

CITY OF OAKLEY, KANSAS

Primary Government Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2020

CITY OF OAKLEY, KANSAS
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For the Year Ended December 31, 2020

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INDEPENDENT AUDITORS' REPORT

To the City Council
City of Oakley, Kansas
Oakley, Kansas

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

Management's Responsibility for the Financial Statement

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

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from 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, the financial statement is prepared by **City of Oakley, 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 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 matters 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 **City of Oakley, 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 **City of Oakley, 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 summary of regulatory basis receipts and disbursements – agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement; however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

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

additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2019 basic financial statement or to the 2019 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2019 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2019, on the basis of accounting described in Note 1.

A handwritten signature in black ink that reads "Adams Brown, LLC". The signature is written in a cursive, flowing style.

ADAMSBROWN, LLC
Certified Public Accountants
Hays, Kansas

August 2, 2021

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

Funds	Beginning Unencumbered Cash Balance as Previously Stated	Prior Period Adjustment	Beginning Unencumbered Cash Balance as Restated	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds									
General Fund	\$ 320,829	63,740	384,569	35	2,561,852	2,456,961	489,495	39,614	529,109
Special Purpose Funds									
Library Fund	430	-	430	-	186,240	186,670	-	-	-
Special Highway Fund	41,778	-	41,778	-	54,433	36,325	59,886	29	59,915
Special Parks and Recreation Fund	45,900	-	45,900	-	24,136	35,004	35,032	17,469	52,501
Convention and Tourism Fund	98,126	-	98,126	115	72,040	122,916	47,365	50,000	97,365
Equipment Reserve Fund	149,061	-	149,061	-	100,000	52,762	196,299	-	196,299
Capital Improvement Fund	1,131,793	-	1,131,793	-	30,000	193,362	968,431	40,000	1,008,431
Capital Improvement - Streets Fund	255,635	-	255,635	-	235,135	301,526	189,244	400	189,644
911 Fund	361,230	-	361,230	62	121,910	103,418	379,784	3,048	382,832
Law Enforcement VIN Fund	5,800	-	5,800	-	400	-	6,200	-	6,200
Airport Grant Fund	(18,225)	-	(18,225)	-	38,295	20,070	-	-	-
SPARK - Covid Fund	-	-	-	-	31,319	28,898	2,421	14,630	17,051
Bond and Interest Fund									
Bond and Interest Fund	14,363	-	14,363	-	47,548	53,912	7,999	-	7,999
Business Funds									
Water Utility Fund	290,477	-	290,477	-	595,012	470,488	415,001	8,981	423,982
Water Reserve Fund	213,849	-	213,849	-	90,000	1,509	302,340	-	302,340
Sanitation Utility Fund	660,855	-	660,855	-	736,805	833,012	564,648	16,372	581,020
Sanitation Reserve Fund	425,368	-	425,368	-	150,000	50,570	524,798	-	524,798
Trust Funds									
Museum Fund	13,431	-	13,431	500	5,592	3,119	16,404	48	16,452
Museum Store Fund	68,321	-	68,321	-	4,973	2,898	70,396	4	70,400
Cemetery Trust Fund	6,500	-	6,500	-	-	-	6,500	-	6,500
Special Law Enforcement Fund	3,567	-	3,567	-	-	-	3,567	-	3,567
Prosecutor's Charitable Trust Fund	1,550	-	1,550	-	950	1,020	1,480	-	1,480
Total Primary Government	\$ 4,090,638	63,740	4,154,378	712	5,086,640	4,954,440	4,287,290	190,595	4,477,885

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

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

Funds	Beginning Unencumbered Cash Balance as Previously Stated	Prior Period Adjustment	Beginning Unencumbered Cash Balance as Restated	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Related Municipal Entity									
Library - General Fund	\$ 164,626	-	164,626	-	204,239	193,013	175,852	-	175,852
Library - Capital Improvement Fund	118,315	-	118,315	-	4,562	5,803	117,074	-	117,074
Total Related Municipal Entity	282,941	-	282,941	-	208,801	198,816	292,926	-	292,926
Total Primary Government (Excluding Agency Funds)	<u>\$ 4,373,579</u>	<u>63,740</u>	<u>4,437,319</u>	<u>712</u>	<u>5,295,441</u>	<u>5,153,256</u>	<u>4,580,216</u>	<u>190,595</u>	<u>4,770,811</u>
Composition of Cash							Certificates of Deposits	\$	1,792,193
							Checking Accounts		2,800,058
							Petty Cash		1,300
							Total Primary Government		4,593,551
							Total Related Municipal Entity		294,610
							Agency Funds per Schedule 3		(117,350)
							Total Primary Government (Excluding Agency Funds)	\$	<u>4,770,811</u>

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

CITY OF OAKLEY, KANSAS
Notes to Financial Statement
December 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Oakley, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Financial Reporting Entity

The City is a municipal corporation governed by an elected mayor and five elected council members. This financial statement presents the City (the municipality) and its related municipal entity, Oakley Public Library, shown below. The related municipal entity is included in the City's reporting entity because it was established to benefit the City and/or its constituents. This financial statement does not include the related municipal entity, Oakley Housing Authority, shown below.

Oakley Public Library

The Oakley Public Library Board is organized under Kansas statutes for the purpose of operating a public library for the benefit of the City. The Board's members are appointed by the City Council. The City substantially funds the Board's operations by levying tax dollars for the Library. The financial information for the Oakley Public Library is included in the audited financial statement of the City.

Oakley Housing Authority

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. Unaudited financial statements can be obtained by contacting the housing authority's office.

Basis of Presentation – Fund Accounting

The accounts of the City are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the City for the year ended December 31, 2020.

Regulatory Basis Fund Types

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.

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

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

CITY OF OAKLEY, KANSAS

Notes to Financial Statement
December 31, 2020

Trust Fund – fund 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.).

Agency Fund – fund 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 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 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 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.

Reimbursements

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 of 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:

- a. Preparation of the budget for the succeeding calendar year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.
- d. 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 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

CITY OF OAKLEY, KANSAS

Notes to Financial Statement 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 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 City 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: Equipment Reserve Fund, Capital Improvement Fund, Capital Improvement – Streets Fund, 911 Fund, Law Enforcement VIN Fund, Airport Grant Fund, and SPARK – Covid Fund.

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

City of Oakley, Kansas follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

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

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

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 K.S.A. 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 did not use "peak periods" during 2020. All deposits were legally secured at December 31, 2020.

At December 31, 2020, the City's carrying amount of deposits was \$4,593,551 and the bank balance was \$4,631,792. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$761,725 was covered by federal depository insurance and \$3,870,067 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

CITY OF OAKLEY, KANSAS
Notes to Financial Statement
December 31, 2020

At December 31, 2020, the Public Library's carrying amount of deposits was \$294,610 and the bank balance was \$307,635. The bank balance was held by two banks resulting in a concentration of credit risk. The entire bank balance was covered by federal depository insurance.

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. The City had no investments at December 31, 2020.

NOTE 4 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **City of Oakley, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2020 were as follows:

From Fund	To Fund	Regulatory Authority	Amount
General	Capital Improvement - Streets	K.S.A. 12-1,118	\$ 235,135
General	Capital Improvement	K.S.A. 12-1,118	30,000
Water Utility	General	K.S.A. 12-825d	189,460
Water Utility	Water Reserve	K.S.A. 12-825d	90,000
Sanitation Utility	General	K.S.A. 12-825d	253,462
Sanitation Utility	Sanitation Reserve	K.S.A. 12-825d	150,000
Sanitation Utility	Equipment Reserve	K.S.A. 12-825d	100,000

Related Municipal Entity - Interfund Transfers

Library - General	Library - Capital Improvement	K.S.A 12-1258	3,121
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NOTE 5 – LITIGATION

City of Oakley, Kansas is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the City.

NOTE 6 – RISK MANAGEMENT

City of Oakley, Kansas has been unable to obtain workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the City 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 163 participating members.

The City pays an 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 \$500,000 for each insured event. During 2020, the City contributed \$26,158 to the fund for this insurance coverage. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT management.

The City carries commercial insurance for all other risks of loss, including property, general liability, crime, commercial auto, umbrella, linebacker, law enforcement legal liability, cyber liability, airport liability and employee dishonesty. The City does not carry comprehensive collision insurance on all motor vehicles. The City has elected not to provide for a reserve on this risk. Settled claims resulting from these risks have not

CITY OF OAKLEY, KANSAS

Notes to Financial Statement

December 31, 2020

exceeded commercial insurance coverage in any of the past three calendar years.

The Oakley Public Library carries commercial insurance for risks of loss, including surety bond, property and general liability. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 7 – GRANTS AND SHARED REVENUES

City of Oakley, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the City, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

NOTE 8 – DEFERRED COMPENSATION PLAN

City of Oakley, Kansas sponsors a deferred compensation plan under Internal Revenue Code Section 457(b). Permanent and part-time employees are eligible to participate under the plan. The employee is responsible for the amount of deferred compensation to be contributed. The City is not required to make any contributions.

NOTE 9 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description

City of Oakley, Kansas 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 S 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. 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 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.61% for the fiscal year ended December 31, 2020. Contributions to the pension plan from the City were \$99,234 for the year ended December 31, 2020.

At December 31, 2020, contributions to the pension plan from the Public Library were \$7,698.

CITY OF OAKLEY, KANSAS
Notes to Financial Statement
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 \$1,061,412. 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.

At December 31, 2020, Oakley Public Library's proportionate share of the collective net pension liability reported by KPERS was \$79,817. 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 Public Library's proportion of the net pension liability was based on the ratio of the Public Library'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.

NOTE 10 – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, **City of Oakley, Kansas** 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 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.

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.

NOTE 11 – COMPENSATED ABSENCES

Vacation

The City allows a maximum of 10 days vacation for full-time employees for each year for the first 10 years of employment with a maximum of 20 days accumulation. For each year after 10 years, an additional day of vacation is added up to 20 years. Employees may accumulate twice the yearly vacation allowance up to a maximum of 40 days. Employees should make every effort to take their vacation in the calendar year in which it was earned. The City Administrator at his discretion may allow vacation leave to be carried over from one calendar year to the next. Upon termination, employees will be compensated for all earned but unused vacation.

Sick Leave

The City allows employees to accumulate a maximum of 12 days of sick leave per year based on the anniversary of their employment. No employee may accrue more than 120 days of sick leave. An employee

CITY OF OAKLEY, KANSAS
Notes to Financial Statement
December 31, 2020

will not be paid for unused sick leave upon termination for reasons other than retirement or death, and will be paid only if the employee has been employed for 10 years or longer. The maximum benefit paid for eligible employees is one-third of total accumulated leave.

Comp Time

Comp time is earned at the rate of 1½ hours per every hour worked over 40 hours during a one week period. It must be taken as time off within a 3 month time period of the date earned. No employee may accrue more than 60 hours of comp time.

Public Library Vacation

The Public Library allows full-time employees 3 days vacation for the first year, 5 days vacation for the second year, 10 days vacation after year 2 of employment, 15 days of vacation after 10 years of employment and an additional day per year will be added to a maximum total of 20 days for every year after 10 years of employment. Employees are not allowed to carry over any vacation from year to year.

Public Library Sick Leave

The Public Library allows full-time employees 12 days paid sick leave per year with accumulation up to 60 days, available only after it has been earned. No sick leave will be paid out upon termination.

NOTE 12 – LANDFILL CLOSURE AND POST-CLOSURE COSTS

State and federal laws and regulations require **City of Oakley, Kansas** to place a final cover on its landfill site when it stops accepting waste and perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the City has a potential liability for a portion of this closure and post-closure care costs in each period based on the landfill capacities used as of each year end. The estimated closure cost is \$621,368 and the estimated post-closure cost is \$880,380. These figures comprise the estimated closure and post-closure cost of \$1,501,748. At December 31, 2020, the permit for 2020 identifies that the remaining volume capacity of the site is 70.34% of the original capacity and that the remaining life of the landfill is 141 years. The City is also required by regulations to provide financial assurance for the closure and post-closure costs. The allowable mechanisms for this financial assurance are as follows: 1) trust fund, 2) surety bond guaranteeing payment or performance, 3) letter of credit, 4) insurance certificate, and 5) a financial test for local governments. The City has elected to use the financial test to provide financial assurance. The City is in compliance with the financial test as of December 31, 2020.

The above figures have been estimated and the potential for change due to inflation or deflation, technology, or applicable laws or regulations, exists to affect the above calculations.

NOTE 13 – DEBT RESTRICTIONS AND COVENANTS

KDHE Wastewater Treatment Loan

City of Oakley, Kansas entered into a loan agreement with the Kansas Department of Health and Environment to fund improvements to the sewer treatment plant in the amount of \$1,563,221. The loan agreement requires that the City provide for the repayment of this loan by providing dedicated funds. The City is in compliance with this requirement as of December 31, 2020 as it is providing dedicated funds through a combination of sewer rates and fees charged.

NOTE 14 – RISKS AND UNCERTAINTIES

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

CITY OF OAKLEY, KANSAS

Notes to Financial Statement
December 31, 2020

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.

NOTE 15 – 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 \$31,319 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/>.

NOTE 16 – RESTATEMENT OF FUND BALANCE

According to the Kansas Municipal Audit and Accounting Guide (KMAAG), accounts payable does not include accruals for compensated absences, interest payable on debt or similar obligations. The beginning fund balance and accounts payable liability have been restated to remove the vacation accrual in the amount of \$63,740. There was no impact to current year budgeted expenditures.

NOTE 17 – LONG-TERM DEBT

City of Oakley, Kansas has the following types of long-term debt.

General Obligation Bonds

On December 19, 2014, the City issued \$470,000 in Series 2014 general obligations bonds for the purpose of paying a portion of the cost of street improvements for the Hope/Royal Street Improvement District as well as the Sunrise Avenue Project.

KDHE Revolving Loan

On February 17, 2010, the City entered into a \$1,563,221 revolving loan agreement with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to fund a portion of the wastewater treatment facility improvements with Community Development Block Grant funds. The City has increased the sewer rates in order to provide loan repayment.

Lease Obligations

The City has entered into lease agreements for equipment with an option to purchase at the expiration of the lease term. The leases contain a fiscal funding clause.

CITY OF OAKLEY, KANSAS
Notes to Financial Statement
December 31, 2020

Changes in long-term liabilities for the City 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 2014	2.42%	12/19/2014	\$ 470,000	9/1/2024	\$ 259,000	-	(47,000)	212,000	6,912
KDHE Loan									
Kansas Water Pollution Control Revolving Loan	2.58%	2/17/2010	1,563,221	3/1/2031	968,952	-	(73,383)	895,569	22,152
Capital Leases									
2016 Landfill Compactor	3.25%	7/18/2016	125,000	7/18/2020	32,784	-	(32,784)	-	1,083
2019 CAT Wheel Loader	3.20%	12/10/2019	122,327	12/16/2024	122,327	-	(23,225)	99,102	3,639
2007 Landfill Compactor	3.32%	11/16/2020	217,000	11/16/2025	-	217,000	-	217,000	-
Total Contractual Indebtedness					<u>\$ 1,383,063</u>	<u>217,000</u>	<u>(176,392)</u>	<u>1,423,671</u>	<u>33,786</u>

CITY OF OAKLEY, KANSAS

Notes to Financial Statement

December 31, 2020

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

		<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026-2030</u>	<u>2031</u>	<u>Total</u>
Principal									
Kansas Water Pollution Revolving Loan	\$	75,289	77,244	79,249	81,307	83,418	450,730	48,332	895,569
2014 General Obligation Bonds		49,000	52,000	54,000	57,000	-	-	-	212,000
Capital Leases		64,295	66,402	68,577	70,548	46,280	-	-	316,102
Total Principal		188,584	195,646	201,826	208,855	129,698	450,730	48,332	1,423,671
Interest									
Kansas Water Pollution Revolving Loan		20,431	18,665	16,854	14,996	13,089	35,066	563	119,664
2014 General Obligation Bonds		5,878	4,653	3,249	1,710	-	-	-	15,490
Capital Leases		11,014	8,278	6,103	3,857	1,537	-	-	30,789
Total Interest		37,323	31,596	26,206	20,563	14,626	35,066	563	165,943
Total Principal and Interest	\$	<u>225,907</u>	<u>227,242</u>	<u>228,032</u>	<u>229,418</u>	<u>144,324</u>	<u>485,796</u>	<u>48,895</u>	<u>1,589,614</u>

CITY OF OAKLEY, KANSAS

Regulatory-Required Supplementary Information

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

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Type Funds					
General Fund	\$ 2,830,585	-	2,830,585	2,456,961	(373,624)
Special Purpose Funds					
Library Fund	190,144	-	190,144	186,670	(3,474)
Special Highway Fund	85,000	-	85,000	36,325	(48,675)
Special Parks and Recreation Fund	40,000	-	40,000	35,004	(4,996)
Convention and Tourism Fund	127,934	-	127,934	122,916	(5,018)
Bond and Interest Fund					
Bond and Interest Fund	62,062	-	62,062	53,912	(8,150)
Business Funds					
Water Utility Fund	521,887	-	521,887	470,488	(51,399)
Sanitation Utility Fund	1,028,834	-	1,028,834	833,012	(195,822)

CITY OF OAKLEY, KANSAS

General Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes				
Ad Valorem Tax	\$ 926,879	995,847	1,019,165	(23,318)
Delinquent Tax	14,869	5,643	-	5,643
Vehicle Tax	160,988	158,243	137,924	20,319
Sales Tax	482,084	463,871	485,000	(21,129)
Excise Tax	66	35	-	35
Private Club and Liquor Tax	7,686	6,671	7,927	(1,256)
Total Taxes	<u>1,592,572</u>	<u>1,630,310</u>	<u>1,650,016</u>	<u>(19,706)</u>
Intergovernmental				
State Aid	<u>10,712</u>	<u>-</u>	<u>-</u>	<u>-</u>
Licenses and Permits				
Franchise Fees	171,549	161,164	172,500	(11,336)
Permits and Inspections	3,660	3,725	2,000	1,725
Dog Tags and Fees	430	175	-	175
Total Licenses and Permits	<u>175,639</u>	<u>165,064</u>	<u>174,500</u>	<u>(9,436)</u>
Charges for Services				
Sale of Cemetery Lots	<u>4,321</u>	<u>4,105</u>	<u>4,000</u>	<u>105</u>
Fines, Forfeitures, and Penalties				
Municipal Court	<u>21,972</u>	<u>24,193</u>	<u>17,500</u>	<u>6,693</u>
Use of Money and Property				
Swimming Pool	29,383	21,596	21,000	596
Recreation Commission	-	6,000	-	6,000
Interest Income	101,171	54,615	50,000	4,615
Dispatch	102,491	112,740	107,000	5,740
Police Department	15,502	13,840	2,500	11,340
Airport Revenue	8,733	7,424	6,900	524
Total Use of Money and Property	<u>257,280</u>	<u>216,215</u>	<u>187,400</u>	<u>28,815</u>
Transfers In	<u>526,285</u>	<u>442,922</u>	<u>505,000</u>	<u>(62,078)</u>
Miscellaneous				
Reimbursed Expense	16,644	21,691	20,000	1,691
Insurance Proceeds	89,600	9,743	-	9,743
Oil and Crop Revenue	680	15,151	5,500	9,651
Miscellaneous	22,058	5,606	34,207	(28,601)
Sale of Property	36,426	47,723	-	47,723
Neighborhood Revitalization Rebate	(15,239)	(20,871)	(12,612)	(8,259)
Total Miscellaneous	<u>150,169</u>	<u>79,043</u>	<u>47,095</u>	<u>31,948</u>
Total Receipts	\$ <u>2,738,950</u>	<u>2,561,852</u>	<u>2,585,511</u>	<u>(23,659)</u>

CITY OF OAKLEY, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures				
General Government				
Personal Services	\$ 838,570	809,768	810,649	(881)
Contractual Services	78,516	80,027	76,000	4,027
Commodities	96,199	56,548	130,750	(74,202)
Capital Outlay	8,339	2,573	25,000	(22,427)
Other Appropriations	24,629	14,312	15,000	(688)
Transfers Out	302,388	265,135	370,000	(104,865)
Total General Government	<u>1,348,641</u>	<u>1,228,363</u>	<u>1,427,399</u>	<u>(199,036)</u>
Police Department				
Personal Services	641,730	663,989	709,482	(45,493)
Contractual Services	24,037	35,404	44,550	(9,146)
Commodities	71,039	45,106	42,500	2,606
Capital Outlay	-	-	7,500	(7,500)
Total Police Department	<u>736,806</u>	<u>744,499</u>	<u>804,032</u>	<u>(59,533)</u>
Fire Department				
Personal Services	11,313	10,812	17,824	(7,012)
Contractual Services	13,584	11,543	14,200	(2,657)
Commodities	3,468	1,839	3,800	(1,961)
Capital Outlay	-	-	4,500	(4,500)
Total Fire Department	<u>28,365</u>	<u>24,194</u>	<u>40,324</u>	<u>(16,130)</u>
Street Department				
Personal Services	129,653	122,262	145,498	(23,236)
Contractual Services	100	669	50,000	(49,331)
Commodities	52,131	53,217	7,688	45,529
Capital Outlay	915	-	-	-
Total Street Department	<u>182,799</u>	<u>176,148</u>	<u>203,186</u>	<u>(27,038)</u>
Parks and Cemetery				
Personal Services	177,705	169,650	219,990	(50,340)
Contractual Services	22,681	26,329	32,100	(5,771)
Commodities	35,196	23,825	38,000	(14,175)
Capital Outlay	10,678	2,416	6,000	(3,584)
Total Parks and Cemetery	<u>\$ 246,260</u>	<u>222,220</u>	<u>296,090</u>	<u>(73,870)</u>

CITY OF OAKLEY, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Expenditures (continued)				
Airport Operations				
Personal Services	\$ 680	112	22,000	(21,888)
Contractual Services	14,267	13,905	14,650	(745)
Commodities	28,632	31,058	12,550	18,508
Capital Outlay	6,866	14,899	5,000	9,899
Total Airport Operations	50,445	59,974	54,200	5,774
 Civil Defense	3,635	1,563	3,000	(1,437)
 Nonoperating Expenses				
Miscellaneous	-	-	2,354	(2,354)
 Total Expenditures	2,596,951	2,456,961	2,830,585	(373,624)
 Receipts Over (Under) Expenditures	141,999	104,891		
 Unencumbered Cash - Beginning as Previously Stated	178,830	320,829		
 Prior Period Adjustment	-	63,740		
 Unencumbered Cash - Beginning as Restated	178,830	384,569		
 Prior Year Cancelled Encumbrances	-	35		
 Unencumbered Cash - Ending	\$ 320,829	489,495		

CITY OF OAKLEY, KANSAS

Library Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes				
Ad Valorem Tax	\$ 153,932	159,163	166,382	(7,219)
Delinquent Tax	2,387	928	-	928
Vehicle Tax	25,968	26,143	22,916	3,227
Excise Tax	11	6	-	6
Neighborhood Revitalization Rebate	(2,531)	-	(2,054)	2,054
Total Receipts	179,767	186,240	<u>187,244</u>	<u>(1,004)</u>
Expenditures				
Appropriations	187,057	186,670	<u>190,144</u>	<u>(3,474)</u>
Receipts Over (Under) Expenditures	(7,290)	(430)		
Unencumbered Cash - Beginning	7,720	430		
Unencumbered Cash - Ending	\$ <u>430</u>	<u>-</u>		

CITY OF OAKLEY, KANSAS
Special Highway Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over Over (Under)
Receipts				
Taxes				
State Gasoline Tax	\$ 57,579	54,433	56,020	(1,587)
Reimbursed Expense	1,009	-	-	-
Total Receipts	<u>58,588</u>	<u>54,433</u>	<u>56,020</u>	<u>(1,587)</u>
Expenditures				
Contractual Services	15,006	16,759	25,000	(8,241)
Commodities	38,031	19,566	60,000	(40,434)
Capital Outlay	14,600	-	-	-
Total Expenditures	<u>67,637</u>	<u>36,325</u>	<u>85,000</u>	<u>(48,675)</u>
Receipts Over (Under) Expenditures	(9,049)	18,108		
Unencumbered Cash - Beginning	<u>50,827</u>	<u>41,778</u>		
Unencumbered Cash - Ending	\$ <u><u>41,778</u></u>	<u><u>59,886</u></u>		

CITY OF OAKLEY, KANSAS
Special Parks and Recreation Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over Over (Under)
Receipts				
Reimbursed Expenses	\$ -	17,465	-	17,465
Taxes				
Private Club and Liquor Tax	7,686	6,671	7,927	(1,256)
Total Receipts	7,686	24,136	7,927	16,209
Expenditures				
Capital Outlay	-	34,476	40,000	(5,524)
Miscellaneous	-	528	-	528
Total Expenditures	-	35,004	40,000	(4,996)
Receipts Over (Under) Expenditures	7,686	(10,868)		
Unencumbered Cash - Beginning	38,214	45,900		
Unencumbered Cash - Ending	\$ 45,900	35,032		

CITY OF OAKLEY, KANSAS
Convention and Tourism Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes				
Transient Guest Tax	\$ 87,090	72,040	93,750	(21,710)
Reimbursed Expense	7,500	-	-	-
Total Receipts	<u>94,590</u>	<u>72,040</u>	<u>93,750</u>	<u>(21,710)</u>
Expenditures				
Contractual Services	34,299	36,020	50,875	(14,855)
Commodities	46,503	36,896	52,059	(15,163)
Capital Outlay	90	50,000	25,000	25,000
Total Expenditures	<u>80,892</u>	<u>122,916</u>	<u>127,934</u>	<u>(5,018)</u>
Receipts Over (Under) Expenditures	13,698	(50,876)		
Unencumbered Cash - Beginning	84,428	98,126		
Prior Year Cancelled Encumbrances	-	115		
Unencumbered Cash - Ending	\$ <u>98,126</u>	<u>47,365</u>		

CITY OF OAKLEY, KANSAS
Equipment Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2020
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 90,000	100,000
Expenditures		
Principal	70,766	32,784
Interest	3,301	1,083
Capital Outlay	43,220	18,895
Total Expenditures	117,287	52,762
Receipts Over (Under) Expenditures	(27,287)	47,238
Unencumbered Cash - Beginning	176,348	149,061
Unencumbered Cash - Ending	\$ 149,061	196,299

CITY OF OAKLEY, KANSAS
Capital Improvement Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2020
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 30,000	30,000
Expenditures		
Capital Outlay	-	193,362
Receipts Over (Under) Expenditures	30,000	(163,362)
Unencumbered Cash - Beginning	1,101,793	1,131,793
Unencumbered Cash - Ending	\$ 1,131,793	968,431

CITY OF OAKLEY, KANSAS
Capital Improvement - Streets Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2020
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 242,388	235,135
Expenditures		
Capital Outlay	176,028	301,526
Receipts Over (Under) Expenditures	66,360	(66,391)
Unencumbered Cash - Beginning	189,275	255,635
Unencumbered Cash - Ending	\$ <u>255,635</u>	<u>189,244</u>

CITY OF OAKLEY, KANSAS
911 Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
State Payments	\$ 81,927	120,535
Interest Income	6,109	1,321
Reimbursements	465	21
Other Revenue	31	33
Total Receipts	<u>88,532</u>	<u>121,910</u>
Expenditures		
Contractual Services	1,872	2,080
Commodities	40,910	65,338
Capital Outlay	36,000	36,000
Total Expenditures	<u>78,782</u>	<u>103,418</u>
Receipts Over (Under) Expenditures	9,750	18,492
Unencumbered Cash - Beginning	351,480	361,230
Prior Year Cancelled Encumbrances	<u>-</u>	<u>62</u>
Unencumbered Cash - Ending	\$ <u><u>361,230</u></u>	<u><u>379,784</u></u>

CITY OF OAKLEY, KANSAS
Law Enforcement VIN Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2020
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
VIN Inspections	\$ 1,160	400
Expenditures	-	-
Receipts Over (Under) Expenditures	1,160	400
Unencumbered Cash - Beginning	4,640	5,800
Unencumbered Cash - Ending	\$ 5,800	6,200

CITY OF OAKLEY, KANSAS
Airport Grant Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2020
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	\$ -	38,295
Expenditures		
Capital Outlay	18,225	20,070
Receipts Over (Under) Expenditures	(18,225)	18,225
Unencumbered Cash - Beginning	-	(18,225)
Unencumbered Cash - Ending	\$ (18,225)	-

CITY OF OAKLEY, KANSAS
SPARK - Covid Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2020
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	\$ -	31,319
Expenditures		
Personal Services	-	5,576
Commodities	-	21,882
Miscellaneous	-	1,440
Total Expenditures	-	28,898
Receipts Over (Under) Expenditures	-	2,421
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	2,421

CITY OF OAKLEY, KANSAS

Bond and Interest Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2020

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

			Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)	
Receipts					
Taxes					
Ad Valorem Tax	\$ 43,499	29,520	30,198	(678)	
Delinquent Tax	178	212	-	212	
Motor Vehicle Tax	2,721	6,623	6,541	82	
Excise Tax	1	2	-	2	
Special Assessments	17,832	11,809	13,665	(1,856)	
Neighborhood Revitalization Rebate	(288)	(618)	(368)	(250)	
Total Receipts	63,943	47,548	50,036	(2,238)	
Expenditures					
Principal	45,000	47,000	47,000	-	
Interest	7,745	6,912	6,912	-	
Cash Basis Reserve	-	-	8,150	(8,150)	
Total Expenditures	52,745	53,912	62,062	(8,150)	
Receipts Over (Under) Expenditures	11,198	(6,364)			
Unencumbered Cash - Beginning	3,165	14,363			
Unencumbered Cash - Ending	\$ 14,363	7,999			

CITY OF OAKLEY, KANSAS

Water Utility Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2020

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

			Current Year		
	Prior Year Actual		Actual	Budget	Variance Over (Under)
Receipts					
Charges for Services					
Utility Sales	\$ 391,722	525,915	410,000		115,915
Water Meter Replacement	22,752	22,962	-		22,962
Penalties	10,090	10,490	5,000		5,490
Service Connections	4,975	3,710	5,000		(1,290)
Water Taps	1,401	2,096	500		1,596
Taxes					
Sales Tax	118	179	-		179
Miscellaneous					
Reimbursed Expense	19,846	19,238	12,000		7,238
State Water Protection Fee	4,219	4,938	4,500		438
Water Tower Rent	4,847	5,456	-		5,456
Miscellaneous	404	28	5,000		(4,972)
Total Receipts	460,374	595,012	442,000		153,012
Expenditures					
Water Production					
Contractual Services	15,548	55,743	31,300		24,443
Commodities	1,199	702	2,000		(1,298)
Capital Outlay	5,232	-	10,000		(10,000)
Total Water Production	21,979	56,445	43,300		13,145
Water Transmission and Distribution					
Contractual Services	6,559	5,000	7,000		(2,000)
Commodities	38,905	21,217	43,000		(21,783)
Capital Outlay	2,142	-	10,000		(10,000)
Total Water Trans. and Dist.	47,606	26,217	60,000		(33,783)
Water Commercial and General					
Contractual Services	70,945	73,945	70,000		3,945
Commodities	32,961	26,121	29,587		(3,466)
Capital Outlay	521	667	2,000		(1,333)
Total Water Comm. and Gen.	\$ 104,427	100,733	101,587		(854)

CITY OF OAKLEY, KANSAS**Water Utility Fund**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures (continued)				
Nonoperating Expenses				
Commodities	\$ 197	63	5,500	(5,437)
Contractual	-	1,904	-	1,904
Transfers Out	280,205	279,460	295,000	(15,540)
State Water Fee and Sales Tax	6,965	5,666	5,500	166
Miscellaneous	-	-	11,000	(11,000)
Total Nonoperating Expenses	<u>287,367</u>	<u>287,093</u>	<u>317,000</u>	<u>(29,907)</u>
 Total Expenditures	 <u>461,379</u>	 <u>470,488</u>	 <u>521,887</u>	 <u>(51,399)</u>
 Receipts Over (Under) Expenditures	 (1,005)	 124,524		
 Unencumbered Cash - Beginning	 <u>291,482</u>	 <u>290,477</u>		
 Unencumbered Cash - Ending	 \$ <u>290,477</u>	 <u>415,001</u>		

CITY OF OAKLEY, KANSAS
Water Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2020
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 70,000	90,000
Expenditures		
Commodities	10,620	1,509
Receipts Over (Under) Expenditures	59,380	88,491
Unencumbered Cash - Beginning	154,469	213,849
Unencumbered Cash - Ending	\$ 213,849	302,340

CITY OF OAKLEY, KANSAS

Sanitation Utility Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Refuse Collection	\$ 369,976	385,767	380,000	5,767
Sewer Charges	330,220	328,562	335,000	(6,438)
Penalties	-	-	2,500	(2,500)
Miscellaneous				
Reimbursed Expense	209	5,597	-	5,597
Miscellaneous	59	-	15,000	(15,000)
State Aid	4,332	16,879	-	16,879
Total Receipts	<u>704,796</u>	<u>736,805</u>	<u><u>732,500</u></u>	<u><u>4,305</u></u>
Expenditures				
Refuse Collection				
Contractual Services	23,621	21,053	21,500	(447)
Commodities	86,890	86,950	85,750	1,200
Capital Outlay	37,198	22,196	40,000	(17,804)
Grant Expense	17,051	22,190	-	22,190
Total Refuse Collection	<u>164,760</u>	<u>152,389</u>	<u>147,250</u>	<u>5,139</u>
Sewage Treatment				
Personal Services	1,200	1,348	-	1,348
Contractual Services	24,496	52,414	49,000	3,414
Commodities	21,564	17,012	17,000	12
Debt Service	97,912	97,912	100,584	(2,672)
Capital Outlay	8,533	-	10,000	(10,000)
Total Sewage Treatment	<u>153,705</u>	<u>168,686</u>	<u>176,584</u>	<u>(7,898)</u>
Nonoperating Expenses				
Commodities	10,462	8,452	2,500	5,952
Contractual	-	23	-	23
Miscellaneous	-	-	2,500	(2,500)
Transfers Out	496,080	503,462	700,000	(196,538)
Total Nonoperating Expenses	<u>506,542</u>	<u>511,937</u>	<u>705,000</u>	<u>(193,063)</u>
Total Expenditures	<u>825,007</u>	<u>833,012</u>	<u><u>1,028,834</u></u>	<u><u>(195,822)</u></u>
Receipts Over (Under) Expenditures	(120,211)	(96,207)		
Unencumbered Cash - Beginning	<u>781,066</u>	<u>660,855</u>		
Unencumbered Cash - Ending	\$ <u><u>660,855</u></u>	<u><u>564,648</u></u>		

CITY OF OAKLEY, KANSAS
Sanitation Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2020
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 120,000	150,000
Expenditures		
Principal	-	23,224
Interest	-	3,639
Capital Outlay	109,978	23,707
Total Expenditures	109,978	50,570
Receipts Over (Under) Expenditures	10,022	99,430
Unencumbered Cash - Beginning	415,346	425,368
Unencumbered Cash - Ending	\$ 425,368	524,798

CITY OF OAKLEY, KANSAS
Museum Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2020
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Donations	\$ 4,477	5,319
Interest Income	985	273
Total Receipts	5,462	5,592
Expenditures		
Contractual Services	1,540	1,224
Commodities	4,520	1,895
Total Expenditures	6,060	3,119
Receipts Over (Under) Expenditures	(598)	2,473
Unencumbered Cash - Beginning	14,029	13,431
Prior Year Cancelled Encumbrance	-	500
Unencumbered Cash - Ending	\$ 13,431	16,404

CITY OF OAKLEY, KANSAS
Museum Store Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2020
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Sales and Commissions	\$ 5,908	4,839
Reimbursed Expense	18	-
Interest Income	494	134
Total Receipts	6,420	4,973
Expenditures		
Supplies and Inventory	4,568	2,898
Receipts Over (Under) Expenditures	1,852	2,075
Unencumbered Cash - Beginning	66,469	68,321
Unencumbered Cash - Ending	\$ 68,321	70,396

CITY OF OAKLEY, KANSAS
Cemetery Trust Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2020
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts	\$ -	-
Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	6,500	6,500
Unencumbered Cash - Ending	\$ 6,500	6,500

CITY OF OAKLEY, KANSAS
Special Law Enforcement Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2020
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts	\$ -	-
Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	3,567	3,567
Unencumbered Cash - Ending	\$ 3,567	3,567

CITY OF OAKLEY, KANSAS
Prosecutor's Charitable Trust Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2020
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Fines and Fees	\$ 1,300	950
Expenditures		
Scholarships	750	1,020
Receipts Over (Under) Expenditures	550	(70)
Unencumbered Cash - Beginning	1,000	1,550
Unencumbered Cash - Ending	\$ 1,550	1,480

CITY OF OAKLEY, KANSAS
Library - General Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Appropriations From City Library Fund	\$ 187,056	186,670
Intergovernmental		
Grants	10,093	7,605
Uses of Money and Property		
Interest Income	1,078	729
Miscellaneous		
Fines and Fees	2,357	1,368
Contributions and Memorials	2,357	1,575
Book Sales	778	190
Miscellaneous	4,885	6,102
Total Receipts	<u>208,604</u>	<u>204,239</u>
Expenditures		
Personal Services	139,154	145,925
Contractual Services	12,034	12,044
Commodities	23,678	22,331
Capital Outlay	12,402	9,592
Transfers Out	5,804	3,121
Total Expenditures	<u>193,072</u>	<u>193,013</u>
Receipts Over (Under) Expenditures	15,532	11,226
Unencumbered Cash - Beginning	<u>149,094</u>	<u>164,626</u>
Unencumbered Cash - Ending	\$ <u><u>164,626</u></u>	<u><u>175,852</u></u>

CITY OF OAKLEY, KANSAS
Library - Capital Improvement Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2020
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Interest Income	\$ 1,517	1,441
Transfers In	5,804	3,121
Total Receipts	7,321	4,562
Expenditures		
Miscellaneous	-	5,803
Receipts Over (Under) Expenditures	7,321	(1,241)
Unencumbered Cash - Beginning	110,994	118,315
Unencumbered Cash - Ending	\$ 118,315	117,074

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

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Flexible Spending Plan Fund	\$ 4,858	81,338	76,143	10,053
Flexible Spending Plan Fund - Library	1,737	4,896	4,950	1,683
Forfeiture - Pending Fund	4	(4)	-	-
Forfeiture Fund	120,226	3,978	18,590	105,614
Total	\$ 126,825	90,208	99,683	117,350