

OSAWATOMIE CITY COUNCIL

AGENDA

June 12, 2014

6:30 p.m., Memorial Hall

1. Call to order
2. Roll Call
3. Pledge of Allegiance
4. Invocation
5. Consent Agenda
 - Consent Agenda items will be acted upon by one motion unless a Council member requests an item be removed for discussion and separate action*
 - A. Approve June 12 Agenda
 - B. Approve Minutes of May 8 and May 22 Council Meetings
 - C. Approve Appropriation Ordinance 2014-5
6. Presentations; Comments from the Public
 - Citizen participation will be limited to 5 minutes. Please stand & be recognized by the Mayor.*
 - A.
7. Public Hearing – None
8. Unfinished Business
 - A.
9. New Business
 - A. Appointments – None
 - B. Consider Approval of Fireworks Stand
 - C. Presentation of the 2013 Audit – Neil Phillips, CPA – Jarred Gilmore & Phillips, PA.
 - D. Adopt Resolution for 2012 GAAP Waiver
 - E. Employees Health Insurance Renewal
 - F. Resolution Setting Hearings on Condemnations
 - G.
10. Council Reports
11. Mayor’s Report
12. City Manager’s Report
13. Executive Sessions
14. Other Discussion/Motions
15. Adjournment

REGULAR MEETING – June 26, 2014

REGULAR MEETING – July 10, 2014

Osawatomie, Kansas. **May 8, 2014.** The Council meeting was held in Memorial Hall. Mayor Govea called the meeting to order at 6:33 p.m. Council members present were Dickinson, Farley, Hunter, LaDuex, Maichel, and Ramirez. Absent were Hampson and Walmann. Also present were City Manager Cawby, City Attorney Wetzler and City Clerk Elmquist. Visitors were Linda Crouch, Marvin Halvorsen and Colleen Truelson.

INVOCATION. Marvin Halvorsen, Blessed Hope Seventh Day Adventist Church.

CONSENT AGENDA. Approval of the minutes of April 10 and April 24 Council Meetings, approval of May 8 Agenda, and approval of Appropriation Ordinance 2014-4. Motion made by LaDuex, seconded by Maichel to approve the Consent Agenda. Yeas: All.

Presentations, Comments from the Public:

Marvin Halvorsen, Blessed Hope Seventh Day Adventist Church, said they focus on the gospel and good news through faith. Their main focus is they like to teach people how to be healthy.

Public Hearings: none

Unfinished Business:

RESOLUTION ON TERMINATION OF NEARMAN ENERGY CONTRACT. The Power Supply Task Force met with the City's Energy Consultant. After a review of the largest issues and the financials of the current and future Nearman Power Project, the Task Force recommended passage of the resolution terminating the City's contract ending December 31, 2015. There are many other more effective options for intermediate power sources. The Task Force now will evaluate those resources and present their recommendation to the Council on a direction for acquiring that power in the short and long terms. Motion made by Hunter, seconded by Dickinson to approve the resolution terminating the contract with Nearman Energy. Yeas: All. Motion passed. The Resolution was assigned No. 680.

REVIEW DRAFT OF REVISED NUISANCE ORDINANCE. The changes are being initiated by staff to address several issues. Those issues are: (1) parking in the yard and grass in the street provisions were removed in the last codification, (2) the lack of specificity in the current code, and (3) eliminate confusion between the nuisance code and the building code. City Manager did an overview of the revised ordinance.

Hampson arrived at 6:50 p.m.

New Business:

APPOINTMENTS

Library Board Judy Reinecker

Motion made by LaDuex, seconded by Hunter to approve the appointment. Yeas: All.

PRESENTATION ON POSSIBLE STRUCTURE CONDEMNATIONS. City Manager Cawby went through the inspection reports for each of the properties. They are listed in order based on the need for demolition and the ease of demolition.

Trailers:	909 Chestnut	212 7th Street	901 Chestnut
	715 Chestnut	812 South Street	707 Carr
Homes:	403 Chestnut	1006 5th Street	345 Parker
	1003 Chestnut	716 Main	907 Pacific
	908 Walnut	334 Main	110 Brown
	136 Pacific	1002 5th Street	805 Chestnut
	523 Chestnut	512 5th Street	1635 Main

The budget has \$25,000 - \$30,000 set aside for this year. Council will also have to consider the cost of demolition of a structure. The main discussion was on the criteria for selection. Motion made by Farley, seconded by Dickinson to determine the properties to move forward in the condemnation process. Yeas: All.

OVERVIEW OF 1ST QUARTER FINANCIALS. The Council received reports from the first quarter of 2014.

Council Reports:

LaDuex: Had tickets available to buy for the Library's Pancake Feed.

Mayor's Report:

At the Frank Elliott Scholarship Awards Banquet he announced Lauren Bratton as the recipient of the \$400 City of Osawatomie Scholarship.

City Manager's Report:

Projects:

Issues:

KMEA Board Meeting. Attended the KMEA meeting along with Mayor Govea. There is not a lot to report.

KCPL Franchise. Had a meeting with a KCPL representative.

EXECUTIVE SESSION – CONSULTATION WITH CITY ATTORNEY WHICH WOULD BE DEEMED PRIVILEGED IN THE ATTORNEY-CLIENT RELATIONSHIP. At 8:10 p.m. motion was made by Hunter, seconded by LaDuex to recess into executive session for the purpose of consultation with City Attorney which would be deemed privileged in the attorney-client relationship, with City Manager Cawby, City Attorney Wetzler and City Clerk Elmquist present; and that the Council will reconvene the open meeting in this room at 8:20 p.m. Yeas: All. Meeting reconvened at 8:20 p.m. No action taken.

OTHER DISCUSSION/MOTIONS: none

Motion made at 8:20 p.m. by LaDuex, seconded by Maichel to adjourn. Yeas: All.

Ann Elmquist, City Clerk

Osawatomie, Kansas. **May 22, 2014.** The Council meeting was held in Memorial Hall. Mayor Govea called the meeting to order at 6:30 p.m. Council members present were Dickinson, Farley, Hampson, Hunter, LaDuex, Maichel, Ramirez and Walmann. Also present were City Manager Cawby and City Clerk Elmquist. Visitors were Virginia Adams, Ted Bartlett, Mike & Railene Ahring, Joseph Mitzner, Jim & Katie Mitzner, Sophia Edelbrock, Ted Bartlett and Colleen Truelsen.

INVOCATION. Virginia Adams, Osawatomie Community of Christ.

CONSENT AGENDA. Approval of the May 22 Agenda. Motion made by Maichel, seconded by Hampson to approve the Consent Agenda. Yeas: All.

Presentations, Comments from the Public:

Wetzler arrived at 6:33 p.m.

Virginia Adams, Osawatomie Community of Christ, said the Food Pantry had a record count of 62 recipients. The Ministerial Alliance leadership has joined forces. Every Wednesday when summer school is out, they will be feeding children every Wednesday at the Methodist Church. The seven different churches will each host a day. A sack lunch will also be sent home with them.

Public Comment:

Jim Mitzner, 1504 Parker, would like chickens be allowed in the city. He handed out a sheet with the benefits of having hens. Walmann was concerned about salmonella poisoning.

Sophia Block, 1535 Main, has a son who is in 4-H. He wants to raise chickens and rabbits again, but at their home.

Railene Ahring, 34727 W. 335th, is getting ready to open an adolescent treatment center in Osawatomie. Now people have to travel, parents have to take off work, or they just don't go. This will be the only state licensed facility in Miami County. Ahring is an Addiction Counselor licensed by the Kansas Behavioral Health Board. Her facility, Sunflower Substance Abuse Recovery Services, is a non-profit organization and will be located at 223 6th Street, Suite B. The owner will not be charging her rent. She came before the Council to inform them and to get the word out.

Public Hearings: none

Unfinished Business: none

New Business: none

APPOINTMENTS: none

CONTRACT WITH GAS FOR WATER LINE GRANT SUBMISSION. The required LMI survey on which the application will be based is being conducted by GAS. They were asked for a proposal for preparing the CDBG application requesting \$500,000 for the proposed 2015 water line project. Their fee is \$8,250. Motion made by Hunter, seconded by Hampson to approve the contract with GAS for preparation of the CDBG application, subject to amendments by the City Attorney. Yeas: All.

CONSIDER APPROVAL OF FIREWORKS DISPLAY. Motion made by Hunter, seconded by LaDuex to approve the City Fireworks Display at the Lake. Yeas: All.

PROCLAMATION – BUSINESS APPRECIATION MONTH. Proclamation was to promote fair housing practices throughout the City. Motion made by Maichel, seconded by LaDuex to approve the proclamation. Yeas: All.

ENGINEER'S REPORT ON SHELTER HOUSE. Dr. Moni El-Aasar, BG Consultants, conducted a structural review. The report indicated the following:

1. Remove and replace the roof.
2. Construct a reinforced concrete beam around the top of the piers.
3. Eliminate the function of the fireplaces.
4. Tuck point cracks in mortar between limestone.
5. Install a new metal or pre-manufactured timber roof on the new beam.

Consensus from the Council was to proceed. Staff will prepare cost proposals for the recommended repairs. The study will be shared with the Rotary Club who is partnering on the roof project.

Work Session:

REVIEW DRAFT OF REVISED NUISANCE ORDINANCE. There was discussion about who the Hearing Officer would be. That could be the Council.

POSSIBLE STRUCTURE CONDEMNATIONS. The Council discussed each structure. Building Official Ted Bartlett was present.

<i>Trailers:</i>	909 Chestnut	212 7th Street	901 Chestnut
	715 Chestnut	812 South Street	707 Carr
<i>Homes:</i>	403 Chestnut	1006 5th Street	345 Parker
	1003 Chestnut	716 Main	907 Pacific
	908 Walnut	334 Main	110 Brown
	136 Pacific	1002 5th Street	805 Chestnut
	523 Chestnut	512 5th Street	1635 Main
	906 Walnut	501 Walnut	1111 Main

Motion made by LaDuex, seconded by Walmann to begin on the four trailers located at 212 7th Street, 901 Chestnut, 715 Chestnut and 812 South Street and also on the three properties located at 403 Chestnut, 1006 5th Street and 345 Parker with possibly others to be determined at the next meeting. Yeas: All.

Council Reports:

LaDuex: Reminded everyone about the Library's Pancake Feed Saturday.

Maichel: Wanted the chicken issue on the next agenda.

Mayor's Report:

Osawatomi Alumni is this Memorial Day weekend.

Was elected as the northeast representative of the Kansas Mayor's Association.

City Manager's Report:

Alumni Weekend. Worked in John Brown Park this past week to help. Happy with where the City is at in the preparation.

Projects :

Water Plant. The City was informed by the Kansas Department of Agriculture – Division of Water Resources (DWR) that the City's current meter, installed in 2007, is not an acceptable water meter. The DWR has adopted a list of "Certified Water Flowmeters" and the meter brand at the Water Plant is

not on their list. The compliance deadline is August 9. Staff is working on the replacement costs and ability to get a new meter as staff also fights against this overreaching regulation.

Third/Walnut Water Line. The new 8” line is completed and crews now need to go back and clean up the dirt in the berm. They are waiting for a rain before doing so, otherwise they’ll have to water it down.

Street Repairs. The Street Department milled and overlaid three sections of streets: Main west of 12th, 8th Street between Walnut and Pacific, and two sections of Rohrer Heights. The street crew will begin crack sealing on the west side of town next week.

Issues:

Re-codification. Between legislative changes concerning guns, the new animal ordinance and the upcoming new nuisance ordinance, it is time to get the ordinances re-codified. He will be getting a few quotes, but the focus will be on finding a service that continues to update the code yearly and also hosts and maintains it online.

Retirement. Tim Roberston, a Water Plant Operator, will be retiring effective May 31. A reception will be held for him on Friday, May 30 from 1:00 to 3:00 pm. He has 29 years of service with the City and invited the Council to come and honor this milestone.

Insurance Updates. Renewal amounts were received from United Health Care for the employees health insurance. Will be meeting with the Employee Committee and will bring a proposal to the Council June 12. The renewal amount is under the projected budget. A \$17,000 dividend on the property and liability insurance will offset most of the increase taken this year on health insurance. Also, the City should receive a Gold Star rating on the worker’s compensation insurance for 2015. The City had slipped out of the discount and had only previously gotten a 1% discount. With the changes made by the City employees’ Safety Committee, the City has jumped to the top level and will receive at 5% discount for next year. Most importantly, this should reduce claims and issues over time, also helping the rates drop.

Cell Tower Lease. T-Mobile is interested in upgrading the fiber line to their cell tower on the City’s east water tower. This may result in a new lease arrangement.

Motion made at 9:33 p.m. by Hunter, seconded by LaDuex to adjourn. Yeas: All.

Ann Elmquist, City Clerk

Record of Ordinances

ORDINANCE NO. 2014-05

DATE WARRANTS ISSUED:
May 31, 2014

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AN ORDINANCE MAKING APPROPRIATION FOR THE PAYMENT OF CERTAIN CLAIMS.

Be it ordained by the Governing Body of the City of Osawatomie, Kansas

Section 1. That in order to pay the claims hereinafter stated which have been properly audited and approved, there is hereby appropriated out of the respective funds in the city treasury the sum required for each claim.

CLAIMANT	NATURE OF CLAIM OR SERVICE	CLAIM NUMBER	AMOUNT
Alamar Uniforms	Tactical Shirts	43608	116.60
American Safety Utility Corporation	Oak N Ivy Skin Cleanser	43609	73.43
Athco, LLC	Repair Scoreboard Control Console	43610	322.74
Beachner Grain, Inc.	Fescue, Glyphosate	43611	198.25
Brewer's Automotive Repair	Ball Joints, Charge AC Freon, Tires	43612	1,289.78
CenturyLink	Services	43613	2,347.25
CenturyLink	Services	43614	316.07
Donna & Viola's Shirts	Soccer Shirt	43615	5.00
Richard Fisher, Jr. LLC	Attorney Fees	43616	350.00
Hach Company	Ammonia Cyanurate, Spadns Reagent	43617	519.74
Home Depot Credit Services	Hinges, Door Locks, Compound	43618	216.94
Huber & Associates, Inc.	Enterpol Maintenance	43619	6,505.00
Jarred, Gilmore & Phillips, PA	Final Billing on Audit	43620	2,650.00
John Deere Financial	V Belt	43621	51.45
Kansas Department of Commerce	JTC Oil Lease - June 2014	43622	1,000.00
Key Equipment & Supply, Co.	2005 Elgin Eagle Street Sweeper	43623	91,981.00
Kincaid Ready Mix	Concrete	43624	1,110.26
Louisburg Firefighters Assn.	Fire Extinguishers	43625	287.00
Miami County Sheriff's Office	Prisoner Care	43626	1,451.46
Miami Lumber	Cord, Hinges, Concrete Mix, Screws	43627	223.91
Pepsi Beverages Company	Pop, Co2	43628	569.17
Pocket Press, Inc.	Kansas Criminal Laws	43629	134.85
Scott Michie Planning Services	Consulting Services	43630	247.50
Smitty's Lawn & Garden Equipment	Belt, Pulley Idler	43631	105.96
Sprayer Specialties, Inc.	Vari-Quick Subs	43632	36.14
Suddenlink	Internet	43633	149.88
Viking Industrial Supply	Paper Goods	43634	511.10
Winpro Solutions	Towels	43635	241.30
City of Osawatomie	Petty Cash Reimbursement	1466	2,219.64
KMEA	WAPA Hydro Electricity	1467	9,972.37
Paradigm Escrow Account	Deposit-Jamboree Performance	1468	4,000.00
KMEA	SPA Hydro Electricity	1469	2,465.70
KMEA	GRDA Electricity	1470	86,658.23
Crawford Sales Company	Budweiser	43636	112.70
Midwest Distributors	Miller	43637	120.00
Altec Industries, Inc.	High Visibility Jacket & Pants	43638	301.51
AT&T	RTU'S	43639	221.96
Baker & Taylor	Books	43640	835.75
Bowes Automotive Products	Oil Filters, Couplers, Drop Light	43641	93.75
California Contractors Supplies, Inc.	Bloodborne Pathogen Protection Kit	43642	503.73

CLAIMANT	NATURE OF CLAIM OR SERVICE	CLAIM NUMBER	AMOUNT
City of Osawatomie	Utilities	43643	10,396.11
Classic Wood, LLC	Maple Bookcase	43644	324.00
Conrad Fire Equipment	Boots, Pick Axe, Hood	43645	443.68
Ryan Crowley	Mileage Reimbursement	43646	30.24
Elliott Insurance	Notary Bond	43647	115.00
Family Center	Waterheater, Adapter, Saw Blades	43648	1,241.76
Feld Fire	Faceshields, Helmet Cap	43649	248.00
Richard Fisher, Jr. LLC	Attorney Fees	43650	125.00
Galls	Trousers, Handcuffs, Baton, Badges	43651	420.53
Hall's Bobcat Service	Topsoil	43652	72.00
Hanes Florist & Greenhouse	Flowers	43653	70.00
Holliday Sand & Gravel	Asphalt Sand	43654	145.43
John Deere Landscapes	Three Way Selective, Proxy	43655	1,079.70
Kansas City Wilbert	Grave Openings	43656	1,900.00
Kansas One Call	Locates	43657	46.80
Kansas Secretary of State	Notary	43658	25.00
Kansas State Treasurer	Training Funds	43659	635.00
Lybarger Oil	Fuel	43660	9,440.59
Martin Pringle	Municipal Matters, City Prosecutor	43661	4,107.16
Moon's IGA	Cleaning Supplies, Pop, Chips	43662	541.67
Navrat's Office Products	Paper	43663	23.26
NSI	Liquor Liability	43664	463.00
Paola Do It Best Hardware	Door Latches, Wall Plates	43665	36.23
Rural Water District #1	Services	43666	143.92
Suddenlink	Internet	43667	134.19
Elizabeth Trigg	Dvd's Batteries, Tissue Paper	43668	73.02
Van Wall Equipment	Oil Filter	43669	48.67
Visa	Dvd's, Legos, Gift Cards, Staplers	43670	1,716.15
Westfall GMC Truck	Lever	43671	62.85
Winkler Domoney & Schultz	Municipal Court Judge	43672	2,060.00
Winterscheid Auto Parts	Filters, Hose Fittings, Bulbs	43673	-
Winterscheid Auto Parts	Filters, Hose Fittings, Bulbs	43674	956.95
American Safety Utility Corporation	Anti-Itch Gel	43675	63.40
Apparatus Services, LLC	Install Window Washer Fittings	43676	75.21
Applied Maintenance Supplies	Unitized 10 Person Kit, Marker	43677	198.66
Atco International	Assault	43678	69.85
Dish Network	Service	43679	100.12
Ditch Witch	Oil	43680	42.32
Dive Rescue International	Public Safety Diver Kit	43681	625.40
Division of Environment	Wastewater Permit	43682	320.00
Elliott Insurance	Insurance	43683	636.00
EMG, Inc.	Energy Consulting	43684	2,146.80
Entersect	Police Online	43685	79.00
Environmental Laboratories, Inc.	Wastewater Sample & Analysis	43686	835.00
Evco Wholesale Food Corp.	Gatorade, Chips, Hot Dogs, Crackers	43687	528.47

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CLAIMANT	NATURE OF CLAIM OR SERVICE	CLAIM NUMBER	AMOUNT
Gallagher Benefit Services	Administrative Fee	43688	382.00
HD Supply Waterworks	Water Project-Walnut, Clams	43689	2,112.75
ICMA	Membership	43690	718.08
Kriz-Davis, Co.	Wire, Transformer Pads, Connector	43691	16,463.69
L&K Services	Refuse, Yard Waste	43692	32,940.36
National Sign Company, Inc.	Street Signs, Post Cap, Crosspiece	43693	97.68
NPG Newspapers	Treasurer's Quarterly Statement	43694	109.04
Oil Patch	Couplings, Valve Ball, Adapter	43695	76.00
Osawatomie Pet Clinic	Examination	43696	59.60
Ozonia North America	UV Lights	43697	141.32
Pace Analytical	Analytical Charges-Walnut Project	43698	70.00
Pat's Signs	Vote Her Signs, Sign-PD	43699	230.00
Quill	Ruled Pads, Calendar Refill	43700	60.13
Ricoh Americas Corp.	Copies-PD	43701	256.25
Ricoh Americas Corp.	Copier Lease-PD	43702	183.90
Superior Lamp, Inc.	Ballast & Bulbs	43703	800.01
T&R Electric	Pole Mount Transformer	43704	1,998.75
Turfwerks	Rotors, Field Decoders	43705	3,289.18
Visa	Lodging, Postage, Calculator, Toner	43706	2,112.04
Brad Waggoner	Proshop	43707	634.73
Wes' Recycling, Inc.	Smooth Plate	43708	68.60
KMEA	EMP Electric Transmission	1471	26,913.03
KMEA	Nearman Electricity	1472	30,637.95
Crawford Sales Company	Budweiser	43709	281.05
Amateur Sports Promotion	2014/15 Pocket Schedule	43710	90.00
BG Consultants, Inc.	Consulting Services	43711	6,996.00
BSN Sports	Helmets, Tballs Softballs, Gear Packs	43712	3,109.62
Centurylink	RTU'S	43713	236.56
Galls	Handcuffs	43714	37.94
Grainger	Fuses	43715	39.14
Halls' Bobcat Service	Red Mulch	43716	304.00
KCPL	Service	43717	1,420.50
Kansas Gas Service	Services	43718	1,841.66
Key Equipment	Dirt Shoe Assy, Tow Bar	43719	1,946.90
ND&H Attorney's at Law	Attorney Fees	43720	500.00
NPG Newspapers	Advertisement for Bids	43721	600.00
RMI Golf Carts	Sheave, Cable, Throttle Kit	43722	685.52
Sprint	Service	43723	19.65
Star Printing	Envelopes	43724	315.90
Suddenlink	Internet	43725	59.95
The Law Office of Bryan Meyer	Attorney Fees	43726	575.00
Two Rivers Softball League	Softball Registration Dues	43727	800.00
Vance Brothers	Oil	43728	302.50
Walmart	Buns, Chips, Charcoal, Water, Ink	43729	384.48
Kansas Department of Revenue	Sales Tax	1473	11,045.36

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DATE WARRANTS ISSUED:
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CLAIMANT	NATURE OF CLAIM OR SERVICE	CLAIM NUMBER	AMOUNT
Kansas Department of Revenue	Sales Tax	1474	501.22
Kansas Department of Revenue	Compensating Use Tax	1475	208.53
Kansas Department of Revenue	Sales Tax	1476	21.66
First Option Bank	Street Sweeper Loan Payment	1477	12,740.00
City of Osawatomie	Petty Cash Reimbursement	1478	4,559.99
Crawford Sales Company	Budweiser	43730	335.65
Midwest Distributors	Miller	43731	140.00
American Safety Utility Corporation	Muletape	43732	275.88
Baker & Taylor	Books	43733	483.30
BG Consultants, Inc.	Consulting Services	43734	20,431.50
Blue Line Learning Group	Internet Training	43735	286.00
Brenntag Mid-South, Inc.	Robinfloc, Ammonium Sulfate	43736	3,236.80
Brewer's Automotive Repair	Tube, Turf Tin, Replace Fuel Injector	43737	468.53
C&G Merchants Supply	Candy, Plates, Towels, Lids	43738	254.26
California Contractors Supplies, Inc.	Icy Cool Bandana, Detectable Tape	43739	545.13
Century Link	Long Distance	43740	315.87
Champion Brands, LLC	Wipers, Grease, Antifreeze, Oil Dry	43741	592.25
Classic Wood, LLC	Install Countertop Bracket	43742	30.00
Consolidated Fleet Service	Hot Sticks/Live Line Tools	43743	418.00
Delta Dental	Dental Insurance	43744	2,726.33
Donna & Viola's Shirts	Shirts	43745	46.08
Governmental Assistance Services	Grant Application Preparation	43746	8,250.00
HD Supply Waterworks	Couplings	43747	73.72
Industrial Sales	Couplings, PVC, Rake Leaf	43748	102.79
John Deere Landscapes	Fertilizer, Three Way Selective	43749	994.47
KS Department of Health & Environment	Analytical Services	43750	205.00
Killough Construction, Inc.	Asphalt, Millings	43751	15,108.44
Martin Pringle Attorneys at Law	City Prosecutor, Municipal Matters	43752	6,533.82
NEKLS	Patron Library Cards	43753	80.00
Osawatomie Pet Clinic	Examination	43754	202.74
Pace Analytical	Analytical Charges	43755	301.00
Pat's Signs	Business Expo Footballs	43756	237.14
Postmaster	Utility Billing	43757	1,000.00
Reflective Group	Phones	43758	1,970.32
Ricoh Americas Corp.	Copier Lease	43759	276.17
Superior Vision	Vision Insurance	43760	575.94
T&R Electric	25 KVA Single Phase Transformers	43761	5,090.00
Debbie Talley	Memorial Hall Janitorial	43762	375.00
Target Unlimited, Inc.	Mowing of Delinquent Properties	43763	727.00
Tri County Ice Co., Inc.	Ice Machine	43764	2,345.00
United Healthcare	Health Insurance	43765	29,301.38
Van Diest Supply Company	Mosquito Fogger	43766	9,533.80
Van Wall Equipment	Install New Bedknives and Screws	43767	469.68
Zep Sales & Service	Wasp Killer, Liners	43768	511.00
Payroll 05/02/14			85,169.86

CITY OF OSAWATOMIE

439 Main Street
PO Box 37
Osawatomie, KS 66064

Phone: (913) 755-2146
Fax: (913) 755-4164
cityclerk@osawatomieks.org

20 14

APPLICATION FOR FIREWORKS STAND PERMIT

Name of Stand Moon's Discount Fireworks
Location of Stand NE CORNER 6TH & WALNUT of Storage SAME
Applicant's Name MICHAEL MOON
Address 111 ROHRER HTS
City/State/Zip OSAWATOMIE KS 66064
Home Phone No. NONE Cell 913 731 4144 Business 755-2635
E-mail Address MOON@CLASSICNET.NET
Federal ID No. 48-0980804 State of KS Tax ID No. 004-480980804F-01

I understand and agree to follow the laws of the State of Kansas and the Ordinances of the City of Osawatomie. I have received a copy of City of Osawatomie Code 2010, Chapter 7, Article 3. The application fee does not guarantee issuance of a permit. Final approval is subject to inspection approval at the time of setup.

Applicant's Signature Michael Moon Date 5/14/14

Applications for the sale of fireworks shall be filed with the City Clerk between January 1 & May 31 of the year in which the permit is to be effective. Upon submittal of the application with the permit fee, the City Council will consider the application for approval at their next regular scheduled meeting. However, all necessary documents must be received by the City Clerk at least 5 working days before a Council meeting if wanting approval before the May 31 deadline. Those documents are listed below in bold.

FOR OFFICE USE ONLY

Date of Application 5/29/14 Receipt # 47690 [1.500405]
Stand Fee \$1,000.00 Check # 1166
 Drawing
 Certificate of Insurance — City of Osawatomie MUST be named as ADDITIONAL INSURED
 If located in a tent, proof of flame retardant
 Letter of Permission from property owner (if applicable)
 Letter(s) of Permission from property owner(s) of structures, etc. within 50' (if applicable)
 Electricity Temporary Hookup Receipt # --- Check # --- [3.500801]
--- Receipt Copy Given to Utilities

Council Approval Date _____
Endorsement of Chief of Police, Fire Chief, Utility Distribution Supervisor & Building Official
(Inspection sheet attached)
Permit Approved by City Clerk _____ Signature _____

CITY OF OSAWATOMIE, KANSAS

Independent Auditors' Report and
Financial Statement with
Supplemental Information

For the Year Ended December 31, 2013

CITY OF OSAWATOMIE, KANSAS

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INDEPENDENT AUDITORS' REPORT

Honorable Mayor and City Council
City of Osawatomie, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of City of Osawatomie, Kansas, a municipality, as of and for the year ended December 31, 2013, 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 to meet the financial reporting requirements of the State of Kansas. 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.

Auditors' 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 of Osawatomie, Kansas 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 of Osawatomie, Kansas as of December 31, 2013, 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 Osawatomie, Kansas as of December 31, 2013, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

Report on 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.

The 2012 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget (Schedule 1 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2013 basic financial statement upon which we rendered an unmodified opinion dated July 1, 2013. The 2012 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://da.ks.gov/ar/muniserv/>. Such 2012 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2012 basic financial statement. The 2012 comparative information was subjected to the auditing procedures applied in the audit of the 2012 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 2012 basic financial statement or to the 2012 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 2012 comparative information is fairly stated in all material respects in relation to the 2012 basic financial statement as a whole, on the basis of accounting described in Note 1.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

April 17, 2014
Chanute, Kansas

CITY OF OSAWATOMIE, KANSAS

Summary Statement of Receipts, Expenditures, and Unencumbered Cash
 Regulatory Basis
 For the Year Ended December 31, 2013

Funds	Beginning Unencumbered Cash Balances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Add Encumbrances and Accounts Payable	Cash Balance December 31, 2013
General Fund	\$ 111,384.68	\$ 2,237,360.25	\$ 2,146,166.37	\$ 202,578.56	\$ 56,215.16	\$ 258,793.72
Special Purpose Funds:						
Industrial	61,237.37	36,318.25	62,434.16	35,121.46	-	35,121.46
Library	115,753.52	16,083.49	33,442.83	98,394.18	7,872.00	106,266.18
Recreation	713.87	11,641.37	12,355.24	-	-	-
Recreation Employee Benefits	-	1,457.19	1,457.19	-	-	-
Employee Benefits	52,082.33	628,910.31	660,469.42	20,523.22	839.52	21,362.74
Special Parks and Recreation	91,072.82	249,794.37	252,646.69	88,220.50	3,703.44	91,923.94
Tourism	9,423.13	60,061.55	61,505.68	7,979.00	23.92	8,002.92
911	9,897.41	-	-	9,897.41	-	9,897.41
Street Improvement	99,271.65	120,093.57	97,288.88	122,076.34	185.24	122,261.58
Golf Course	4,803.83	283,363.58	262,129.04	26,038.37	3,757.75	29,796.12
Capital Improvements General	357,726.90	248,325.80	395,573.38	210,479.32	35,221.00	245,700.32
Capital Improvements Sewer	-	-	301,209.31	(301,209.31)	-	(301,209.31)
Capital Improvements Grant	183,959.80	590,000.00	494,796.46	279,163.34	3,049.50	282,212.84
Public Safety Equipment	9,847.11	11.14	789.79	9,068.46	-	9,068.46
Bond and Interest Fund:						
General Obligation Bond and Interest	96,891.99	744,512.25	752,787.50	88,616.74	-	88,616.74
Business Funds:						
Electric Utility	443,463.20	3,715,777.05	3,738,883.45	420,356.80	234,673.55	655,030.35
Water Utility	176,092.76	806,985.66	776,888.57	206,189.85	27,845.42	234,035.27
Refuse Utility	6,251.94	387,478.46	388,219.73	5,510.67	31,530.18	37,040.85
Sewer Utility	335,551.80	831,431.76	783,036.01	383,947.55	9,510.70	393,458.25
Total Reporting Entity (Excluding Agency Funds)	\$ 2,165,426.11	\$ 10,969,606.05	\$ 11,222,079.70	\$ 1,912,952.46	\$ 414,427.38	\$ 2,327,379.84

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

Statement 1 (Continued)

CITY OF OSAWATOMIE, KANSAS

Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2013

	2013
Total Cash to be accounted for:	\$ 2,327,379.84
Composition of Cash:	
Cash on Hand	\$ 640.00
Checking Accounts:	
Operating Account	315,006.21
Cash Flow Account	1,715,777.59
Petty Cash	2,000.00
Grant Account.....	260,004.80
CDBG Grant Account.....	(301,209.30)
ADSAP	7,661.00
Municipal Court	5,883.86
Police Forfeitures.....	257.29
Paypal Donations Account.....	95.65
Cafeteria 125 Checking.....	14,098.88
Investments:	
Kansas Municipal Investment Pool.....	0.42
Certificates of Deposit	426,454.28
Total Reporting Entity	2,446,670.68
Agency Funds Per Schedule 3	(119,290.84)
Total Reporting Entity (Excluding Agency Funds)	\$ 2,327,379.84

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

CITY OF OSAWATOMIE, KANSAS

Notes to the Financial Statement
December 31, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statement and schedules of the City of Osawatomie, Kansas have been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Governmental Accounting Standards Board is the principal standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies follow. Note 1 describes how the City's accounting policies differ from accounting principles generally accepted in the United States of America.

Financial Reporting Entity

The City of Osawatomie, Kansas (the City) is a municipal corporation governed by an elected eight-member council. These financial statements present the City of Osawatomie, Kansas (the primary government).

Related Municipal Entities: A related municipal entity is determined by the following criteria. Whether the City exercises oversight responsibility on financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters, scope of the public service, and significant operational or financial relationships with the City. Related municipal entities are not required to be included in the City's audit by the Kansas Municipal Audit and Accounting Guide (KMAAG). Based upon the application of this criterion, the following is a brief review of potential related municipal entities:

The Osawatomie Housing Authority – The Osawatomie Housing Authority operates the City's housing projects. The Osawatomie Housing Authority can sue and be sued, and can buy, sell, or lease real property. Bond ordinances must be approved by the City. The Osawatomie Housing Authority's financial statements should be included with the City's financial statements. However, the statements are omitted in an apparent departure from accounting principles generally accepted in the United States of America. Separate financial statements are prepared and are available at the Osawatomie Housing Authority. The Osawatomie Housing Authority is considered a major component unit.

Regulatory Basis Fund Types

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities of the City of Osawatomie, Kansas, for the year of 2013:

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

Special Purpose fund – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Regulatory Basis Fund Types (Continued)

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.

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 account, etc.).

Basis of Presentation – Regulatory Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis 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 municipality 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 municipality to use the regulatory basis of accounting.

Pension Plan

Substantially all full-time City employees are members of the State of Kansas Public Employees Retirement System, which is a multi-employer state-wide pension plan. The City's policy is to fund all pension costs accrued. Such costs to be funded are actuarially determined annually by the State of Kansas.

Property Taxes

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Reimbursed Expenses

K.S.A. 79-2934 provides that reimbursed expenditures, in excess of those budgeted, should be recorded as reductions in expenditures rather than as cash receipts. In the financial statement and budget comparison schedules presented in this report, reimbursements and refunds are recorded as cash receipts. The reimbursements are recorded as cash receipts when received by the City Treasurer and are often difficult to identify the exact expenditure which they are reimbursing. In funds showing expenditures in excess of the original adopted budget, reimbursements are added to the adopted budget as budget credits for comparison with the actual expenditures.

Special Assessments

Kansas statutes require projects financed in part by special assessments to be financed through the issuance of general obligation bonds which are secured by the full faith and credit of the City. Special assessments paid prior to the issuance of general obligation bonds are recorded as cash receipts in the appropriate project. Special assessments received after the issuance of general obligation bonds are recorded as cash receipts in the bond and interest fund. Further, state statutes require levying additional general ad valorem property taxes in the City bond and interest fund to finance delinquent special assessments receivable.

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in 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. During the year ended December 31, 2013 the City amended the Employee Benefits Fund, General Obligation Bond and Interest Fund, Special Parks and Recreation Fund, Tourism Fund, and Recreation Employee Benefits Fund.

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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality 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:

Capital Improvements General

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.

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance with Kansas Statutes

Statement 1 and Schedule 1 have been prepared in order to show compliance with the cash basis and budget laws of Kansas. As shown in Statement 1, the City was in apparent violation of K.S.A. 10-1,113. The City has obligated expenditures in excess of available monies in the Capital Improvements Sewer Fund, however, K.S.A 10-1,116 provides that under certain situations, the fund can end the year with a negative unencumbered cash balance and therefore, exempt from the cash basis laws of Kansas. The Capital Improvements Sewer Fund met the criteria under the statutes and therefore, is not deemed to be in violation of the Kansas cash basis laws. As shown in Schedule 1, the City was in compliance with the budget laws of Kansas.

Management is not aware of any material statute violations.

3. DEPOSITS AND INVESTMENTS

As of December 31, 2013, the City had the following investments and maturities.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less than 1</u>	<u>1-2</u>	<u>Rating</u>
Kansas Investment Pool	\$ 0.42	\$ 0.42	\$ - -	S&P AAf/S1+

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 branch 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. The rating of the City's investments is noted above.

3. DEPOSITS AND INVESTMENTS (Continued)

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. The City's allocation of investments as of December 31, 2013, is as follows:

<u>Investments</u>	<u>Percentage of Investments</u>
Kansas Investment Pool	100%

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, 2013.

Deposits: At year-end, the City's carrying amount of deposits was \$2,446,030.26 and the bank balance was \$2,774,322.62. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$527,996.68 was covered by FDIC insurance and \$2,246,325.94 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments to be adequately secured.

At December 31, 2013, the City has invested \$0.42 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas Legislature. State pooled monies may be invested in direct obligation that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities of up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

4. LONG-TERM DEBT

Changes in long-term debt for the City for the year ended December 31, 2013, were as follows:

Issue	Interest Rates	Date of Issue	Original Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Paid by Tax Levies:									
Series 2008B - Streets	4.1-5.5%	10/15/2008	\$ 2,435,000.00	9/1/2028	\$ 2,195,000.00	\$ -	\$ (75,000.00)	\$ 2,120,000.00	\$ 99,402.50
Paid by Utility Receipts:									
Series 2008A - Sewer	4.50%	10/28/2008	3,550,000.00	10/28/2048	3,413,000.00	-	(39,000.00)	3,374,000.00	153,585.00
Series 2012A - Refunding	2.00-4.70%	5/1/2012	2,810,000.00	9/1/2027	2,640,000.00	-	(330,000.00)	2,310,000.00	55,800.00
Series 2013 - Temporary	1.85%	9/30/2013	590,000.00	9/30/2014	-	590,000.00	-	590,000.00	-
Capital Leases									
Golf Course Irrigation	3.25%	11/26/2006	195,525.75	10/1/2021	136,861.49	-	(16,995.80)	119,865.69	4,375.31
Street Sweeper	3.10%	12/23/2013	95,250.00	12/1/2017	-	95,250.00	-	95,250.00	-
Total Contractual Indebtedness					<u>\$ 8,384,861.49</u>	<u>\$ 685,250.00</u>	<u>\$ (460,995.80)</u>	<u>\$ 8,609,115.69</u>	<u>\$ 313,162.81</u>

4. LONG-TERM DEBT (Continued)

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

Issue	2014	2015	2016	2017	2018	2018-2022	2023-2027	2028-2032	2033-2037	2038-2042	2043-2047	Total
Principal												
General Obligation Bonds												
Paid by Tax Levies:												
Series 2008B	\$ 80,000.00	\$ 75,000.00	\$ 80,000.00	\$ 85,000.00	\$ 90,000.00	\$ 760,000.00	\$ 950,000.00	\$ -	\$ -	\$ -	\$ -	\$ 2,120,000.00
Series 2013	590,000.00	-	-	-	-	-	-	-	-	-	-	590,000.00
Paid by Utility Receipts:												
Series 2008A	42,000.00	43,000.00	45,000.00	48,000.00	49,000.00	283,000.00	354,000.00	436,000.00	545,000.00	680,000.00	849,000.00	3,374,000.00
Series 2012A	335,000.00	350,000.00	355,000.00	260,000.00	270,000.00	575,000.00	165,000.00	-	-	-	-	2,310,000.00
Capital Leases												
Golf Course Irrigation	13,340.58	13,780.17	14,225.87	14,703.01	15,187.49	48,628.57	-	-	-	-	-	119,865.69
Street Sweeper	22,846.77	23,387.21	24,123.77	24,892.25	-	-	-	-	-	-	-	95,250.00
Total Principal Payments	1,083,187.35	505,167.38	518,349.64	432,595.26	424,187.49	1,666,628.57	1,469,000.00	436,000.00	545,000.00	680,000.00	849,000.00	8,609,115.69
Interest												
General Obligation Bonds												
Paid by Tax Levies:												
Series 2008B	95,465.00	92,265.00	87,515.00	83,515.00	79,690.00	318,860.00	136,105.00	-	-	-	-	893,415.00
Series 2013	10,035.74	-	-	-	-	-	-	-	-	-	-	10,035.74
Paid by Utility Receipts:												
Series 2008A	151,830.00	149,940.00	148,005.00	145,980.00	143,820.00	683,640.00	613,890.00	527,220.00	419,670.00	285,435.00	117,990.00	3,387,420.00
Series 2012A	49,200.00	42,500.00	35,500.00	28,400.00	23,200.00	58,112.50	12,600.00	-	-	-	-	249,512.50
Capital Leases												
Golf Course Irrigation	3,949.74	3,510.15	3,064.45	2,587.31	2,102.83	3,242.39	-	-	-	-	-	18,456.87
Street Sweeper	2,633.23	2,092.79	1,356.23	587.75	-	-	-	-	-	-	-	6,670.00
Total Interest Payments	313,113.71	290,307.94	275,440.68	261,070.06	248,812.83	1,063,854.89	762,595.00	527,220.00	419,670.00	285,435.00	117,990.00	4,565,510.11
Total Principal and Interest	\$1,396,301.06	\$ 795,475.32	\$ 793,790.32	\$ 693,665.32	\$ 673,000.32	\$2,730,483.46	\$2,231,595.00	\$ 963,220.00	\$ 964,670.00	\$ 965,435.00	\$ 966,990.00	\$13,174,625.80

5. CAPITAL LEASE OBLIGATIONS

The City has entered into a capital lease agreement in order to finance the acquisition of a Golf Course Irrigation System. Payments are made yearly, including interest at approximately 3.25%. Final maturity of the lease is October 1, 2021. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2014	\$ 17,290.32
2015	17,290.32
2016	17,290.32
2017	17,290.32
2018	17,290.32
2019-2021	<u>51,870.96</u>
	138,322.56
Less imputed interest	<u>(18,456.87)</u>
Net Present Value of Minimum	
Lease Payments	119,865.69
Less: Current Maturities	<u>(13,340.58)</u>
Long-Term Capital Lease Obligations	<u>\$ 106,525.11</u>

The City has entered into a capital lease agreement in order to finance the acquisition of a street sweeper. Payments are made semi-annually, including interest at approximately 3.10%. Final maturity of the lease is December 1, 2017. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2014	\$ 25,480.00
2015	25,480.00
2016	25,480.00
2017	<u>25,480.00</u>
	101,920.00
Less imputed interest	<u>(6,670.00)</u>
Net Present Value of Minimum	
Lease Payments	95,250.00
Less: Current Maturities	<u>(22,846.77)</u>
Long-Term Capital Lease Obligations	<u>\$ 72,403.23</u>

6. OPERATING LEASES

As of December 31, 2013 the City has entered into a number of operating leases for equipment. Rent expense for the year ended December 31, 2013, was \$13,051.80. Under the current lease agreements, the future minimum rental payments are as follows:

2014	\$ 3,362.80
2015	3,362.80
2016	1,655.10

7. DEFINED BENEFIT PENSION PLAN

Plan description. The City participates in the Kansas Public Employees Retirement System (KPERS). KPERS is part of a cost-sharing, multiple-employer defined benefit pension plan as provided by Kansas law. KPERS provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issue a publicly available financial report (only one is issued) that includes financial statements and required supplementary information. Those reports may be obtained by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-4919 and K.S.A. 74-49,210 establishes the KPERS member-employee contribution rates. Effective July 1, 2009, KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 4% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. Kansas law provides that employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS are funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates. The City's employer contribution to KPERS for the year ending December 31, 2013 was \$180,231.50 equal to the statutory required contributions for the year.

8. CAPITAL PROJECTS

The following is a summary of capital project authorizations and expenditures to date:

<u>PROJECT NAME</u>	<u>AUTHORIZED</u>	<u>EXPENDED THRU 12/31/13</u>	<u>ESTIMATED COMPLETION</u>
Sewer Project	\$ 1,273,000.00	\$ 301,209.31	Fall 2014
Police Renovation	495,000.00	329,995.21	Summer 2014
Mold Abatement	25,000.00	16,752.00	Complete
Library Settlement Repairs	35,000.00	35,000.00	Complete
Sports Complex Playground	43,007.00	43,007.00	Complete
New Cemetery Section	3,000.00	2,136.00	Complete
RICE Catalytic Converters	260,000.00	242,036.00	Complete
Relay Switch at Power Plant	45,000.00	13,478.00	Summer 2014
LMI Survey	30,000.00	13,142.00	Fall 2014

9. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Compensated Absences:

All full-time employees of the City are eligible for vacation benefits in varying annual amounts. Full time employees will be granted paid vacation time according to the following schedules:

Years Continuous Employment:	Days Granted per Year:	Maximum Days Accrued:
Less than 5 years	12 Days	20 Days
After 5 but less than 10	15 Days	25 Days
After 10 but less than 15	18 Days	30 Days
More than 15 years	21 Days	30 Days

9. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (Continued)

No vacation time may be taken by an employee until they have been in the service of the City continuously for a period of six months. In the event of termination, an employee will be compensated for unused vacation leave, provided they have been in the service of the City for at least six full months.

Sick leave accrues to all full-time employees at the rate of 8 hours per month to a maximum of 960 hours. All employees shall receive their sick leave credit on the last payroll of the month. Employees who terminate by other than retirement will not be paid for accumulated sick leave. Upon retirement 30 days of remaining sick leave will be paid at their hourly rate, provided the employee has accrued 960 hours and provided one year notice to the City of their intent to retire.

The City determines a liability for compensated absences and compensatory time when the following conditions are met:

1. The City's obligation relating to employees' rights to receive compensation for future absences is attributable to employees' services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of the compensation is probable.
4. The amount can be reasonably estimated.

In accordance with the above criteria, the City has estimated a liability for vacation pay and compensatory time, which has been earned, but not taken by City employees. The liability for compensated absences and compensatory time was \$279,040.79. In accordance with the above criteria, the City has not recorded a liability for sick pay, inasmuch as the amount cannot be reasonably estimated.

Other Post Employment Benefits:

As provided by K.S.A. 12-5040, the local government allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, except as disclosed below, 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 these financial statements.

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. There is no cost to the City under this program.

Early Retirement Incentive:

The City offered an early retirement incentive program to certain eligible employees. The early retirement incentive was offered in 2011 and accepted in 2012 to reduce expenditures for 2012 and 2013. The original goal for the program was three retirees, reducing expenditures by an estimated \$100,000 for 2012 and \$200,000 for 2013. The incentive was offered to all retirement eligible employees for a limited period in late 2011. As of December 31, 2013, only two employees accepted the incentive and both were altered slightly from the original offer to match individual circumstances. One position was provided 3 years of single health insurance provided with 100% of the premium covered by the City. Another position covered the employee and spouse at 70%, with some provisions for coverage of the spouse until age 65. Amounts paid on behalf of employees for the year ended December 31, 2013 was \$9,090.66. Future obligations are as follows:

2014	\$7,289.64
2015	6,289.12

11. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees’ health and life; and natural disasters. The City manages these risks of loss through the purchase of various insurance policies.

The City has been unable to obtain workers’ compensation insurance at a cost it considers to be economically justifiable. For this reason, the City has joined together with other cities in the State to participate in Kansas Municipal Insurance Trust (KMIT), a public entity risk pool currently operating as a common risk management and insurance program for participating members. The City pays annual premium to KMIT for its workers’ compensation insurance coverage. The agreement to participate provides that KMIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of a stated dollar amount for each insurance event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT management.

12. CONCENTRATION OF RISK

The City provides water to two rural water districts. During 2013, sales to Rural Water District No. 1 accounted for 12.66% of the water sold and sales to Rural Water District No. 3 accounted for 23.41% of the water sold. Risk of accounting loss exists from the possibility that a customer would no longer purchase water from the City. Impact of potential risk cannot be determined.

13. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From Fund:</u>	<u>To Fund:</u>	<u>Statutory Authority</u>	<u>Amount</u>
Electric Utility	General	K.S.A. 12-825d	\$ 295,353.00
Sewer Utility	General	K.S.A. 12-825d	126,346.00
Water Utility	General	K.S.A. 12-825d	128,346.00
Recreation Fund	Special Parks and Recreation	K.S.A. 79-2958	12,355.24
Recreation Employee Benefits	Employee Benefits	K.S.A. 12-16,102	1,457.19
Electric Utility	Employee Benefits	K.S.A. 12-16,102	43,381.00
Sewer Utility	Employee Benefits	K.S.A. 12-16,102	15,067.25
Water Utility	Employee Benefits	K.S.A. 12-16,102	24,545.25
Electric Utility	Special Parks and Recreation	K.S.A. 12-825d	175,000.00
Electric Utility	Tourism	K.S.A. 12-825d	12,000.00
Electric Utility	Golf Course	K.S.A. 12-825d	98,250.00
Electric Utility	Capital Improvements General	K.S.A. 12-825d	118,000.00
Sewer Utility	General Obligation Bond and Interest	K.S.A. 13-1270	434,000.00
Water Utility	General Obligation Bond and Interest	K.S.A. 13-1270	59,827.00
Capital Improvements Grants	Street Improvement	K.S.A. 79-2958	3,831.25
Capital Improvements Grants	Electric Utility	K.S.A. 12-825d	160,970.00

14. SUBSEQUENT EVENTS

There were no subsequent events requiring recognition in the financial statement. Additionally, there were no nonrecognized subsequent events requiring disclosure.

SUPPLEMENTAL INFORMATION

CITY OF OSAWATOMIE, KANSAS
Summary of Expenditures - Actual and Budget
(Budgeted Funds Only)
Regulatory Basis
For the Year Ended December 31, 2013

Funds	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Charged to Current Year Budget	Variance - Over (Under)
General Fund	\$ 2,190,000.00	\$ 14,687.05	\$ 2,204,687.05	\$ 2,146,166.37	\$ (58,520.68)
Special Purpose Funds:					
Industrial	69,000.00	-	69,000.00	62,434.16	(6,565.84)
Library	126,000.00	-	126,000.00	33,442.83	(92,557.17)
Recreation	13,456.00	-	13,456.00	12,355.24	(1,100.76)
Recreation Employee Benefits	2,419.00	-	2,419.00	1,457.19	(961.81)
Employee Benefits	665,752.00	-	665,752.00	660,469.42	(5,282.58)
Special Parks and Recreation	275,000.00	-	275,000.00	252,646.69	(22,353.31)
Tourism	65,000.00	-	65,000.00	61,505.68	(3,494.32)
911	9,897.00	-	9,897.00	-	(9,897.00)
Street Improvement	129,000.00	-	129,000.00	97,288.88	(31,711.12)
Golf Course	280,000.00	-	280,000.00	262,129.04	(17,870.96)
Public Safety Equipment	9,855.00	-	9,855.00	789.79	(9,065.21)
Bond and Interest Fund:					
General Obligation Bond and Interest	812,788.00	-	812,788.00	752,787.50	(60,000.50)
Business Funds:					
Electric Utility	4,017,520.00	1,536.78	4,019,056.78	3,738,883.45	(280,173.33)
Water Utility	814,796.00	-	814,796.00	776,888.57	(37,907.43)
Refuse Utility	392,500.00	-	392,500.00	388,219.73	(4,280.27)
Sewer Utility	836,249.00	-	836,249.00	783,036.01	(53,212.99)

CITY OF OSAWATOMIE, KANSAS
GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ 477,202.70	\$ 535,302.23	\$ 576,535.00	\$ (41,232.77)
Delinquent Tax	23,240.86	13,423.63	13,559.00	(135.37)
Motor Vehicle Tax	45,790.08	50,310.23	50,310.00	0.23
Recreational Vehicle Tax	696.20	656.89	657.00	(0.11)
16/20M Vehicle Tax	273.37	427.75	-	427.75
Special Assessments	1,050.00	2,535.84	-	2,535.84
Sales Tax	639,726.26	657,976.38	649,688.00	8,288.38
Franchise Taxes	125,528.91	143,126.79	139,350.00	3,776.79
Intergovernmental				
Local Alcoholic Liquor Tax	3,573.02	3,409.16	3,333.00	76.16
Grant Proceeds	9,453.83	22,355.43	17,930.00	4,425.43
Licenses and Permits				
Business Licenses, Permits & Fees	22,545.56	33,275.21	19,968.00	13,307.21
Non-Business Licenses, Permits & Fees	4,470.50	-	-	-
Charges for Services				
Sale of Cemetery Lots	14,435.00	7,470.00	7,470.00	-
Cemetery Charges	24,395.00	25,695.00	25,895.00	(200.00)
Auditorium Rent	3,340.00	4,235.00	4,200.00	35.00
Memorial Hall Rent	4,085.00	3,925.00	4,000.00	(75.00)
Swimming Pool Fees	-	213.00	200.00	13.00
Animal Control	8,876.00	7,952.00	8,000.00	(48.00)
Drug Screening	-	1,300.00	1,300.00	-
Fines, Forfeitures and Penalties				
Fines	130,322.54	114,517.00	117,595.00	(3,078.00)
Use of Money and Property				
Interest Income	22,655.52	20,447.11	20,822.00	(374.89)
Sale of Equipment and Property	6,025.00	4,600.00	4,600.00	-
Other Receipts				
Miscellaneous	13,824.03	19,474.55	18,848.00	626.55
John Brown Cabin	1,336.73	-	-	-
Reimbursed Expense	6,647.84	14,687.05	12,458.00	2,229.05
Operating Transfers from:				
Electric Utility Fund	388,200.00	295,353.00	467,894.00	(172,541.00)

CITY OF OSAWATOMIE, KANSAS
GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts (Continued)				
Operating Transfers from (Continued):				
Water Utility Fund	\$ 115,400.00	\$ 128,346.00	\$ 41,000.00	\$ 87,346.00
Sewer Utility Fund	116,400.00	126,346.00	39,000.00	87,346.00
Library Fund	962.59	-	-	-
Total Receipts	2,210,456.54	2,237,360.25	\$ 2,244,612.00	\$ (7,251.75)
Expenditures				
General Administration				
Personal Services	418,934.05	404,005.13	407,632.00	(3,626.87)
Contractual Services	92,203.82	130,225.85	136,984.00	(6,758.15)
Commodities	15,673.93	37,456.01	41,841.00	(4,384.99)
Capital Outlay	7,338.01	389.67	3,720.00	(3,330.33)
Other Expenses	20,467.50	7,157.83	12,158.00	(5,000.17)
Police and Fire				
Personal Services	739,350.43	771,007.15	751,100.00	19,907.15
Contractual Services	75,672.35	73,137.91	84,710.00	(11,572.09)
Commodities	58,749.49	69,476.08	68,700.00	776.08
Capital Outlay	2,266.79	209.99	4,471.00	(4,261.01)
John Brown Cabin				
Personal Services	26,130.23	27,152.28	27,041.00	111.28
Contractual Services	12,464.39	8,770.68	4,975.00	3,795.68
Commodities	733.19	74.38	1,450.00	(1,375.62)
Capital Outlay	-	-	2,000.00	(2,000.00)
Streets and Alleys				
Personal Services	195,541.96	175,763.61	185,086.00	(9,322.39)
Contractual Services	31,194.11	27,589.53	30,000.00	(2,410.47)
Commodities	8,858.77	54,842.40	50,082.00	4,760.40
Capital Outlay	-	-	1,500.00	(1,500.00)
Swimming Pool				
Personal Services	688.00	2,898.58	1,200.00	1,698.58
Contractual Services	25,919.67	3,655.18	3,176.00	479.18
Commodities	1,167.56	500.00	-	500.00
Capital Outlay	10,230.36	-	-	-

CITY OF OSAWATOMIE, KANSAS
GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Cemeteries				
Personal Services	\$ 83,555.14	\$ 68,103.75	\$ 67,379.00	\$ 724.75
Contractual Services	29,280.03	26,195.56	29,526.00	(3,330.44)
Commodities	6,690.62	3,684.60	10,015.00	(6,330.40)
Capital Outlay	1,523.36	-	-	-
Lakes and Parks				
Contractual Services	153.33	-	-	-
Commodities	33.00	-	-	-
Municipal Court Services				
Personal Services	19,678.95	19,950.87	19,698.00	252.87
Contractual Services	103,044.54	92,411.76	102,710.00	(10,298.24)
Commodities	852.33	1,235.05	300.00	935.05
Capital Outlay	-	337.95	-	337.95
Levees and Stormwater				
Contractual Services	26,332.68	4,637.25	4,900.00	(262.75)
Commodities	1,843.00	2,572.03	1,963.00	609.03
Library				
Personal Services	77,330.15	86,105.96	87,519.00	(1,413.04)
Contractual Services	11,607.69	14,795.13	18,950.00	(4,154.87)
Commodities	24,386.47	29,126.71	28,714.00	412.71
Capital Outlay	-	2,697.49	500.00	2,197.49
Total Certified Budget			2,190,000.00	(43,833.63)
Adjustments for Qualifying Budget Credits			14,687.05	(14,687.05)
Total Expenditures	2,129,895.90	2,146,166.37	\$ 2,204,687.05	\$ (58,520.68)
Receipts Over(Under) Expenditures	80,560.64	91,193.88		
Unencumbered Cash, Beginning	30,824.04	111,384.68		
Unencumbered Cash, Ending	\$ 111,384.68	\$ 202,578.56		

CITY OF OSAWATOMIE, KANSAS
INDUSTRIAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Ad Valorem Tax	\$ (5.54)	\$ -	\$ -	\$ -
Delinquent Tax	131.74	12.25	12.00	0.25
Use of Money and Property				
Rental Income	24,315.00	36,306.00	36,306.00	-
Total Receipts	<u>24,441.20</u>	<u>36,318.25</u>	<u>\$ 36,318.00</u>	<u>\$ 0.25</u>
Expenditures				
General Government				
Contractual Services	11,373.29	19,692.16	\$ 14,258.00	\$ 5,434.16
Capital Outlay	-	42,742.00	54,742.00	(12,000.00)
Total Expenditures	<u>11,373.29</u>	<u>62,434.16</u>	<u>\$ 69,000.00</u>	<u>\$ (6,565.84)</u>
Receipts Over(Under) Expenditures	13,067.91	(26,115.91)		
Unencumbered Cash, Beginning	<u>48,169.46</u>	<u>61,237.37</u>		
Unencumbered Cash, Ending	<u>\$ 61,237.37</u>	<u>\$ 35,121.46</u>		

CITY OF OSAWATOMIE, KANSAS
LIBRARY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ (37.16)	\$ -	\$ -	\$ -
Delinquent Tax	999.75	108.03	-	108.03
Intergovernmental				
Grant Proceeds	11,596.25	9,949.00	-	9,949.00
Use of Money and Property				
Interest Income	409.54	157.15	600.00	(442.85)
Other Receipts				
Donations	16,773.08	5,869.31	22,000.00	(16,130.69)
Reimbursed Expense	116.41	-	-	-
Total Receipts	<u>29,857.87</u>	<u>16,083.49</u>	<u>\$ 22,600.00</u>	<u>\$ (6,516.51)</u>
Expenditures				
Culture and Recreation				
Contractual Services	1,767.64	1,654.58	\$ 20,000.00	\$ (18,345.42)
Commodities	2,999.67	5,197.48	6,000.00	(802.52)
Capital Outlay	-	26,590.77	-	26,590.77
Operating Transfers to:				
General Fund	962.59	-	-	-
Library Project Fund	-	-	100,000.00	(100,000.00)
Total Expenditures	<u>5,729.90</u>	<u>33,442.83</u>	<u>\$ 126,000.00</u>	<u>\$ (92,557.17)</u>
Receipts Over(Under) Expenditures	24,127.97	(17,359.34)		
Unencumbered Cash, Beginning	<u>91,625.55</u>	<u>115,753.52</u>		
Unencumbered Cash, Ending	<u>\$ 115,753.52</u>	<u>\$ 98,394.18</u>		

CITY OF OSAWATOMIE, KANSAS
RECREATION FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ 87,266.14	\$ (11.30)	\$ -	\$ (11.30)
Delinquent Tax	4,501.08	2,115.42	4,500.00	(2,384.58)
Motor Vehicle Tax	9,109.65	9,329.71	8,788.00	541.71
Recreational Vehicle Tax	141.27	118.97	124.00	(5.03)
16/20M Vehicle Tax	48.13	88.57	44.00	44.57
Total Receipts	<u>101,066.27</u>	<u>11,641.37</u>	<u>\$ 13,456.00</u>	<u>\$ (1,814.63)</u>
Expenditures				
Culture and Recreation				
Operating Transfers to:				
Speical Parks and Recreation	101,066.27	12,355.24	\$ 13,456.00	\$ (1,100.76)
Total Expenditures	<u>101,066.27</u>	<u>12,355.24</u>	<u>\$ 13,456.00</u>	<u>\$ (1,100.76)</u>
Receipts Over(Under) Expenditures	-	(713.87)		
Unencumbered Cash, Beginning	<u>713.87</u>	<u>713.87</u>		
Unencumbered Cash, Ending	<u>\$ 713.87</u>	<u>\$ -</u>		

CITY OF OSAWATOMIE, KANSAS
RECREATION EMPLOYEE BENEFITS FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ 10,930.15	\$ (1.41)	\$ -	\$ (1.41)
Delinquent Tax	560.50	264.69	1,300.00	(1,035.31)
Motor Vehicle Tax	1,138.65	1,167.95	1,098.00	69.95
Recreational Vehicle Tax	17.65	14.89	15.00	(0.11)
16/20M Vehicle Tax	6.02	11.07	6.00	5.07
Total Receipts	<u>12,652.97</u>	<u>1,457.19</u>	<u>\$ 2,419.00</u>	<u>\$ (961.81)</u>
Expenditures				
Culture and Recreation				
Operating Transfer to Employee Benefits Fund	<u>12,652.97</u>	<u>1,457.19</u>	<u>2,419.00</u>	<u>(961.81)</u>
Total Expenditures	<u>12,652.97</u>	<u>1,457.19</u>	<u>\$ 2,419.00</u>	<u>\$ (961.81)</u>
Receipts Over(Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

CITY OF OSAWATOMIE, KANSAS
EMPLOYEE BENEFITS FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ 424,863.38	\$ 473,228.04	\$ 509,688.00	\$ (36,459.96)
Delinquent Tax	22,488.54	12,531.48	16,000.00	(3,468.52)
Motor Vehicle Tax	47,281.19	47,063.11	43,723.00	3,340.11
Recreational Vehicle Tax	735.63	595.23	616.00	(20.77)
16/20M Vehicle Tax	244.34	462.76	221.00	241.76
Other Receipts				
Reimbursed Expense	4,400.00	10,579.00	-	10,579.00
Operating Transfers from:				
Electric Utility Fund	70,268.00	43,381.00	53,348.00	(9,967.00)
Sewer Utility Fund	6,837.00	15,067.25	14,739.00	328.25
Water Utility Fund	10,478.00	24,545.25	22,515.00	2,030.25
Recreation Fund	12,652.97	1,457.19	2,419.00	(961.81)
Total Receipts	600,249.05	628,910.31	\$ 663,269.00	\$ (34,358.69)
Expenditures				
General Government				
Personal Services	576,306.21	636,173.17	\$ 613,556.00	\$ 22,617.17
Contractual Services	692.28	24,296.25	52,196.00	(27,899.75)
Total Expenditures	576,998.49	660,469.42	\$ 665,752.00	\$ (5,282.58)
Receipts Over(Under) Expenditures	23,250.56	(31,559.11)		
Unencumbered Cash, Beginning	28,831.77	52,082.33		
Unencumbered Cash, Ending	<u>\$ 52,082.33</u>	<u>\$ 20,523.22</u>		

CITY OF OSAWATOMIE, KANSAS
SPECIAL PARKS AND RECREATION FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Local Alcoholic Liquor Tax	\$ 3,573.00	\$ 3,409.16	\$ 2,583.00	\$ 826.16
Charges for Services				
Registration Fees	44,647.33	30,078.68	28,580.00	1,498.68
Concessions	16,959.97	13,624.55	13,958.00	(333.45)
Sponsorship Income	-	1,375.00	1,375.00	-
Other Receipts				
Donations	75.00	-	75.00	(75.00)
Miscellaneous	50,848.19	9,643.65	9,644.00	(0.35)
Reimbursed Expense	1,153.63	4,308.09	3,292.00	1,016.09
Operating Transfers from:				
Recreation Fund	101,066.27	12,355.24	12,355.00	0.24
Electric Utility Fund	90,000.00	175,000.00	175,000.00	-
Total Receipts	<u>308,323.39</u>	<u>249,794.37</u>	<u>\$ 246,862.00</u>	<u>\$ 2,932.37</u>
Expenditures				
Culture and Recreation				
Facilities				
Personal Services	57,525.55	58,107.81	\$ 59,928.00	\$ (1,820.19)
Contractual Services	29,941.15	24,825.29	26,122.00	(1,296.71)
Commodities	21,609.90	38,813.01	38,007.00	806.01
Capital Outlay	9,999.00	26,343.00	34,656.00	(8,313.00)
Recreation Programs				
Personal Services	43,079.53	49,719.09	53,211.00	(3,491.91)
Contractual Services	37,824.88	23,715.70	32,485.00	(8,769.30)
Commodities	29,962.99	29,250.39	30,591.00	(1,340.61)
Capital Outlay	-	1,872.40	-	1,872.40
Total Expenditures	<u>229,943.00</u>	<u>252,646.69</u>	<u>\$ 275,000.00</u>	<u>\$ (22,353.31)</u>
Receipts Over(Under) Expenditures	78,380.39	(2,852.32)		
Unencumbered Cash, Beginning	<u>12,692.43</u>	<u>91,072.82</u>		
Unencumbered Cash, Ending	<u>\$ 91,072.82</u>	<u>\$ 88,220.50</u>		

CITY OF OSAWATOMIE, KANSAS
TOURISM FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Transient Guest Tax	\$ 7,102.23	\$ 12,169.11	\$ 12,169.00	\$ 0.11
Charges for Services				
Rental Income	313.10	165.00	165.00	-
Sponsorship Income	12,200.00	14,625.00	31,684.00	(17,059.00)
Ticket Sales	-	7,820.00	-	7,820.00
Entry Fees	-	1,180.00	-	1,180.00
Concessions	-	3,535.00	-	3,535.00
Other Receipts				
Donations	21,033.81	4,773.22	4,944.00	(170.78)
Miscellaneous	-	733.00	-	733.00
Reimbursed Expense	225.00	3,061.22	-	3,061.22
Operating Transfers from				
Electric Utility Fund	12,000.00	12,000.00	12,000.00	-
Total Receipts	<u>52,874.14</u>	<u>60,061.55</u>	<u>\$ 60,962.00</u>	<u>\$ (900.45)</u>
Expenditures				
General Government				
Contractual Services	35,211.37	45,047.42	\$ 62,527.00	\$ (17,479.58)
Commodities	9,781.14	14,383.36	1,307.00	13,076.36
Other Expenses	2,181.03	2,074.90	1,166.00	908.90
Total Expenditures	<u>47,173.54</u>	<u>61,505.68</u>	<u>\$ 65,000.00</u>	<u>\$ (3,494.32)</u>
Receipts Over(Under) Expenditures	5,700.60	(1,444.13)		
Unencumbered Cash, Beginning	<u>3,722.53</u>	<u>9,423.13</u>		
Unencumbered Cash, Ending	<u>\$ 9,423.13</u>	<u>\$ 7,979.00</u>		

CITY OF OSAWATOMIE, KANSAS
911 FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Emergency Telephone Tax	\$ -	\$ -	\$ -	\$ -
Total Receipts	-	-	\$ -	\$ -
Expenditures				
General Government				
Contractual Services	-	-	\$ 9,897.00	\$ (9,897.00)
Total Expenditures	-	-	\$ 9,897.00	\$ (9,897.00)
Receipts Over(Under) Expenditures	-	-		
Unencumbered Cash, Beginning	9,897.41	9,897.41		
Unencumbered Cash, Ending	\$ 9,897.41	\$ 9,897.41		

CITY OF OSAWATOMIE, KANSAS
STREET IMPROVEMENT FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Motor Fuel Tax	\$ 115,075.99	\$ 111,162.32	\$ 115,740.00	\$ (4,577.68)
Intergovernmental				
County Connecting Links	5,100.00	5,100.00	5,100.00	-
Other Receipts				
Reimbursed Expense	65,786.16	-	-	-
Operating Transfers from				
Capital Improvements Grant Fund	-	3,831.25	-	3,831.25
Total Receipts	185,962.15	120,093.57	\$ 120,840.00	\$ (746.43)
Expenditures				
General Government				
Personal Services	-	-	\$ -	\$ -
Contractual Services	8,134.15	2,936.35	-	2,936.35
Commodities	83,218.61	36,127.81	89,000.00	(52,872.19)
Capital Outlay	-	58,224.72	40,000.00	18,224.72
Total Expenditures	91,352.76	97,288.88	\$ 129,000.00	\$ (31,711.12)
Receipts Over(Under) Expenditures	94,609.39	22,804.69		
Unencumbered Cash, Beginning	4,662.26	99,271.65		
Unencumbered Cash, Ending	<u>\$ 99,271.65</u>	<u>\$ 122,076.34</u>		

CITY OF OSAWATOMIE, KANSAS
GOLF COURSE FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Golf Course Sheds	\$ 3,327.50	\$ 3,159.00	\$ -	\$ 3,159.00
Membership Fees	70,046.25	47,899.55	47,755.00	144.55
Green Fees	53,692.03	46,328.27	56,647.00	(10,318.73)
Golf Cart Fees	17,740.75	40,045.40	39,299.00	746.40
Sales Tax	-	3,614.38	-	3,614.38
Driving Range	3,440.50	1,613.59	-	1,613.59
Concessions	39,338.07	31,414.63	24,349.00	7,065.63
Tournaments	-	7,417.00	-	7,417.00
Other Fees	2,420.00	2,840.00	-	2,840.00
Other Receipts				
Miscellaneous	9,679.65	445.06	13,575.00	(13,129.94)
Reimbursed Expense	11,508.93	336.70	-	336.70
Operating Transfers from				
Electric Utility Fund	45,000.00	98,250.00	98,250.00	-
Total Receipts	<u>256,193.68</u>	<u>283,363.58</u>	<u>\$ 279,875.00</u>	<u>\$ 3,488.58</u>
Expenditures				
Culture and Recreation				
Personal Services	120,679.95	122,464.88	\$ 127,315.00	\$ (4,850.12)
Contractual Services	29,904.87	39,413.42	21,087.00	18,326.42
Commodities	75,945.15	68,179.64	51,757.00	16,422.64
Capital Outlay	-	10,699.99	58,470.00	(47,770.01)
Debt Service				
Principal	19,962.64	12,850.74	12,851.00	(0.26)
Interest	8,225.58	8,520.37	8,520.00	0.37
Total Expenditures	<u>254,718.19</u>	<u>262,129.04</u>	<u>\$ 280,000.00</u>	<u>\$ (17,870.96)</u>
Receipts Over(Under) Expenditures	1,475.49	21,234.54		
Unencumbered Cash, Beginning	<u>3,328.34</u>	<u>4,803.83</u>		
Unencumbered Cash, Ending	<u>\$ 4,803.83</u>	<u>\$ 26,038.37</u>		

CITY OF OSAWATOMIE, KANSAS
CAPITAL IMPROVEMENTS GENERAL FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Capital Lease Proceeds	\$ -	\$ 95,000.00
Other Receipts		
Donations	-	35,000.00
Miscellaneous	-	325.80
Reimbursed Expense	12,164.26	-
Operating Transfers from Electric Utility Fund	<u>380,000.00</u>	<u>118,000.00</u>
Total Receipts	<u>392,164.26</u>	<u>248,325.80</u>
Expenditures		
Capital Projects		
Contractual Services	7,309.50	13,142.00
Commodities	4,060.00	-
Capital Outlay	<u>26,858.15</u>	<u>382,431.38</u>
Total Expenditures	<u>38,227.65</u>	<u>395,573.38</u>
Receipts Over(Under) Expenditures	353,936.61	(147,247.58)
Unencumbered Cash, Beginning	<u>3,790.29</u>	<u>357,726.90</u>
Unencumbered Cash, Ending	<u>\$ 357,726.90</u>	<u>\$ 210,479.32</u>

CITY OF OSAWATOMIE, KANSAS
CAPITAL IMPROVEMENTS SEWER FUND
 Schedule of Receipts and Expenditures - Actual
 Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Capital Lease Proceeds	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Capital Projects		
Contractual Services	-	92,658.31
Capital Outlay	-	208,551.00
Total Expenditures	-	301,209.31
Receipts Over(Under) Expenditures	-	(301,209.31)
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ (301,209.31)

CITY OF OSAWATOMIE, KANSAS
CAPITAL IMPROVEMENTS GRANT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2013
(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
Federal Grant Proceeds	\$ 3,055.00	\$ -
Use of Money and Property		
Interest Income	1,151.12	-
Bond Proceeds	566,558.92	590,000.00
Total Receipts	570,765.04	590,000.00
Expenditures		
General Government		
Capital Outlay	386,805.26	329,995.21
Operating Transfers to		
Street Improvement Fund	-	3,831.25
Electric Utility Fund	-	160,970.00
Total Expenditures	386,805.26	494,796.46
Receipts Over(Under) Expenditures	183,959.78	95,203.54
Unencumbered Cash, Beginning	0.02	183,959.80
Unencumbered Cash, Ending	\$ 183,959.80	\$ 279,163.34

CITY OF OSAWATOMIE, KANSAS
PUBLIC SAFETY EQUIPMENT FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Current Year			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ (1.87)	\$ -	\$ -	\$ -
Delinquent Tax	77.18	11.14	8.00	3.14
Total Receipts	<u>75.31</u>	<u>11.14</u>	<u>\$ 8.00</u>	<u>\$ 3.14</u>
Expenditures				
General Government				
Capital Outlay	-	789.79	\$ 9,855.00	\$ (9,065.21)
Total Expenditures	<u>-</u>	<u>789.79</u>	<u>\$ 9,855.00</u>	<u>\$ (9,065.21)</u>
Receipts Over(Under) Expenditures	75.31	(778.65)		
Unencumbered Cash, Beginning	<u>9,771.80</u>	<u>9,847.11</u>		
Unencumbered Cash, Ending	<u>\$ 9,847.11</u>	<u>\$ 9,068.46</u>		

CITY OF OSAWATOMIE, KANSAS
GENERAL OBLIGATION BOND AND INTEREST FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ 233,616.55	\$ 220,426.93	\$ 237,410.00	\$ (16,983.07)
Delinquent Tax	8,015.95	5,692.59	5,500.00	192.59
Motor Vehicle Tax	17,927.99	24,057.93	24,019.00	38.93
Recreational Vehicle Tax	289.57	318.95	339.00	(20.05)
16/20M Vehicle Tax	68.57	188.85	121.00	67.85
Other Receipts				
Reimbursed Expense	5,000.00	-	-	-
Operating Transfers from:				
Sewer Utility Fund	310,000.00	434,000.00	434,000.00	-
Water Utility Fund	27,235.00	59,827.00	59,827.00	-
Total Receipts	<u>602,153.63</u>	<u>744,512.25</u>	<u>\$ 761,216.00</u>	<u>\$ (16,703.75)</u>
Expenditures				
Debt Service				
Bond Principal	282,000.00	444,000.00	\$ 444,000.00	\$ -
Bond Interest	284,263.32	308,787.50	308,788.00	(0.50)
Other	-	-	60,000.00	(60,000.00)
Total Expenditures	<u>566,263.32</u>	<u>752,787.50</u>	<u>\$ 812,788.00</u>	<u>\$ (60,000.50)</u>
Receipts Over(Under) Expenditures	35,890.31	(8,275.25)		
Unencumbered Cash, Beginning	<u>61,001.68</u>	<u>96,891.99</u>		
Unencumbered Cash, Ending	<u>\$ 96,891.99</u>	<u>\$ 88,616.74</u>		

CITY OF OSAWATOMIE, KANSAS
ELECTRIC UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Electric Charges	\$ 3,476,986.95	\$ 3,288,091.57	\$ 3,769,722.00	\$ (481,630.43)
Sales Tax	109,636.04	105,189.35	117,175.00	(11,985.65)
Utility Deposits	58,500.00	55,997.74	50,000.00	5,997.74
Late Fees	84,682.79	87,447.28	87,250.00	197.28
Other Charges	5,255.00	4,788.87	-	4,788.87
Use of Money and Property				
Interest Income	1,512.00	931.39	-	931.39
Sale of Property and Materials	9,079.40	-	-	-
Other Receipts				
Miscellaneous	8,644.67	10,824.07	14,000.00	(3,175.93)
Reimbursed Expense	328,665.90	1,536.78	-	1,536.78
Operating Transfers from				
Capital Improvements Grant Fund	-	160,970.00	-	160,970.00
Total Receipts	4,082,962.75	3,715,777.05	\$ 4,038,147.00	\$ (322,369.95)
Expenditures				
Administration				
Contractual Services	39,680.12	63,412.58	\$ 70,560.00	\$ (7,147.42)
Commodities	1,404.20	1,467.96	4,750.00	(3,282.04)
Capital Outlay	3,468.00	240.34	10,000.00	(9,759.66)
Other Expenses	203,008.54	209,178.66	194,352.00	14,826.66
Electric Production				
Personal Services	138,731.96	139,852.14	128,202.00	11,650.14
Contractual Services	2,015,946.71	2,088,624.95	2,278,941.00	(190,316.05)
Commodities	7,551.05	30,782.79	52,500.00	(21,717.21)
Electric Distribution				
Personal Services	277,214.69	289,103.91	285,699.00	3,404.91
Contractual Services	49,712.15	36,913.81	78,168.00	(41,254.19)
Commodities	75,872.54	79,011.88	91,400.00	(12,388.12)
Capital Outlay	58,332.21	58,310.43	128,000.00	(69,689.57)

CITY OF OSAWATOMIE, KANSAS
ELECTRIC UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Operating Transfers to:				
General Fund	\$ 388,200.00	\$ 295,353.00	\$ 314,600.00	\$ (19,247.00)
Golf Course Fund	45,000.00	98,250.00	30,000.00	68,250.00
Special Parks and Recreation Fund	90,000.00	175,000.00	175,000.00	-
Street Project Fund	-	-	25,000.00	(25,000.00)
Employee Benefits Fund	70,268.00	43,381.00	53,348.00	(9,967.00)
Tourism Fund	12,000.00	12,000.00	12,000.00	-
Capital Improvements				
General Fund	380,000.00	118,000.00	85,000.00	33,000.00
Total Certified Budget			4,017,520.00	(278,636.55)
Adjustments for Qualifying Budget Credits			1,536.78	(1,536.78)
Total Expenditures	<u>3,856,390.17</u>	<u>3,738,883.45</u>	<u>\$ 4,019,056.78</u>	<u>\$ (280,173.33)</u>
Receipts Over(Under) Expenditures	226,572.58	(23,106.40)		
Unencumbered Cash, Beginning	<u>216,890.62</u>	<u>443,463.20</u>		
Unencumbered Cash, Ending	<u>\$ 443,463.20</u>	<u>\$ 420,356.80</u>		

CITY OF OSAWATOMIE, KANSAS
WATER UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Water Sales	\$ 825,928.97	\$ 790,277.77	\$ 801,995.00	\$ (11,717.23)
Other Charges	4,926.29	3,322.49	4,537.00	(1,214.51)
Use of Money and Property				
Rental Income	11,592.00	11,592.00	11,592.00	-
Intergovernmental				
Federal Grant Proceeds	7,098.00	-	-	-
Other Receipts				
Miscellaneous	551.12	1,200.00	1,000.00	200.00
Reimbursed Expense	1,686.67	593.40	4,000.00	(3,406.60)
Total Receipts	851,783.05	806,985.66	\$ 823,124.00	\$ (16,138.34)
Expenditures				
Administration				
Personal Services	-	-	\$ -	\$ -
Contractual Services	53,407.47	28,559.11	63,918.00	(35,358.89)
Commodities	40.00	3.59	1,300.00	(1,296.41)
Capital Outlay	-	-	2,000.00	(2,000.00)
Water Treatment				
Personal Services	86,780.27	82,281.31	69,496.00	12,785.31
Contractual Services	61,344.21	62,910.35	65,495.00	(2,584.65)
Commodities	153,500.99	178,914.33	181,609.00	(2,694.67)
Capital Outlay	-	22,289.32	20,000.00	2,289.32
Water Distribution				
Personal Services	86,590.78	75,669.47	68,351.00	7,318.47
Contractual Services	66,538.56	65,440.49	71,635.00	(6,194.51)
Commodities	25,459.06	43,807.35	42,450.00	1,357.35
Capital Outlay	-	4,295.00	30,000.00	(25,705.00)

CITY OF OSAWATOMIE, KANSAS
WATER UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Debt Service				
Principal Payment	\$ 20,122.69	\$ -	\$ -	\$ -
Interest Payment	12,368.62	-	-	-
Operating Transfers to:				
General Fund	115,400.00	128,346.00	116,200.00	12,146.00
General Obligation Bond and Interest Fund	27,235.00	59,827.00	59,827.00	-
Employee Benefits	10,478.00	24,545.25	22,515.00	2,030.25
Total Expenditures	<u>719,265.65</u>	<u>776,888.57</u>	<u>\$ 814,796.00</u>	<u>\$ (37,907.43)</u>
Receipts Over(Under) Expenditures	132,517.40	30,097.09		
Unencumbered Cash, Beginning	<u>43,575.36</u>	<u>176,092.76</u>		
Unencumbered Cash, Ending	<u>\$ 176,092.76</u>	<u>\$ 206,189.85</u>		

CITY OF OSAWATOMIE, KANSAS
REFUSE UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Refuse Fees	\$ 374,735.56	\$ 387,118.46	\$ 386,509.00	\$ 609.46
Other Receipts				
Miscellaneous	180.00	360.00	225.00	135.00
Total Receipts	<u>374,915.56</u>	<u>387,478.46</u>	<u>\$ 386,734.00</u>	<u>\$ 744.46</u>
Expenditures				
Collections				
Contractual Services	373,388.92	388,219.73	\$ 392,500.00	\$ (4,280.27)
Total Expenditures	<u>373,388.92</u>	<u>388,219.73</u>	<u>\$ 392,500.00</u>	<u>\$ (4,280.27)</u>
Receipts Over(Under) Expenditures	1,526.64	(741.27)		
Unencumbered Cash, Beginning	<u>4,725.30</u>	<u>6,251.94</u>		
Unencumbered Cash, Ending	<u>\$ 6,251.94</u>	<u>\$ 5,510.67</u>		

CITY OF OSAWATOMIE, KANSAS
SEWER UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2013

(With Comparative Actual Totals for the Prior Year Ended December 31, 2012)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Sewer Charges	\$ 748,972.29	\$ 825,378.76	\$ 775,624.00	\$ 49,754.76
Other Charges	-	-	500.00	(500.00)
Other Receipts				
Reimbursed Expense	-	6,053.00	-	6,053.00
Total Receipts	<u>748,972.29</u>	<u>831,431.76</u>	<u>\$ 776,124.00</u>	<u>\$ 55,307.76</u>
Expenditures				
Collections				
Personal Services	100,241.24	96,103.68	\$ 97,710.00	\$ (1,606.32)
Contractual Services	76,629.95	69,485.21	74,950.00	(5,464.79)
Commodities	39,395.92	42,033.87	53,650.00	(11,616.13)
Capital Outlay	-	-	25,000.00	(25,000.00)
Debt Service				
Principal Payments	100,735.99	-	20,000.00	(20,000.00)
Interest Payments	24,620.74	-	-	-
Operating Transfers to:				
General Fund	116,400.00	126,346.00	116,200.00	10,146.00
Employee Benefits	6,837.00	15,067.25	14,739.00	328.25
General Obligation				
Bond and Interest Fund	<u>310,000.00</u>	<u>434,000.00</u>	<u>434,000.00</u>	<u>-</u>
Total Expenditures	<u>774,860.84</u>	<u>783,036.01</u>	<u>\$ 836,249.00</u>	<u>\$ (53,212.99)</u>
Receipts Over(Under) Expenditures	(25,888.55)	48,395.75		
Unencumbered Cash, Beginning	<u>361,440.35</u>	<u>335,551.80</u>		
Unencumbered Cash, Ending	<u>\$ 335,551.80</u>	<u>\$ 383,947.55</u>		

CITY OF OSAWATOMIE, KANSAS
AGENCY FUNDS
Schedule of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2013

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Cafeteria 125	\$ 4,925.74	\$ 46,536.72	\$ 37,363.58	\$ 14,098.88
Court ADSAP	6,911.00	750.00	-	7,661.00
Court Bonds	6,521.37	7,803.50	8,441.01	5,883.86
Evidence Liability	14,361.29	-	-	14,361.29
Fire Insurance Proceeds	0.84	-	-	0.84
Forfeiture	57.29	400.00	200.00	257.29
Payal Donations	95.65	-	-	95.65
Revolving Loan	72,758.43	-	-	72,758.43
Rural Fire	762.88	27,602.88	24,192.16	4,173.60
	<u>\$ 106,394.49</u>	<u>\$ 83,093.10</u>	<u>\$ 70,196.75</u>	<u>\$ 119,290.84</u>

RESOLUTION NO. _____

**A RESOLUTION WAIVING THE GAAP REQUIREMENTS
OF K.S.A. 75-1120A(a) FOR THE YEAR ENDED 2014.**

WHEREAS, the City of Osawatomie, Kansas, has determined that the financial statements and financial reports for the year ended 2014 to be prepared in conformity with the requirements of K.S.A. 75-1120a(a) are not relevant to the requirements of the cash basis and budget laws of this state and are of no significant value to the Governing Body or the members of the general public of the City of Osawatomie; and

NOW, THEREFORE, BE IT RESOLVED by the Governing Body of the City of Osawatomie, Kansas, in regular meeting duly assembled this 12th day of June, 2014 that the Governing Body waives the requirements of K.S.A. 75-1120a(a) as they apply to the City of Osawatomie for the year ended 2014.

BE IT FURTHER RESOLVED that the Governing Body shall cause the financial statements and financial reports of the City of Osawatomie to be prepared on the basis of cash receipts and disbursements as adjusted to show compliance with the cash basis and budget laws of this State.

PASSED AND ADOPTED by the Governing Body of the City of Osawatomie, Kansas this 12th day of June, 2014, a majority being in favor thereof.

APPROVED AND SIGNED by the Mayor.

L. Mark Govea, Mayor

(SEAL)

ATTEST:

Ann Elmquist, City Clerk

Osawatomie Proposed 2014 Health Insurance Rates

2014 Health Insurance Rates

PLAN 1		Premium Base Health	Cost Above Single	City Share	%	Employee Share	%	City Increase	%	Employee Increase	%
Current Percentages											
S	Single	4,322.40		3,241.80	75.0%	1,080.60	25.0%	333.54	11.5%	111.18	11.5%
ES	Emp+Spouse	8,644.80	4,322.40	6,267.48	72.5%	2,377.32	27.5%	644.84	11.5%	244.60	11.5%
EC	Emp+Children	8,212.56	3,890.16	5,964.91	72.6%	2,247.65	27.4%	613.68	11.5%	231.24	11.5%
E1	Employee +1	-						-			
F	Family	13,831.68	9,509.28	9,898.30	71.6%	3,933.38	28.4%	1,018.39	11.5%	404.69	11.5%
TOTAL COST											
With New Percentage											
S	Single	4,322.40		3,241.80	75.0%	1,080.60	25.0%	333.54	11.5%	111.18	11.5%
ES	Emp+Spouse	8,644.80	4,322.40	6,051.36	70.0%	2,593.44	30.0%	428.72	7.6%	460.72	21.6%
EC	Emp+Children	8,212.56	3,890.16	5,770.40	70.3%	2,442.16	29.7%	419.17	7.8%	425.75	21.1%
E1	Employee +1	-									
F	Family	13,831.68	9,509.28	9,422.83	68.1%	4,408.85	31.9%	542.93	6.1%	880.15	24.9%
TOTAL COST											

	Current %	New %	Basic Health Ins Census
Single	75.00%	75.00%	Single 9
Spouse	70.00%	65.00%	Emp+Spouse 2
Children	70.00%	65.00%	Emp+Children 6
Family	70.00%	65.00%	Family 6

Osawatomie Proposed 2014 Health Insurance Rates

2014 Health Insurance Rates

PLAN 1		Premium Tier 1	Cost Above Single	City Share	%	Employee Share	%	City Increase	%	Employee Increase	%
Current Percentages											
S	Single	4,681.56		3,241.80	69.2%	1,439.76	30.8%	333.54	11.5%	(7.74)	-0.5%
ES	Emp+Spouse	9,363.12	5,040.72	6,267.48	66.9%	3,095.64	33.1%	644.84	11.5%	6.76	0.2%
EC	Emp+Children	8,895.12	4,572.72	5,964.91	67.1%	2,930.21	32.9%	613.68	11.5%	5.40	0.2%
E1	Employee +1	-						-			
F	Family	14,981.04	10,658.64	9,898.30	66.1%	5,082.74	33.9%	1,018.39	11.5%	24.17	0.5%
TOTAL COST											
With New Percentage											
S	Single	4,681.56		3,241.80	69.2%	1,439.76	30.8%	333.54	11.5%	(7.74)	-0.5%
ES	Emp+Spouse	9,363.12	5,040.72	6,051.36	64.6%	3,311.76	35.4%	428.72	7.6%	222.88	7.2%
EC	Emp+Children	8,895.12	4,572.72	5,770.40	64.9%	3,124.72	35.1%	419.17	7.8%	199.91	6.8%
E1	Employee +1	-									
F	Family	14,981.04	10,658.64	9,422.83	62.9%	5,558.21	37.1%	542.93	6.1%	499.63	9.9%
TOTAL COST											

Tier 1 Health Ins Census

Single	10
Emp+Spouse	6
Emp+Children	2
Family	5

Osawatomie Proposed 2014 Health Insurance Rates

2014 Health Insurance Rates

PLAN 1

		Total Cost	Above	Employee		City		Employee			
		Dental	Single	City Share	%	Share	%	Increase	%	Increase	%
Current Percentages											
S	Single	347.52	-	260.64	75.0%	86.88	25.0%	5.04	1.5%	1.68	2.0%
ES	Emp+Spouse	-									
EC	Emp+Children	-									
E1	Employee +1	670.08	322.56	486.43	72.6%	183.65	27.4%	9.24	1.4%	3.48	1.9%
F	Family	1,137.96	790.44	813.95	71.5%	324.01	28.5%	15.46	1.4%	6.14	1.9%
TOTAL COST											
With New Percentage											
S	Single	347.52		260.64	75.0%	86.88	25.0%	5.04	1.5%	1.68	2.0%
ES	Emp+Spouse	-									
EC	Emp+Children	-									
E1	Employee +1	670.08	322.56	470.30	70.2%	199.78	29.8%	(6.89)	-1.0%	19.61	10.9%
F	Family	1,137.96	790.44	774.43	68.1%	363.53	31.9%	(24.07)	-2.2%	45.67	14.4%
TOTAL COST											

Dental Ins Census

Single	16	4,170.24
Emp+1	16	7,782.91
Family	15	12,209.22

Osawatomie Proposed 2014 Health Insurance Rates

2014 Health Insurance Rates

PLAN 1

		Total Cost Vision	Above Single	City Share	%	Employee Share	%	City Increase	%	Employee Increase	%
Current Percentages											
S	Single	69.60	-	52.20	75.0%	17.40	25.0%	-	0.0%	-	1.4%
ES	Emp+Spouse	146.16	76.56	105.79	72.4%	40.37	27.6%	-	0.0%	-	0.7%
EC	Emp+Children	125.28	55.68	91.18	72.8%	34.10	27.2%	-	0.0%	-	0.8%
E1	Employee +1	-									
F	Family	243.60	174.00	174.00	71.4%	69.60	28.6%	-	0.0%	-	0.4%
TOTAL COST											
With New Percentage											
S	Single	69.60	-	52.20	75.0%	17.40	25.0%	-	0.0%	-	1.4%
ES	Emp+Spouse	146.16	76.56	101.96	69.8%	44.20	30.2%	(3.83)	-3.6%	3.83	0.7%
EC	Emp+Children	125.28	55.68	88.39	70.6%	36.89	29.4%	(2.78)	-3.1%	2.78	0.9%
E1	Employee +1	-									
F	Family	243.60	174.00	165.30	67.9%	78.30	32.1%	(8.70)	-5.0%	8.70	0.5%
TOTAL COST											

Vision Ins Census

Single	13
Emp+Spouse	13
Emp+Children	8
Family	12

RENEWAL COST TO CITY

		2014				2013				Change			
		Health Coverage	Dental	Vision	Total	Health Coverage	Dental	Vision	Total	Health Coverage	Dental	Vision	Total
Current Percentages													
S	Single	61,594	4,170	679	66,443	55,257	4,090	679	60,025	6,337	81	-	6,418
ES	Emp+Spouse	50,140		1,375	51,515	44,981	-	1,375	46,356	5,159	-	-	5,159
EC	Emp+Children	47,719		729	48,449	42,810	-	729	43,539	4,909	-	-	4,909
E1	Employee +1		7,783		7,783	-	7,635	-	7,635	-	148	-	148
F	Family	108,881	12,209	2,088	123,178	97,679	11,977	2,088	111,744	11,202	232	-	11,434
TOTAL COST		268,335	24,162	4,871	297,368	240,727	23,702	4,871	269,300	27,608	460	-	28,068
With New Percentage													
S	Single	61,594	4,170	679	66,443					6,337	81	-	6,418
ES	Emp+Spouse	48,411		1,326	49,736					3,430	-	(50)	3,380
EC	Emp+Children	46,163		707	46,870					3,353	-	(22)	3,331
E1	Employee +1		7,525		7,525					-	(110)	-	(110)
F	Family	103,651	11,616	1,984	117,251					5,972	(361)	(104)	5,507
TOTAL COST		259,819	23,311	4,695	287,826					19,093	(391)	(176)	18,526
<i>Change</i>		<i>(8,515)</i>	<i>(851)</i>	<i>(176)</i>	<i>(9,542)</i>					<i>(8,515)</i>	<i>(851)</i>	<i>(176)</i>	<i>(9,542)</i>

City of Osawatomie

City Pays 75% of Employee Premium and 65% of Dependent Premium
Payroll Deductions - Effective July 1, 2014

		Monthly Premium	Dependent Premium	City Pays 75% EE Only	City Pays 65% Dependent	City Pays Total	Monthly EE Pays	Bi-Weekly EE Pays	Employee Monthly Difference	Employee Bi-Weekly Difference
\$3,000 PPO Plan										
Employee Only	9	360.20		270.15		270.15	90.05	41.56	9.27	4.28
Employee & Spouse	2	720.40	360.20	270.15	234.13	504.28	216.12	99.75	38.39	17.72
Employee & Children	6	684.38	324.18	270.15	210.72	480.87	203.51	93.93	35.48	16.37
Full Family Plan	6	1,152.64	792.44	270.15	515.09	785.24	367.40	169.57	73.35	33.85
\$2,500 PPO Plan										
Employee Only	10	390.13				270.15	119.98	55.38	-0.65	-0.30
Employee & Spouse	6	780.26				504.28	275.98	127.38	18.57	8.57
Employee & Children	2	741.26				480.87	260.39	120.18	16.66	7.69
Full Family Plan	5	1,248.42				785.24	463.18	213.78	41.64	19.22
Dental										
Employee Only	16	28.96		21.72		21.72	7.24	3.34	0.14	0.06
Employee +1	16	55.84	26.88	21.72	17.47	39.19	16.65	7.68	1.63	0.75
Full Family Plan	15	94.83	65.87	21.72	42.82	64.54	30.29	13.98	3.81	1.76
Vision										
Employee Only		5.80		4.35		4.35	1.45	0.67		
Employee & Spouse		12.18	6.38	4.35	4.15	8.50	3.68	1.70	0.32	0.15
Employee & Children		10.44	4.64	4.35	3.02	7.37	3.07	1.42	0.23	0.11
Full Family Plan		20.30	14.50	4.35	9.43	13.78	6.53	3.01	0.72	0.33

RESOLUTION NO. _____

A RESOLUTION FIXING A TIME AND PLACE AND PROVIDING FOR NOTICE OF A HEARING BEFORE THE GOVERNING BODY OF THE CITY OF OSAWATOMIE, KANSAS, AT WHICH THE OWNERS, THE OWNERS' AGENT, ANY LIENHOLDERS OF RECORD, AND ANY OCCUPANT AND OTHER PARTIES IN INTEREST OF STRUCTURES LOCATED WITHIN SAID CITY AND DESCRIBED HEREIN MAY APPEAR AND SHOW CAUSE WHY SUCH STRUCTURE SHOULD NOT BE CONDEMNED AND ORDERED REPAIRED OR DEMOLISHED IN THE CASE OF UNSAFE OR DANGEROUS STRUCTURES.

WHEREAS, the enforcing officer of the City of Osawatomie, Kansas, did on the 12th day of June, 2014, file with the Governing Body of said City, a statement in writing that the structures hereinafter described, are either abandoned, or unsafe and dangerous.

NOW, THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE CITY OF OSAWATOMIE, KANSAS, as follows:

That a hearing will be held on the 14th day of August, 2014, before the Governing Body of the City at 6:30 p.m., at Memorial Hall, 411 11th Street, Osawatomie, Kansas at which the owners, the owners' agents, any lienholders of record, any occupants and other parties in interest, as that term is defined by law, of the following described structures:

1. Lot 6, and the East Half or Lot 5, in Block 2, or Martin's Re-Survey Addition to the City of Osawatomie as per recorded plat of said addition, except a strip of ground beginning 55 feet West of the Southeast corner of Lot 6, thence Northerly 5½ feet, thence East 27½ feet to a point on the South line of Lot 6, thence to the place of beginning. Also a triangular strip of ground beginning at a point at the Southeast corner of Lot 6 thence Southerly 7½ feet, thence Westerly 55 feet to a point on Lot 5 thence Easterly to place of beginning. Said line marked & established by parties of the first and second part and marked by concrete post on the West line of 4th Street, in Miami County, Kansas; commonly known as **403 Chestnut**;

2. Lot Nine (9), in Block One (1), Martin's Second Addition to the City of Osawatomie; commonly known as **1006 5th Street**;

3. Lot 19, in Block 25, in the City of Osawatomie, Miami County, Kansas, except beginning on the Southwest corner of Lot 19, in Block 25, in the City of Osawatomie, Kansas, thence East 7 feet, thence North 75 feet, thence West 7 feet to the West line of Lot 19, thence South 75 feet to the place of beginning; commonly known as **345 Parker**;

4. Part of Lot 3 Block 3, J.C. Chestnut's Addition, except a strip of land 30 feet wide, adjoining and adjacent to the Missouri Pacific Railway right of way across said Lot 3, City of

Osawatomie. Part of Lot 2, Block 3, J.C. Chestnut's Addition to Osawatomie, except a strip of land 30 feet wide, adjoining and adjacent to the Missouri Pacific Railway right of way across said Lot 2, City of Osawatomie; commonly known as **715 Chestnut**;

5. The South one-third (S 1/3rd), and the Center one-third (C 1/3rd) of Lots Fifteen (15), Sixteen (16), and Seventeen (17), in Block Eight (8), in the City of Osawatomie, Miami County, Kansas; commonly known as **700 Lincoln**;

6. The Lot 1, in Block 2, Robert's Second Addition, a subdivision in the City of Osawatomie, Miami County, Kansas, according to the recorded plat thereof; commonly known as **901 Chestnut**;

7. Lot Sixteen (16), Block Four (4), J.C. Chestnut's Addition to the City of Osawatomie, Miami County, Kansas; commonly known as **812 South Street**;

may appear and show cause why such structures should not be condemned and ordered repaired or demolished in the case of unsafe or dangerous structures.

BE IT FURTHER RESOLVED, that the City Clerk shall cause this resolution to be published once each week for two consecutive weeks on the same day of each week with at least thirty days between the last publication and the date set for the hearing herein.

BE IT FURTHER RESOLVED, that a copy of this resolution shall be mailed by certified mail within three days after its first publication to each owner, owners' agent, lienholder and occupant and other party in interest at the last known address marked "deliver to addressee only."

PASSED AND ADOPTED by the Governing Body of the City of Osawatomie, Kansas this 12th day of June, 2014, a majority being in favor thereof.

APPROVED AND SIGNED by the Mayor.

L. Mark Govea, Mayor

(SEAL)

ATTEST:

Ann Elmquist, City Clerk