

**CITY OF OSAWATOMIE, KANSAS**

Independent Auditors' Report and  
Financial Statement with  
Supplementary Information

For the Year Ended December 31, 2020

# CITY OF OSAWATOMIE, KANSAS

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**JARRED, GILMORE & PHILLIPS, PA**  
CERTIFIED PUBLIC ACCOUNTANTS

**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 the City of Osawatomie, Kansas, as of and for the year ended December 31, 2020 and the related notes to the financial statement.

***Management's Responsibility for the Financial Statement***

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

***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 City'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 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, 2019, or changes in financial position and cash flows thereof for the year then ended.

***Unmodified Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Osawatomie, Kansas as of December 31, 2020, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

***Other Matters***

*Supplementary Information*

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

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of City of Osawatomie, Kansas as of and for the year ended December 31, 2019 (not presented herein), and have issued our report thereon dated June 8, 2020, which contained an unmodified opinion on the basic financial statement. The 2019 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/oar/municipal-services>. The 2019 actual column (2019 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended December 31, 2020 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2019 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 2019 basic financial statement. The 2019 comparative information was subjected to the auditing procedures applied in the audit of the 2019 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 2019 basic financial statement or to

the 2019 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 2019 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2019, on the basis of accounting described in Note 1.



JARRED, GILMORE & PHILLIPS, PA  
Certified Public Accountants

July 30, 2021  
Chanute, Kansas

CITY OF OSAWATOMIE, KANSAS

Summary Statement of Receipts, Expenditures, and Unencumbered Cash  
Regulatory Basis  
For the Year Ended December 31, 2020

Funds	Beginning Unencumbered Cash Balances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Add Encumbrances and Accounts Payable	Cash Balance December 31, 2020
General Fund	\$ 260,034.53	\$ 2,977,919.73	\$ 2,846,868.44	\$ 391,085.82	\$ 60,523.64	\$ 451,609.46
Special Purpose Funds:						
Industrial	(4,302.57)	58,476.43	19,125.00	35,048.86	2,519.07	37,567.93
Library	103,424.55	23,729.93	11,097.05	116,057.43	1,622.21	117,679.64
Employee Benefits	251,571.07	747,483.90	714,494.90	284,560.07	632.43	285,192.50
Special Parks and Recreation	41,502.19	24,797.72	22,726.95	43,572.96	-	43,572.96
Tourism	56,524.07	33,467.14	14,369.55	75,621.66	1,222.03	76,843.69
911	9,897.41	-	-	9,897.41	-	9,897.41
Street Improvement	201,140.71	116,307.21	204,267.97	113,179.95	788.80	113,968.75
Golf Course	1,828.69	360,010.94	268,810.12	93,029.51	1,881.59	94,911.10
Capital Improvements General	151,104.39	248,056.00	155,967.20	243,193.19	-	243,193.19
Capital Improvements Water	75,000.00	80,000.00	46,742.81	108,257.19	-	108,257.19
Capital Improvements Sewer	141,294.61	85,369.31	55,684.00	170,979.92	6,510.00	177,489.92
Capital Improvements Street	82,400.50	155,000.00	69,949.44	167,451.06	-	167,451.06
Capital Improvements Grant	3,556.79	-	-	3,556.79	-	3,556.79
Capital Improvements Special Projects	14,433.27	178,338.00	107,114.35	85,656.92	1,067.50	86,724.42
Capital Improvements Technology	35,624.10	65,941.27	70,752.59	30,812.78	357.00	31,169.78
Public Safety Equipment	56,481.48	59,080.89	82,476.53	33,085.84	-	33,085.84
Capital Project Funds:						
Electric Generation Bond Account	24,463.56	100,019.13	45,570.00	78,912.69	-	78,912.69
Bond and Interest Fund:						
General Obligation Bond and Interest	180,405.32	762,722.58	771,564.25	171,563.65	-	171,563.65
Business Funds:						
Electric Utility	288,305.24	3,653,841.45	3,583,355.45	358,791.24	199,054.84	557,846.08
Electric Utility Debt Service	149,988.47	434,100.00	434,101.25	149,987.22	-	149,987.22
Water Utility	231,461.71	1,007,753.89	1,096,279.77	142,935.83	15,628.91	158,564.74
Refuse Utility	1,000.30	1,168.76	405.00	1,764.06	-	1,764.06
Sewer Utility	130,599.31	930,052.12	865,885.08	194,766.35	1,303.84	196,070.19
Total Reporting Entity (Excluding Agency Funds)	\$ 2,487,739.70	\$ 12,103,636.40	\$ 11,487,607.70	\$ 3,103,768.40	\$ 293,111.86	\$ 3,396,880.26

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, 2020

Total Cash to be accounted for:	\$	3,396,880.26
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Composition of Cash:		
Cash on Hand .....	\$	800.00
Checking Accounts:		
Operating Account .....		190,364.18
Cash Flow Account .....		1,329,720.24
ADSAP .....		7,661.00
Municipal Court .....		15,028.54
Police Forfeitures.....		20,610.54
Cafeteria 125 Checking.....		91,470.13
Street & Sewer Project.....		396,140.42
Grant Account.....		65,656.79
PayPal Donations Account.....		1,230.01
USDA Loan Checking.....		19,525.46
Petty Cash .....		2,000.00
Investments:		
Kansas Municipal Investment Pool.....		954,593.06
Certificates of Deposit .....		450,979.90
<hr/>		
Total Reporting Entity		3,545,780.27
Agency Funds Per Schedule 3		(148,900.01)
<hr/>		
Total Reporting Entity (Excluding Agency Funds)	\$	3,396,880.26
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The notes to the financial statement  
 are an integral part of this statement.

## CITY OF OSAWATOMIE, KANSAS

Notes to the Financial Statement  
December 31, 2020

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statement and schedules of the City of Osawatome, 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 Osawatome, Kansas (the City) is a municipal corporation governed by an elected eight-member council. These financial statements present the City of Osawatome, 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 Osawatome Housing Authority – The Osawatome Housing Authority operates the City's housing projects. The Osawatome Housing Authority can sue and be sued, and can buy, sell, or lease real property. Bond ordinances must be approved by the City. The Osawatome 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 Osawatome Housing Authority. The Osawatome 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 Osawatome, Kansas, for the year of 2020:

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, 2020 the City amended the General 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, and trust funds. 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 and Schedule 1, the City was in compliance with the cash basis and budget laws of Kansas.

The City was in apparent violation of K.S.A. 12-1608 which requires the treasurer of second class cities to publish quarterly statements showing the total amount received into each fund and the total amount expended from each fund and the cash balances of each fund at the beginning and close of each quarter. Such quarterly statements shall show the amount of outstanding registered warrants, temporary notes, bonds and all other obligations and liabilities of the City. Two of the four quarterly statements were not published within 30 days of the end of that quarter.

Compliance with Revenue Bond Covenants

The City is required, under the ordinances on Revenue Bond Issues, to maintain in its Business Funds certain restricted accounts. The ordinances provide that the following reserve accounts be set up in amounts described below:

<u>RESERVE ACCOUNTS</u>	<u>REQUIRED AMOUNT</u>	<u>ACTUAL AMOUNT</u>
Principal and Interest Account for Electric Revenue Bonds Series 2015 – requires transfers Monthly of 1/12 of next maturing interest and 1/12 of next maturing principal.	\$ 145,116.67	\$ 149,987.22

The City agrees to fix, establish, maintain and collect such rates, fees or charges for Electric Utility service which will be sufficient to enable the City to have, in each fiscal year, Net Revenues in an amount that will not be less than 125% of the Debt Service Requirements required to be paid by the City during that fiscal year on all System revenue bonds at the time outstanding. Net income is defined as gross income less operating expenses, but before any transfers, depreciation and capital expense. For the year ended December 31, 2020, the City had net revenues available for debt service of \$1,435,352.88, which is 329.70%. The loan agreement defines net revenues available for debt service to be revenues, less ordinary and necessary expenses of operating the system, but not including charges for interest and principal paid on the loan, or charges for depreciation. Therefore, this amount consists of receipts over expenditures, less debt service expenditures and capital outlay. Capital outlay is not considered to be an ordinary expense.

### 3. DEPOSITS AND INVESTMENTS

As of December 31, 2020, 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	\$ 954,593.06	\$ 954,593.06	\$ - -	S&P AA Af/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.

*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, 2020, 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, 2020.

**3. DEPOSITS AND INVESTMENTS** (Continued)

*Deposits:* At year-end, the City's carrying amount of deposits was \$2,590,387.21 and the bank balance was \$2,792,907.05. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$500,000.00 was covered by FDIC insurance and \$2,292,907.05 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, 2020, the City has invested \$954,593.06 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, 2020, 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
<b>General Obligation Bonds</b>									
Paid by Tax Levies:									
Series 2019 A Street Bonds	3.60%	5/23/2019	\$ 1,135,000.00	9/1/2038	\$ 1,135,000.00	-	\$ (30,000.00)	\$ 1,105,000.00	\$ 51,983.00
Series 2019 Temporary	2.65%	12/31/2019	400,000.00	1/1/2021	400,000.00	10,369.31	-	410,369.31	-
Paid by Tax Levies and Utility Receipts:									
Series 2016A - Refunding	2.00-4.00%	5/19/2016	8,145,000.00	9/1/2045	7,305,000.00	-	(360,000.00)	6,945,000.00	225,280.00
Paid by Utility Receipts:									
Series 2012A - Refunding	2.00-4.70%	5/1/2012	2,810,000.00	9/1/2027	510,000.00	-	(90,000.00)	420,000.00	13,200.00
<b>Revenue Bonds</b>									
Paid by Utility Receipts:									
Series 2015 - Electric	3.50%	12/14/2015	6,095,000.00	9/1/2035	5,260,000.00	-	(250,000.00)	5,010,000.00	184,100.00
<b>State Revolving Loans</b>									
KDHE No. 1961-01	2.83%	11/20/2013	1,266,256.72	3/1/2030	1,143,878.19	-	(58,035.96)	1,085,842.23	29,140.36
<b>Capital Leases</b>									
Golf Course Irrigation	3.25%	11/26/2006	195,525.75	10/1/2021	33,023.15	-	(16,204.48)	16,818.67	1,085.84
Case Tractor & Bush Hog	2.50%	7/6/2015	76,261.00	7/6/2023	40,013.10	-	(9,633.89)	30,379.21	1,003.07
Fire truck	3.10%	4/5/2018	277,107.76	10/1/2026	249,754.70	-	(32,472.40)	217,282.30	7,492.68
Software	3.10%	4/5/2018	239,334.88	10/1/2022	184,952.82	-	(59,768.59)	125,184.23	5,269.78
Golf Course Equipment	5.00%	4/25/2019	108,650.00	5/1/2026	102,079.63	-	(13,640.77)	88,438.86	4,850.87
Backhoe	2.25%	10/14/2020	100,056.00	7/1/2025	-	100,056.00	-	100,056.00	-
John Deere Excavator	9.12%	8/9/2019	26,723.74	8/9/2023	20,428.38	-	(4,459.22)	15,969.16	1,862.85
Total Contractual Indebtedness					\$ 16,384,129.97	\$ 110,425.31	\$ (924,215.31)	\$ 15,570,339.97	\$ 525,268.45

#### 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:

Principal Issue	2021	2022	2023	2024	2025	2026-2030	2031-2035	2036-2040	2041-2045	Total
<b>General Obligation Bonds</b>										
Paid by Tax Levies:										
Series 2019 A Street Bonds \$	45,000.00	\$ 45,000.00	\$ 50,000.00	\$ 50,000.00	\$ 50,000.00	\$ 285,000.00	\$ 345,000.00	\$ 235,000.00	\$ -	\$ 1,105,000.00
Series 2019 Temporary	-	410,369.31	-	-	-	-	-	-	-	410,369.31
Paid by Tax Levies and Utility Receipts:										
Series 2016A	370,000.00	380,000.00	385,000.00	405,000.00	410,000.00	1,850,000.00	1,495,000.00	860,000.00	780,000.00	6,945,000.00
Paid by Utility Receipts:										
Series 2012A	95,000.00	95,000.00	65,000.00	40,000.00	40,000.00	85,000.00	-	-	-	420,000.00
<b>Revenue Bonds</b>										
Series 2015	260,000.00	270,000.00	280,000.00	285,000.00	300,000.00	1,655,000.00	1,960,000.00	-	-	5,010,000.00
<b>State Revolving Loans</b>										
KDHE No. 1961-01	101,134.63	104,016.99	106,981.49	110,030.48	113,166.38	550,512.26	-	-	-	1,085,842.23
<b>Capital Leases</b>										
Golf Course Irrigation	16,818.67	-	-	-	-	-	-	-	-	16,818.67
Case Tractor &										
Bush Hog	9,877.47	10,124.41	10,377.33	-	-	-	-	-	-	30,379.21
Fire Truck	33,486.85	34,532.99	35,611.81	36,724.32	37,871.61	39,054.72	-	-	-	217,282.30
Software	61,631.49	63,552.74	-	-	-	-	-	-	-	125,184.23
Golf Course Equipment	14,335.70	15,066.04	15,833.60	16,640.23	17,487.98	9,075.31	-	-	-	88,438.86
Backhoe	19,638.58	19,429.97	19,873.21	20,324.00	20,790.24	-	-	-	-	100,056.00
John Deere Excavator	4,865.85	5,309.57	5,793.74	-	-	-	-	-	-	15,969.16
Total Principal Payments	1,031,789.24	1,452,402.02	974,471.18	963,719.03	989,316.21	4,483,642.29	3,800,000.00	1,095,000.00	780,000.00	15,570,339.97
<b>Interest</b>										
<b>General Obligation Bonds</b>										
Paid by Tax Levies:										
Series 2019 A Street Bonds	39,780.00	38,160.00	36,540.00	34,740.00	32,940.00	135,720.00	80,460.00	17,100.00	-	415,440.00
Series 2019 A Temporary	3,113.06	4,631.00	-	-	-	-	-	-	-	7,744.06
Paid by Tax Levies and Utility Receipts:										
Series 2016A	218,080.00	210,690.00	199,280.00	187,730.00	175,580.00	691,000.00	450,400.00	241,430.00	96,000.00	2,470,190.00
Paid by Utility Receipts:										
Series 2012A	11,175.00	9,037.50	6,900.00	4,950.00	3,750.00	3,900.00	-	-	-	39,712.50
<b>Revenue Bonds</b>										
Series 2015	175,350.00	166,250.00	156,800.00	147,000.00	137,025.00	520,625.00	210,525.00	-	-	1,513,575.00
<b>State Revolving Loans</b>										
KDHE No. 1961-01	30,018.83	27,136.47	24,171.97	21,122.98	17,987.08	39,678.40	-	-	-	160,115.73
<b>Capital Leases</b>										
Golf Course Irrigation	469.08	-	-	-	-	-	-	-	-	469.08
Case Tractor &										
Bush Hog	759.49	512.55	259.44	-	-	-	-	-	-	1,531.48
Fire Truck	5,432.09	4,353.27	4,353.27	3,240.75	2,093.47	910.35	-	-	-	20,383.20
Software	3,406.87	1,481.48	-	-	-	-	-	-	-	4,888.35
Golf Course Equipment	4,155.94	3,425.60	2,658.04	1,851.39	1,003.66	170.51	-	-	-	13,265.14
Backhoe	1,625.91	1,834.52	1,391.28	940.49	474.25	-	-	-	-	6,266.45
John Deere Excavator	1,456.22	1,012.50	528.33	-	-	-	-	-	-	2,997.05
Total Interest Payments	494,822.49	468,524.89	432,882.33	401,575.61	370,853.46	1,392,004.26	741,385.00	258,530.00	96,000.00	4,656,578.04
Total Principal and Interest	\$ 1,526,611.73	\$ 1,920,926.91	\$ 1,407,353.51	\$ 1,365,294.64	\$ 1,360,169.67	\$ 5,875,646.55	\$ 4,541,385.00	\$ 1,353,530.00	\$ 876,000.00	\$ 20,226,918.01

## 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>
2021	\$ 17,287.75
	17,287.75
Less imputed interest	(469.08)
Net Present Value of Minimum	
Lease Payments	16,818.67
Less: Current Maturities	(16,818.67)
Long-Term Capital Lease Obligations	<u>\$ 0.00</u>

The City has entered into a capital lease agreement in order to finance the acquisition of a 2015 Case Tractor and Bush Hog. Payments are made yearly, including interest at approximately 2.50%. Final maturity of the lease is July 6, 2023. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2021	\$ 10,636.96
2022	10,636.96
2023	10,636.77
	31,910.69
Less imputed interest	(1,531.48)
Net Present Value of Minimum	
Lease Payments	30,379.21
Less: Current Maturities	(9,877.47)
Long-Term Capital Lease Obligations	<u>\$ 20,501.74</u>

The City has entered into a capital lease agreement in order to finance the acquisition of a Fire Truck. Payments are made twice a year, including interest at approximately 3.10%. Final maturity of the lease is October 1, 2026. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2021	\$ 38,918.94
2022	38,886.26
2023	39,965.08
2024	39,965.07
2025	39,965.08
2026	39,965.07
	237,665.50
Less imputed interest	(20,383.20)
Net Present Value of Minimum	
Lease Payments	217,282.30
Less: Current Maturities	(33,486.85)
Long-Term Capital Lease Obligations	<u>\$ 183,795.45</u>



**5. CAPITAL LEASE OBLIGATIONS** (Continued)

The City has entered into a capital lease agreement in order to finance the acquisition of Software. Payments are made twice a year, including interest at approximately 3.10%. Final maturity of the lease is October 1, 2022. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2021	\$ 65,038.36
2022	<u>65,034.22</u>
	130,072.58
Less imputed interest	<u>(4,888.35)</u>
Net Present Value of Minimum	
Lease Payments	125,184.23
Less: Current Maturities	<u>(61,631.49)</u>
Long-Term Capital Lease Obligations	<u>\$ 63,552.74</u>

The City has entered into a capital lease agreement in order to finance the acquisition of the golf course equipment. Payments are made quarterly, including interest at 5.00%. Final maturity of the lease is May 1, 2026. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2021	\$ 18,491.64
2022	18,491.64
2023	18,491.64
2024	18,491.64
2025	18,491.64
2026	<u>9,245.82</u>
	101,704.02
Less imputed interest	<u>(13,265.14)</u>
Net Present Value of Minimum	
Lease Payments	88,438.86
Less: Current Maturities	<u>(14,335.70)</u>
Long-Term Capital Lease Obligations	<u>\$ 74,103.18</u>

The City has entered into a capital lease agreement in order to finance the acquisition of a Cash Backhoe. Payments are made annually, including interest at 2.25%. Final maturity of the lease is July 1, 2025. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2021	\$ 21,264.49
2022	21,264.49
2023	21,264.49
2024	21,264.49
2025	<u>21,264.49</u>
	106,322.45
Less imputed interest	<u>(6,266.45)</u>
Net Present Value of Minimum	
Lease Payments	100,056.00
Less: Current Maturities	<u>(19,638.58)</u>
Long-Term Capital Lease Obligations	<u>\$ 80,417.42</u>

**5. CAPITAL LEASE OBLIGATIONS** (Continued)

The City has entered into a capital lease agreement in order to finance the acquisition of a John Deere excavator. Payments are made annually, including interest at 9.12%. Final maturity of the lease is August 9, 2023. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2021	\$ 6,322.07
2022	6,322.07
2023	<u>6,322.07</u>
	18,966.21
Less imputed interest	<u>(2,997.05)</u>
Net Present Value of Minimum Lease Payments	15,969.16
Less: Current Maturities	<u>(4,865.85)</u>
Long-Term Capital Lease Obligations	<u>\$ 11,103.31</u>

**6. OPERATING LEASES**

As of December 31, 2020 the City has entered into a number of operating leases for equipment. Rent expense for the year ended December 31, 2020, was \$20,768.77. Under the current lease agreements, the future minimum rental payments are as follows:

2021	\$ 7,372.72
2022	5,657.28
2023	4,759.11
2024	2,554.74
2025	743.94

**7. DEFINED BENEFIT PENSION PLAN**

General Information about the Pension Plan

*Plan description.* The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publically available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org) or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

*Contributions.* K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2017. Effective January 1, 2017, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

**7. DEFINED BENEFIT PENSION PLAN** (Continued)

State law provides that the employer contribution rates for KPERS 1 and KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.61% for the fiscal year ended December 31, 2020. Contributions to the pension plan from the City were \$234,051.50 for the year ended December 31, 2020.

Net Pension Liability

At December 31, 2020, The City's proportionate share of the collective net pension liability reported by KPERS was \$2,220,949.00. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

**8. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS**

*Death and Disability Other Post-Employment Benefits*

As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended December 31, 2020.

*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

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.

## **8. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS** (Continued)

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 was \$157,838.81 and compensatory time was \$24,580.75. 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.

## **9. 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.

## **10. CONCENTRATION OF RISK**

The City provides water to two rural water districts. During 2020, sales to Miami County Rural Water District No. 1 accounted for 6.33% of the water sold and sales to Miami County Rural Water District No. 3 accounted for 21.95% 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.

**11. 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	\$ 374,024.00
Electric Utility	Employee Benefits	K.S.A. 12-16,102	97,085.00
Electric Utility	Special Parks and Recreation	K.S.A. 12-825d	20,000.00
Electric Utility	Tourism	K.S.A. 12-825d	10,000.00
Electric Utility	Golf Course	K.S.A. 12-825d	77,500.00
Electric Utility	Capital Improvements		
	General	K.S.A. 12-1,118	137,000.00
Electric Utility	Electric Generation		
	Bond Account	K.S.A. 12-1,118	100,000.00
Electric Utility	Electric Utility Debt		
	Service	K.S.A. 13-1270	434,100.00
Water Utility	General	K.S.A. 12-825d	174,021.00
Water Utility	Employee Benefits	K.S.A. 12-16,102	67,741.00
Water Utility	Capital Improvements		
	Water	K.S.A. 12-1,118	80,000.00
Water Utility	General Obligation		
	Bond and Interest	K.S.A. 13-1270	126,000.00
Sewer Utility	General	K.S.A. 12-825d	146,143.00
Sewer Utility	Employee Benefits	K.S.A. 12-16,102	44,134.00
Sewer Utility	Capital Improvements		
	Sewer	K.S.A. 12-1,118	75,000.00
Sewer Utility	General Obligation		
	Bond and Interest	K.S.A. 13-1270	175,000.00
Street Improvements	Capital Improvements		
	Street	K.S.A. 12-1,118	155,000.00
Public Safety Equipment	Capital Improvements		
	Technology	K.S.A. 12-1,118	29,000.00

**12. CONTINGENCIES**

On January 30, 2020, the World Health Organization (“WHO”) announced a global health emergency because of a new strain of coronavirus in Wuhan, China (the “COVID-19 outbreak”) and the risk to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the City’s financial condition, liquidity and future results of operations. Management is actively monitoring the global and local situation on its financial condition, liquidity, operations, suppliers, industry and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the City is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition or liquidity for fiscal year 2020. Future potential impacts include a decline in sales tax collections and utility collections. Our results of operations for full year 2021 may be materially adversely affected.

### **13. CRF AND CARES ACT FUNDING**

As a result of COVID-19, the State of Kansas has received Coronavirus Relief Funds (CRF) under the Coronavirus Aid, Relief and Economic Securities (CARES) Act. The CRF were passed through to the counties of Kansas through Strengthening People and Revitalizing Kansas (SPARK). SPARK's first round distribution was to local governments in the amount of \$400 million. The Municipality received Coronavirus Relief Funds (SPARK) in the amount of \$29,000.00 and CDBG-CV funds in the amount of \$62,100.00 during 2020. The Municipality is encouraged to share the CDBG grant amount with local businesses within the Municipality. The CRF are to be used to strengthen health, to allow the economy to reopen safely and to remain open. The goals are to be fair, impactful and timely. Additional information and updates on SPARK, the CARES Act, and CRF, which includes audit requirements, can be found at <https://covid.ks.gov/>.

### **14. SUBSEQUENT EVENTS**

The City evaluated events and transactions occurring subsequent year end, and there were no subsequent events requiring recognition in the financial statement.

However, due to a stretch of extreme cold temperatures and an energy shortage causing extreme price spikes, the City received an electric bill for the amount of \$693,695.09 in 2021 that they issued no-fund warrants for that will be paid by utilizing the state's low-interest loan program. The City also purchased new public safety radios for \$83,367.75 using funds held in reserves.

## **SUPPLEMENTARY INFORMATION**

**Schedule 1**

**CITY OF OSAWATOMIE, KANSAS**  
 Summary of Expenditures - Actual and Budget  
 (Budgeted Funds Only)  
 Regulatory Basis  
 For the Year Ended December 31, 2020

Funds	Certified Budget	Adjustments for		Total Budget for Comparison	Expenditures		Variance - Over (Under)
		Qualifying Budget Credits	Budget Credits		Charged to Current Year Budget		
General Fund	\$ 3,275,171.00	\$ 94,679.80	\$ -	\$ 3,369,850.80	\$ 2,846,868.44	\$ (522,982.36)	
Special Purpose Funds:							
Industrial Library	58,050.00	-	-	58,050.00	19,125.00	(38,925.00)	
Employee Benefits	110,500.00	-	-	110,500.00	11,097.05	(99,402.95)	
Special Parks and Recreation	891,920.00	-	-	891,920.00	714,494.90	(177,425.10)	
Tourism	54,346.00	-	-	54,346.00	22,726.95	(31,619.05)	
Street Improvement	78,744.00	-	-	78,744.00	14,369.55	(64,374.45)	
Golf Course	268,620.00	-	-	268,620.00	204,267.97	(64,352.03)	
Public Safety Equipment	316,261.00	-	-	316,261.00	268,810.12	(47,450.88)	
Bond and Interest Fund:	148,765.00	-	-	148,765.00	82,476.53	(66,288.47)	
General Obligation Bond and Interest	890,451.00	-	-	890,451.00	771,564.25	(118,886.75)	
Business Funds:							
Electric Utility	4,042,280.00	6,872.16	-	4,049,152.16	3,583,355.45	(465,796.71)	
Electric Utility Debt Service	444,100.00	-	-	444,100.00	434,101.25	(9,998.75)	
Water Utility	1,131,958.00	-	-	1,131,958.00	1,096,279.77	(35,678.23)	
Refuse Utility	430,000.00	-	-	430,000.00	405.00	(429,595.00)	
Sewer Utility	896,899.00	-	-	896,899.00	865,885.08	(31,013.92)	



**CITY OF OSAWATOMIE, KANSAS**  
**GENERAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
<b>Taxes and Shared Receipt</b>				
Ad Valorem Property Tax	\$ 636,229.92	\$ 681,151.13	\$ 726,858.00	\$ (45,706.87)
Delinquent Tax	26,900.30	48,836.12	17,000.00	31,836.12
Motor Vehicle Tax	71,266.87	69,754.63	68,758.00	996.63
Recreational Vehicle Tax	1,172.33	1,122.24	1,103.00	19.24
16/20M Vehicle Tax	454.96	251.49	272.00	(20.51)
Commercial Vehicle Tax	633.99	780.58	765.00	15.58
Special Assessments	3,252.27	1,525.88	-	1,525.88
Sales Tax	751,910.08	875,539.24	734,000.00	141,539.24
Franchise Taxes	109,902.35	99,514.86	99,700.00	(185.14)
<b>Intergovernmental</b>				
Local Alcoholic Liquor Tax	3,868.32	4,797.70	6,000.00	(1,202.30)
Grant Proceeds	23,157.04	95,526.43	551,000.00	(455,473.57)
CDBG-CV Grant Proceeds	-	62,100.00	-	62,100.00
SPARK Grant Proceeds	-	29,000.00	-	29,000.00
Licenses and Permits	26,059.00	23,761.44	21,340.00	2,421.44
<b>Charges for Services</b>				
Sale of Cemetery Lots	2,230.00	3,450.00	5,000.00	(1,550.00)
Cemetery Charges	38,895.00	22,550.00	30,000.00	(7,450.00)
Auditorium Rent	4,345.00	1,190.00	3,000.00	(1,810.00)
Memorial Hall Rent	4,315.00	2,185.00	4,000.00	(1,815.00)
Animal Control	7,676.90	5,936.00	7,500.00	(1,564.00)
Drug Screening	-	113.00	-	113.00
Probation	-	300.00	-	300.00
Student Resource Officer	-	32,658.56	-	32,658.56
Assigned Counsel	6,566.60	5,305.78	-	5,305.78
<b>Fines, Forfeitures and Penalties</b>				
Fines	128,724.03	97,389.25	147,000.00	(49,610.75)
<b>Use of Money and Property</b>				
Interest Income	28,969.36	13,723.10	18,000.00	(4,276.90)
Sales of Equipment and Property	5.00	3,963.40	-	3,963.40
<b>Other Receipts</b>				
Miscellaneous	4,235.88	6,626.10	1,500.00	5,126.10
Reimbursed Expense	16,273.71	94,679.80	21,000.00	73,679.80
<b>Operating Transfers from:</b>				
Electric Utility Fund	424,359.00	374,024.00	599,188.00	(225,164.00)
Water Utility Fund	173,721.00	174,021.00	50,000.00	124,021.00
Sewer Utility Fund	164,596.00	146,143.00	45,000.00	101,143.00
<b>Total Receipts</b>	<b>2,659,719.91</b>	<b>2,977,919.73</b>	<b>\$ 3,157,984.00</b>	<b>\$ (180,064.27)</b>

**CITY OF OSAWATOMIE, KANSAS  
GENERAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Expenditures</b>				
<b>General Administration</b>				
Personal Services	\$ 431,330.48	\$ 436,442.73	\$ 211,434.00	\$ 225,008.73
Contractual Services	162,672.50	240,216.65	138,600.00	101,616.65
Commodities	19,249.66	37,325.58	24,350.00	12,975.58
Capital Outlay	10,754.45	41,857.61	8,500.00	33,357.61
Other Expenses	6,465.40	-	501,150.00	(501,150.00)
<b>Code Enforcement</b>				
Personal Services	98,184.52	137,291.46	127,599.00	9,692.46
Contractual Services	61,897.61	43,716.76	56,900.00	(13,183.24)
Commodities	14,937.84	10,186.34	8,950.00	1,236.34
Capital Outlay	918.73	4,038.58	500.00	3,538.58
<b>Police and Fire</b>				
Personal Services	901,447.04	911,240.26	911,930.00	(689.74)
Contractual Services	103,597.65	104,526.25	106,549.00	(2,022.75)
Commodities	59,831.79	56,235.15	64,116.00	(7,880.85)
Capital Outlay	6,235.77	24,133.72	5,000.00	19,133.72
Other Expenses	-	-	100.00	(100.00)
<b>John Brown Cabin</b>				
Personal Services	29,317.20	29,869.12	29,532.00	337.12
Contractual Services	7,294.27	6,753.61	8,850.00	(2,096.39)
Commodities	101.66	28.75	200.00	(171.25)
Capital Outlay	35.00	-	1,000.00	(1,000.00)
<b>Streets and Alleys</b>				
Personal Services	110,873.38	126,922.57	105,288.00	21,634.57
Contractual Services	28,636.19	21,180.39	27,250.00	(6,069.61)
Commodities	33,929.41	35,663.86	41,450.00	(5,786.14)
Capital Outlay	25,180.67	1,772.97	8,000.00	(6,227.03)
<b>City Clerk</b>				
Personal Services	-	-	173,340.00	(173,340.00)
Capital Outlay	-	162.49	-	162.49
<b>Property &amp; Maintenance</b>				
Personal Services	200,784.25	191,672.46	157,461.00	34,211.46
Contractual Services	37,719.73	38,017.96	48,116.00	(10,098.04)
Commodities	32,060.36	30,473.15	38,400.00	(7,926.85)
Capital Outlay	17,224.94	12,947.97	17,000.00	(4,052.03)

**CITY OF OSAWATOMIE, KANSAS**  
**GENERAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Municipal Court Services				
Personal Services	\$ 41,630.19	\$ 39,119.04	\$ 44,334.00	\$ (5,214.96)
Contractual Services	101,872.81	99,981.99	128,959.00	(28,977.01)
Commodities	1,017.12	932.47	1,150.00	(217.53)
Capital Outlay	388.98	-	1,500.00	(1,500.00)
Other Expenses	14,833.25	12,736.00	18,000.00	(5,264.00)
Levees and Stormwater				
Contractual Services	13,068.38	659.19	2,900.00	(2,240.81)
Commodities	8,237.97	1,543.24	4,200.00	(2,656.76)
Lease Purchase - Tractor and Bush Hog	10,636.96	10,636.96	10,637.00	(0.04)
Library				
Personal Services	99,935.15	99,579.40	97,194.00	2,385.40
Contractual Services	23,773.75	18,835.31	23,685.00	(4,849.69)
Commodities	23,236.10	18,273.27	20,200.00	(1,926.73)
Capital Outlay	656.44	1,895.18	1,000.00	895.18
Information Technology				
Personal Services	-	-	49,847.00	(49,847.00)
Other				
Cash Basis Reserve	-	-	50,000.00	(50,000.00)
Total Certified Budget			3,275,171.00	(428,302.56)
Adjustments for Qualifying Budget Credits			94,679.80	(94,679.80)
Total Expenditures	2,739,967.60	2,846,868.44	\$ 3,369,850.80	\$ (522,982.36)
Receipts Over(Under) Expenditures	(80,247.69)	131,051.29		
Unencumbered Cash, Beginning	340,282.22	260,034.53		
Unencumbered Cash, Ending	\$ 260,034.53	\$ 391,085.82		

**CITY OF OSAWATOMIE, KANSAS**  
**INDUSTRIAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Taxes and Shared Receipt				
Ad Valorem Tax	\$ 4,330.16	\$ 4,477.16	\$ 4,778.00	\$ (300.84)
Delinquent Tax	75.12	276.69	50.00	226.69
Motor Vehicle Tax	242.13	417.18	467.00	(49.82)
Recreational Vehicle Tax	4.01	7.00	8.00	(1.00)
16/20M Vehicle Tax	0.67	5.89	4.00	1.89
Commercial Vehicle Tax	2.16	5.26	3.00	2.26
Use of Money and Property				
Rental Income	52,668.71	-	12,000.00	(12,000.00)
Sale of Assets	56,449.12	6,000.00	-	6,000.00
Other Receipts				
Reimbursed Expense	5,460.00	29,393.65	5,460.00	23,933.65
Miscellaneous	14,893.60	17,893.60	15,000.00	2,893.60
<b>Total Receipts</b>	<b>134,125.68</b>	<b>58,476.43</b>	<b>\$ 37,770.00</b>	<b>\$ 20,706.43</b>
<b>Expenditures</b>				
General Government				
Contractual Services	85,334.45	18,187.62	\$ 11,050.00	\$ 7,137.62
Commodities	525.00	937.38	-	937.38
Lease Purchase - Grocery				
Store Equipment	154,750.63	-	12,000.00	(12,000.00)
Other				
Cash Basis Reserve	-	-	35,000.00	(35,000.00)
<b>Total Expenditures</b>	<b>240,610.08</b>	<b>19,125.00</b>	<b>\$ 58,050.00</b>	<b>\$ (38,925.00)</b>
Receipts Over(Under) Expenditures	(106,484.40)	39,351.43		
Unencumbered Cash, Beginning	102,181.83	(4,302.57)		
Unencumbered Cash, Ending	\$ (4,302.57)	\$ 35,048.86		

**CITY OF OSAWATOMIE, KANSAS**  
**LIBRARY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Intergovernmental				
Grant Proceeds	\$ 10,040.00	\$ 17,705.00	\$ 10,000.00	\$ 7,705.00
Use of Money and Property				
Interest Income	743.27	602.55	300.00	302.55
Other Receipts				
Donations	2,305.35	5,422.38	2,000.00	3,422.38
<b>Total Receipts</b>	<b>13,088.62</b>	<b>23,729.93</b>	<b>\$ 12,300.00</b>	<b>\$ 11,429.93</b>
<b>Expenditures</b>				
Culture and Recreation				
Contractual Services	1,432.22	2,068.86	\$ 2,500.00	\$ (431.14)
Commodities	9,397.83	9,028.19	10,000.00	(971.81)
Capital Outlay	3,250.00	-	-	-
Other				
Cash Basis Reserve	-	-	98,000.00	(98,000.00)
<b>Total Expenditures</b>	<b>14,080.05</b>	<b>11,097.05</b>	<b>\$ 110,500.00</b>	<b>\$ (99,402.95)</b>
Receipts Over(Under) Expenditures	(991.43)	12,632.88		
Unencumbered Cash, Beginning	104,415.98	103,424.55		
Unencumbered Cash, Ending	<u>\$ 103,424.55</u>	<u>\$ 116,057.43</u>		

**CITY OF OSAWATOMIE, KANSAS**  
**EMPLOYEE BENEFITS FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ 467,053.93	\$ 447,720.83	\$ 477,772.00	\$ (30,051.17)
Delinquent Tax	22,973.39	36,953.06	10,000.00	26,953.06
Motor Vehicle Tax	54,800.64	51,793.97	50,476.00	1,317.97
Recreational Vehicle Tax	901.48	830.21	811.00	19.21
16/20M Vehicle Tax	418.82	198.02	162.00	36.02
Commercial Vehicle Tax	487.52	573.44	601.00	(27.56)
Other Receipts				
Reimbursed Expense	10,139.48	454.37	-	454.37
Operating Transfers from:				
Electric Utility Fund	87,636.00	97,085.00	97,085.00	-
Sewer Utility Fund	48,445.00	44,134.00	44,134.00	-
Water Utility Fund	63,368.00	67,741.00	67,741.00	-
<b>Total Receipts</b>	<b>756,224.26</b>	<b>747,483.90</b>	<b>\$ 748,782.00</b>	<b>\$ (1,298.10)</b>
<b>Expenditures</b>				
General Government				
Personal Services	700,348.28	708,873.46	\$ 756,920.00	\$ (48,046.54)
Contractual Services	7,312.22	5,621.44	15,000.00	(9,378.56)
Other				
Cash Basis Reserve	-	-	120,000.00	(120,000.00)
<b>Total Expenditures</b>	<b>707,660.50</b>	<b>714,494.90</b>	<b>\$ 891,920.00</b>	<b>\$ (177,425.10)</b>
Receipts Over(Under) Expenditures	48,563.76	32,989.00		
Unencumbered Cash, Beginning	203,007.31	251,571.07		
Unencumbered Cash, Ending	\$ 251,571.07	\$ 284,560.07		

**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, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Taxes and Shared Receipt				
Local Alcoholic Liquor Tax	\$ 3,868.31	\$ 4,797.72	\$ 6,000.00	\$ (1,202.28)
Other Receipts				
Donations	250.00	-	-	-
Operating Transfers from:				
Recreation Fund	-	-	20,000.00	(20,000.00)
Electric Utility Fund	20,000.00	20,000.00	-	20,000.00
<b>Total Receipts</b>	<b>24,118.31</b>	<b>24,797.72</b>	<b>\$ 26,000.00</b>	<b>\$ (1,202.28)</b>
<b>Expenditures</b>				
Culture and Recreation				
Facilities				
Contractual Services	-	821.88	\$ -	\$ 821.88
Capital Outlay	-	4,614.75	20,000.00	(15,385.25)
Debt Retirement				
Principal	15,640.84	16,204.48	32,770.00	(16,565.52)
Interest	1,649.48	1,085.84	1,576.00	(490.16)
<b>Total Expenditures</b>	<b>17,290.32</b>	<b>22,726.95</b>	<b>\$ 54,346.00</b>	<b>\$ (31,619.05)</b>
Receipts Over(Under) Expenditures	6,827.99	2,070.77		
Unencumbered Cash, Beginning	34,674.20	41,502.19		
Unencumbered Cash, Ending	\$ 41,502.19	\$ 43,572.96		

**CITY OF OSAWATOMIE, KANSAS**  
**TOURISM FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Taxes and Shared Receipt				
Transient Guest Tax	\$ 11,182.44	\$ 11,908.53	\$ 15,000.00	\$ (3,091.47)
Charges for Services				
Rental Income	50.00	100.00	250.00	(150.00)
Sponsorship Income	16,920.00	10,285.00	16,000.00	(5,715.00)
Entry Fees	450.00	-	-	-
Other Receipts				
Donations	1,909.30	1,137.00	2,250.00	(1,113.00)
Miscellaneous	212.00	36.61	-	36.61
Operating Transfers from Electric Utility Fund	10,000.00	10,000.00	10,000.00	-
<b>Total Receipts</b>	<b>40,723.74</b>	<b>33,467.14</b>	<b>\$ 43,500.00</b>	<b>\$ (10,032.86)</b>
<b>Expenditures</b>				
General Government				
Contractual Services	25,414.95	10,962.28	\$ 29,444.00	\$ (18,481.72)
Commodities	5,868.58	3,407.27	14,300.00	(10,892.73)
Other				
Cash Basis Reserve	-	-	35,000.00	(35,000.00)
<b>Total Expenditures</b>	<b>31,283.53</b>	<b>14,369.55</b>	<b>\$ 78,744.00</b>	<b>\$ (64,374.45)</b>
Receipts Over(Under) Expenditures	9,440.21	19,097.59		
Unencumbered Cash, Beginning	47,083.86	56,524.07		
Unencumbered Cash, Ending	<u>\$ 56,524.07</u>	<u>\$ 75,621.66</u>		



**CITY OF OSAWATOMIE, KANSAS**  
**911 FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	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	-	-	\$ -	\$ -
Total Expenditures	-	-	\$ -	\$ -
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, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Taxes and Shared Receipt				
Motor Fuel Tax	\$ 117,274.43	\$ 111,207.21	\$ 117,220.00	\$ (6,012.79)
Intergovernmental				
County Connecting Links	5,100.00	5,100.00	5,100.00	-
<b>Total Receipts</b>	<b>122,374.43</b>	<b>116,307.21</b>	<b>\$ 122,320.00</b>	<b>\$ (6,012.79)</b>
<b>Expenditures</b>				
Street Improvements				
Contractual Services	-	3,620.02	\$ 5,500.00	\$ (1,879.98)
Commodities	-	-	29,380.00	(29,380.00)
Capital Outlay	69,981.03	45,647.95	5,120.00	40,527.95
Debt Service				
Capital Lease - Const. Equip.	-	-	23,620.00	(23,620.00)
Operating Transfer to				
Capital Improvements				
Street Fund	95,000.00	155,000.00	155,000.00	-
Other				
Cash Basis Reserve	-	-	50,000.00	(50,000.00)
<b>Total Expenditures</b>	<b>164,981.03</b>	<b>204,267.97</b>	<b>\$ 268,620.00</b>	<b>\$ (64,352.03)</b>
Receipts Over(Under) Expenditures	(42,606.60)	(87,960.76)		
Unencumbered Cash, Beginning	243,747.31	201,140.71		
Unencumbered Cash, Ending	<u>\$ 201,140.71</u>	<u>\$ 113,179.95</u>		

**CITY OF OSAWATOMIE, KANSAS**  
**GOLF COURSE FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Charges for Services				
Golf Course Sheds	\$ 1,820.00	\$ 2,352.00	\$ 3,000.00	\$ (648.00)
Membership Fees	12,439.00	29,041.10	40,000.00	(10,958.90)
Green Fees	53,088.75	96,664.61	55,000.00	41,664.61
Golf Cart Fees	33,393.88	62,596.11	40,000.00	22,596.11
Sales Tax	8,856.03	11,953.57	8,100.00	3,853.57
Driving Range	4,463.12	5,832.25	3,800.00	2,032.25
Concessions	39,072.96	15,343.79	44,200.00	(28,856.21)
Tournaments	21,847.88	17,597.03	22,500.00	(4,902.97)
Pro Shop	7,766.46	36,585.51	5,000.00	31,585.51
Other Fees	3,131.35	4,198.68	5,800.00	(1,601.32)
Other Receipts				
Miscellaneous	365.14	346.29	-	346.29
Operating Transfers from				
Electric Utility Fund	75,000.00	77,500.00	77,500.00	-
<b>Total Receipts</b>	<b>261,244.57</b>	<b>360,010.94</b>	<b>\$ 304,900.00</b>	<b>\$ 55,110.94</b>
<b>Expenditures</b>				
Culture and Recreation				
Personal Services	126,918.81	111,811.06	\$ 133,552.00	\$ (21,740.94)
Contractual Services	59,351.09	67,068.29	70,912.00	(3,843.71)
Commodities	75,534.02	71,439.13	59,353.00	12,086.13
Capital Outlay	-	-	21,492.00	(21,492.00)
Debt Service				
Principal	12,030.37	13,640.77	23,952.00	(10,311.23)
Interest	2,675.45	4,850.87	-	4,850.87
Other				
Cash Basis Reserve	-	-	7,000.00	(7,000.00)
<b>Total Expenditures</b>	<b>276,509.74</b>	<b>268,810.12</b>	<b>\$ 316,261.00</b>	<b>\$ (47,450.88)</b>
Receipts Over(Under) Expenditures	(15,265.17)	91,200.82		
Unencumbered Cash, Beginning	17,093.86	1,828.69		
Unencumbered Cash, Ending	\$ 1,828.69	\$ 93,029.51		

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

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Capital Lease Proceeds	\$ -	\$ 100,056.00
Other Receipts		
Donations	-	11,000.00
Operating Transfers from		
Electric Utility Fund	115,000.00	137,000.00
Total Receipts	115,000.00	248,056.00
Expenditures		
Capital Projects		
Capital Outlay	97,968.18	155,967.20
Lease Purchase - Land	40,000.00	-
Total Expenditures	137,968.18	155,967.20
Receipts Over(Under) Expenditures	(22,968.18)	92,088.80
Unencumbered Cash, Beginning	174,072.57	151,104.39
Unencumbered Cash, Ending	\$ 151,104.39	\$ 243,193.19

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

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers From Water Utility Fund	\$ 75,000.00	\$ 80,000.00
Total Receipts	75,000.00	80,000.00
Expenditures		
Capital Projects Capital Outlay	-	46,742.81
Total Expenditures	-	46,742.81
Receipts Over(Under) Expenditures	75,000.00	33,257.19
Unencumbered Cash, Beginning	-	75,000.00
Unencumbered Cash, Ending	\$ 75,000.00	\$ 108,257.19

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

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Temporary Notes Proceeds	\$ 400,000.00	\$ 10,369.31
Operating Transfers From		
Sewer Utility Fund	50,000.00	75,000.00
Total Receipts	450,000.00	85,369.31
Expenditures		
Capital Projects		
Capital Outlay	308,705.39	55,684.00
Total Expenditures	308,705.39	55,684.00
Receipts Over(Under) Expenditures	141,294.61	29,685.31
Unencumbered Cash, Beginning	-	141,294.61
Unencumbered Cash, Ending	\$ 141,294.61	\$ 170,979.92

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

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfer from Street Improvement Fund	\$ 95,000.00	\$ 155,000.00
Total Receipts	95,000.00	155,000.00
Expenditures		
Capital Projects		
Capital Outlay	264,251.88	69,949.44
Debt Services		
Bond Principal	520,000.00	-
Total Expenditures	784,251.88	69,949.44
Receipts Over(Under) Expenditures	(689,251.88)	85,050.56
Unencumbered Cash, Beginning	771,652.38	82,400.50
Unencumbered Cash, Ending	\$ 82,400.50	\$ 167,451.06

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

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers From:		
Capital Improvements		
Street Fund	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Capital Projects		
Capital Outlay	20,874.63	-
Total Expenditures	20,874.63	-
Receipts Over(Under) Expenditures	(20,874.63)	-
Unencumbered Cash, Beginning	24,431.42	3,556.79
Unencumbered Cash, Ending	\$ 3,556.79	\$ 3,556.79



**CITY OF OSAWATOMIE, KANSAS**  
**CAPITAL IMPROVEMENTS SPECIAL PROJECTS FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
Grant Proceeds	\$ 166,666.00	\$ 178,338.00
Operating Transfers From:		
Electric Utility Fund	25,000.00	-
Total Receipts	<u>191,666.00</u>	<u>178,338.00</u>
Expenditures		
Capital Projects		
Capital Outlay	<u>177,232.73</u>	<u>107,114.35</u>
Total Expenditures	<u>177,232.73</u>	<u>107,114.35</u>
Receipts Over(Under) Expenditures	14,433.27	71,223.65
Unencumbered Cash, Beginning	<u>-</u>	<u>14,433.27</u>
Unencumbered Cash, Ending	<u>\$ 14,433.27</u>	<u>\$ 85,656.92</u>

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

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Charges for Services		
Technology Fees	\$ 36,145.06	\$ 36,941.27
Operating Transfer from		
Public Safety Equipment	-	29,000.00
Total Receipts	<u>36,145.06</u>	<u>65,941.27</u>
Expenditures		
Capital Projects		
Capital Outlay	126,144.46	5,714.22
Debt Service		
Principal	-	59,768.59
Interest	-	5,269.78
Total Expenditures	<u>126,144.46</u>	<u>70,752.59</u>
Receipts Over(Under) Expenditures	(89,999.40)	(4,811.32)
Unencumbered Cash, Beginning	<u>125,623.50</u>	<u>35,624.10</u>
Unencumbered Cash, Ending	<u>\$ 35,624.10</u>	<u>\$ 30,812.78</u>

**CITY OF OSAWATOMIE, KANSAS**  
**PUBLIC SAFETY EQUIPMENT FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior	Current Year		Variance -
	Year	Actual	Budget	Over
	Actual			(Under)
<b>Receipts</b>				
Taxes and Shared Receipt				
Ad Valorem Tax	\$ 21,628.39	\$ 22,385.55	\$ 23,889.00	\$ (1,503.45)
Delinquent Tax	617.55	1,554.43	500.00	1,054.43
Motor Vehicle Tax	2,151.23	2,307.12	2,337.00	(29.88)
Recreational Vehicle Tax	35.41	37.47	38.00	(0.53)
16/20M Vehicle Tax	7.55	6.92	10.00	(3.08)
Commercial Vehicle Tax	18.71	26.48	25.00	1.48
Sales Tax	66,619.33	20,501.38	74,000.00	(53,498.62)
Intergovernmental				
State Grant Proceeds	19,049.97	7,581.54	-	7,581.54
Other Receipts				
Miscellaneous	3,960.00	4,680.00	5,000.00	(320.00)
Operating Transfers From:				
Electric Utility Fund	10,000.00	-	-	-
<b>Total Receipts</b>	<b>124,088.14</b>	<b>59,080.89</b>	<b>\$ 105,799.00</b>	<b>\$ (46,718.11)</b>
<b>Expenditures</b>				
General Government				
Contractual	7,041.72	927.29	\$ -	\$ 927.29
Commodities	2,619.99	-	-	-
Capital Outlay	106,389.24	12,584.16	29,800.00	(17,215.84)
Debt Services				
Principal	31,470.36	32,472.40	27,353.00	5,119.40
Interest	8,494.89	7,492.68	12,612.00	(5,119.32)
Operating Transfer to				
Capital Improvements Technology	-	29,000.00	29,000.00	-
Other				
Cash Basis Reserve	-	-	50,000.00	(50,000.00)
<b>Total Expenditures</b>	<b>156,016.20</b>	<b>82,476.53</b>	<b>\$ 148,765.00</b>	<b>\$ (66,288.47)</b>
Receipts Over(Under) Expenditures	(31,928.06)	(23,395.64)		
Unencumbered Cash, Beginning	88,409.54	56,481.48		
Unencumbered Cash, Ending	\$ 56,481.48	\$ 33,085.84		

**CITY OF OSAWATOMIE, KANSAS**  
**ELECTRIC GENERATION BOND ACCOUNT FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest	\$ 1,943.74	\$ 19.13
Operating Transfer from Electric Utility Fund	100,000.00	100,000.00
Total Receipts	101,943.74	100,019.13
Expenditures		
Capital Projects		
Capital Outlay	270,265.57	45,570.00
Total Expenditures	270,265.57	45,570.00
Receipts Over(Under) Expenditures	(168,321.83)	54,449.13
Unencumbered Cash, Beginning	192,785.39	24,463.56
Unencumbered Cash, Ending	\$ 24,463.56	\$ 78,912.69

**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, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ 360,019.95	\$ 394,662.07	\$ 421,132.00	\$ (26,469.93)
Delinquent Tax	13,995.06	26,846.69	9,000.00	17,846.69
Motor Vehicle Tax	38,390.36	39,013.57	38,908.00	105.57
Recreational Vehicle Tax	631.53	630.05	625.00	5.05
16/20M Vehicle Tax	227.41	128.80	587.00	(458.20)
Commercial Vehicle Tax	341.53	441.40	-	441.40
Operating Transfers from:				
Sewer Utility Fund	320,800.00	175,000.00	175,000.00	-
Water Utility Fund	126,500.00	126,000.00	126,000.00	-
<b>Total Receipts</b>	<b>860,905.84</b>	<b>762,722.58</b>	<b>\$ 771,252.00</b>	<b>\$ (8,529.42)</b>
<b>Expenditures</b>				
Debt Service				
Bond Principal	630,687.50	480,000.00	\$ 480,000.00	\$ -
Bond Interest	250,080.00	290,463.00	289,451.00	1,012.00
Commissions and Postage	1,000.00	1,101.25	1,000.00	101.25
Other				
Cash Basis Reserve	-	-	120,000.00	(120,000.00)
<b>Total Expenditures</b>	<b>881,767.50</b>	<b>771,564.25</b>	<b>\$ 890,451.00</b>	<b>\$ (118,886.75)</b>
Receipts Over(Under) Expenditures	(20,861.66)	(8,841.67)		
Unencumbered Cash, Beginning	201,266.98	180,405.32		
Unencumbered Cash, Ending	<u>\$ 180,405.32</u>	<u>\$ 171,563.65</u>		

**CITY OF OSAWATOMIE, KANSAS**  
**ELECTRIC UTILITY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Charges for Services				
Electric Charges	\$ 3,508,534.96	\$ 3,379,240.15	\$ 3,651,607.00	\$ (272,366.85)
Sales Tax	123,017.20	119,409.46	125,219.00	(5,809.54)
Utility Deposits	5,685.75	7,178.83	55,000.00	(47,821.17)
Late Fees	79,839.17	62,535.10	95,000.00	(32,464.90)
Other Charges	22,777.99	72,943.85	18,000.00	54,943.85
Use of Money and Property				
Interest Income	2,888.80	1,648.81	2,500.00	(851.19)
Sale of Assets	-	3,014.35	-	3,014.35
Other Receipts				
Miscellaneous	1,646.73	998.74	1,000.00	(1.26)
Reimbursed Expense	4,455.18	6,872.16	1,000.00	5,872.16
<b>Total Receipts</b>	<b>3,748,845.78</b>	<b>3,653,841.45</b>	<b>\$ 3,949,326.00</b>	<b>\$ (295,484.55)</b>
<b>Expenditures</b>				
Administration				
Personal Services	10,701.46	-	\$ -	\$ -
Contractual Services	265,304.89	255,926.78	295,431.00	(39,504.22)
Commodities	5,124.18	997.86	1,700.00	(702.14)
Capital Outlay	861.62	217.41	-	217.41
Electric Production				
Personal Services	93,618.25	83,700.78	83,873.00	(172.22)
Contractual Services	1,544,763.83	1,519,471.14	1,812,043.00	(292,571.86)
Commodities	48,814.52	11,449.24	53,800.00	(42,350.76)
Electric Distribution				
Personal Services	273,126.47	285,016.73	330,024.00	(45,007.27)
Contractual Services	48,448.86	27,151.29	36,400.00	(9,248.71)
Commodities	71,660.92	34,774.75	70,300.00	(35,525.25)
Capital Outlay	88,668.35	108,618.40	2,600.00	106,018.40
Capital Lease - Utility Equip	-	6,322.07	6,400.00	(77.93)

**CITY OF OSAWATOMIE, KANSAS**  
**ELECTRIC UTILITY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Operating Transfers to:				
General Fund	\$ 424,359.00	\$ 374,024.00	\$ 374,024.00	\$ -
Electric Utility Debt Service Fund	432,501.33	434,100.00	434,100.00	-
Electric Generation Bond Account Fund	100,000.00	100,000.00	100,000.00	-
Golf Course Fund	75,000.00	77,500.00	77,500.00	-
Special Parks and Recreation Fund	20,000.00	20,000.00	20,000.00	-
Employee Benefits Fund	87,636.00	97,085.00	97,085.00	-
Capital Improvements General Fund	115,000.00	137,000.00	137,000.00	-
Capital Improvements Special Projects	25,000.00	-	-	-
Tourism Fund	10,000.00	10,000.00	10,000.00	-
Public Safety Equipment Fund	10,000.00	-	-	-
Other				
Cash Basis Reserve	-	-	100,000.00	(100,000.00)
Total Certified Budget			4,042,280.00	(458,924.55)
Adjustments for Qualifying Budget Credits			6,872.16	(6,872.16)
Total Expenditures	3,750,589.68	3,583,355.45	\$ 4,049,152.16	\$ (465,796.71)
Receipts Over(Under) Expenditures	(1,743.90)	70,486.00		
Unencumbered Cash, Beginning	290,049.14	288,305.24		
Unencumbered Cash, Ending	\$ 288,305.24	\$ 358,791.24		

**CITY OF OSAWATOMIE, KANSAS**  
**ELECTRIC UTILITY DEBT SERVICE FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Operating Transfers From Electric Utility Fund	\$ 432,501.33	\$ 434,100.00	\$ 434,100.00	\$ -
<b>Total Receipts</b>	<b>432,501.33</b>	<b>434,100.00</b>	<b>\$ 434,100.00</b>	<b>\$ -</b>
<b>Expenditures</b>				
Debt Service				
Bond Principal	240,000.00	250,000.00	\$ 250,000.00	\$ -
Bond Interest	192,500.00	184,100.00	184,100.00	-
Commissions and Postage	1.25	1.25	-	1.25
Other				
Cash Basis Reserve	-	-	10,000.00	(10,000.00)
<b>Total Expenditures</b>	<b>432,501.25</b>	<b>434,101.25</b>	<b>\$ 444,100.00</b>	<b>\$ (9,998.75)</b>
Receipts Over(Under) Expenditures	0.08	(1.25)		
Unencumbered Cash, Beginning	149,988.39	149,988.47		
Unencumbered Cash, Ending	<u>\$ 149,988.47</u>	<u>\$ 149,987.22</u>		



**CITY OF OSAWATOMIE, KANSAS**  
**WATER UTILITY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Charges for Services				
Water Sales	\$ 967,821.47	\$ 956,425.41	\$ 995,000.00	\$ (38,574.59)
Sales Tax	69.38	137.46	-	137.46
Late Fees	8,481.33	12,287.80	3,000.00	9,287.80
Other Charges	8,667.49	11,023.03	3,500.00	7,523.03
Use of Money and Property				
Rental Income	17,748.10	25,780.44	22,331.00	3,449.44
Sale of Assets	-	1,050.00	-	1,050.00
Other Receipts				
Reimbursed Expense	-	1,049.75	-	1,049.75
<b>Total Receipts</b>	<b>1,002,787.77</b>	<b>1,007,753.89</b>	<b>\$ 1,023,831.00</b>	<b>\$ (16,077.11)</b>
<b>Expenditures</b>				
Administration				
Personal Services	7,707.97	1,407.59	\$ 34,694.00	\$ (33,286.41)
Contractual Services	37,876.30	33,881.18	44,330.00	(10,448.82)
Commodities	115.72	1,102.16	-	1,102.16
Water Treatment				
Personal Services	94,354.07	108,786.47	141,945.00	(33,158.53)
Contractual Services	99,838.72	168,930.32	101,650.00	67,280.32
Commodities	128,280.30	107,059.26	113,050.00	(5,990.74)
Water Distribution				
Personal Services	144,322.63	135,085.22	96,107.00	38,978.22
Contractual Services	27,806.97	26,607.87	43,400.00	(16,792.13)
Commodities	47,340.37	62,519.75	45,400.00	17,119.75
Capital Outlay	20,244.86	3,137.95	13,620.00	(10,482.05)

**CITY OF OSAWATOMIE, KANSAS**  
**WATER UTILITY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Operating Transfers to:				
General Fund	\$ 173,721.00	\$ 174,021.00	\$ 174,021.00	\$ -
General Obligation Bond and Interest Fund	126,500.00	126,000.00	126,000.00	-
Capital Improvements Water Fund	75,000.00	80,000.00	80,000.00	-
Employee Benefits Fund	63,368.00	67,741.00	67,741.00	-
Other				
Cash Basis Reserve	-	-	50,000.00	(50,000.00)
Total Expenditures	<u>1,046,476.91</u>	<u>1,096,279.77</u>	<u>\$ 1,131,958.00</u>	<u>\$ (35,678.23)</u>
Receipts Over(Under) Expenditures	(43,689.14)	(88,525.88)		
Unencumbered Cash, Beginning	<u>275,150.85</u>	<u>231,461.71</u>		
Unencumbered Cash, Ending	<u>\$ 231,461.71</u>	<u>\$ 142,935.83</u>		

**CITY OF OSAWATOMIE, KANSAS**  
**REFUSE UTILITY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Refuse Fees	\$ 309.40	\$ 460.18	\$ 450,000.00	\$ (449,539.82)
Other Receipts				
Miscellaneous	640.00	708.58	-	708.58
Total Receipts	949.40	1,168.76	\$ 450,000.00	\$ (448,831.24)
Expenditures				
Collections				
Contractual Services	5,051.77	405.00	\$ 430,000.00	\$ (429,595.00)
Total Expenditures	5,051.77	405.00	\$ 430,000.00	\$ (429,595.00)
Receipts Over(Under) Expenditures	(4,102.37)	763.76		
Unencumbered Cash, Beginning	5,102.67	1,000.30		
Unencumbered Cash, Ending	\$ 1,000.30	\$ 1,764.06		

**CITY OF OSAWATOMIE, KANSAS**  
**SEWER UTILITY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Charges for Services				
Sewer Charges	\$ 863,834.42	\$ 914,318.04	\$ 905,000.00	\$ 9,318.04
Late Fees	9,583.48	14,184.08	3,000.00	11,184.08
Other Receipts				
Reimbursed Expense	-	1,550.00	-	1,550.00
<b>Total Receipts</b>	<b>873,417.90</b>	<b>930,052.12</b>	<b>\$ 908,000.00</b>	<b>\$ 22,052.12</b>
<b>Expenditures</b>				
Collections				
Personal Services	137,926.20	147,388.37	\$ 145,551.00	\$ 1,837.37
Contractual Services	116,473.38	167,263.76	137,800.00	29,463.76
Commodities	18,905.78	19,048.01	16,650.00	2,398.01
Capital Outlay	6,844.78	1,907.94	13,000.00	(11,092.06)
Capital Lease	-	-	3,620.00	(3,620.00)
Debt Service				
Principal Payments	56,427.77	58,035.96	57,807.00	228.96
Interest Payments	30,606.49	29,140.36	29,350.00	(209.64)
Service Fee	2,965.74	2,823.68	2,844.00	(20.32)
Operating Transfers to:				
General Fund	164,596.00	146,143.00	146,143.00	-
Capital Improvements				
Sewer Fund	50,000.00	75,000.00	75,000.00	-
Employee Benefits Fund	48,445.00	44,134.00	44,134.00	-
General Obligation				
Bond and Interest Fund	320,800.00	175,000.00	175,000.00	-
Other				
Cash Basis Reserve	-	-	50,000.00	(50,000.00)
<b>Total Expenditures</b>	<b>953,991.14</b>	<b>865,885.08</b>	<b>\$ 896,899.00</b>	<b>\$ (31,013.92)</b>
Receipts Over(Under) Expenditures	(80,573.24)	64,167.04		
Unencumbered Cash, Beginning	211,172.55	130,599.31		
Unencumbered Cash, Ending	<u>\$ 130,599.31</u>	<u>\$ 194,766.35</u>		

**CITY OF OSAWATOMIE, KANSAS**  
**AGENCY FUNDS**  
Schedule of Receipts and Disbursements  
Regulatory Basis  
For the Year Ended December 31, 2020

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Cafeteria 125	\$ 89,113.40	\$ 22,343.32	\$ 19,986.59	\$ 91,470.13
Court ADSAP	7,401.00	260.00	-	7,661.00
Court Bonds	18,877.04	22,167.00	26,015.50	15,028.54
Evidence Liability	12,899.79	-	-	12,899.79
Fire Insurance Proceeds	0.84	27,143.28	27,144.12	-
Forfeiture	13,596.85	7,413.69	400.00	20,610.54
Mayor's Christmas Tree Fund	-	1,230.01	-	1,230.01
PayPal Donations	0.01	(0.01)	-	-
Rural Fire	(5,299.73)	48,208.28	42,908.55	-
	<u>\$ 136,589.20</u>	<u>\$ 128,765.57</u>	<u>\$ 116,454.76</u>	<u>\$ 148,900.01</u>



The Honorable Mayor and City Council  
City of Osawatomie, Kansas

In planning and performing our audit of the financial statement of the City of Osawatomie, Kansas as of and for the year ended December 31, 2020, in accordance with auditing standards generally accepted in the United States of America, we considered the City of Osawatomie, Kansas' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the City of Osawatomie, Kansas' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Osawatomie, Kansas' internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control that we consider to be material weaknesses.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected, on a timely basis. We consider the following deficiencies in internal control to be material weaknesses:

Safe-Keeping and Accounting for Loose Cash

During our interview of various staff within the City, it was noted that the Police department, at the time of the audit, was keeping loose cash in one employee's office. Based on this discussion, there is no record keeping for this cash and no procedures in place to ensure that the cash remains locked in a secure location. We recommend that the cash be kept in a locked safe or lockbox, as well as be counted and that records are maintained regarding the uses of the cash and the current amount on hand.

This communication is intended solely for the information and use of management, City Council, and others within the City of Osawatomie, Kansas, and is not intended to be, and should not be, used by anyone other than these specified parties.

*Jarred, Gilmore & Phillips, PA*

JARRED, GILMORE & PHILLIPS, PA  
Certified Public Accountants

Chanute, Kansas  
July 30, 2021

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