u>\$ 96,205</u>	<u>\$ 96,630</u>	<u>\$ 102,002</u>
Interest:					
General obligation bonds	\$ 44,333	\$ 42,483	\$ 40,469	\$ 38,393	\$ 36,222
Revolving loan program	588	-	-	-	-
Capital lease	2,546	1,292	-	-	-
Total interest	<u>\$ 47,467</u>	<u>\$ 43,775</u>	<u>\$ 40,469</u>	<u>\$ 38,393</u>	<u>\$ 36,222</u>

<b>Date of Final Maturity</b>	<b>Balance Beginning of Year</b>	<b>Additions</b>	<b>Reductions/ Payments</b>	<b>Balance End of Year</b>	<b>Interest Paid</b>
9/14/2057	\$ 985,389	\$ -	\$ 14,995	\$ 970,394	\$ 25,866
2/1/2026	<u>860,000</u>	<u>-</u>	<u>75,000</u>	<u>785,000</u>	<u>19,950</u>
	<u>1,845,389</u>	<u>-</u>	<u>89,995</u>	<u>1,755,394</u>	<u>45,816</u>
9/1/2020	<u>51,167</u>	<u>-</u>	<u>25,170</u>	<u>25,997</u>	<u>1,465</u>
5/15/2021	<u>122,990</u>	<u>-</u>	<u>39,768</u>	<u>83,222</u>	<u>3,762</u>
	<u>\$ 2,019,546</u>	<u>\$ -</u>	<u>\$ 154,933</u>	<u>\$ 1,864,613</u>	<u>\$ 51,043</u>

<b>2025-2029</b>	<b>2030-2034</b>	<b>2035-2039</b>	<b>2040-2044</b>	<b>2045-2049</b>	<b>2050-2054</b>	<b>2055-2059</b>	<b>Total</b>
\$ 477,223	\$ 104,984	\$ 119,511	\$ 136,015	\$ 154,883	\$ 176,316	\$ 105,517	\$ 1,755,394
-	-	-	-	-	-	-	25,997
<u>-</u>	<u>83,222</u>						
<u>\$ 477,223</u>	<u>\$ 104,984</u>	<u>\$ 119,511</u>	<u>\$ 136,015</u>	<u>\$ 154,883</u>	<u>\$ 176,316</u>	<u>\$ 105,517</u>	<u>\$ 1,864,613</u>
\$ 139,564	\$ 99,321	\$ 84,795	\$ 68,290	\$ 49,423	\$ 27,989	\$ 5,289	\$ 676,571
-	-	-	-	-	-	-	588
<u>-</u>	<u>3,838</u>						
<u>\$ 139,564</u>	<u>\$ 99,321</u>	<u>\$ 84,795</u>	<u>\$ 68,290</u>	<u>\$ 49,423</u>	<u>\$ 27,989</u>	<u>\$ 5,289</u>	<u>\$ 680,997</u>

**City of Udall, Kansas**  
**Notes to Financial Statement**  
**For the Year Ended December 31, 2019**

**Note 11: Subsequent Events**

As a result of the spread of the SARS-CoV-2 virus and the incidence of COVID-19, economic uncertainties have arisen which may negatively affect tax collections and cash flows of the City. The duration of these uncertainties and the ultimate financial effects cannot be reasonably estimated at this time.

## **Regulatory Required Supplementary Information**

**City of Udall, Kansas**  
**Summary of Expenditures – Actual and Budget**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

Funds	Certified Budget	Expenditures Chargeable to Current Year	Variance - Over (Under)
<b>Governmental Type Funds</b>			
General	\$ 276,800	\$ 275,097	\$ (1,703)
Special Purpose:			
Special Highway	42,330	35,193	(7,137)
Library	7,000	6,041	(959)
City Sales Tax	60,000	56,886	(3,114)
Bond and Interest	43,529	41,742	(1,787)
<b>Business Funds</b>			
Electric System	924,007	845,579	(78,428)
Water System	449,439	302,483	(146,956)
Sewer System	112,386	71,113	(41,273)
Refuse System	78,084	69,603	(8,481)

**City of Udall, Kansas**  
**General Fund**  
**Schedule of Receipts and Expenditures – Actual and Budget**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

	<u>Actual</u>	<u>Budget</u>	<u>Variance - Over (Under)</u>
<b>Receipts</b>			
Taxes and shared revenue			
Ad valorem	\$ 144,960	\$ 150,585	\$ (5,625)
Delinquent	311	4,000	(3,689)
Motor vehicle	28,397	28,531	(134)
Licenses, permits and fees	6,330	6,000	330
Franchise fees	17,320	17,500	(180)
Fines, forfeitures and penalties	13,905	20,000	(6,095)
Interest	5,283	2,500	2,783
Cemetery	2,450	2,500	(50)
Grants and donations	55	1,500	(1,445)
Other	15,259	500	14,759
Transfers from:			
Electric System Fund	25,000	-	25,000
Water System Fund	25,000	-	25,000
	<u>284,270</u>	<u>233,616</u>	<u>50,654</u>
<b>Expenditures</b>			
General government			
Personnel services	5,343	5,000	343
Commodities	3,793	6,000	(2,207)
Contractual services	21,852	15,000	6,852
Capital outlay	-	2,500	(2,500)
Police department			
Personnel services	114,438	109,000	5,438
Commodities	1,808	2,500	(692)
Contractual services	4,081	2,500	1,581
Court remittances	1,840	2,200	(360)

**City of Udall, Kansas**  
**General Fund (Continued)**  
**Schedule of Receipts and Expenditures – Actual and Budget**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

	<u>Actual</u>	<u>Budget</u>	<u>Variance - Over (Under)</u>
<b>Expenditures (Continued)</b>			
Parks			
Commodities	\$ 118	\$ 2,500	\$ (2,382)
Street department			
Contractual services	110,922	115,000	(4,078)
Commodities	1,192	1,500	(308)
Other			
Planning	9,160	11,600	(2,440)
Civil defense	550	1,500	(950)
	<u>275,097</u>	<u>276,800</u>	<u>\$ (1,703)</u>
<b>Receipts Over (Under) Expenditures</b>	9,173	(43,184)	
<b>Unencumbered Cash, Beginning</b>	<u>2,060</u>	<u>43,184</u>	
<b>Unencumbered Cash, Ending</b>	<u>\$ 11,233</u>	<u>\$ -</u>	

**City of Udall, Kansas**  
**Special Highway Fund**  
**Schedule of Receipts and Expenditures – Actual and Budget**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

	<u>Actual</u>	<u>Budget</u>	<u>Variance - Over (Under)</u>
<b>Receipts</b>			
State fuel tax	\$ 19,610	\$ 22,000	\$ (2,390)
County fuel tax	3,228	2,500	728
Transfer from Electric System Fund	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total receipts	<u>27,838</u>	<u>24,500</u>	<u>3,338</u>
<b>Expenditures</b>			
Capital outlay	<u>35,193</u>	<u>42,330</u>	<u>\$ (7,137)</u>
<b>Receipts Over (Under) Expenditures</b>	(7,355)	(17,830)	
<b>Unencumbered Cash, Beginning</b>	<u>16,285</u>	<u>17,830</u>	
<b>Unencumbered Cash, Ending</b>	<u>\$ 8,930</u>	<u>\$ -</u>	

**City of Udall, Kansas**  
**Library Fund**  
**Schedule of Receipts and Expenditures – Actual and Budget**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

	<u>Actual</u>	<u>Budget</u>	<u>Variance - Over (Under)</u>
<b>Receipts</b>			
Taxes and shared revenue			
Ad valorem	\$ 5,291	\$ 5,493	\$ (202)
Delinquent	11	-	11
Motor vehicle	999	1,004	(5)
	<u>6,301</u>	<u>6,497</u>	<u>(196)</u>
Total receipts			
<b>Expenditures</b>			
Appropriation	<u>6,041</u>	<u>7,000</u>	<u>\$ (959)</u>
<b>Receipts Over (Under) Expenditures</b>	260	(503)	
<b>Unencumbered Cash, Beginning</b>	<u>-</u>	<u>503</u>	
<b>Unencumbered Cash, Ending</b>	<u>\$ 260</u>	<u>\$ -</u>	

**City of Udall, Kansas**  
**City Sales Tax Fund**  
**Schedule of Receipts and Expenditures – Actual and Budget**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

	<u>Actual</u>	<u>Budget</u>	<u>Variance - Over (Under)</u>
<b>Receipts</b>			
Local sales tax	\$ 56,886	\$ 60,000	\$ (3,114)
<b>Expenditures</b>			
Capital outlay	-	60,000	(60,000)
Transfers to:			
Electric System Fund	28,443	-	28,443
Water System Fund	28,443	-	28,443
Total expenditures	<u>56,886</u>	<u>60,000</u>	<u>\$ (3,114)</u>
<b>Receipts Over (Under) Expenditures</b>	-	-	
<b>Unencumbered Cash, Beginning</b>	<u>-</u>	<u>-</u>	
<b>Unencumbered Cash, Ending</b>	<u>\$ -</u>	<u>\$ -</u>	

**City of Udall, Kansas**  
**Equipment Reserve Fund**  
**Schedule of Receipts and Expenditures – Actual**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

	<u>Actual</u>
Unencumbered Cash, Beginning	<u>\$ 1,930</u>
Unencumbered Cash, Ending	<u><u>\$ 1,930</u></u>

**City of Udall, Kansas**  
**Capital Improvement Reserve Fund**  
**Schedule of Receipts and Expenditures – Actual**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

	<u>Actual</u>
Unencumbered Cash, Beginning	<u>\$ 6,700</u>
Unencumbered Cash, Ending	<u><u>\$ 6,700</u></u>

**City of Udall, Kansas**  
**Bond and Interest Fund**  
**Schedule of Receipts and Expenditures – Actual and Budget**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

	Actual	Budget	Variance - Over (Under)
<b>Receipts</b>			
Taxes and shared revenue			
Ad valorem	\$ 7,349	\$ 7,685	\$ (336)
Delinquent	16	-	16
Motor vehicle	682	681	1
	<u>8,047</u>	<u>8,366</u>	<u>(319)</u>
Total receipts			
<b>Expenditures</b>			
Principal	39,767	39,767	-
Interest	1,975	3,762	(1,787)
	<u>41,742</u>	<u>43,529</u>	<u>\$ (1,787)</u>
Total expenditures			
<b>Receipts Over (Under) Expenditures</b>	(33,695)	(35,163)	
<b>Unencumbered Cash, Beginning</b>	<u>33,695</u>	<u>35,163</u>	
<b>Unencumbered Cash, Ending</b>	<u>\$ -</u>	<u>\$ -</u>	

**City of Udall, Kansas**  
**Electric System Fund**  
**Schedule of Receipts and Expenditures – Actual and Budget**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

	<u>Actual</u>	<u>Budget</u>	<u>Variance - Over (Under)</u>
<b>Receipts</b>			
Electric sales	\$ 708,777	\$ 650,000	\$ 58,777
Connect fees	882	10,000	(9,118)
Penalties	-	10,000	(10,000)
Utility meter deposits	-	7,000	(7,000)
Other	36,027	2,500	33,527
Transfers from:			
City Sales Tax Fund	28,443		
Penalty Clearing Fund	23,848	-	23,848
	<u>797,977</u>	<u>679,500</u>	<u>90,034</u>
<b>Expenditures</b>			
Personnel services	189,628	200,000	(10,372)
Contractual services	473,775	475,000	(1,225)
Commodities	18,416	85,000	(66,584)
Capital outlay	131,050	154,007	(22,957)
Refunds	922	2,500	(1,578)
Other	1,788	7,500	(5,712)
Transfers to:			
General Fund	25,000	-	25,000
Special Highway	5,000	-	5,000
	<u>845,579</u>	<u>924,007</u>	<u>\$ (78,428)</u>
<b>Receipts Over (Under) Expenditures</b>	(47,602)	(244,507)	
<b>Unencumbered Cash, Beginning</b>	<u>383,303</u>	<u>244,507</u>	
<b>Unencumbered Cash, Ending</b>	<u>\$ 335,701</u>	<u>\$ -</u>	

**City of Udall, Kansas**  
**Water System Fund**  
**Schedule of Receipts and Expenditures – Actual and Budget**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

	<u>Actual</u>	<u>Budget</u>	<u>Variance - Over (Under)</u>
<b>Receipts</b>			
Water sales	\$ 158,634	\$ 164,000	\$ (5,366)
New meter set	795	-	795
Tower rent	43,749	30,000	13,749
Miscellaneous	80	-	80
Transfer from City Sales Tax Fund	28,443	-	28,443
	<u>231,701</u>	<u>194,000</u>	<u>37,701</u>
<b>Expenditures</b>			
Personnel services	70,358	73,000	(2,642)
Contractual services	23,490	75,000	(51,510)
Commodities	27,734	10,000	17,734
Capital outlay	-	114,633	(114,633)
Debt service principal	89,995	115,861	(25,866)
Debt service interest	45,816	34,945	10,871
Refunds	90	6,000	(5,910)
Transfers to:			
General Fund	25,000	-	25,000
Water Reserve	20,000	20,000	-
	<u>302,483</u>	<u>449,439</u>	<u>\$ (146,956)</u>
<b>Receipts Over (Under) Expenditures</b>	(70,782)	(255,439)	
<b>Unencumbered Cash, Beginning</b>	<u>375,666</u>	<u>255,439</u>	
<b>Unencumbered Cash, Ending</b>	<u>\$ 304,884</u>	<u>\$ -</u>	

**City of Udall, Kansas**  
**Sewer System Fund**  
**Schedule of Receipts and Expenditures – Actual and Budget**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

	Actual	Budget	Variance - Over (Under)
<b>Receipts</b>			
Charges for service	\$ 77,083	\$ 68,400	\$ 8,683
<b>Expenditures</b>			
Contractual services	17,712	23,500	(5,788)
Commodities	1,581	3,900	(2,319)
Capital outlay	-	38,353	(38,353)
Debt service principal	12,483	25,169	(12,686)
Debt service interest	834	1,464	(630)
Miscellaneous	13,503	-	13,503
Transfer to Sewer Reserve Fund	25,000	20,000	5,000
Total expenditures	<u>71,113</u>	<u>112,386</u>	<u>\$ (41,273)</u>
<b>Receipts Over (Under) Expenditures</b>	5,970	(43,986)	
<b>Unencumbered Cash, Beginning</b>	<u>76,916</u>	<u>43,986</u>	
<b>Unencumbered Cash, Ending</b>	<u>\$ 82,886</u>	<u>\$ -</u>	

**City of Udall, Kansas**  
**Refuse System Fund**  
**Schedule of Receipts and Expenditures – Actual and Budget**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

	<u>Actual</u>	<u>Budget</u>	<u>Variance - Over (Under)</u>
<b>Receipts</b>			
Charges for service	\$ 59,910	\$ 62,000	\$ (2,090)
<b>Expenditures</b>			
Contractual services	60,269	61,000	(731)
Other	<u>9,334</u>	<u>17,084</u>	<u>(7,750)</u>
Total expenditures	69,603	78,084	<u>\$ (8,481)</u>
<b>Receipts Over (Under) Expenditures</b>	(9,693)	(16,084)	
<b>Unencumbered Cash, Beginning</b>	<u>15,824</u>	<u>16,084</u>	
<b>Unencumbered Cash, Ending</b>	<u>\$ 6,131</u>	<u>\$ -</u>	

**City of Udall, Kansas**  
**Electric Reserve Fund**  
**Schedule of Receipts and Expenditures – Actual**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

	<u>Actual</u>
Unencumbered Cash, Beginning	<u>\$ 120,000</u>
Unencumbered Cash, Ending	<u><u>\$ 120,000</u></u>

**City of Udall, Kansas**  
**Water Reserve Fund**  
**Schedule of Receipts and Expenditures – Actual**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

	<u>Actual</u>
<b>Receipts</b>	
Transfer from Water System	\$ 20,000
<b>Receipts Over (Under) Expenditures</b>	\$ 20,000
<b>Unencumbered Cash, Beginning</b>	<u>160,906</u>
<b>Unencumbered Cash, Ending</b>	<u><u>\$ 180,906</u></u>

**City of Udall, Kansas**  
**Sewer Reserve Fund**  
**Schedule of Receipts and Expenditures – Actual**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

	<u>Actual</u>
<b>Receipts</b>	
Transfer from Sewer System	\$ 25,000
<b>Receipts Over (Under) Expenditures</b>	\$ 25,000
<b>Unencumbered Cash, Beginning</b>	<u>35,000</u>
<b>Unencumbered Cash, Ending</b>	<u><u>\$ 60,000</u></u>

**City of Udall, Kansas**  
**Agency Funds**  
**Schedule of Receipts and Expenditures – Actual**  
**Regulatory Basis**  
**For the Year Ended December 31, 2019**

<b>Fund</b>	<b>Beginning Cash Balance</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Ending Cash Balance</b>
Payroll Clearing Fund	\$ 32,503	\$ 388,563	\$ 417,630	\$ 3,436
Sales Tax Clearing Fund	1,265	16,696	16,686	1,275
Deposit Clearing Fund	-	48,546	46,764	1,782
Penalty Clearing Fund	12,340	11,508	23,848	-
Total agency funds	<u>\$ 46,108</u>	<u>\$ 465,313</u>	<u>\$ 504,928</u>	<u>\$ 6,493</u>