

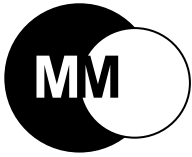
CITY OF ATWOOD, KANSAS
Atwood, Kansas
Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report
For the Year Ended December 31, 2020

MAPES & MILLER LLP
Certified Public Accountants
Norton, Kansas

CITY OF ATWOOD, KANSAS
Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report
For the Year Ended December 31, 2020

TABLE OF CONTENTS

	<u>Page Number</u>
Independent Auditor's Report	1
 <u>Financial Section</u>	
STATEMENT 1	
Summary of Receipts, Expenditures and Unencumbered Cash	3
Composition of Cash	4
Notes to the Financial Statement	5
 <u>Regulatory-Required Supplementary Information</u>	
SCHEDULE 1	
Summary of Expenditures - Actual and Budget	13
SCHEDULE 2	
Schedule of Receipts and Expenditures – Actual and Budget	
General	14
Airport	16
Library	17
Special Highway	18
Special Parks and Recreation	19
Tourism and Convention	20
Atwood Township	21
Recycling	22
Airport Fuel	23
Waterworks	24
Water Loan	25
Sewer	26
Sewer Loan	27
Landfill	28
Obert Park	29
Schedule of Receipts and Expenditures – Actual	
Special Equipment	30
Second Century Donations	30
Street Improvement	30
Park Donation	31
Theater Reserve	31
Drug Forfeiture	32
Pool Maintenance	32
SCHEDULE 3	
Summary of Receipts and Disbursements - Agency Funds	33



Mapes & Miller LLP

Certified Public Accountants

418 E. Holme, Norton, KS 67654-1412
Phone: 785-877-5833 Email: mmcpas@ruraltel.net

Members of the American Institute of Certified Public Accountants
and the Kansas Society of Certified Public Accountants

A PARTNERSHIP OF PROFESSIONAL CORPORATIONS

JOHN D. MAPES, CPA, CHTD
DENIS W. MILLER, CPA, PA
THOMAS B. CARPENTER, CPA, PA
DON E. TILTON, CPA, PA
BRIAN S. THOMPSON, CPA, PA
REBECCA A. LIX, CPA, PA
STEPHANIE M. HEIER, CPA, PA

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Atwood
Atwood, Kansas 67730

We have audited the accompanying summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Atwood, Atwood, Kansas, a Municipality, as of and for the year ended December 31, 2020, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Atwood, Kansas, on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and the 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 Atwood, Kansas, as of December 31, 2020, 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 Atwood, Kansas, as of December 31, 2020, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget and regulatory basis summary of receipts and disbursements-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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.

Mapes & Miller LLP

Certified Public Accountants

Norton, Kansas
July 15, 2021

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

STATEMENT 1
Page 1

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Fund Types:							
General	\$ 63,934	0	743,311	670,564	136,681	2,563	139,244
Special Purpose Funds:							
Airport	7,547	0	4,134	0	11,681	0	11,681
Library	39	0	52,240	51,319	960	0	960
Special Highway	4,328	0	31,457	28,821	6,964	0	6,964
Special Parks and Recreation	12,049	0	5,973	7,387	10,635	0	10,635
Tourism and Convention Promotion	36,567	0	6,047	2,550	40,064	0	40,064
Atwood Township	9,157	0	81,176	78,675	11,658	226	11,884
Recycling	2,532	0	0	0	2,532	0	2,532
Special Equipment	14,633	0	0	0	14,633	0	14,633
Second Century Donations	1,851	0	0	0	1,851	0	1,851
Street Improvement	192,606	0	0	0	192,606	0	192,606
Park Donation	11,531	0	0	0	11,531	0	11,531
Theater Reserve	884	0	23,670	5,717	18,837	0	18,837
Drug Forfeiture	15,538	0	0	140	15,398	0	15,398
Pool Maintenance	311,243	0	0	0	311,243	0	311,243
Business Funds:							
Airport Fuel	10,666	0	7,855	5,219	13,302	0	13,302
Waterworks	144,191	0	624,295	416,751	351,735	3,136	354,871
Water Loan	1,063,471	0	5,048	196,312	872,207	0	872,207
Sewer	257,381	0	243,286	185,988	314,679	14	314,693
Sewer Loan	269,584	0	97,813	101,859	265,538	0	265,538
Landfill	16,343	0	6,764	0	23,107	0	23,107
Trust Funds:							
Obert Park	21	0	6,619	6,640	0	0	0
Total Primary Government (Excluding Agency Funds)	\$ <u>2,446,096</u>	<u>0</u>	<u>1,939,688</u>	<u>1,757,942</u>	<u>2,627,842</u>	<u>5,939</u>	<u>2,633,781</u>

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

CITY OF ATWOOD, KANSAS
Composition of Cash
Regulatory Basis
For the Year Ended December 31, 2020

STATEMENT 1

Page 2

Cash on Hand	\$ 100
The Bank of Atwood, Atwood, Kansas	
Checking Account	920,683
Farmers State Bank, Atwood, Kansas	
Certificate of Deposit	17,140
Farmers Bank & Trust, Atwood, Kansas	
Checking Account	6,445
Savings Accounts	<u>1,705,561</u>
Total Cash	2,649,929
Less Agency Funds per Schedule 3	<u>(16,148)</u>
Total Primary Government per Statement 1, Page 1	\$ <u><u>2,633,781</u></u>

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

CITY OF ATWOOD, KANSAS

Notes to the Financial Statement

December 31, 2020

1. Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

The City of Atwood, Kansas, the primary government, operates as a third-class city in accordance with the laws of the State of Kansas. The City operates under a mayor-council form of government and provides the following services: public safety (police and fire protection), highways and streets, water, sewer, sanitation, social, culture and recreation, planning and zoning, public improvements, and general administrative services. The regulatory financial statement presents the City of Atwood, Kansas (the municipality). The following related municipal entity is not included in the financial statement.

Atwood Public Library. The City's library board operates the City's public library. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City. Unaudited financial statements can be obtained from the head librarian, 102 South 6th Street, Atwood, KS 67730.

Housing Authority of the City of Atwood. The City's housing authority operates the City's housing projects. The housing authority can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. Audited financial statements can be obtained from the Executive Director, Atwood Housing Authority, 801 South 3rd, Atwood, KS 67730.

Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the City for the year 2020:

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

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

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

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.)

Trust fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.)

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 receipts 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 regularly 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.

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 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 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 regulatory receipts 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. The budget was not amended in this manner for the year ended December 31, 2020.

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 statements 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, regulatory receipts 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 projects funds, trust funds and the following special purpose funds: Atwood Walkway, Community Playground, Special Equipment, Second Century Donations, Street Improvement, Park Donation, and Theater Reserve.

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

No statute violations were noted during 2020.

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

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

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

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to them. State statutes require the 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 any "peak periods" with eligible depositories. All deposits were legally secured at December 31, 2020.

At December 31, 2020, the City's carrying amount of deposits was \$2,649,829 and the bank balance was \$2,670,042. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$523,586 was covered by federal depository insurance, and \$2,146,456 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. At December 31, 2020, the City held no investments except for certificates of deposit which are considered as a component of deposits.

4. **Defined Benefit Pension Plan**

Plan Description. The City of Atwood 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 or by writing to KPERS (611 South Kansas, Suite 100, Topeka, Kansas 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. 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 and KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for Death and Disability Program) and the statutory contribution rate was 8.61% for the fiscal year ended December 31, 2020. Contributions to the pension plan from the City of Atwood were \$32,974 for the year ended December 31, 2020.

Net Pension Liability

At December 31, 2020, the city's proportionate share of the collective net pension liability reported by KPERS was \$337,906. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. The city's proportion of the net pension liability was based on the ratio of the city's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

5. Other Long-Term Obligations from Operations

Other Post Employment Benefits

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the City under this program.

Death and Disability Other Post Employment Benefits

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

Compensated Absences

Vacation Leave. Employees are eligible for paid vacation after completing one full year of full-time employment with the City. Employees with less than twenty years of service receive one day of paid vacation for each month worked. Employees with more than twenty years of service receive one and one half days of paid vacation for each month worked. A maximum of thirty-six days of unused vacation is allowed to accumulate. Employees are compensated at a rate of 33% of regular pay per hour for all unused accumulated vacation time upon termination of employment.

Sick Leave. All full-time employees are eligible for paid sick leave immediately upon employment and receive one day of paid sick leave for each month worked with no limit on the number of days allowed to accumulate. Employees who voluntarily separate from employment with the City prior to retirement are compensated for a maximum of thirty days of unused accumulated sick leave at a rate of 33% of their regular pay rate. Employees who retire are compensated for a maximum of thirty days of unused accumulated sick leave at their current rate of pay.

6. **Interfund Transactions**

Operating transfers were as follows:

From	To	Statutory Authority	Amount
Sewer	Sewer Loan	K.S.A. 12-825d	96,000

7. **Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The City continues to carry commercial insurance for all other risk of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

8. **Claims and Judgments**

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of the date of this report, the grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect of any of the individual government funds or the overall financial position of the City. During the ordinary course of its operations the City is a party to various claims, legal actions, and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material financial impact on the City.

9. **COVID-19**

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus in Wuhan, China (the "COVID-19 outbreak") and the 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 2020.

10. **CRF and CARES Act Funding**

As a result of COVID-19, the State of Kansas has received Coronavirus Relief Funds (CRF) under the Coronavirus Aid, Relief and Economic Security (CARES) Act. The CRF were passed through to the counties of Kansas through Strengthening People and Revitalizing Kansas (SPARK). SPARK's first round distribution was to local governments in the amount of \$400 million. The City received CRF in the amount of \$20,590 during 2020. The City is encouraged to share the CRF with school districts and local businesses within the City. The CRF are to be used to strengthen health, to allow the economy to reopen safely and to remain open. The goals are to be fair, impactful and timely. Additional information and updates on SPARK, the CARES Act and CRF, which includes audit requirements, can be found at <https://covid.ks.gov/>.

11. **Subsequent Events**

Management has evaluated the effects on the financial statement of subsequent events occurring through the date of this report, which is the date at which the financial statement was available to be issued.

12. Long-term Debt

Changes in long-term liabilities for the City of Atwood, Kansas for the year ended December 31, 2020, 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 Paid
General Obligation Bonds:									
Series A 2010 Water System	3.750%	12/28/10	1,500,000	12/28/50	1,324,656	0	23,315	1,301,341	49,675
Series B 2010 Water System	2.250%	12/28/10	867,000	12/28/50	732,804	0	16,600	716,204	16,488
Series 2013 Refunding	2.3% - 3.9%	06/01/13	1,575,000	06/01/41	1,335,000	0	45,000	1,290,000	45,234
Series 2016 Sewer System	2.250%	08/26/16	3,713,000	08/26/49	<u>2,581,935</u>	<u>0</u>	<u>62,228</u>	<u>2,519,707</u>	<u>39,631</u>
Total General Obligation Bonds					<u>5,974,395</u>	<u>0</u>	<u>147,143</u>	<u>5,827,252</u>	<u>151,028</u>
Capital Leases:									
Dodge Ram 1500	3.500%	07/13/15	26,509	07/13/20	5,115	0	5,115	0	183
Dodge Charger	3.750%	02/27/17	26,460	02/27/22	16,221	0	5,390	10,831	610
Dodge Ram 2500	3.750%	03/06/17	29,217	03/06/22	18,104	0	5,839	12,265	681
Dodge Ram 2500	3.750%	05/24/17	27,875	05/24/22	17,277	0	5,549	11,728	671
Dodge Charger	4.500%	07/25/18	20,216	07/25/22	15,088	0	5,306	9,782	694
Caterpillar Grader	3.540%	10/21/19	53,000	01/30/24	<u>53,000</u>	<u>0</u>	<u>10,984</u>	<u>42,016</u>	<u>516</u>
Total Capital Leases					<u>124,805</u>	<u>0</u>	<u>38,183</u>	<u>86,622</u>	<u>3,355</u>
Total Contractual Indebtedness					<u>6,099,200</u>	<u>0</u>	<u>185,326</u>	<u>5,913,874</u>	<u>154,383</u>

12. Long-term Debt - (Continued)

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

	2021	2022	2023	2024	2025	2026-2030	2031-2035	2036-2040	2041-2045	2046-2050	Total
PRINCIPAL											
General Obligation Bonds:											
Series A 2010 Water System	24,189	25,096	26,037	27,013	28,026	156,708	188,379	226,450	272,214	327,229	1,301,341
Series B 2010 Water System	16,974	17,355	17,746	18,145	18,554	99,221	110,895	123,948	138,532	154,834	716,204
Series 2013 Refunding	45,000	45,000	45,000	45,000	50,000	265,000	320,000	385,000	90,000	0	1,290,000
Series 2016 Sewer System	63,628	65,060	66,524	68,021	69,551	371,946	415,716	464,636	519,314	415,311	2,519,707
Total General Obligation Bonds	149,791	152,511	155,307	158,179	166,131	892,875	1,034,990	1,200,034	1,020,060	897,374	5,827,252
Capital Lease:											
Dodge Ram 1500	0	0	0	0	0	0	0	0	0	0	0
Dodge Charger	5,591	5,240	0	0	0	0	0	0	0	0	10,831
Dodge Ram 2500	6,058	6,207	0	0	0	0	0	0	0	0	12,265
Dodge Ram 2500	5,779	5,949	0	0	0	0	0	0	0	0	11,728
Dodge Charger	5,559	4,223	0	0	0	0	0	0	0	0	9,782
Caterpillar Grader	10,013	10,367	10,734	10,902	0	0	0	0	0	0	42,016
Total Capital Leases	33,000	31,986	10,734	10,902	0	0	0	0	0	0	86,622
Total Principal	182,791	184,497	166,041	169,081	166,131	892,875	1,034,990	1,200,034	1,020,060	897,374	5,913,874
INTEREST											
General Obligation Bonds:											
Series A 2010 Water System	48,800	47,893	46,952	45,976	44,963	208,238	176,567	138,496	92,731	37,716	888,332
Series B 2010 Water System	16,115	15,733	15,342	14,943	14,535	66,220	54,544	41,494	26,908	10,606	276,440
Series 2013 Refunding	44,390	43,423	42,387	41,285	40,050	176,503	123,945	56,452	1,755	0	570,190
Series 2016 Sewer System	56,693	55,262	53,798	52,301	50,771	229,664	185,894	136,973	82,296	22,170	925,822
Total General Obligation Bonds	165,998	162,311	158,479	154,505	150,319	680,625	540,950	373,415	203,690	70,492	2,660,784
Capital Lease:											
Dodge Ram 1500	0	0	0	0	0	0	0	0	0	0	0
Dodge Charger	409	230	0	0	0	0	0	0	0	0	639
Dodge Ram 2500	462	290	0	0	0	0	0	0	0	0	752
Dodge Ram 2500	441	243	0	0	0	0	0	0	0	0	684
Dodge Charger	441	206	0	0	0	0	0	0	0	0	647
Caterpillar Grader	1,487	1,133	766	386	0	0	0	0	0	0	3,772
Total Capital Leases	3,240	2,102	766	386	0	0	0	0	0	0	6,494
Total Interest	169,238	164,413	159,245	154,891	150,319	680,625	540,950	373,415	203,690	70,492	2,667,278
Total Principal and Interest	\$ 352,029	348,910	325,286	323,972	316,450	1,573,500	1,575,940	1,573,449	1,223,750	967,866	8,581,152

CITY OF ATWOOD, KANSAS
REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2020

CITY OF ATWOOD, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

SCHEDULE 1

Funds	1	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General	\$	862,257	19,571	881,828	670,564	(211,264)
Special Purpose Funds:						
Airport		8,333	0	8,333	0	(8,333)
Library		52,695	0	52,695	51,319	(1,376)
Special Highway		32,560	0	32,560	28,821	(3,739)
Special Parks and Recreation		11,090	0	11,090	7,387	(3,703)
Tourism and Convention		21,225	0	21,225	2,500	(18,725)
Atwood Township		87,000	0	87,000	78,675	(8,325)
Recycling		0	0	0	0	0
Business Funds:						
Airport Fuel		20,705	0	20,705	5,219	(15,486)
Waterworks		615,383	4,562	619,945	416,751	(203,194)
Water Loan		200,532	0	200,532	196,312	(4,220)
Sewer		241,070	0	241,070	185,988	(55,082)
Sewer Loan		141,853	0	141,853	101,859	(39,994)
Landfill		11,295	0	11,295	0	(11,295)
Trust Funds:						
Obert Park		6,920	0	6,920	6,640	(280)

CITY OF ATWOOD, KANSAS
GENERAL FUND

SCHEDULE 2
Page 1

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

	Actual	Budget	Variance Over (Under)
Receipts:			
Taxes and Shared Receipts			
Ad Valorem	\$ 331,795	344,516	(12,721)
Delinquent	4,736	0	4,736
Motor Vehicle	53,540	51,828	1,712
Recreational Vehicle	1,114	638	476
16/20M Vehicle	1,838	2,267	(429)
Commercial Vehicle	3,313	2,180	1,133
Intangibles	19,236	23,300	(4,064)
Local Sales Tax	113,997	95,000	18,997
Intergovernmental			
Local Alcoholic Liquor	5,973	5,485	488
Franchise Fees	92,911	100,000	(7,089)
Licenses, Fees, Fines and Permits	25,500	50,000	(24,500)
Charges for Services			
Pool	16,047	14,000	2,047
Theater	29,699	75,000	(45,301)
Interest on Idle Funds	4,283	500	3,783
Miscellaneous	19,758	5,000	14,758
Donations	1,940	0	1,940
Reimbursed Expenses	17,631	0	17,631
Total Receipts	\$ 743,311	769,714	(26,403)

(Continued)

CITY OF ATWOOD, KANSAS
GENERAL FUND

SCHEDULE 2
Page 2

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

(Continued)	Actual	Budget	Variance Over (Under)
Expenditures:			
General Government	\$ 140,829	169,038	(28,209)
Police Department	230,907	236,615	(5,708)
Streets	90,345	119,342	(28,997)
Street Lighting	32,051	35,000	(2,949)
Fire Department	18,639	37,960	(19,321)
Court	7,882	6,100	1,782
Park and Pool	55,691	64,310	(8,619)
Theater	33,613	68,960	(35,347)
Employee Benefits	58,906	73,182	(14,276)
Library	1,701	1,750	(49)
Transfer to Street Improvement	0	50,000	(50,000)
Adjustments for Qualifying Budget Credits:			
Donations	0	1,940	(1,940)
Reimbursed Expenses	0	17,631	(17,631)
 Total Expenditures	 670,564	 881,828	 (211,264)
 Receipts Over (Under) Expenditures	 72,747		
Unencumbered Cash, Beginning	63,934		
 Unencumbered Cash, Ending	 \$ 136,681		

CITY OF ATWOOD, KANSAS
AIRPORT FUND

SCHEDULE 2
Page 3

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

	Actual	Budget	Variance Over (Under)
Receipts:			
Taxes and Shared Receipts			
Ad Valorem	\$ 3,049	3,162	(113)
Delinquent	70	0	70
Motor Vehicle	910	880	30
Recreational Vehicle	18	11	7
16/20M Vehicle	31	38	(7)
Commercial Vehicle	<u>56</u>	<u>37</u>	<u>19</u>
Total Receipts	<u>4,134</u>	<u>4,128</u>	<u>6</u>
Expenditures:			
Appropriations to Board	<u>0</u>	<u>8,333</u>	<u>(8,333)</u>
Receipts Over (Under) Expenditures	4,134		
Unencumbered Cash, Beginning	<u>7,547</u>		
Unencumbered Cash, Ending	\$ <u>11,681</u>		

CITY OF ATWOOD, KANSAS
LIBRARY FUND

SCHEDULE 2
Page 4

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

	Actual	Budget	Variance Over (Under)
Receipts:			
Taxes and Shared Receipts			
Ad Valorem	\$ 13,883	14,275	(392)
Delinquent	201	0	201
Motor Vehicle	2,280	2,204	76
Recreational Vehicle	46	27	19
16/20M Vehicle	79	96	(17)
Commerical Vehicle	141	93	48
Intergovernmental			
Rawlins County	35,610	36,000	(390)
Total Receipts	52,240	52,695	(455)
Expenditures:			
Appropriations to Board	51,319	52,695	(1,376)
Receipts Over (Under) Expenditures	921		
Unencumbered Cash, Beginning	39		
Unencumbered Cash, Ending	\$ 960		

CITY OF ATWOOD, KANSAS
SPECIAL HIGHWAY FUND

SCHEDULE 2
Page 5

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

	Actual	Budget	Variance Over (Under)
Receipts:			
Intergovernmental			
State of Kansas	\$ 31,457	32,560	(1,103)
Expenditures:			
Personal Services	28,821	32,560	(3,739)
Commodities	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>28,821</u>	<u>32,560</u>	<u>(3,739)</u>
Receipts Over (Under) Expenditures	2,636		
Unencumbered Cash, Beginning	<u>4,328</u>		
Unencumbered Cash, Ending	\$ <u>6,964</u>		

CITY OF ATWOOD, KANSAS
SPECIAL PARKS AND RECREATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

SCHEDULE 2
Page 6

	Actual	Budget	Variance Over (Under)
Receipts:			
Intergovernmental			
Local Alcoholic Liquor Tax	\$ 5,973	5,485	488
Expenditures:			
Contractual Services	3,600	11,090	(7,490)
Commodities	867	0	867
Reimbursement to Obert Park	2,920	0	2,920
Total Expenditures	7,387	11,090	(3,703)
Receipts Over (Under) Expenditures	(1,414)		
Unencumbered Cash, Beginning	12,049		
Unencumbered Cash, Ending	\$ 10,635		

CITY OF ATWOOD, KANSAS
TOURISM AND CONVENTION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

SCHEDULE 2
Page 7

	Actual	Budget	Variance Over (Under)
Receipts:			
Transient Guest Tax	\$ 6,047	5,500	547
Expenditures:			
Contractual Services	50	21,225	(21,175)
Reimbursement to Theater Reserve	<u>2,500</u>	<u>0</u>	<u>2,500</u>
Total Expenditures	<u>2,550</u>	<u>21,225</u>	<u>(18,675)</u>
Receipts Over (Under) Expenditures	3,497		
Unencumbered Cash, Beginning	<u>36,567</u>		
Unencumbered Cash, Ending	\$ <u>40,064</u>		

CITY OF ATWOOD, KANSAS
ATWOOD TOWNSHIP FUND

SCHEDULE 2
Page 8

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

	Actual	Budget	Variance Over (Under)
Receipts:			
Intergovernmental			
Atwood Township	\$ 81,176	84,050	(2,874)
Expenditures:			
Lake	63,139	65,000	(1,861)
Cemetery	15,536	17,500	(1,964)
Miscellaneous	<u>0</u>	<u>4,500</u>	<u>(4,500)</u>
Total Expenditures	<u>78,675</u>	<u>87,000</u>	<u>(8,325)</u>
Receipts Over (Under) Expenditures	2,501		
Unencumbered Cash, Beginning	<u>9,157</u>		
Unencumbered Cash, Ending	\$ <u>11,658</u>		

CITY OF ATWOOD, KANSAS
RECYCLING FUND

SCHEDULE 2
Page 9

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts:			
Intergovernmental			
Rawlins County	\$ 0	0	0
Transfer from Landfill	<u>0</u>	<u>0</u>	<u>0</u>
Total Receipts	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures:			
Contractual Services	<u>0</u>	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	<u>2,532</u>		
Unencumbered Cash, Ending	\$ <u>2,532</u>		

CITY OF ATWOOD, KANSAS

SCHEDULE 2

AIRPORT FUEL

Page 10

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

	Actual	Budget	Variance Over (Under)
Receipts:			
Intergovernmental			
Fuel Sales	\$ 7,855	14,600	(6,745)
Expenditures:			
Fuel Purchases	5,219	20,705	(15,486)
Receipts Over (Under) Expenditures	2,636		
Unencumbered Cash, Beginning	10,666		
Unencumbered Cash, Ending	\$ 13,302		

CITY OF ATWOOD, KANSAS
WATERWORKS FUND

SCHEDULE 2
Page 11

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

	Actual	Budget	Variance Over (Under)
Receipts:			
Collections	\$ 609,598	585,000	24,598
Connections Fees	3,100	0	3,100
Penalties	6,043	0	6,043
Miscellaneous	992	10,000	(9,008)
Reimbursed Expense	<u>4,562</u>	<u>0</u>	<u>4,562</u>
Total Receipts	<u>624,295</u>	<u>595,000</u>	<u>29,295</u>
Expenditures:			
Production	35,801	49,000	(13,199)
Treatment	9,031	13,000	(3,969)
Distribution	137,332	117,024	20,308
Administration	91,355	161,359	(70,004)
Operations	113,232	25,000	88,232
Economic Development	30,000	30,000	0
City Hall Renovation	0	20,000	(20,000)
Transfer to Water Loan	0	200,000	(200,000)
Adjustments for Qualifying Budget Credits:			
Reimbursed Expenses	<u>0</u>	<u>4,562</u>	<u>(4,562)</u>
Total Expenditures	<u>416,751</u>	<u>619,945</u>	<u>(203,194)</u>
Receipts Over (Under) Expenditures	207,544		
Unencumbered Cash, Beginning	<u>144,191</u>		
Unencumbered Cash, Ending	\$ <u>351,735</u>		

CITY OF ATWOOD, KANSAS
WATER LOAN FUND

SCHEDULE 2
Page 12

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

	Actual	Budget	Variance Over (Under)
Receipts:			
Interest on Idle Funds	\$ 5,048	0	5,048
Transfer from Waterworks	<u>0</u>	<u>200,000</u>	<u>(200,000)</u>
Total Receipts	<u>5,048</u>	<u>200,000</u>	<u>(194,952)</u>
Expenditures:			
Principal	84,915	84,915	0
Interest	111,397	111,397	0
Miscellaneous	<u>0</u>	<u>4,220</u>	<u>(4,220)</u>
Total Expenditures	<u>196,312</u>	<u>200,532</u>	<u>(4,220)</u>
Receipts Over (Under) Expenditures	(191,264)		
Unencumbered Cash, Beginning	<u>1,063,471</u>		
Unencumbered Cash, Ending	\$ <u>872,207</u>		

CITY OF ATWOOD, KANSAS

SCHEDULE 2

SEWER FUND

Page 13

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2020

	Actual	Budget	Variance Over (Under)
Receipts:			
Collections	\$ 243,286	225,000	18,286
Expenditures:			
Personal Services	36,211	56,100	(19,889)
Contractual Services	24,697	23,500	1,197
Commodities	6,213	6,250	(37)
Capital Outlay	22,867	12,220	10,647
Transfer to Sewer Loan	96,000	143,000	(47,000)
Total Expenditures	185,988	241,070	(55,082)
Receipts Over (Under) Expenditures	57,298		
Unencumbered Cash, Beginning	257,381		
Unencumbered Cash, Ending	\$ 314,679		

CITY OF ATWOOD, KANSAS
SEWER LOAN FUND

SCHEDULE 2
Page 14

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

	Actual	Budget	Variance Over (Under)
Receipts:			
Interest on Idle Funds	\$ 1,813	0	1,813
Transfer from Sewer	<u>96,000</u>	<u>143,000</u>	<u>(47,000)</u>
Total Receipts	<u>97,813</u>	<u>143,000</u>	<u>(45,187)</u>
Expenditures:			
Principal	62,228	60,859	1,369
Interest	39,631	80,894	(41,263)
Miscellaneous	<u>0</u>	<u>100</u>	<u>(100)</u>
Total Expenditures	<u>101,859</u>	<u>141,853</u>	<u>(39,994)</u>
Receipts Over (Under) Expenditures	(4,046)		
Unencumbered Cash, Beginning	<u>269,584</u>		
Unencumbered Cash, Ending	\$ <u>265,538</u>		

CITY OF ATWOOD, KANSAS
LANDFILL FUND

SCHEDULE 2
Page 15

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

	Actual	Budget	Variance Over (Under)
Receipts:			
Collections	\$ 6,764	6,500	264
Expenditures:			
Contractual Services	0	11,295	(11,295)
Transfer to Recycling	0	0	0
Total Expenditures	0	11,295	(11,295)
Receipts Over (Under) Expenditures	6,764		
Unencumbered Cash, Beginning	16,343		
Unencumbered Cash, Ending	\$ 23,107		

CITY OF ATWOOD, KANSAS
OBERT PARK FUND

SCHEDULE 2
Page 16

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

	Actual	Budget	Variance Over (Under)
Receipts:			
Obert Trust Donation	\$ 3,699	4,000	(301)
Reimbursement from Special Parks and Recreation	<u>2,920</u>	<u>0</u>	<u>2,920</u>
 Total Receipts	 <u>6,619</u>	 <u>4,000</u>	 <u>2,619</u>
Expenditures:			
Personal Services	6,640	4,000	2,640
Contractual Services	0	0	0
Adjustments for Qualifying Budget Credits:			
Reimbursed Expenses	<u>0</u>	<u>2,920</u>	<u>(2,920)</u>
 Total Expenditures	 <u>6,640</u>	 <u>6,920</u>	 <u>(280)</u>
Receipts Over (Under) Expenditures	(21)		
Unencumbered Cash, Beginning	<u>21</u>		
 Unencumbered Cash, Ending	 \$ <u>0</u>		

CITY OF ATWOOD, KANSAS
Nonbudgeted Funds
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2020

SCHEDULE 2
Page 17

	Special Equipment	Second Century Donations	Street Improvement
Receipts:			
Transfer from General	\$ 0	0	0
Donations	<u>0</u>	<u>0</u>	<u>0</u>
Total Receipts	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures:			
Commodities	0	0	0
Contractual Services	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	0	0	0
Unencumbered Cash, Beginning	<u>14,633</u>	<u>1,851</u>	<u>192,606</u>
Unencumbered Cash, Ending	\$ <u>14,633</u>	<u>1,851</u>	<u>192,606</u>

CITY OF ATWOOD, KANSAS
Nonbudgeted Funds
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2020

SCHEDULE 2
Page 18

	<u>Park Donation</u>	<u>Theater Reserve</u>
Receipts:		
Donations	\$ 0	21,170
Reimbursement from Tourism and Convention	<u>0</u>	<u>2,500</u>
Total Receipts	<u>0</u>	<u>23,670</u>
Expenditures:		
Park Improvements	0	0
Capital Outlay	<u>0</u>	<u>5,717</u>
Total Expenditures	<u>0</u>	<u>5,717</u>
Receipts Over (Under) Expenditures	0	17,953
Unencumbered Cash, Beginning	<u>11,531</u>	<u>884</u>
Unencumbered Cash, Ending	\$ <u><u>11,531</u></u>	<u><u>18,837</u></u>

CITY OF ATWOOD, KANSAS
Nonbudgeted Funds
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2020

SCHEDULE 2
Page 19

	<u>Drug Forfeiture</u>	<u>Pool Maintenance</u>
Receipts:		
Forfeiture Proceeds	\$ 0	0
Donations	<u>0</u>	<u>0</u>
Total Receipts	<u>0</u>	<u>0</u>
Expenditures:		
Contractual Services	0	0
Capital Outlay	<u>140</u>	<u>0</u>
Total Expenditures	<u>140</u>	<u>0</u>
Receipts Over (Under) Expenditures	(140)	0
Unencumbered Cash, Beginning	<u>15,538</u>	<u>311,243</u>
Unencumbered Cash, Ending	\$ <u><u>15,398</u></u>	<u><u>311,243</u></u>

CITY OF ATWOOD, KANSAS
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2020

SCHEDULE 3

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Sanitation	\$ 7,569	83,727	90,731	565
Flexible Spending Plan	6,702	11,150	11,407	6,445
Atwood Centennial	7,362	0	0	7,362
Atwood Beautification	<u>1,776</u>	<u>0</u>	<u>0</u>	<u>1,776</u>
 Total Agency Funds	 \$ <u>23,409</u>	 <u>94,877</u>	 <u>102,138</u>	 <u>16,148</u>