City of Ozawkie, Kansas

Financial Statement
As of December 31, 2021
and For the Year Then Ended

With Report by Independent Auditor

SHIPLEY
CPA, LLC
Audit, Assurance, & Consulting Services

Table of Contents

	Page
Independent Auditor's Report	1 – 3
Financial Statement	
Statement 1	
Summary Statement of Receipts, Expenditures and Unencumbered Cash	4
Notes to Financial Statement	5 – 10
Regulatory-Required Supplementary Information	
Schedule 1	
Summary of Expenditures – Actual and Budget	11
Schedule 2	
Summary of Receipts and Expenditures – Actual and Budget	
General Fund	12 – 13
Special Purpose Funds	
Special Highway	14
Capital Improvement Reserve	15
City Sales Tax	16
Police Equipment Reserve	17
Water Utility Reserve	18
Sewer Utility Reserve	19
ARPA Grant	20
Sparks Grant	21
Bond and Interest Fund	22
Capital Project Funds	
Flooding Project	23
Restroom Project	24
Business Funds	
Water Utility	25
Sewer Utility	26
Trash	27
Schedule 3	
Summary of Receipts and Disbursements – Agency Funds	28

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INDEPENDENT AUDITOR'S REPORT

To the Mayor and City Council of the
City of Ozawkie, Kansas

Adverse and Unmodified Opinions

I have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Ozawkie, Kansas (the City), as of and for the year ended December 31, 2021 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In my opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of my report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2021, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In my opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2021, 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.

Basis for Adverse and Unmodified Opinions

I conducted my audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the *Kansas Municipal Audit and Accounting Guide*. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of my report. I am required to be independent of the City, and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 of the financial statement, the financial statement is prepared by the City 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.

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Responsibilities of Management 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.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statement

My objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, I:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- obtain an understanding of internal control relevant to the audit 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 City's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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I am required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that I identified during the audit.

Supplementary Information

My 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 and individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1 and 2 as listed in the table of contents) are presented for purposes of additional 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 my opinion, the accompanying supplementary 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.

Shipley CPA, LLC

Shipley CPA, LLC
Topeka, Kansas
February 22, 2022

SHIPLEY CPA, LLC
Audit, Assurance, & Consulting Services

CITY OF OZAWKIE, KANSAS
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2021

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances And Accounts Payable	Ending Cash Balance
General Funds:						
General	$ 70,110	$ 193,595	$ 220,701	$ 43,004	$ 10,403	$ 53,407
Special Purpose Funds:						
Special Highway	11,900	18,023	4,957	24,966	-	24,966
Capital Improvement Reserve	20,938	10,000	-	30,938	-	30,938
City Sales Tax	27,430	70,401	59,750	38,081	-	38,081
Police Equipment Reserve	20,000	15,000	-	35,000	-	35,000
Water Utility Reserve	108,757	52,780	148,797	12,740	-	12,740
Sewer Utility Reserve	13,464	-	4,575	8,889	-	8,889
ARPA Grant	-	47,309	30,514	16,795	-	16,795
Sparks Grant	(5,782)	5,782	-	-	-	-
Bond and Interest Fund:						
Bond and Interest	49,366	48,000	57,343	40,023	-	40,023
Capital Project Fund:						
Flooding Project	(336,468)	158,146	69,848	(248,170)	35	(248,135)
Restroom Project	-	60,000	6,336	53,664	-	53,664
Business Funds:						
Water Utility	125,209	90,009	174,951	40,267	20,439	60,706
Sewer Utility	112,071	216,452	291,739	36,784	32,739	69,523
Trash	33,354	48,744	43,630	38,468	3,661	42,129
Total	$ 250,349	$ 1,034,241	$ 1,113,141	$ 171,449	$ 67,277	$ 238,726

Composition of Cash and Investments:	
Checking accounts	$ 110,779
Money market	150,938
Petty cash	250
Total Cash	261,967
Agency Funds per Schedule 3	(23,241)
Total Reporting Entity (excluding Agency Funds)	$ 238,726

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

CITY OF OZAWKIE, KANSAS
Notes to the Financial Statement
December 31, 2021

Note 1 – Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

The City of Ozawkie (the City) is a municipal corporation governed by an elected mayor and five-member council. The City as an entity has been defined to include, on a combined basis, (a) the City, (b) organizations for which the City is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Regulatory Basis Fund Types

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

The following types of funds were utilized in recording the financial activities of the City for the year 2021:

Regulatory Basis fund types

General 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 revenue sources, other than major capital projects, that are restricted by law or administrative action to expenditures for specified purposes.

Bond and Interest fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital project fund – Used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Business 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.)

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

Note 1 – Summary of Significant Accounting Policies (continued)

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The Kansas Municipal Audit and Accounting Guide (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

Reimbursed Expenditures

The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis accounting.

Note 2 – Budgetary Information

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

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

If the City is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The City held a revenue neutral rate hearing for this year.

Note 2 – Budgetary Information (continued)

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such amendments to the 2021 budget.

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.

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 the following special purpose funds: Trash, Capital Improvement Reserve, Police Equipment Reserve, Water Utility Reserve, Sparks Grant, ARPA Grant and Sewer Utility Reserve.

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

Note 3 - Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402(d)(1) requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

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

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

Note 3 – Deposits and Investments (continued)

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance, or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has not designated "peak periods". All deposits were legally secured during 2021.

At December 31, 2021, the carrying amount of the City's deposits was $261,968 and the bank balance was $270,137. The bank balance was held at one bank resulting in a concentration of credit risk. The difference between the carrying amount and the bank balance is outstanding checks. Of the bank balance, $250,000 was covered by FDIC insurance and the remaining balance was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the City's name. The third-party bank holding the pledged securities is independent of the pledging bank. The pledged securities are held under a tri-party custodial agreement signed by all three parties: the City, the pledging bank, and the independent third-party bank holding the pledged securities.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the Government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The City had no investments during 2021.

Note 4 - Property Taxes

In accordance with governing State statutes, property taxes levied during the current year are revenue sources to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar-year basis and are levied 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 of the full amounts of the taxes levied on or before December 20th during the year levied with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes levied and collected in the year prior to January 1st of the ensuing year.

Note 5 – Capital Projects

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

Project Name	Project Authorization	Expended to Date
Flooding Project	$ 815,756	$ 677,407

Note 6 - Long – Term Debt

Changes in long-term liabilities for the City for the year ended December 31, 2021, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest and Service Fee Paid
GO Bonds Payable:									
Series 2019A	4.25%	06/05/2019	500,000	11/01/2034	485,000	-	26,000	459,000	20,613
Series 2020 Refunding	2-3.00%	12/14/2020	2,755,000	09/01/2047	2,755,000	-	95,000	2,660,000	54,225
					$ 3,240,000	$ -	$ 121,000	$ 3,119,000	$ 74,838

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

	Series 2020		Series 2019A	
	Principal	**Interest**	**Principal**	**Interest**
2022	$ 70,000	$ 79,100	$ 26,000	$ 19,508
2023	70,000	77,700	28,000	18,403
2024	75,000	75,600	30,000	17,213
2025	75,000	73,350	31,000	15,938
2026	80,000	71,100	32,000	14,620
2027-2031	420,000	319,050	183,000	51,383
2032-2036	495,000	251,550	129,000	11,135
2037-2041	570,000	172,800	-	-
2042-2046	660,000	82,200	-	-
2047-2051	145,000	4,350	-	-
	$ 2,660,000	$ 1,206,800	$ 459,000	$ 148,200

Note 7 - 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; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. There have been no decreases in insurance coverage from the prior year.

Note 8 – Compliance, Stewardship and Accountability

K.S.A. 10-1113 requires that expenditures be made in compliance with the cash basis law which requires that no indebtedness be created for a fund in excess of available monies in that fund. At December 31, 2021, the Flooding Project Fund had a negative ending unencumbered cash balance of $248,135. This fund appear to be in violation of this statute. This fund is negative due to waiting on grant reimbursements for expenditures incurred by the City. Grant reimbursements are expected to be received in 2022.

K.S.A. 79-2935 provides that it shall be unlawful for the governing body to create indebtedness in any fund in excess of the adopted budget of expenditures of such fund. For the year ended December 31, 2021, the City exceeded its budget in the Water Fund by $8,171.

Note 9 – COVID-19

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (the "COVID-19 outbreak") and the risks 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 2022. Future potential impacts may include disruptions or restrictions on the City's ability to operate under its current mission and operating model.

Note 10 – Evaluation of Subsequent Events

The City has evaluated events and transactions for potential recognition or disclosure through the date of the independent auditor's report which is the date the financial statement was available for issue.

Regulatory-Required
Supplementary Information

SCHEDULE 1

CITY OF OZAWKIE, KANSAS
Summary of Expenditures – Actual and Budget
Regulatory Basis
(Budgeted Funds Only)
For the Year Ended December 31, 2021

Funds	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance-Over (Under)
General Funds:					
General	$ 274,559	$ -	$ 274,559	$ 220,701	$ (53,858)
Special Purpose Funds:					
Special Highway	28,180	-	28,180	4,957	(23,223)
City Sales Tax	90,227	-	90,227	59,750	(30,477)
Bond and Interest Fund:					
Bond and Interest	92,605	-	92,605	57,343	(35,262)
Business Funds:					
Water Utility	166,780	-	166,780	174,951	8,171
Sewer Utility	305,975	-	305,975	291,739	(14,236)
Trash	86,930	-	86,930	43,630	(43,300)

SCHEDULE 2

CITY OF OZAWKIE, KANSAS
General Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance Over (Under)
Receipts:			
Ad Valorem Tax	$ 87,521	$ 92,329	$ (4,808)
Delinquent Tax	237	500	(263)
Motor Vehicle Tax	17,842	16,902	940
Recreational Vehicle Tax	287	264	23
16/20 M Vehicle Tax	49	26	23
Commercial Vehicle Tax	-	23	(23)
Watercraft Tax	-	150	(150)
Specials Tax	4,444	5,000	(556)
Local Alcoholic Liquor	4,541	2,074	2,467
Local Sales Tax	28,331	31,000	(2,669)
Compensating Use Tax	10,738	11,000	(262)
Franchise Fees	25,798	24,375	1,423
Licenses and Permits	5,295	2,000	3,295
Fines and Forfeitures	1,189	4,000	(2,811)
Reimbursements	-	100	(100)
Interest on Idle Funds	438	6,000	(5,562)
Miscellaneous	6,885	10,039	(3,154)
Total Receipts	193,595	$ 205,782	$ (12,187)

CITY OF OZAWKIE, KANSAS
General Fund (Continued)
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance Over (Under)
Expenditures:			
General Government			
Personal Services	$ 39,965	$ 38,000	$ 1,965
Contractual Services	82,954	45,000	37,954
Materials and Supplies	19,929	15,000	4,929
Capital Outlay	6,167	38,753	(32,586)
Miscellaneous	-	1,500	(1,500)
Insurance	-	5,331	(5,331)
Municipal Court			
Personal Services	9,684	8,000	1,684
Contractual Services	345	1,000	(655)
Police			
Personal Services	8,059	24,260	(16,201)
Contractual Services	302	7,234	(6,932)
Materials and Supplies	744	4,681	(3,937)
Transfer to Police Equipment Reserve	15,000	15,000	-
Streets			
Contractual Services	3,000	20,000	(17,000)
Materials and Supplies	241	10,000	(9,759)
Street Lights			
Contractual Services	819	800	19
Parks and Recreation			
Materials and Supplies	3,492	10,000	(6,508)
Transfers Out	30,000	30,000	-
Total Expenditures	220,701	$ 274,559	$ (53,858)
Receipts Over (Under) Expenditures	(27,106)		
Unencumbered Cash, Beginning	70,110		
Unencumbered Cash, Ending	$ 43,004		

SCHEDULE 2

CITY OF OZAWKIE, KANSAS
Special Highway Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance Over (Under)
Receipts:			
State of Kansas Gas Tax	$ 18,023	$ 14,080	$ 3,943
Total Receipts	18,023	$ 14,080	$ 3,943
Expenditures:			
Contractual Services	2,900	$ 25,000	$ (22,100)
Materials and Supplies	2,057	3,180	(1,123)
Total Expenditures	4,957	$ 28,180	$ (23,223)
Receipts Over (Under) Expenditures	13,066		
Unencumbered Cash, Beginning	11,900		
Unencumbered Cash, Ending	$ 24,966		

SCHEDULE 2

CITY OF OZAWKIE, KANSAS
Capital Improvement Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021

	Actual
Receipts:	
Transfers In	$ 10,000
Total Receipts	10,000
Expenditures:	
Transfer to General Fund	-
Total Expenditures	-
Receipts Over (Under) Expenditures	10,000
Unencumbered Cash, Beginning	20,938
Unencumbered Cash, Ending	$ 30,938

SCHEDULE 2

CITY OF OZAWKIE, KANSAS
City Sales Tax Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance Over (Under)
Receipts:			
Local Sales Tax	$ 70,401	$ 56,000	$ 14,401
Total Receipts	70,401	$ 56,000	$ 14,401
Expenditures:			
Contractual Services	11,750	$ 42,227	$ (30,477)
Transfers Out	48,000	48,000	-
Total Expenditures	59,750	$ 90,227	$ (30,477)
Receipts Over (Under) Expenditures	10,651		
Unencumbered Cash, Beginning	27,430		
Unencumbered Cash, Ending	$ 38,081		

SCHEDULE 2

CITY OF OZAWKIE, KANSAS
Police Equipment Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021

	Actual
Receipts:	
Transfers In	$ 15,000
Total Receipts	15,000
Expenditures:	
Capital Outlay	-
Total Expenditures	-
Receipts Over (Under) Expenditures	15,000
Unencumbered Cash, Beginning	20,000
Unencumbered Cash, Ending	$ 35,000

SCHEDULE 2

CITY OF OZAWKIE, KANSAS
Water Utility Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021

	Actual
Receipts:	
Transfers In	$ 52,780
Total Receipts	52,780
Expenditures:	
Capital outlay	148,797
Total Expenditures	148,797
Receipts Over (Under) Expenditures	(96,017)
Unencumbered Cash, Beginning	108,757
Unencumbered Cash, Ending	$ 12,740

SCHEDULE 2

CITY OF OZAWKIE, KANSAS
Sewer Utility Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021

	Actual
Receipts:	
Transfers In	$ -
Total Receipts	-
Expenditures:	
Capital Outlay	4,575
Total Expenditures	4,575
Receipts Over (Under) Expenditures	(4,575)
Unencumbered Cash, Beginning	13,464
Unencumbered Cash, Ending	$ 8,889

SCHEDULE 2

CITY OF OZAWKIE, KANSAS
ARPA Grant Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021

	Actual
Receipts:	
Grants	$ 47,309
Total Receipts	47,309
Expenditures:	
Contractual	20,121
Commodities	10,393
Total Expenditures	30,514
Receipts Over (Under) Expenditures	16,795
Unencumbered Cash, Beginning	-
Unencumbered Cash, Ending	$ 16,795

SCHEDULE 2

CITY OF OZAWKIE, KANSAS
SPARKS Grant Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021

	Actual
Receipts:	
Reimbursed Expenditures	$ 5,782
Total Receipts	5,782
Expenditures:	
Contractual	-
Commodities	-
Capital Outlay	-
Miscellaneous	-
Total Expenditures	-
Receipts Over (Under) Expenditures	5,782
Unencumbered Cash, Beginning	(5,782)
Unencumbered Cash, Ending	$ -

SCHEDULE 2

CITY OF OZAWKIE, KANSAS
Bond and Interest Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance Over (Under)
Receipts:			
Transfers In	$ 48,000	$ 48,000	$ -
Total Receipts	48,000	$ 48,000	$ -
Expenditures:			
Principal	26,000	$ 26,000	$ -
Interest	20,613	20,613	-
Bond Issuance Costs	10,730	-	10,730
Contingency Reserve	-	45,992	(45,992)
Total Expenditures	57,343	$ 92,605	$ (35,262)
Receipts Over (Under) Expenditures	(9,343)		
Unencumbered Cash, Beginning	49,366		
Unencumbered Cash, Ending	$ 40,023		

SCHEDULE 2

CITY OF OZAWKIE, KANSAS
Flooding Project Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Project To Date
Receipts:		
Grants	$ 158,146	$ 429,237
Total Receipts	158,146	429,237
Expenditures:		
Contractual Services	47,852	415,059
Commodities	5,393	28,848
Capital Outlay	16,603	233,500
Total Expenditures	69,848	677,407
Receipts Over (Under) Expenditures	88,298	(248,170)
Unencumbered Cash, Beginning	(336,468)	-
Unencumbered Cash, Ending	$ (248,170)	$ (248,170)

SCHEDULE 2

CITY OF OZAWKIE, KANSAS
Restroom Project Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021

	Actual
Receipts:	
Donations	$ 60,000
Total Receipts	60,000
Expenditures:	
Contractual Services	6,336
Total Expenditures	6,336
Receipts Over (Under) Expenditures	53,664
Unencumbered Cash, Beginning	-
Unencumbered Cash, Ending	$ 53,664

SCHEDULE 2

CITY OF OZAWKIE, KANSAS
Water Utility Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance Over (Under)
Receipts:			
Water Sales	$ 66,786	$ 63,000	$ 3,786
Utility Hookup Fees	-	2,600	(2,600)
Utility Reconnect Fees	100	1,500	(1,400)
Reimbursements	3,346	-	3,346
Surcharge	19,777	20,000	(223)
Total Receipts	90,009	$ 87,100	$ 2,909
Expenditures:			
Personal Services	61,496	$ 50,000	$ 11,496
Contractual Services	55,319	40,000	15,319
Materials and Supplies	8,203	19,000	(10,797)
Capital Outlay	17,153	47,780	(30,627)
Transfers Out	32,780	10,000	22,780
Total Expenditures	174,951	$ 166,780	$ 8,171
Receipts Over (Under) Expenditures	(84,942)		
Unencumbered Cash, Beginning	125,209		
Unencumbered Cash, Ending	$ 40,267		

SCHEDULE 2

CITY OF OZAWKIE, KANSAS
Sewer Utility Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance Over (Under)
Receipts:			
Sewer Service Fees	$ 87,334	$ 86,000	$ 1,334
Sewer Debt Fee	119,309	123,312	(4,003)
Reimbursed Expenditures	9,809	-	9,809
Total Receipts	216,452	$ 209,312	$ 7,140
Expenditures:			
Personal Services	60,414	$ 50,000	$ 10,414
Contractual Services	31,726	30,000	1,726
Materials and Supplies	9,947	5,000	4,947
Capital Outlay	40,427	80,065	(39,638)
Principal	95,000	40,000	55,000
Interest Expense	54,225	95,910	(41,685)
Transfers Out	-	5,000	(5,000)
Total Expenditures	291,739	$ 305,975	$ (14,236)
Receipts Over (Under) Expenditures	(75,287)		
Unencumbered Cash, Beginning	112,071		
Unencumbered Cash, Ending	$ 36,784		

SCHEDULE 2

CITY OF OZAWKIE, KANSAS
Trash Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance Over (Under)
Receipts:			
Customer Collections	$ 48,744	$ 45,000	$ 3,744
Total Receipts	48,744	$ 45,000	$ 3,744
Expenditures:			
Contractual Services	43,630	$ 86,930	$ (43,300)
Total Expenditures	43,630	$ 86,930	$ (43,300)
Receipts Over (Under) Expenditures	5,114		
Unencumbered Cash, Beginning	33,354		
Unencumbered Cash, Ending	$ 38,468		

SCHEDULE 3

CITY OF OZAWKIE, KANSAS
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2021

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
City Sales Tax Clearing	$ 228	$ 210	$ -	$ 438
Deposit Clearing	21,148	9,638	8,403	22,383
Ozawkie Pride Grant Fund	42	-	42	-
Penalty Clearing	8,019	(7,599)	-	420
Total	$ 29,437	$ 2,249	$ 8,445	$ 23,241