

**CITY OF OZAWKIE
OZAWKIE, KANSAS**

**FINANCIAL STATEMENT
DECEMBER 31, 2019**

City of Ozawkie, Kansas

Table of Contents

	<u>Page Number</u>
<u>FINANCIAL SECTION</u>	
Independent Auditor's Report	1-2
Statement 1	
Summary Statement of Receipts, Expenditures and Unencumbered Cash	3
Notes to the Financial Statement	4-9
<u>REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION</u>	
Schedule 1	
Summary of Expenditures – Actual and Budget	10
Schedule 2	
Schedule of Receipts and Expenditures - Actual and Budget General Fund	11-12
Special Purpose Funds:	
Special Highway Fund	13
Capital Improvement Reserve Fund	14
City Sales Tax Fund	15
Police Equipment Reserve Fund	16
Water Utility Reserve Fund	17
Sewer Utility Reserve Fund	18
Capital Project Fund:	
Street Bond Project Fund	19
Business Funds:	
Water Utility Fund	20
Sewer Utility Fund	21
Trash Fund	22
Schedule 3	
Summary of Receipts and Disbursements – Sales Tax Agency Fund	23



INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Ozawkie, Kansas (the City), as of and for the year ended December 31, 2019, 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 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

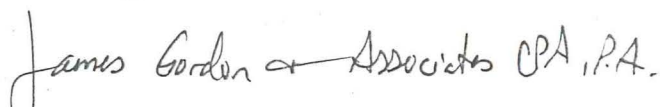
In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2019, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2019, 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.

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, the individual fund schedules of regulatory basis receipts and expenditures-actual and budget and the summary of receipts and disbursements – agency fund (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.



James Gordon & Associates CPA, P.A.
Manhattan, Kansas
March 17, 2020



STATEMENT 1

CITY OF OZAWKIE, KANSAS
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2019

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances And Accounts Payable	Ending Cash Balance
General Funds:						
General	\$ 79,714	\$ 177,441	\$ 170,738	\$ 86,417	\$ 1,089	\$ 87,506
Special Purpose Funds:						
Special Highway	3,438	17,036	18,068	2,406	-	2,406
Capital Improvement Reserve	15,719	10,719	10,500	15,938	-	15,938
City Sales Tax	26,039	50,422	6,754	69,707	-	69,707
Police Equipment Reserve	-	10,000	-	10,000	-	10,000
Water Utility Reserve	68,986	10,000	-	78,986	-	78,986
Sewer Utility Reserve	3,464	5,000	-	8,464	-	8,464
Capital Project Fund:						
Street Bond Project	-	500,000	500,000	-	-	-
Business Funds:						
Water Utility	139,885	86,507	151,155	75,237	833	76,070
Sewer Utility	225,666	209,052	282,798	151,920	761	152,681
Trash	18,170	42,157	29,397	30,930	-	30,930
Total	<u>\$ 581,081</u>	<u>\$ 1,118,334</u>	<u>\$ 1,169,410</u>	<u>\$ 530,005</u>	<u>\$ 2,683</u>	<u>\$ 532,688</u>

Composition of Cash and Investments:

Checking accounts	\$ 308,705
Certificates of deposit	250,000
Petty cash	250
Agency Funds per Schedule 3	(26,267)

Total Reporting Entity (excluding Agency Funds)

\$ 532,688

CITY OF OZAWKIE, KANSAS
Notes to the Financial Statement
December 31, 2019

Note 1 – Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

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

Regulatory Basis Fund Types

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

The following types of funds were utilized in recording the financial activities of the City for the year 2019:

Regulatory Basis fund types

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

Special purpose fund – Used to account for the proceeds of specific revenue sources, other than major capital projects, that are restricted by law or administrative action to expenditures for specified purposes.

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

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

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

CITY OF OZAWKIE, KANSAS
Notes to the Financial Statement
December 31, 2019

Note 1 – Summary of Significant Accounting Policies (continued)

Basis of Accounting

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

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

Reimbursed Expenditures

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

Note 2 – Budgetary Information

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

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

CITY OF OZAWKIE, KANSAS
Notes to the Financial Statement
December 31, 2019

Note 2 – Budgetary Information (continued)

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such amendments to the 2019 budget.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

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

A legal operating budget is not required for capital project funds, trust funds and the following special purpose funds: Trash, Capital Improvement Reserve, Police Equipment Reserve, Water Utility Reserve and Sewer Utility Reserve.

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

Note 3 - Deposits and Investments

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

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

CITY OF OZAWKIE, KANSAS
Notes to the Financial Statement
December 31, 2019

Note 3 – Deposits and Investments (continued)

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance, or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has not designated "peak periods". All deposits were legally secured during 2019.

At December 31, 2019, the carrying amount of the City's deposits was \$532,688 and the bank balance was \$670,383. The bank balance was held at one bank resulting in a concentration of credit risk. The difference between the carrying amount and the bank balance is outstanding checks. Of the bank balance, \$250,000 was covered by FDIC insurance and the remaining balance was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the City's name. The third-party bank holding the pledged securities is independent of the pledging bank. The pledged securities are held under a tri-party custodial agreement signed by all three parties: the City, the pledging bank, and the independent third-party bank holding the pledged securities.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the Government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The City had no investments during 2019.

Note 4 - Property Taxes

In accordance with governing State statutes, property taxes levied during the current year are revenue sources to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar-year basis and are levied and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County.

Property owners have the option of paying one-half of the full amounts of the taxes levied on or before December 20th during the year levied with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes levied and collected in the year prior to January 1st of the ensuing year.

CITY OF OZAWKIE, KANSAS
Notes to the Financial Statement
December 31, 2019

Note 5 - Long – Term Debt

On June 5, 2019, the City issued Series 2019A GO Bonds in the amount of \$500,000, at an interest rate of 4.25% and maturity of November 1, 2034. These bonds were issued for the purpose of financing certain main trafficway improvements in the City.

Changes in long-term liabilities for the City for the year ended December 31, 2019, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest and Service Fee Paid
GO Bonds Payable:									
Series 2017A	3.50%	12/19/2017	\$ 3,140,000	12/19/2057	\$ 3,003,000	\$ -	\$ 88,000	\$ 2,915,000	\$ 105,105
Series 2019A	4.25%	06/05/2019	\$ 500,000	11/01/2034	-	500,000	-	500,000	-
					<u>\$ 3,003,000</u>	<u>\$ 500,000</u>	<u>\$ 88,000</u>	<u>\$ 3,415,000</u>	<u>\$ 105,105</u>

CITY OF OZAWKIE, KANSAS
Notes to the Financial Statement
December 31, 2019

Note 5 - Long – Term Debt (continued)

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

	Series 2017A		Series 2019A	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2020	\$ 39,000	\$ 107,569	\$ 15,000	\$ 31,875
2021	40,000	105,910	26,000	20,613
2022	41,000	104,510	26,000	19,508
2023	43,000	103,075	28,000	18,403
2024	45,000	101,848	30,000	17,213
2025-2029	251,000	483,085	168,000	65,960
2030-2034	297,000	436,304	207,000	27,113
2035-2039	359,000	380,035	-	-
2040-2044	425,000	312,892	-	-
2045-2049	506,000	232,798	-	-
2050-2054	606,000	137,416	-	-
2055-2059	263,000	29,251	-	-
	<u>\$ 2,915,000</u>	<u>\$ 2,534,693</u>	<u>\$ 500,000</u>	<u>\$ 200,685</u>

Note 6 - Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to or destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. There have been no decreases in insurance coverage from the prior year.

Note 7 – Evaluation of Subsequent Events

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

**Regulatory-Required
Supplementary Information**

SCHEDULE 1

CITY OF OZAWKIE, KANSAS
Summary of Expenditures – Actual and Budget
Regulatory Basis
(Budgeted Funds Only)
For the Year Ended December 31, 2019

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustments for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance- Over (Under)</u>
General Funds:					
General	\$ 245,383	\$ -	\$ 245,383	\$ 170,738	\$ (74,645)
Special Purpose Funds:					
Special Highway	45,085	-	45,085	18,068	(27,017)
City Sales Tax	96,586	-	96,586	6,754	(89,832)
Police Equipment Reserve	10,000	-	10,000	-	(10,000)
Business Funds:					
Water Utility	223,370	-	223,370	151,155	(72,215)
Sewer Utility	458,750	-	458,750	282,798	(175,952)
Trash	57,443	-	57,443	29,397	(28,046)

See independent auditor's report on regulatory-required supplementary information.

CITY OF OZAWKIE, KANSAS
General Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	Actual	Budget	Variance Over (Under)
Receipts:			
Ad Valorem Tax	\$ 81,547	\$ 82,000	\$ (453)
Delinquent Tax	505	800	(295)
Motor Vehicle Tax	13,593	11,966	1,627
Recreational Vehicle Tax	240	161	79
16/20 M Vehicle Tax	38	20	18
Commercial Vehicle Tax	19	51	(32)
Watercraft Tax	115	215	(100)
Specials Tax	1,600	-	1,600
Local Alcoholic Liquor	1,829	-	1,829
Local Sales Tax	34,157	27,300	6,857
Franchise Fees	23,837	24,375	(538)
Licenses and Permits	1,330	2,000	(670)
Fines and Forfeitures	1,891	4,000	(2,109)
Charges For Services	-	-	-
Interest on Idle Funds	8,229	900	7,329
Reimbursed Expenses	62	-	62
Miscellaneous	8,449	6,000	2,449
Total Receipts	<u>177,441</u>	<u>\$ 159,788</u>	<u>\$ 17,653</u>

See independent auditor's report on regulatory-required supplementary information.

CITY OF OZAWKIE, KANSAS
General Fund (Continued)
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	Actual	Budget	Variance Over (Under)
Expenditures:			
General Government			
Personal Services	\$ 37,359	\$ 36,334	\$ 1,025
Contractual Services	34,688	45,000	(10,312)
Materials and Supplies	10,539	20,000	(9,461)
Capital Outlay	15,000	52,330	(37,330)
Insurance	-	12,000	(12,000)
Police			
Personal Services	24,260	15,000	9,260
Contractual Services	6,334	5,000	1,334
Materials and Supplies	2,994	15,000	(12,006)
Transfer to Police Equipment Reserve	10,000	10,000	-
Streets			
Contractual Services	15,000	10,000	5,000
Materials and Supplies	-	10,000	(10,000)
Street Lights			
Contractual Services	665	2,000	(1,335)
Parks and Recreation			
Electric	-	2,000	(2,000)
Mowing	1,680	-	1,680
Miscellaneous	1,500	-	1,500
Transfers Out	10,719	10,719	-
Total Expenditures	<u>170,738</u>	<u>\$ 245,383</u>	<u>\$ (74,645)</u>
 Receipts Over (Under) Expenditures	 6,703		
Unencumbered Cash, Beginning	<u>79,714</u>		
Unencumbered Cash, Ending	<u>\$ 86,417</u>		

See independent auditor's report on regulatory-required supplementary information.

CITY OF OZAWKIE, KANSAS
Special Highway Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	Actual	Budget	Variance Over (Under)
Receipts:			
State of Kansas Gas Tax	\$ 17,036	\$ 17,050	\$ (14)
Total Receipts	<u>17,036</u>	<u>\$ 17,050</u>	<u>\$ (14)</u>
Expenditures:			
Contractual Services	10,762	\$ 10,000	\$ 762
Materials and Supplies	2,306	35,085	(32,779)
Capital Outlay	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total Expenditures	<u>18,068</u>	<u>\$ 45,085</u>	<u>\$ (27,017)</u>
Receipts Over (Under) Expenditures	(1,032)		
Unencumbered Cash, Beginning	<u>3,438</u>		
Unencumbered Cash, Ending	<u>\$ 2,406</u>		

See independent auditor's report on regulatory-required supplementary information.

CITY OF OZAWKIE, KANSAS
Capital Improvement Reserve Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	<u>Actual</u>
Receipts:	
Transfers In	<u>\$ 10,719</u>
Total Receipts	<u>10,719</u>
Expenditures:	
Transfer to General Fund	<u>10,500</u>
Total Expenditures	<u>10,500</u>
Receipts Over (Under) Expenditures	219
Unencumbered Cash, Beginning	<u>15,719</u>
Unencumbered Cash, Ending	<u><u>\$ 15,938</u></u>

See independent auditor's report on regulatory-required supplementary information.

CITY OF OZAWKIE, KANSAS
City Sales Tax Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
Local Sales Tax	<u>\$ 50,422</u>	<u>\$ 56,000</u>	<u>\$ (5,578)</u>
Total Receipts	<u>50,422</u>	<u><u>\$ 56,000</u></u>	<u><u>\$ (5,578)</u></u>
Expenditures:			
Contractual Services	6,754	\$ -	\$ 6,754
Capital Outlay	<u>-</u>	<u>96,586</u>	<u>(96,586)</u>
Total Expenditures	<u>6,754</u>	<u><u>\$ 96,586</u></u>	<u><u>\$ (89,832)</u></u>
Receipts Over (Under) Expenditures	43,668		
Unencumbered Cash, Beginning	<u>26,039</u>		
Unencumbered Cash, Ending	<u><u>\$ 69,707</u></u>		

See independent auditor's report on regulatory-required supplementary information.

CITY OF OZAWKIE, KANSAS
Police Equipment Reserve Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	Actual	Budget	Variance Over (Under)
Receipts:			
Transfer In	\$ 10,000	\$ 10,000	\$ -
Total Receipts	<u>10,000</u>	<u>\$ 10,000</u>	<u>\$ -</u>
Expenditures:			
Capital Outlay	-	\$ 10,000	\$ (10,000)
Total Expenditures	<u>-</u>	<u>\$ 10,000</u>	<u>\$ (10,000)</u>
Receipts Over (Under) Expenditures	10,000		
Unencumbered Cash, Beginning	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ 10,000</u>		

See independent auditor's report on regulatory-required supplementary information.

CITY OF OZAWKIE, KANSAS
Water Utility Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2019

	<u>Actual</u>
Receipts:	
Transfers In	<u>\$ 10,000</u>
Total Receipts	<u>10,000</u>
Expenditures:	
Contractual Services	<u>-</u>
Total Expenditures	<u>-</u>
Receipts Over (Under) Expenditures	10,000
Unencumbered Cash, Beginning	<u>68,986</u>
Unencumbered Cash, Ending	<u><u>\$ 78,986</u></u>

CITY OF OZAWKIE, KANSAS
Sewer Utility Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2019

	<u>Actual</u>
Receipts:	
Transfers In	<u>\$ 5,000</u>
Total Receipts	<u>5,000</u>
Expenditures:	
Capital Outlay	<u>-</u>
Total Expenditures	<u>-</u>
Receipts Over (Under) Expenditures	5,000
Unencumbered Cash, Beginning	<u>3,464</u>
Unencumbered Cash, Ending	<u><u>\$ 8,464</u></u>

See independent auditor's report on regulatory-required supplementary information.

CITY OF OZAWKIE, KANSAS
Street Bond Project Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Project To Date</u>
Receipts:		
GO Bond Proceeds	<u>\$ 500,000</u>	<u>\$ 500,000</u>
Total Receipts	<u>500,000</u>	<u>500,000</u>
Expenditures:		
Contractual Services	409,949	409,949
Materials and Supplies	<u>90,051</u>	<u>90,051</u>
Total Expenditures	<u>500,000</u>	<u>500,000</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See independent auditor's report on regulatory-required supplementary information.

CITY OF OZAWKIE, KANSAS
Water Utility Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	Actual	Budget	Variance Over (Under)
Receipts:			
Water Sales	\$ 62,843	\$ 49,100	\$ 13,743
Utility Hookup Fees	2,650	1,600	1,050
Utility Reconnect Fees	1,500	450	1,050
Surcharge	19,514	19,025	489
Total Receipts	<u>86,507</u>	<u>\$ 70,175</u>	<u>\$ 16,332</u>
Expenditures:			
Personal Services	29,759	\$ 36,333	\$ (6,574)
Contractual Services	45,279	40,000	5,279
Materials and Supplies	16,261	20,000	(3,739)
Capital Outlay	49,856	117,037	(67,181)
Transfers Out	10,000	10,000	-
Total Expenditures	<u>151,155</u>	<u>\$ 223,370</u>	<u>\$ (72,215)</u>
Receipts Over (Under) Expenditures	(64,648)		
Unencumbered Cash, Beginning	<u>139,885</u>		
Unencumbered Cash, Ending	<u>\$ 75,237</u>		

See independent auditor's report on regulatory-required supplementary information.

CITY OF OZAWKIE, KANSAS
Sewer Utility Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	Actual	Budget	Variance Over (Under)
Receipts:			
Sewer Service Fees	\$ 85,740	\$ 82,000	\$ 3,740
Sewer Debt Fee	123,312	112,000	11,312
Total Receipts	<u>209,052</u>	<u>\$ 194,000</u>	<u>\$ 15,052</u>
Expenditures:			
Personal Services	29,756	\$ 36,333	\$ (6,577)
Contractual Services	31,269	40,000	(8,731)
Materials and Supplies	3,668	10,000	(6,332)
Capital Outlay	20,000	220,812	(200,812)
Principal	88,000	38,000	50,000
Interest Expense	105,105	108,605	(3,500)
Transfers Out	5,000	5,000	-
Total Expenditures	<u>282,798</u>	<u>\$ 458,750</u>	<u>\$ (175,952)</u>
Receipts Over (Under) Expenditures	(73,746)		
Unencumbered Cash, Beginning	<u>225,666</u>		
Unencumbered Cash, Ending	<u>\$ 151,920</u>		

See independent auditor's report on regulatory-required supplementary information.

CITY OF OZAWKIE, KANSAS
Trash Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	Actual	Budget	Variance Over (Under)
Receipts:			
Customer Collections	\$ 42,157	\$ 39,600	\$ 2,557
Total Receipts	<u>42,157</u>	<u>\$ 39,600</u>	<u>\$ 2,557</u>
Expenditures:			
Contractual Services	29,397	\$ 35,000	\$ (5,603)
Materials and Supplies	-	2,000	(2,000)
Capital Outlay	<u>-</u>	<u>20,443</u>	<u>(20,443)</u>
Total Expenditures	<u>29,397</u>	<u>\$ 57,443</u>	<u>\$ (28,046)</u>
Receipts Over (Under) Expenditures	12,760		
Unencumbered Cash, Beginning	<u>18,170</u>		
Unencumbered Cash, Ending	<u>\$ 30,930</u>		

See independent auditor's report on regulatory-required supplementary information.

CITY OF OZAWKIE, KANSAS
Agency Fund
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2019

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
City Sales Tax Clearing	\$ -	\$ 256	\$ 249	\$ 7
Deposit Clearing	15,169	15,594	11,554	19,209
Ozawkie Pride Grant Fund	-	1,991	-	1,991
Penalty Clearing	<u>1,270</u>	<u>3,790</u>	<u>-</u>	<u>5,060</u>
Total	<u>\$ 16,439</u>	<u>\$ 21,631</u>	<u>\$ 11,803</u>	<u>\$ 26,267</u>

See independent auditor's report on regulatory-required supplementary information.