

**CITY OF OSWEGO, KANSAS**

Independent Auditors' Report and  
Financial Statement with  
Supplementary Information

For the Year Ended December 31, 2018

**CITY OF OSWEGO, KANSAS**

For the Year Ended December 31, 2018

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

**INDEPENDENT AUDITORS' REPORT**

Honorable Mayor and City Council  
City of Oswego, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Oswego, Kansas, as of and for the year ended December 31, 2018 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 City'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 Oswego 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 Oswego as of December 31, 2018, 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 Oswego as of December 31, 2018, 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***

***Supplemental 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 expenditures-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 Oswego, Kansas as of and for the year ended December 31, 2017 (not presented herein), and have issued our report thereon dated July 2, 2018, which contained an unmodified opinion on the basic financial statement. The 2017 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/chief-financial-officer/municipal-services>. The 2017 actual column (2017 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended December 31, 2018 (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 2017 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 2017 basic financial statement. The 2017 comparative information was subjected to the auditing procedures applied in the audit of the 2017 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 2017 basic financial statement or to the 2017 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 2017 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, 2017, on the basis of accounting described in Note 1.

A handwritten signature in cursive script that reads "Jarred, Gilmore & Phillips, PA".

JARRED, GILMORE & PHILLIPS, PA  
Certified Public Accountants

May 13, 2019  
Chanute, Kansas

**CITY OF OSWEGO, KANSAS**  
Summary Statement of Receipts, Expenditures, and Unencumbered Cash  
Regulatory Basis  
For the Year Ended December 31, 2018

Funds	Beginning Unencumbered Cash Balances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Add Encumbrances and Accounts Payable	Ending Cash Balance December 31, 2018
General	\$ 271,294.05	\$ 1,011,486.77	\$ 932,933.95	\$ 349,846.87	\$ 39,416.92	\$ 389,263.79
Special Purpose Funds:						
Employee Benefits	55,086.23	175,624.59	177,548.63	53,162.19	5,572.13	58,734.32
Library	750.93	23,746.44	24,497.37	-	1,831.42	1,831.42
Sick Leave	40,087.34	346.09	-	40,433.43	-	40,433.43
Health Insurance Premium	11,986.04	4,170.97	1,500.00	14,657.01	-	14,657.01
Municipal Equipment	264,042.19	187,589.67	133,062.46	318,569.40	-	318,569.40
Capital Improvements	375,467.78	103,269.67	40,157.26	438,580.19	2,740.00	441,320.19
City Sales Tax - Streets	214,176.48	131,990.91	10,636.00	335,531.39	-	335,531.39
City Sales Tax - Parks	97,423.10	48,478.65	41,341.56	104,560.19	-	104,560.19
City Sales Tax - 1/2 Cent	66,184.72	87,315.16	78,640.34	74,859.54	-	74,859.54
Industrial	19,308.71	601.08	200.00	19,709.79	200.00	19,909.79
Airport	7,658.69	37,711.24	31,693.28	13,676.65	209.89	13,886.54
Special Highway	52,605.97	52,557.72	55,529.85	49,633.84	1,213.88	50,847.72
Special Parks and Recreation	4,895.12	423.51	-	5,318.63	-	5,318.63
Oswego Golf Course	17,342.60	91,142.04	84,508.43	23,976.21	318.63	24,294.84
Capital Project Funds:						
Home Grant Revolving Loan	86,549.74	482.78	-	87,032.52	-	87,032.52
Neighborhood Revitalization Grant	91,943.31	3,673.41	-	95,616.72	-	95,616.72
Downtown Revitalization Grant	1,607.55	4.99	-	1,612.54	-	1,612.54
Business Funds:						
Electric Utility	2,289.72	-	-	2,289.72	-	2,289.72
Water Utility	776,625.38	816,448.35	766,016.91	827,056.82	16,547.74	843,604.56
Sewer Utility	338,673.40	258,787.49	279,612.87	317,848.02	4,257.31	322,105.33
Refuse Utility	120,410.67	202,393.77	194,658.88	128,145.56	8,580.74	136,726.30
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 2,916,409.72</u>	<u>\$ 3,238,245.30</u>	<u>\$ 2,852,537.79</u>	<u>\$ 3,302,117.23</u>	<u>\$ 80,888.66</u>	<u>\$ 3,383,005.89</u>

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

**CITY OF OSWEGO, KANSAS**  
Summary of Receipts, Expenditures, and Unencumbered Cash  
Regulatory Basis  
For the Year Ended December 31, 2018

	<u>2018</u>
Total Cash to be accounted for:	<u>\$ 3,383,005.89</u>
Composition of Cash:	
Cash on Hand.....	\$ 400.00
Commercial Bank	
Petty Cash.....	3,824.44
Senior Center Checking Account.....	9,222.58
Senior Center Savings Account.....	2,673.73
Fire Department Savings Account.....	1,027.42
Labette Bank	
Operating Checking Account.....	(388,529.68)
Money Market Account.....	805,952.57
Certificates of Deposit.....	2,000,000.00
Investments	
Kansas Municipal Investment Pool.....	<u>1,000,000.00</u>
Total Primary Government.....	3,434,571.06
Less: Agency Funds Per Schedule 3.....	<u>(51,565.17)</u>
Total Reporting Entity.....	<u>\$ 3,383,005.89</u>

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

## **CITY OF OSWEGO, KANSAS**

Notes to the Financial Statement  
For the Year Ended December 31, 2018

### **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Oswego, Kansas (the City) was incorporated August 10, 1867, and operates as a second class city under the provisions of the Kansas Constitution, Article 12, Section 5 and K.S.A. 15-101 *et seq.* The City operates under a Council-Mayor form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, water, trash and sewer, health and social services, culture-recreation, education, public improvements, planning and zoning, and general administrative services.

The financial statement and schedules of the City of Oswego, 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 principle 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.

#### **Reporting Entity**

The City of Oswego is a municipal corporation governed by an elected seven-member council. This financial statement presents the City of Oswego.

*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:

Oswego Public Library – The City of Oswego Library Board operates the City's public library. Acquisition or disposition of real property or bond issuances must be approved by the City. Separately internal financial statements are available at the Oswego Public Library.

#### **Regulatory Basis Fund Types**

The accounts of the City are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its cash, liabilities, fund equity, revenues and expenditures. The various funds are grouped by type in the financial statements. The types of funds maintained by the City are as follows:

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.



## **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

### Regulatory Basis Fund Types (Continued)

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 (payroll clearing fund, county treasurer tax collection accounts, 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.

### 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.

### Cash and Investments

The City pools idle cash from all funds for the purpose of increasing income through investment activities. Investments are stated at cost.

### Pension Plan

Substantially all full-time City employees are members of the State of Kansas Public Employees Retirement System or the State of Kansas Police and Fire Retirement System, both of which are multi-employer, state-wide pension plans. 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.

## **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 revenues. In the financial statement and budget schedule comparisons presented in this report, reimbursements and refunds are recorded as revenues. 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.

### 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, 2018 the City amended the Golf Course 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.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds:

Sick Leave Fund  
Health Insurance Fund  
Municipal Equipment Fund  
Capital Improvements Fund

# **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

## Budgetary Information (Continued)

Spending in funds which are not subject to the legal annual operating budget requirement are 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.

Management is not aware of any other statutory violations.

# **3. DEPOSITS AND INVESTMENTS**

As of December 31, 2018, the City has the following investments and maturities.

<u>Investment Type</u>	<u>Investment Maturities (in Years)</u>			<u>Rating</u>
	<u>Fair Value</u>	<u>Less than 1</u>	<u>1 - 2</u>	
Kansas Municipal Investment Pool				
180 Day Pool	\$1,000,000.00	\$1,000,000.00	- -	S&P AAf/S1+

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

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

*Concentration of credit risk.* State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The City's allocation of investments as of December 31, 2018, is as follows:

<u>Investment Type</u>	<u>Percentage of Investment</u>
Kansas Municipal 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, 2018.

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

*Deposits* - At December 31, 2018, the City's carrying amount of deposits was \$2,434,171.06 and the bank balance was \$2,948,026.45. The bank balance was held at two banks resulting in a concentration of credit risk. Of the bank balance, \$642,073.88 was covered by federal depository insurance (FDIC) and \$2,305,952.57 was collateralized by pledged securities held by the pledging financial institutions' agent 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 of collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

At year-end, the City had invested \$1,000,000.00 in the Kansas Municipal Investment Pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is 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 obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities 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. OPERATING LEASES**

The City has entered into an operating lease for a postage machine. Rent expense for the year ended December 31, 2018, was \$1,868.40. Under the current lease agreement, the future minimum rental payments are as follows:

2019	\$ 1,868.40
2020	1,868.40
2021	1,868.40
2022	1,868.40

The City has entered into an operating lease for a copier. Rent expense for the year ended December 31, 2018, was \$3,015.00. Under the current lease agreement, the future minimum rental payments are as follows:

2019	\$ 4,020.00
2020	4,020.00
2021	4,020.00
2022	4,020.00
2023	1,005.00

### **5. CAPITAL PROJECTS**

At year end, capital projects authorizations, with approved change orders, compared with expenditures from inception are as follows:

<u>PROJECT NAME</u>	<u>EXPENDITURES TO DATE</u>	<u>PROJECT AUTHORIZATION</u>	<u>EXPECTED COMPLETION DATE</u>
Demolition of Structures	\$ 149,220.00	\$ 183,625.00	2019

## 6. LONG-TERM DEBT

Changes in long-term liabilities for the City for the year ended December 31, 2018, were as follows:

Issue	Interest Issue	Date of of Issue	Amount Maturity	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Paid with Sales Tax									
Series 2010 - Parks	3.75%	September 30, 2010	\$ 338,000.00	November 1, 2027	\$ 149,000.00	\$ -	\$ 19,000.00	\$ 130,000.00	\$ 5,587.50
Paid with User Fees									
Series 2014-3 Golf Course	4.35%	September 30, 2014	135,000.00	November 1, 2034	124,000.00	-	5,000.00	119,000.00	5,394.00
Paid with Utility Receipts									
Series 2011 - Water	2.25%	October 20, 2011	2,487,000.00	October 20, 2051	2,239,501.00	-	44,558.00	2,194,943.00	50,388.77
Series 2012 A - Sewer	2.00 - 4.125%	March 1, 2012	1,805,000.00	December 1, 2038	1,490,000.00	-	55,000.00	1,435,000.00	50,468.76
Series 2012 B - Water	2.00 - 4.125%	March 1, 2012	1,555,000.00	December 1, 2038	1,300,000.00	-	45,000.00	1,255,000.00	44,050.00
Series 2014-1 Streambank	3.00%	March 4, 2014	423,000.00	March 4, 2054	405,660.00	-	6,130.00	399,530.00	12,169.80
Series 2014-2 Streambank	3.50%	March 4, 2014	409,000.00	March 4, 2054	393,974.00	-	5,363.00	388,611.00	13,789.09
Paid with Tax Levies									
Series 2016 - Demolition	3.75%	December 27, 2016	150,000.00	November 1, 2026	137,000.00	-	13,000.00	124,000.00	5,137.50
Total Contractual Indebtedness					<u>\$ 6,239,135.00</u>	<u>\$ -</u>	<u>\$ 193,051.00</u>	<u>\$ 6,046,084.00</u>	<u>\$ 186,985.42</u>

**6. LONG-TERM DEBT (Continued)**

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

Issue	2019	2020	2021	2022	2023	2024-2028	2029-2033	2034-2038	2039-2043	2044-2048
Principal										
General Obligation Bonds										
Paid with Sales Tax										
Series 2010 - Parks	\$ 20,000.00	\$ 20,000.00	\$ 21,000.00	\$ 22,000.00	\$ 23,000.00	\$ 24,000.00	\$ -	\$ -	\$ -	\$ -
Paid with User Fees										
Series 2014-3 Golf Course	5,000.00	5,000.00	5,000.00	6,000.00	6,000.00	35,000.00	46,000.00	11,000.00	-	-
Paid with Utility Receipts										
Series 2011 - Water	45,561.00	46,586.00	47,634.00	48,706.00	49,802.00	266,330.00	297,672.00	332,701.00	371,852.00	415,611.00
Series 2012A - Sewer	55,000.00	55,000.00	55,000.00	60,000.00	60,000.00	310,000.00	375,000.00	465,000.00	-	-
Series 2011B - Water	45,000.00	50,000.00	50,000.00	50,000.00	50,000.00	280,000.00	330,000.00	400,000.00	-	-
Series 2014-1 Streambank	6,314.00	6,504.00	6,699.00	6,900.00	7,107.00	38,862.00	45,051.00	52,226.00	60,544.00	70,188.00
Series 2014-2 Streambank	5,551.00	5,745.00	5,946.00	6,155.00	6,370.00	35,354.00	41,989.00	49,870.00	59,230.00	70,347.00
Paid with Tax Levies										
Series 2016 - Demolition	13,000.00	14,000.00	15,000.00	15,000.00	16,000.00	51,000.00	-	-	-	-
Total Principal Payments	195,426.00	202,835.00	206,279.00	214,761.00	218,279.00	1,040,546.00	1,135,712.00	1,310,797.00	491,626.00	556,146.00
Interest										
General Obligation Bonds										
Paid with Sales Tax										
Series 2010 - Parks	4,875.00	4,125.00	3,375.00	2,587.50	1,762.50	900.00	-	-	-	-
Paid with User Fees										
Series 2014-3 Golf Course	5,176.50	4,959.00	4,741.50	4,524.00	4,263.00	17,139.00	8,613.00	478.50	-	-
Paid with Utility Receipts:										
Series 2011 - Water	49,386.22	48,361.10	47,312.91	46,241.15	45,145.26	208,405.36	177,064.22	142,034.89	102,883.39	59,124.70
Series 2012A - Sewer	49,368.76	48,268.76	47,168.76	45,656.26	44,006.26	194,218.80	138,993.80	59,081.28	-	-
Series 2011B - Water	43,150.00	42,250.00	41,250.00	39,875.00	38,500.00	169,675.00	120,737.50	50,456.26	-	-
Series 2014-1 Streambank	11,985.90	11,796.48	11,601.36	11,400.39	11,193.39	52,638.06	46,448.40	39,273.00	30,954.72	21,311.64
Series 2014-2 Streambank	13,601.39	13,407.10	13,206.03	12,997.92	12,782.49	60,407.99	53,772.60	45,891.84	36,531.92	25,415.30
Paid with Tax Levies										
Series 2016 - Demolition	4,650.00	4,162.50	3,637.50	3,075.00	2,512.50	3,900.00	-	-	-	-
Total Interest Payments	182,193.77	177,329.94	172,293.06	166,357.22	160,165.40	707,284.21	545,629.52	337,215.77	170,370.03	105,851.64
Total Principal and Interest	\$ 377,619.77	\$ 380,164.94	\$ 378,572.06	\$ 381,118.22	\$ 378,444.40	\$ 1,747,830.21	\$ 1,681,341.52	\$ 1,648,012.77	\$ 661,996.03	\$ 661,997.64

**6. LONG-TERM DEBT (Continued)**

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

Issue	2049-2053	2054	Total
Principal			
General Obligation Bonds			
Paid with Sales Tax			
Series 2010 - Parks	\$ -	\$ -	\$ 130,000.00
Paid with User Fees			
Series 2014-3 Golf Course	-	-	119,000.00
Paid with Utility Receipts:			
Series 2011 - Water	272,488.00	-	2,194,943.00
Series 2012A - Sewer	-	-	1,435,000.00
Series 2011B - Water	-	-	1,255,000.00
Series 2014-1 Streambank	81,368.00	17,767.00	399,530.00
Series 2014-2 Streambank	83,549.00	18,505.00	388,611.00
Paid with Tax Levies			
Series 2016 - Demolition	-	-	124,000.00
Total Principal Payments	437,405.00	36,272.00	6,046,084.00
Interest			
General Obligation Bonds			
Paid with Sales Tax			
Series 2010 - Parks	-	-	17,625.00
Paid with User Fees			
Series 2014-3 Golf Course	-	-	49,894.50
Paid with Utility Receipts:			
Series 2011 - Water	12,352.91	-	938,312.11
Series 2012A - Sewer	-	-	626,762.68
Series 2011B - Water	-	-	545,893.76
Series 2014-1 Streambank	10,132.44	533.01	259,268.79
Series 2014-2 Streambank	12,212.13	647.68	300,874.39
Paid with Tax Levies			
Series 2016 - Demolition	-	-	21,937.50
Total Interest Payments	34,697.48	1,180.69	2,760,568.73
Total Principal and Interest	\$ 472,102.48	\$ 37,452.69	\$ 8,806,652.73

## **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 publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org) or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2, KPERS 3 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.39% for KPERS and 20.09% for KP&F for the fiscal year ended December 31, 2018. Contributions to the pension plan from (non-school municipality) were \$42,817.81 for KPERS and \$40,908.13 for KP&F for the year ended December 31, 2018.

### Net Pension Liability

At December 31, 2018, the City's proportionate share of the collective net pension liability reported by KPERS was \$359,333.00 and \$373,729.00 for KP&F. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017, which was rolled forward to June 30, 2018. 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. 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.

The City has established a Sick Leave Fund. The purpose of this fund is to provide for the cost for an extended leave of absence for its employees. The City is funding this as a self-funded disability plan. The Sick Leave Fund is funded by charges to other funds.

## **9. 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, 2018.

### *Compensated Absences:*

All full-time employees of the City with six months of employment are eligible for vacation benefits in varying annual amounts. Vacation may be carried over at a maximum of 96 hours at each anniversary date. In the event of termination, unused accrued vacation time is paid.

Sick leave accrues to all full-time employees at the rate of four hours of sick leave for each month of service for the first year and eight hours for each month of service thereafter. Sick leave amounts accrue to an unlimited amount. Unused leave at termination shall not be paid.

The City accrues a liability for compensated absences which meet the following criteria:

- 1) The City's obligation relating to employees' rights to receive compensation for future absences is attributed to employee's 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, which has been earned, but not taken by City employees at December 31, 2018 of \$30,967.63. The City has not estimated a liability for sick leave earned, but not taken, by City employees, inasmuch as the amount cannot be reasonably estimated because the obligations to these rights do not vest.

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

### *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, 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.

## **10. INTERFUND TRANSFERS**

Operating transfers were as follows:

<u>From Fund:</u>	<u>To Fund:</u>	<u>Statutory Authority</u>	<u>Amount</u>
General	Capital Improvements	K.S.A. 12-1,118	\$ 46,985.00
General	Municipal Equipment	K.S.A. 12-1,117	45,550.00
General	Health Insurance		
	Premium Fund	K.S.A. 12-2615	2,000.00
Employee Benefits	Health Insurance		
	Premium Fund	K.S.A. 12-2615	2,000.00
Airport	Capital Improvements	K.S.A. 12-1,118	8,000.00
City Sales Tax-1/2 Cent	Municipal Equipment	K.S.A. 12-1,117	24,599.04
Water Utility	General	K.S.A. 12-825d	110,000.00
Water Utility	Municipal Equipment	K.S.A. 12-1,117	36,700.00
Water Utility	Capital Improvements	K.S.A. 12-1,118	12,000.00
Sewer Utility	General	K.S.A. 12-825d	32,000.00
Sewer Utility	Municipal Equipment	K.S.A. 12-1,117	14,700.00
Sewer Utility	Capital Improvements	K.S.A. 12-1,118	20,000.00
Refuse Utility	General	K.S.A. 12-825d	29,000.00
Refuse Utility	Municipal Equipment	K.S.A. 12-1,117	10,500.00

## **11. SUBSEQUENT EVENTS**

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

## **SUPPLEMENTARY INFORMATION**

## CITY OF OSWEGO, KANSAS

Summary of Expenditures - Actual and Budget  
 (Budgeted Funds Only)  
 Regulatory Basis  
 For the Year Ended December 31, 2018

Funds	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Charged to Current Year Budget	Variance - Over (Under)
General Fund	\$ 1,064,182.00	\$ 15,832.81	\$ 1,080,014.81	\$ 932,933.95	\$ (147,080.86)
Special Purpose Funds:					
Employee Benefits	210,243.00	-	210,243.00	177,548.63	(32,694.37)
Library	24,601.00	-	24,601.00	24,497.37	(103.63)
City Sales Tax - Streets	255,000.00	-	255,000.00	10,636.00	(244,364.00)
City Sales Tax - Parks	68,875.00	-	68,875.00	41,341.56	(27,533.44)
City Sales Tax - 1/2 Cent	87,000.00	-	87,000.00	78,640.34	(8,359.66)
Industrial	16,050.00	-	16,050.00	200.00	(15,850.00)
Airport	32,185.00	-	32,185.00	31,693.28	(491.72)
Special Highway	59,850.00	-	59,850.00	55,529.85	(4,320.15)
Special Parks	3,825.00	-	3,825.00	-	(3,825.00)
Oswego Golf Course	89,379.00	3.00	89,382.00	84,508.43	(4,873.57)
Business Funds:					
Electric Utility	2,179.00	-	2,179.00	-	(2,179.00)
Water Utility	775,194.00	-	775,194.00	766,016.91	(9,177.09)
Sewer Utility	294,551.00	-	294,551.00	279,612.87	(14,938.13)
Refuse Utility	204,851.00	-	204,851.00	194,658.88	(10,192.12)

**CITY OF OSWEGO, KANSAS**  
**GENERAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	\$ 297,513.59	\$ 315,395.66	\$ 340,146.00	\$ (24,750.34)
Delinquent Tax	9,556.94	12,102.80	-	12,102.80
Motor Vehicle Tax	54,364.41	53,134.30	54,056.00	(921.70)
Recreational Vehicle Tax	393.99	515.59	401.00	114.59
16 & 20M Truck Tax	713.41	606.94	625.00	(18.06)
Commercial Vehicle Tax	904.06	885.01	881.00	4.01
Watercraft Tax	-	-	172.00	(172.00)
Sales Tax	166,529.75	170,828.29	158,000.00	12,828.29
Franchise Tax	131,615.79	137,534.10	132,000.00	5,534.10
Fuel Tax Credit	2,016.87	2,203.19	1,700.00	503.19
Special Assessments	4,410.00	4,955.00	-	4,955.00
Local Alcohol Liquor Tax	1,549.84	423.53	2,058.00	(1,634.47)
Charges for Services				
Licenses and Fees	2,873.98	2,856.00	1,225.00	1,631.00
Building Permits	500.00	-	65.00	(65.00)
Rural Fire Contracts	24,074.00	20,478.00	23,000.00	(2,522.00)
Camping Fees	8,900.00	9,866.05	5,000.00	4,866.05
Swimming Pool	11,334.45	12,688.45	7,900.00	4,788.45
Motor Vehicle Inspections	1,982.00	2,464.00	1,500.00	964.00
Fines, Forfeitures and Penalties				
Fines	28,310.50	51,658.50	9,000.00	42,658.50
Use of Money and Property				
Interest Income	693.77	2,220.36	400.00	1,820.36
Rental Income	13,542.50	12,238.00	-	12,238.00
Sale of Property	230.00	-	-	-
Other Receipts				
Donations	3,620.33	3,360.00	2,200.00	1,160.00
Reimbursed Expense	15,829.68	15,832.81	5,740.00	10,092.81
Miscellaneous	4,889.86	8,240.19	14,195.00	(5,954.81)
Operating Transfers from:				
Water Utility Fund	110,000.00	110,000.00	110,000.00	-
Sewer Utility Fund	32,000.00	32,000.00	32,000.00	-
Refuse Utility Fund	29,000.00	29,000.00	29,000.00	-
Total Receipts	957,349.72	1,011,486.77	\$ 931,264.00	\$ 80,222.77

**CITY OF OSWEGO, KANSAS**  
**GENERAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures				
General Government				
Personal Services	\$ 170,623.13	\$ 161,082.20	\$ 178,333.00	\$ (17,250.80)
Contractual Services	82,706.63	80,267.65	96,295.00	(16,027.35)
Commodities	9,998.23	11,649.78	15,970.00	(4,320.22)
Capital Outlay	-	180.00	-	180.00
Police				
Personal Services	209,406.16	220,621.50	222,572.00	(1,950.50)
Contractual Services	23,434.88	23,152.46	35,942.00	(12,789.54)
Commodities	15,918.22	19,773.15	22,675.00	(2,901.85)
Fire				
Personal Services	15,365.88	15,043.92	18,720.00	(3,676.08)
Contractual Services	21,396.85	20,540.30	27,859.00	(7,318.70)
Commodities	3,101.41	2,541.30	6,396.00	(3,854.70)
Streets				
Personal Services	34,827.85	35,208.91	44,302.00	(9,093.09)
Contractual Services	59,644.09	62,169.14	76,867.00	(14,697.86)
Commodities	5,264.90	6,245.65	11,400.00	(5,154.35)
Parks				
Personal Services	469.05	328.10	12,479.00	(12,150.90)
Contractual Services	28,365.35	31,632.38	43,163.00	(11,530.62)
Commodities	8,623.34	10,050.04	12,815.00	(2,764.96)
Community Center				
Personal Services	5,100.01	4,998.87	4,949.00	49.87
Contractual Services	24,396.50	27,819.98	32,590.00	(4,770.02)
Commodities	1,471.61	1,670.32	2,450.00	(779.68)
Swimming Pool				
Personal Services	28,182.91	27,825.08	30,542.00	(2,716.92)
Contractual Services	6,183.31	6,506.85	9,250.00	(2,743.15)
Commodities	8,975.80	8,627.32	10,885.00	(2,257.68)
Senior Citizens				
Contractual Services	7,041.70	7,021.65	9,800.00	(2,778.35)
Municipal Court				
Personal Services	18,589.07	18,702.40	19,476.00	(773.60)
Contractual Services	7,041.33	8,879.01	9,985.00	(1,105.99)
Commodities	195.54	375.99	595.00	(219.01)

**CITY OF OSWEGO, KANSAS**  
**GENERAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Library				
Contractual Services	\$ -	\$ 6,624.00	\$ 6,624.00	\$ -
Noxious Weed				
Commodities	3,903.60	722.25	1,500.00	(777.75)
Debt Service				
Principal	13,000.00	13,000.00	18,138.00	(5,138.00)
Interest	4,750.01	5,137.50	-	5,137.50
Postage and Commission	1.25	1.25	-	1.25
Operating Transfers to:				
Health Insurance Premium Fund	-	2,000.00	-	2,000.00
Municipal Equipment Fund	38,647.18	45,550.00	39,400.00	6,150.00
Capital Improvements Fund	17,077.66	46,985.00	42,210.00	4,775.00
Total Certified Budget			1,064,182.00	(131,248.05)
Adjustments for Qualifying Budget Credits			15,832.81	(15,832.81)
Total Expenditures	873,703.45	932,933.95	\$ 1,080,014.81	\$ (147,080.86)
Receipts Over(Under) Expenditures	83,646.27	78,552.82		
Unencumbered Cash, Beginning	187,647.78	271,294.05		
Unencumbered Cash, Ending	\$ 271,294.05	\$ 349,846.87		

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

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ 152,576.37	\$ 141,012.81	\$ 152,080.00	\$ (11,067.19)
Delinquent Tax	4,761.60	5,974.58	-	5,974.58
Motor Vehicle Tax	24,446.07	27,146.69	27,722.00	(575.31)
Recreational Vehicle Tax	222.98	263.24	205.00	58.24
16 & 20M Truck Tax	389.75	269.08	320.00	(50.92)
Commercial Vehicl Tax	400.79	453.87	451.00	2.87
Watercraft Tax	-	-	89.00	(89.00)
Use of Money and Property				
Interest Income	181.79	504.32	100.00	404.32
Total Receipts	182,979.35	175,624.59	\$ 180,967.00	\$ (5,342.41)
Expenditures				
Employee Benefits				
Personal Services	157,671.18	167,338.41	\$ 195,363.00	\$ (28,024.59)
Contractual Services	1,765.85	8,210.22	14,380.00	(6,169.78)
Commodities	-	-	500.00	(500.00)
Operating Transfers to				
Health Insurance Premium Fund	-	2,000.00	-	2,000.00
Total Expenditures	159,437.03	177,548.63	\$ 210,243.00	\$ (32,694.37)
Receipts Over(Under) Expenditures	23,542.32	(1,924.04)		
Unencumbered Cash, Beginning	31,543.91	55,086.23		
Unencumbered Cash, Ending	\$ 55,086.23	\$ 53,162.19		



**CITY OF OSWEGO, KANSAS**  
**LIBRARY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ 19,547.18	\$ 19,390.98	\$ 20,913.00	\$ (1,522.02)
Delinquent Tax	466.45	736.00	-	736.00
Motor Vehicle Tax	3,500.45	3,488.57	3,552.00	(63.43)
Recreational Vehicle Tax	32.06	33.86	26.00	7.86
16/20 M Vehicle Tax	45.23	38.89	41.00	(2.11)
Commercial Vehicle Tax	57.92	58.14	58.00	0.14
Watercraft Tax	-	-	11.00	(11.00)
Total Receipts	23,649.29	23,746.44	\$ 24,601.00	\$ (786.02)
Expenditures				
Culture and Recreation				
Appropriation to				
Library Board	22,898.36	24,497.37	\$ 24,601.00	\$ (103.63)
Total Expenditures	22,898.36	24,497.37	\$ 24,601.00	\$ (103.63)
Receipts Over(Under) Expenditures	750.93	(750.93)		
Unencumbered Cash, Beginning	-	750.93		
Unencumbered Cash, Ending	\$ 750.93	\$ -		

**CITY OF OSWEGO, KANSAS**  
**SICK LEAVE FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ 90.99	\$ 346.09
Total Receipts	90.99	346.09
Expenditures		
Employee Benefits		
Personal Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	90.99	346.09
Unencumbered Cash, Beginning	39,996.35	40,087.34
Unencumbered Cash, Ending	\$ 40,087.34	\$ 40,433.43

**CITY OF OSWEGO, KANSAS**  
**HEALTH INSURANCE PREMIUM FUND**  
Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ 13.05	\$ 170.97
Operating Transfer from:		
General Fund	-	2,000.00
Employee Benefits Fund	-	2,000.00
Total Receipts	13.05	4,170.97
Expenditures		
Employee Benefits		
Contractual Services	12,118.00	1,500.00
Total Expenditures	12,118.00	1,500.00
Receipts Over(Under) Expenditures	(12,104.95)	2,670.97
Unencumbered Cash, Beginning	24,090.99	11,986.04
Unencumbered Cash, Ending	\$ 11,986.04	\$ 14,657.01

**CITY OF OSWEGO, KANSAS**  
**MUNICIPAL EQUIPMENT FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ 427.78	\$ 1,269.80
Sale of Property	1,350.00	32,737.11
Other Receipts		
Reimbursed Expense	-	5,381.10
Miscellaneous	6,723.97	16,152.62
Operating Transfers from:		
General Fund	38,647.18	45,550.00
City Sales Tax Fund-1/2 Cent	10,249.60	24,599.04
Water Utility Fund	30,041.00	36,700.00
Sewer Utility Fund	16,500.00	14,700.00
Refuse Utility Fund	10,500.00	10,500.00
Total Receipts	114,439.53	187,589.67
Expenditures		
General Government		
Contractual Services	1,182.24	15,610.34
Capital Outlay	54,289.41	117,452.12
Total Expenditures	55,471.65	133,062.46
Receipts Over(Under) Expenditures	58,967.88	54,527.21
Unencumbered Cash, Beginning	205,074.31	264,042.19
Unencumbered Cash, Ending	\$ 264,042.19	\$ 318,569.40

**CITY OF OSWEGO, KANSAS**  
**CAPITAL IMPROVEMENTS FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
State Grants	\$ 3,780.00	\$ -
Use of Money and Property		
Interest Income	668.52	2,554.93
Other Receipts		
Reimbursed Expense	-	13,729.74
Operating Transfers from:		
General Fund	17,077.66	46,985.00
Airport Fund	5,000.00	8,000.00
Water Utility Fund	11,800.00	12,000.00
Sewer Utility Fund	1,895.49	20,000.00
Refuse Utility Fund	1,800.00	-
Total Receipts	42,021.67	103,269.67
Expenditures		
General Government		
Contractual Services	2,934.68	-
Capital Outlay	35,959.81	40,157.26
Operating Transfers to		
Electric Utility Fund	6,380.23	-
Total Expenditures	45,274.72	40,157.26
Receipts Over(Under) Expenditures	(3,253.05)	63,112.41
Unencumbered Cash, Beginning	378,720.83	375,467.78
Unencumbered Cash, Ending	\$ 375,467.78	\$ 438,580.19

**CITY OF OSWEGO, KANSAS**  
**CITY SALES TAX FUND - STREETS**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Intergovernmental				
Sales Tax	\$ 148,065.56	\$ 130,183.62	\$ 135,000.00	\$ (4,816.38)
Use of Money and Property				
Interest Income	552.92	1,807.29	500.00	1,307.29
Total Receipts	148,618.48	131,990.91	\$ 135,500.00	\$ (3,509.09)
Expenditures				
Streets and Highways				
Contractual Services	113,564.78	9,936.00	\$ 250,000.00	\$ (240,064.00)
Commodities	-	700.00	5,000.00	(4,300.00)
Total Expenditures	113,564.78	10,636.00	\$ 255,000.00	\$ (244,364.00)
Receipts Over(Under) Expenditures	35,053.70	121,354.91		
Unencumbered Cash, Beginning	179,122.78	214,176.48		
Unencumbered Cash, Ending	\$ 214,176.48	\$ 335,531.39		

**CITY OF OSWEGO, KANSAS**  
**CITY SALES TAX FUND - PARKS**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Intergovernmental				
Sales Tax	\$ 49,355.20	\$ 43,394.54	\$ 45,000.00	\$ (1,605.46)
State Grants	2,370.00	4,404.00	-	4,404.00
Use of Money and Property				
Interest Income	252.28	680.11	50.00	630.11
Total Receipts	51,977.48	48,478.65	\$ 45,050.00	\$ 3,428.65
Expenditures				
General Government				
Contractual	-	-	\$ 4,000.00	\$ (4,000.00)
Capital Outlay	22,889.87	16,752.81	41,000.00	(24,247.19)
Debt Service				
Principal	18,000.00	19,000.00	23,875.00	(4,875.00)
Interest	6,262.50	5,587.50	-	5,587.50
Postage and Commission	1.25	1.25	-	1.25
Total Expenditures	47,153.62	41,341.56	\$ 68,875.00	\$ (27,533.44)
Receipts Over(Under) Expenditures	4,823.86	7,137.09		
Unencumbered Cash, Beginning	92,599.24	97,423.10		
Unencumbered Cash, Ending	\$ 97,423.10	\$ 104,560.19		

**CITY OF OSWEGO, KANSAS**  
**CITY SALES TAX FUND - 1/2 CENT**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Intergovernmental				
Sales Tax	\$ 80,180.92	\$ 86,864.57	\$ 87,000.00	\$ (135.43)
Use of Money and Property				
Interest Income	72.90	450.59	50.00	400.59
Total Receipts	80,253.82	87,315.16	\$ 87,050.00	\$ 265.16
Expenditures				
General Government				
Capital Outlay	3,819.50	54,041.30	\$ 87,000.00	\$ (32,958.70)
Operating Transfers to				
Municipal Equipment Fund	10,249.60	24,599.04	-	24,599.04
Total Expenditures	14,069.10	78,640.34	\$ 87,000.00	\$ (8,359.66)
Receipts Over(Under) Expenditures	66,184.72	8,674.82		
Unencumbered Cash, Beginning	-	66,184.72		
Unencumbered Cash, Ending	\$ 66,184.72	\$ 74,859.54		



**CITY OF OSWEGO, KANSAS**  
**INDUSTRIAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipts				
Delinquent Tax	\$ -	\$ 1.14	\$ -	\$ 1.14
Use of Money and Property				
Interest Income	56.66	99.94	30.00	69.94
Rental Income	567.68	500.00	500.00	-
Total Receipts	624.34	601.08	\$ 530.00	\$ 71.08
Expenditures				
General Government				
Contractual Services	204.33	200.00	\$ 16,000.00	\$ (15,800.00)
Commodities	-	-	50.00	(50.00)
Total Expenditures	204.33	200.00	\$ 16,050.00	\$ (15,850.00)
Receipts Over(Under) Expenditures	420.01	401.08		
Unencumbered Cash, Beginning	18,888.70	19,308.71		
Unencumbered Cash, Ending	\$ 19,308.71	\$ 19,709.79		

**CITY OF OSWEGO, KANSAS**  
**AIRPORT FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ 7,904.89	\$ 8,612.45	\$ 9,285.00	\$ (672.55)
Delinquent tax	308.95	375.78	-	375.78
Motor Vehicle Tax	2,131.38	1,431.05	1,436.00	(4.95)
Recreational Vehicle Tax	19.66	13.89	11.00	2.89
16 & 20M Truck Tax	16.40	24.04	17.00	7.04
Commercial Vehicle Tax	35.79	23.50	23.00	0.50
Watercraft Tax	-	-	5.00	(5.00)
Sales Tax	613.25	7,378.41	1,500.00	5,878.41
Use of Money and Property				
Sale of Assets	3,113.20	16,467.12	15,000.00	1,467.12
Interest Income	3.99	163.77	-	163.77
Rental Income	2,118.00	2,366.60	2,500.00	(133.40)
Other Receipts				
Donations	320.00	283.00	-	283.00
Reimbursed Expense	33.00	-	-	-
Miscellaneous	25.65	571.63	-	571.63
Total Receipts	16,644.16	37,711.24	\$ 29,777.00	\$ 7,934.24
Expenditures				
General Government				
Contractual Services	6,250.56	8,397.38	\$ 10,585.00	\$ (2,187.62)
Commodities	3,343.14	15,295.90	16,600.00	(1,304.10)
Operating Transfers to				
Capital Improvements Fund	5,000.00	8,000.00	5,000.00	3,000.00
Total Expenditures	14,593.70	31,693.28	\$ 32,185.00	\$ (491.72)
Receipts Over(Under) Expenditures	2,050.46	6,017.96		
Unencumbered Cash, Beginning	5,608.23	7,658.69		
Unencumbered Cash, Ending	\$ 7,658.69	\$ 13,676.65		

**CITY OF OSWEGO, KANSAS**  
**SPECIAL HIGHWAY FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Intergovernmental				
Special Highway Tax	\$ 46,785.51	\$ 47,100.94	\$ 47,440.00	\$ (339.06)
Use of Money and Property				
Interest Income	197.56	460.39	125.00	335.39
Other Receipts				
Miscellaneous	6,794.81	4,996.39	2,000.00	2,996.39
Total Receipts	53,777.88	52,557.72	\$ 49,565.00	\$ 2,992.72
Expenditures				
General Government				
Personal Services	23,624.39	23,881.41	\$ 24,000.00	\$ (118.59)
Contractual Services	4,370.93	2,816.33	6,850.00	(4,033.67)
Commodities	18,412.64	28,832.11	29,000.00	(167.89)
Debt Service				
Capital Lease - Backhoe	6,693.87	-	-	-
Total Expenditures	53,101.83	55,529.85	\$ 59,850.00	\$ (4,320.15)
Receipts Over(Under) Expenditures	676.05	(2,972.13)		
Unencumbered Cash, Beginning	51,929.92	52,605.97		
Unencumbered Cash, Ending	\$ 52,605.97	\$ 49,633.84		

**CITY OF OSWEGO, KANSAS**  
**SPECIAL PARKS AND RECREATION FUND**

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Local Alcohol Liquor Tax	\$ 1,549.83	\$ 423.51	\$ 2,057.00	\$ (1,633.49)
Total Receipts	1,549.83	423.51	\$ 2,057.00	\$ (1,633.49)
Expenditures				
General Government				
Capital Outlay	-	-	\$ 3,825.00	\$ (3,825.00)
Total Expenditures	-	-	\$ 3,825.00	\$ (3,825.00)
Receipts Over(Under) Expenditures	1,549.83	423.51		
Unencumbered Cash, Beginning	3,345.29	4,895.12		
Unencumbered Cash, Ending	\$ 4,895.12	\$ 5,318.63		

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

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Fuel Tax Credit	\$ 192.00	\$ 247.20	\$ -	\$ 247.20
Charges for Services				
Membership Fees	28,510.00	37,137.25	88,000.00	(50,862.75)
Green Fees	16,073.00	13,834.68	-	13,834.68
Golf Cart Fees	16,993.50	17,767.30	-	17,767.30
Tournament Proceeds	4,371.50	5,470.50	-	5,470.50
Concessions	13,053.30	15,789.69	-	15,789.69
Use of Money and Property				
Interest Income	-	142.42	-	142.42
Other Receipts				
Donations	7,150.00	750.00	-	750.00
Reimbursed Expense	-	3.00	-	3.00
Total Receipts	86,343.30	91,142.04	\$ 88,000.00	\$ 3,142.04
Expenditures				
Culture and Recreation				
Contractual Services	61,017.13	66,345.79	\$ 69,620.00	\$ (3,274.21)
Commodities	7,377.80	7,767.39	9,365.00	(1,597.61)
Debt Service				
Principal	4,000.00	5,000.00	10,394.00	(5,394.00)
Interest	5,568.00	5,394.00	-	5,394.00
Postage and Commission	1.25	1.25	-	1.25
Total Certified Budget			89,379.00	(4,870.57)
Adjustments for Qualifying				
Budget Credits			3.00	(3.00)
Total Expenditures	77,964.18	84,508.43	\$ 89,382.00	\$ (4,873.57)
Receipts Over(Under) Expenditures	8,379.12	6,633.61		
Unencumbered Cash, Beginning	8,963.48	17,342.60		
Unencumbered Cash, Ending	\$ 17,342.60	\$ 23,976.21		

**CITY OF OSWEGO, KANSAS**  
**HOME GRANT REVOLVING LOAN FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ 187.18	\$ 482.78
Residual Transfers from		
Housing Development Fund	12.47	-
Total Receipts	199.65	482.78
Expenditures		
General Government		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	199.65	482.78
Unencumbered Cash, Beginning	86,350.09	86,549.74
Unencumbered Cash, Ending	\$ 86,549.74	\$ 87,032.52

**CITY OF OSWEGO, KANSAS**  
**HOUSING DEVELOPMENT FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Sale of Property	\$ 87,770.35	\$ -
Interest	74.80	-
Total Receipts	87,845.15	-
Expenditures		
Debt Service		
Principal	149,771.67	-
Residual Transfers to		
Home Grant Revolving Loan Fund	12.47	-
Total Expenditures	149,784.14	-
Receipts Over(Under) Expenditures	(61,938.99)	-
Unencumbered Cash, Beginning	61,938.99	-
Unencumbered Cash, Ending	\$ -	\$ -

**CITY OF OSWEGO, KANSAS**  
**NEIGHBORHOOD REVITALIZATION GRANT FUND**

Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts		
Taxes and Shared Receipts		
County Rebates	\$ 4,057.34	\$ 3,094.07
Use of Money and Property		
Interest Income	225.95	579.34
	<u>4,283.29</u>	<u>3,673.41</u>
Total Receipts	<u>4,283.29</u>	<u>3,673.41</u>
Expenditures		
General Government		
Rebate Payments	-	-
	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over(Under) Expenditures	4,283.29	3,673.41
Unencumbered Cash, Beginning	<u>87,660.02</u>	<u>91,943.31</u>
Unencumbered Cash, Ending	<u>\$ 91,943.31</u>	<u>\$ 95,616.72</u>



**CITY OF OSWEGO, KANSAS**  
**DOWNTOWN REVITALIZATION GRANT FUND**  
Schedule of Receipts and Expenditures - Actual  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts		
Use of Money and Property		
Interest Income	\$ -	\$ 4.99
Total Receipts	-	4.99
Expenditures		
General Government		
Rebate Payments	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	4.99
Unencumbered Cash, Beginning	<u>1,607.55</u>	<u>1,607.55</u>
Unencumbered Cash, Ending	<u>\$ 1,607.55</u>	<u>\$ 1,612.54</u>

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

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers from Capital Improvements Fund	\$ 6,380.23	\$ -	\$ -	\$ -
Total Receipts	6,380.23	-	\$ -	\$ -
Expenditures				
Operating Expenditures				
Contractual Services	-	-	\$ 2,179.00	\$ (2,179.00)
Debt Service				
Principal	2,228.33	-	-	-
Interest	4,142.00	-	-	-
Total Expenditures	6,370.33	-	\$ 2,179.00	\$ (2,179.00)
Receipts Over(Under) Expenditures	9.90	-		
Unencumbered Cash, Beginning	2,279.82	2,289.72		
Unencumbered Cash, Ending	\$ 2,289.72	\$ 2,289.72		

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

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Water Sales	\$ 795,656.44	\$ 783,941.00	\$ 750,700.00	\$ 33,241.00
Bulk Water Sales	1,323.93	1,396.47	-	1,396.47
Water Fees	5,905.41	5,434.74	19,400.00	(13,965.26)
Penalties	16,979.33	16,225.44	-	16,225.44
Use of Money and Property				
Interest Income	1,952.24	5,250.70	1,000.00	4,250.70
Rental Income	4,200.00	4,200.00	4,200.00	-
Total Receipts	826,017.35	816,448.35	\$ 775,300.00	\$ 41,148.35
Expenditures				
Production				
Personal Services	84,468.41	92,038.72	\$ 181,544.00	\$ (89,505.28)
Contractual Services	88,105.13	83,156.18	156,851.00	(73,694.82)
Commodities	62,632.59	60,514.56	99,150.00	(38,635.44)
Distribution				
Personal Services	71,221.03	72,271.35	-	72,271.35
Contractual Services	43,509.38	47,463.37	-	47,463.37
Commodities	10,469.99	9,069.07	-	9,069.07
Capital Outlay	-	21,355.00	-	21,355.00
Debt Service				
Principal	99,712.00	101,051.00	221,449.00	(120,398.00)
Interest	122,638.10	120,397.66	-	120,397.66
Capital Lease - Backhoe	6,693.87	-	-	-
Operating Transfers to:				
General Fund	110,000.00	110,000.00	110,000.00	-
Municipal Equipment Fund	30,041.00	36,700.00	4,200.00	32,500.00
Capital Improvements Fund	11,800.00	12,000.00	2,000.00	10,000.00
Total Expenditures	741,291.50	766,016.91	\$ 775,194.00	\$ (9,177.09)
Receipts Over(Under) Expenditures	84,725.85	50,431.44		
Unencumbered Cash, Beginning	691,899.53	776,625.38		
Unencumbered Cash, Ending	\$ 776,625.38	\$ 827,056.82		

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

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Charges for Services				
Sewer Collections	\$ 254,093.73	\$ 250,103.43	\$ 256,000.00	\$ (5,896.57)
Special Assessments	4,396.19	4,290.32	4,000.00	290.32
Use of Money and Property				
Miscellaneous	1,898.30	1,876.70	-	1,876.70
Interest Income	913.07	2,517.04	600.00	1,917.04
Total Receipts	261,301.29	258,787.49	\$ 260,600.00	\$ (1,812.51)
Expenditures				
Operating Expenditures				
Personal Services	43,062.68	44,530.88	\$ 47,019.00	\$ (2,488.12)
Contractual Services	38,123.39	34,727.59	88,608.00	(53,880.41)
Commodities	7,036.51	6,830.64	11,755.00	(4,924.36)
Capital Outlay	4,725.00	21,355.00	-	21,355.00
Debt Service				
Principal	55,000.00	55,000.00	105,469.00	(50,469.00)
Interest	51,568.76	50,468.76	-	50,468.76
Capital Lease - Backhoe	6,693.86	-	5,000.00	(5,000.00)
Operating Transfers to:				
General Fund	32,000.00	32,000.00	32,000.00	-
Municipal Equipment Fund	16,500.00	14,700.00	4,700.00	10,000.00
Capital Improvements Fund	1,895.49	20,000.00	-	20,000.00
Total Expenditures	256,605.69	279,612.87	\$ 294,551.00	\$ (14,938.13)
Receipts Over(Under) Expenditures	4,695.60	(20,825.38)		
Unencumbered Cash, Beginning	333,977.80	338,673.40		
Unencumbered Cash, Ending	\$ 338,673.40	\$ 317,848.02		

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

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2018

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2017)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Refuse Collections	\$ 200,945.27	\$ 197,381.38	\$ 202,000.00	\$ (4,618.62)
Dumpster Fees	1,025.88	2,411.68	1,100.00	1,311.68
Use of Money and Property				
Interest Income	274.26	787.06	200.00	587.06
Other Receipts				
Miscellaneous	-	1,813.65	-	1,813.65
Total Receipts	202,245.41	202,393.77	\$ 203,300.00	\$ (906.23)
Expenditures				
Operating Expenditures				
Personal Services	74,879.25	71,248.81	\$ 80,546.00	\$ (9,297.19)
Contractual Services	78,912.32	71,583.33	77,555.00	(5,971.67)
Commodities	9,223.86	12,326.74	16,250.00	(3,923.26)
Operating Transfers to:				
General Fund	29,000.00	29,000.00	29,000.00	-
Municipal Equipment Fund	10,500.00	10,500.00	1,500.00	9,000.00
Capital Improvements Fund	1,800.00	-	-	-
Total Expenditures	204,315.43	194,658.88	\$ 204,851.00	\$ (10,192.12)
Receipts Over(Under) Expenditures	(2,070.02)	7,734.89		
Unencumbered Cash, Beginning	122,480.69	120,410.67		
Unencumbered Cash, Ending	\$ 120,410.67	\$ 128,145.56		

**CITY OF OSWEGO, KANSAS**  
**AGENCY FUNDS**  
Summary of Receipts and Disbursements  
Regulatory Basis  
For the Year Ended December 31, 2018

Funds	Beginning Cash Balances	Receipts	Disbursements	Ending Cash Balances
Utility Deposits Fund	\$ 39,370.56	\$ 8,667.66	\$ 9,396.78	\$ 38,641.44
Oswego Senior Center	11,568.85	6,595.16	6,267.70	11,896.31
Oswego Fire Department Donations	1,451.97	-	424.55	1,027.42
Total Agency Funds	<u>\$ 52,391.38</u>	<u>\$ 15,262.82</u>	<u>\$ 16,089.03</u>	<u>\$ 51,565.17</u>



The Honorable Mayor and City Council  
City of Oswego, Kansas

In planning and performing our audit of the financial statement of City of Oswego, Kansas as of and for the year ended December 31, 2018, in accordance with auditing standards generally accepted in the United States of America, we considered City of Oswego's 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 Oswego's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Oswego's internal control.

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 statements will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses. Given these limitations during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

A handwritten signature in cursive script that reads 'Jarred, Gilmore &amp; Phillips, PA'.

JARRED, GILMORE & PHILLIPS, PA  
Certified Public Accountants

Chanute, Kansas  
May 13, 2019

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Jarred, Gilmore & Phillips, PA  
CERTIFIED PUBLIC ACCOUNTANTS

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