

City of Wetmore, Kansas
Financial Statement
For the Year Ended December 31, 2020

City of Wetmore, Kansas
Financial Statement
Regulatory Basis
For the Year Ended December 31, 2020

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INDEPENDENT AUDITOR'S REPORT

February 10, 2021

To the Wetmore City Council

City of Wetmore, Kansas

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

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

My responsibility is to express an opinion on the financial statement based on my audit. I conducted my 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 I 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 the 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 City's internal control. Accordingly, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 regulatory 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 my 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, 2020, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In my opinion, the 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, 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 Matter

Supplementary Information

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



John R. Welch C.P.A.

Topeka, Kansas

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

Fund	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General	\$ 25,176.95	\$ -	\$ 84,713.94	\$ 91,131.07	\$ 18,759.82	\$ 5,812.92	\$ 24,572.74
Special Purpose Funds:							
Budgeted							
Special Highway	17,153.09	-	9,467.36	7,076.53	19,543.92	-	19,543.92
Special Parks and Rec.	31,577.06	-	28,168.79	26,546.81	33,199.04	310.60	33,509.64
Non-Budgeted							
Equipment Reserve	119,648.13	-	20,000.00	78,692.25	60,955.88	-	60,955.88
Capital Improvement	37,351.36	-	4,305.00	11,963.06	29,693.30	-	29,693.30
KWPCRF Project No. C20 2070	-	-	7,009,892.48	7,009,892.48	-	-	-
Bond and Interest							
Bond and Interest	247,388.18	-	634.71	83,640.60	164,382.29	-	164,382.29
Business Funds							
Refuse Utility	4,811.76	-	29,007.06	30,167.85	3,650.97	2,678.00	6,328.97
Water Utility	3,300.20	-	57,149.21	48,134.34	12,315.07	3,498.79	15,813.86
Sewer Utility	153,209.08	-	104,814.01	108,200.20	149,822.89	2,039.80	151,862.69
Natural Gas Utility	54,868.99	-	118,096.50	113,372.96	59,592.53	3,100.17	62,692.70
Service Station Utility	106,659.48	-	406,281.70	397,763.73	115,177.45	33,229.46	148,406.91
Total City	<u>\$ 801,144.28</u>	<u>\$ -</u>	<u>\$ 7,872,530.76</u>	<u>\$ 8,006,581.88</u>	<u>\$ 667,093.16</u>	<u>\$ 50,669.74</u>	<u>\$ 717,762.90</u>

Composition of Cash;	Checking Accounts	\$ 17,977.04
	Money Market	471,659.61
	Bond and Interest Checking	164,382.29
	Certificates of Deposit:	<u>64,000.00</u>
	Total Cash	718,018.94
	Agency Funds per Schedule 3	<u>(256.04)</u>
	Total Primary Government	<u>\$ 717,762.90</u>

City of Wetmore, Kansas
Notes to Financial Statement
December 31, 2020

NOTE A. MUNICIPAL REPORTING ENTITY

The City of Wetmore, Kansas is a municipal corporation governed by a mayor-council form of government with a five member council. This financial statement presents the City of Wetmore, Kansas (the City) primary government only. The related municipal entities if any are not included in this financial statement.

NOTE B. 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. 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 City potentially could have the following types of funds.

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 revenues sources (other than Capital Project and tax levies for long-term debt) that are intended for specific purposes.

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

Capital Project Fund - used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

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

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

When a regulatory basis financial statement is released for general use, generally accepted auditing standard AU-C-800.21, requires the auditor to express an opinion about whether the financial statement has been prepared in accordance with the special purpose framework. The auditor is also required in a separate paragraph to express an opinion about whether the regulatory, special purpose financial statement is presented fairly, in all material respects, in accordance with GAAP.

City of Wetmore, Kansas
Notes to Financial Statement
December 31, 2020

NOTE D. BUDGETARY INFORMATION

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

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget
3. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

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

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.

Adjustment for Qualifying Budget Credits - Municipalities may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

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 the following funds:

- Equipment Reserve
- Capital Improvement
- KWPCRF Project No. C20 2070 01
- Bond and Interest

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

City of Wetmore, Kansas
Notes to Financial Statement
December 31, 2020

NOTE E. CASH 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, 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 bank to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

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

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

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% . There were no designated "peak periods" during the year.

At December 31, 2020, the City's carrying amount of deposits was \$717,762.90 and the bank balance was \$717,792.90. The difference between the carrying amount and the bank balance is outstanding checks. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$314,000.00 was covered by federal depository insurance and \$403,792.90 was collateralized with securities held by the pledging financial institution's agents in the City's name.

Custodial Credit Risk - investments: For an investment, this is the risk that, in the event of 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 be adequately secured. The City had no such investments at year end.

NOTE F. INTERFUND TRANSFERS

There were no operating transfers for 2020.

NOTE G. LONG TERM DEBT

On March 4, 2019, the City issued Series 2019A General Obligation Bonds in the amount of \$2,339,000 for the Sewer Collection System Improvements. The bonds carry an interest rate of 1.875%. Annual payments of \$83,640.60 began on March 4, 2020. The final payment is scheduled for March 4, 2059.

On July 23, 2020, the City received a KDHE Loan in the amount of \$3,500,000.00 for KWPCRF Project No. C20 2070 01, to purchase eight self-propelled sprayers. The loan carried an interest rate of 1.55%. The project received principal forgiveness of \$3,500,000 on August 22, 2020, when the sprayers were sold to a non-profit for \$9,892.48, the net cost to the city.

City of Wetmore, Kansas

Notes to Financial Statement December 31, 2020

Note G - LONG-TERM DEBT (Continued)

Changes in long-term liabilities for the City for the year ended December 31, 2020, were as follows:

<u>Issue</u>	<u>Interest Rates</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>2020 Additions</u>	<u>2020 Reductions/ Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
Series 2019A General Obligation; issued 4/3/19	1.88%	\$ 2,339,000.00	03/04/59	\$ 2,339,000.00	\$ -	\$ 39,784.35	\$ 2,299,215.65	\$ 43,856.25
KDHE C20 2070 01; issued 7/23/20	1.55%	3,500,000.00	08/22/20	-	3,500,000.00	3,500,000.00	-	4,520.84
Total contractual Indebtedness				<u>\$ 2,339,000.00</u>	<u>\$ 3,500,000.00</u>	<u>\$ 3,539,784.35</u>	<u>\$ 2,299,215.65</u>	<u>\$ 48,377.09</u>

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>2026-30</u>	<u>2031-35</u>	<u>2036-40</u>	<u>Thereafter</u>	<u>Total</u>
Principal:										
Series 2019A GO	\$ 40,530.31	\$ 41,290.25	\$ 42,064.44	\$ 42,853.15	\$ 43,656.65	\$ 230,872.98	\$ 253,344.34	\$ 278,002.90	\$ 1,326,600.63	\$ 2,299,215.65
Interest:										
Series 2019A GO	<u>43,110.29</u>	<u>42,350.35</u>	<u>41,576.16</u>	<u>40,787.45</u>	<u>39,983.95</u>	<u>187,330.02</u>	<u>164,858.66</u>	<u>140,200.10</u>	<u>262,570.77</u>	<u>962,767.75</u>
Total Principal and Interest	<u>\$ 83,640.60</u>	<u>\$ 83,640.60</u>	<u>\$ 83,640.60</u>	<u>\$ 83,640.60</u>	<u>\$ 83,640.60</u>	<u>\$ 418,203.00</u>	<u>\$ 418,203.00</u>	<u>\$ 418,203.00</u>	<u>\$ 1,589,171.40</u>	<u>\$ 3,261,983.40</u>

City of Wetmore, Kansas
Notes to Financial Statement
December 31, 2020

NOTE H. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other Post Employment Benefits: As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retiree's health insurance plan because each participant is charged an equal premium regardless of age. However, the cost of this subsidy has not been qualified 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.

Compensated Absences: The City has no set policy for accruing vacation or sick leave.

NOTE I. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description - The City of Wetmore, Kansas participates in the Kansas Public Employees Retirement System (KPERS) which is 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 requires 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, Kansas 66603) or by calling 1-888-275-5737.

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

State law provides that the employer contribution rates for KPERS 1 and KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (excluding 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 was \$7,139.74 for the year ended December 31, 2020.

City of Wetmore, Kansas
Notes to Financial Statement
December 31, 2020

Net Pension Liability

At December 31, 2019, the City of Wetmore, Kansas's proportionate share of the collective net pension liability reported to KPERS was \$51,926.00. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018, which was rolled forward to June 30, 2019. The City of Wetmore, Kansas's proportion of the net pension liability was based on the ratio of the City of Wetmore, Kansas's contributions to the KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis 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 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 J. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. Settlement of claims has not exceeded commercial insurance coverage in any of the last three fiscal years.

NOTE K. COMPLIANCE, STEWARDSHIP AND ACCOUNTABILITY

K.S.A. 12-1,118(a) allows a City which has formally approved a multi-year capital improvement plan setting forth the public improvement and infrastructure needs of the city on a prioritized basis, to establish, by adoption of an ordinance, a capital improvements fund. The City has not adopted an ordinance to establish the capital improvement fund it is reporting.

K.S.A. 10-1113 requires that no indebtedness be created for a fund in excess of available monies in that fund. The Water Fund had a fund deficit from March through July.

K.S.A. 10-130 requires the city to remit bond and interest scheduled payments to the state fiscal agent twenty days before the bond due date. The March 4, 2020 scheduled bond payment was received by the state fiscal agent on February 18, 2020.

The City is not aware of any other statute non-compliance for the year ended December 31, 2020.

NOTE L. SUBSEQUENT EVENTS

In preparing this financial statement, the City has evaluated events and transactions for potential recognition or disclosure through February 10, 2021 the date the financial statement was available for issue.

City of Wetmore, Kansas

Regulatory - Required

Supplementary Information

**Summary of Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020**

Fund	Beginning Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget	Expenditures Chargeable to Current Year	Variance Over (Under)
General	\$ 107,096.00	\$ -	\$ 107,096.00	\$ 91,131.07	\$ (15,964.93)
Special Purpose Funds:					
Budgeted					
Special Highway	15,002.00	-	15,002.00	7,076.53	(7,925.47)
Special Parks and Rec.	47,800.00	-	47,800.00	26,546.81	(21,253.19)
Business Funds					
Refuse Utility	28,996.00	2,007.06	31,003.06	30,167.85	(835.21)
Water Utility	60,043.00	-	60,043.00	48,134.34	(11,908.66)
Sewer Utility	300,278.00	-	300,278.00	108,200.20	(192,077.80)
Natural Gas Utility	175,424.00	-	175,424.00	113,372.96	(62,051.04)
Service Station Utility	<u>757,743.00</u>	<u>-</u>	<u>757,743.00</u>	<u>397,763.73</u>	<u>(359,979.27)</u>
Total City Budgeted	<u>\$ 1,492,382.00</u>	<u>\$ 2,007.06</u>	<u>\$ 1,494,389.06</u>	822,393.49	(671,995.57)
Equipment Reserve			Non Budgeted Fund	78,692.25	
Capital Improvement			Non Budgeted Fund	11,963.06	
KWPCRF Project No. C20 2070 01			Non Budgeted Fund	7,009,892.48	
Bond and Interest			Non Budgeted Fund	<u>83,640.60</u>	
Total City				<u>\$ 8,006,581.88</u>	

See the independent auditor's report on required supplementary information

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

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts			
Ad Valorem Tax	\$ 19,694.91	\$ 20,774.00	\$ (1,079.09)
Delinquent Tax	441.41	-	441.41
Motor Vehicle Tax	5,793.14	5,150.00	643.14
Recreational Vehicle Tax	41.33	50.00	(8.67)
16/20M Vehicle Tax	96.85	100.00	(3.15)
Watercraft Tax	-	8.00	(8.00)
Compensating Use Tax	7,869.86	5,400.00	2,469.86
Local Sales Tax	28,320.77	25,500.00	2,820.77
Franchise Tax Evergy	8,363.19	8,900.00	(536.81)
Franchise Tax Cable TV	483.61	900.00	(416.39)
Franchise Tax JBN Phone	1,269.08	2,000.00	(730.92)
Bus Barn Rents	500.00	500.00	-
Post Office Rent	4,896.00	4,800.00	96.00
Dog Tags	-	50.00	(50.00)
Insurance Dividends	3,197.19	300.00	2,897.19
Fines	200.72	-	200.72
Reimbursement	982.29	-	982.29
Interest	<u>2,563.59</u>	<u>1,000.00</u>	<u>1,563.59</u>
Receipts Total	<u>84,713.94</u>	<u>75,432.00</u>	<u>9,281.94</u>

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

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Expenditures			
Administrative			
Personal Services	24,633.08	30,000.00	(5,366.92)
Employee Benefits	19,243.01	18,000.00	1,243.01
Contractual Services	36,163.98	33,000.00	3,163.98
Commodities	<u>4,772.56</u>	<u>8,000.00</u>	<u>(3,227.44)</u>
Total Administrative	84,812.63	89,000.00	(4,187.37)
Street Lighting	6,318.44	8,000.00	(1,681.56)
Capital Outlay	<u>-</u>	<u>10,096.00</u>	<u>(10,096.00)</u>
Expenditures Total	<u>91,131.07</u>	<u>107,096.00</u>	<u>(15,964.93)</u>
Receipts Over (Under) Expenditures	(6,417.13)	<u>\$ (31,664.00)</u>	<u>\$ 25,246.87</u>
Unencumbered Cash, Beginning	<u>25,176.95</u>		
Unencumbered Cash, Ending	<u>\$ 18,759.82</u>		

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

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts			
State of Kansas Gas Tax	\$ 9,467.36	\$ 9,850.00	\$ (382.64)
Receipts Total	<u>9,467.36</u>	<u>9,850.00</u>	<u>(382.64)</u>
Expenditures			
Contractual Services	-	15,002.00	(15,002.00)
Commodities	<u>7,076.53</u>	<u>-</u>	<u>7,076.53</u>
Expenditures Total	<u>7,076.53</u>	<u>15,002.00</u>	<u>(7,925.47)</u>
Receipts Over (Under) Expenditures	2,390.83	<u><u>\$ (5,152.00)</u></u>	<u><u>\$ 7,542.83</u></u>
Unencumbered Cash, Beginning	<u>17,153.09</u>		
Unencumbered Cash, Ending	<u><u>\$ 19,543.92</u></u>		

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

	Actual	Budget	Variance Over (Under)
Receipts			
Pool Revenue	\$ 8,168.79	\$ 15,000.00	\$ (6,831.21)
Donation for Pool Renovation	<u>20,000.00</u>	<u>-</u>	<u>20,000.00</u>
Receipts Total	<u>28,168.79</u>	<u>15,000.00</u>	<u>13,168.79</u>
Expenditures			
Pool, Park & Recreational			
Personal Services	8,547.57	10,000.00	(1,452.43)
Contractual Services	16,688.07	15,000.00	1,688.07
Commodities	1,311.17	10,000.00	(8,688.83)
Pool Renovation	<u>-</u>	<u>12,800.00</u>	<u>(12,800.00)</u>
Expenditures Total	<u>26,546.81</u>	<u>47,800.00</u>	<u>(21,253.19)</u>
Receipts Over (Under) Expenditures	1,621.98	<u>\$ (32,800.00)</u>	<u>\$ 34,421.98</u>
Unencumbered Cash, Beginning	<u>31,577.06</u>		
Unencumbered Cash, Ending	<u>\$ 33,199.04</u>		

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

	<u>Christmas Decoration</u>	<u>General Equipment</u>	<u>Total</u>
Receipts			
Donation	\$ 20,000.00	\$ -	\$ 20,000.00
Receipts Total	<u>20,000.00</u>	<u>-</u>	<u>20,000.00</u>
Expenditures			
Capital Improvement	<u>12,692.25</u>	<u>66,000.00</u>	<u>78,692.25</u>
Expenditures Total	<u>12,692.25</u>	<u>66,000.00</u>	<u>78,692.25</u>
Receipts Over (Under) Expenditures	7,307.75	(66,000.00)	(58,692.25)
Unencumbered Cash, Beginning	<u>46,000.00</u>	<u>73,648.13</u>	<u>119,648.13</u>
Unencumbered Cash, Ending	<u>\$ 53,307.75</u>	<u>\$ 7,648.13</u>	<u>\$ 60,955.88</u>

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

	<u>Ballpark</u>	<u>Economic Development</u>	<u>Playground</u>	<u>Total</u>
Receipts				
Donations	\$ 500.00	\$ 3,805.00	\$ -	\$ 4,305.00
Receipts Total	<u>500.00</u>	<u>3,805.00</u>	<u>-</u>	<u>4,305.00</u>
Expenditures				
Contractual	1,989.07	9,973.99	-	11,963.06
Commodities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures Total	<u>1,989.07</u>	<u>9,973.99</u>	<u>-</u>	<u>11,963.06</u>
Receipts Over (Under) Expenditures	(1,489.07)	(6,168.99)	-	(7,658.06)
Unencumbered Cash, Beginning	<u>12,619.40</u>	<u>14,088.94</u>	<u>10,643.02</u>	<u>37,351.36</u>
Unencumbered Cash, Ending	<u>\$ 11,130.33</u>	<u>\$ 7,919.95</u>	<u>\$ 10,643.02</u>	<u>\$ 29,693.30</u>

City of Wetmore, Kansas

KWPCRF Project No.: C20 2070 01
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

	<u>Bond Reserve Current Actual</u>
Receipts	
KDHE Loan : C20 2070 02	\$ 3,500,000.00
KDHE Principal Forgiveness	3,500,000.00
Equipment Sold	<u>9,892.48</u>
Receipts Total	<u>7,009,892.48</u>
Expenditures	
Eight Hagle STS12 Self-Propelled Sprayers	3,505,371.64
KDHE Loan : C20 2070 02 Interest	4,520.84
KDHE Loan : C20 2070 02 Principal	<u>3,500,000.00</u>
Expenditures Total	<u>7,009,892.48</u>
Receipts Over (Under) Expenditures	<u>\$ -</u>
Unencumbered Cash, Beginning	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>

See the independent auditor's report on required supplementary information

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

	<u>Bond Reserve Current Actual</u>
Receipts	
Interest	\$ 634.71
Transfer in	<u>-</u>
Receipts Total	<u>634.71</u>
Expenditures	
Principal and Interest	<u>83,640.60</u>
Expenditures Total	<u>83,640.60</u>
Receipts Over (Under) Expenditures	<u>\$ (83,005.89)</u>
Unencumbered Cash, Beginning	<u>247,388.18</u>
Unencumbered Cash, Ending	<u>\$ 164,382.29</u>

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

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts			
Trash Service Fees	\$ 29,007.06	\$ 27,000.00	\$ 2,007.06
Receipts Total	<u>29,007.06</u>	<u>27,000.00</u>	<u>2,007.06</u>
Expenditures			
Pickup Contract	29,807.85	25,000.00	4,807.85
Personal Services	360.00	600.00	(240.00)
Contractual Services	-	1,000.00	(1,000.00)
Commodities	-	2,396.00	(2,396.00)
Budget Before Credits		28,996.00	
Adjustment for Qualifying Budget Credits		<u>2,007.06</u>	
Expenditures Total	<u>30,167.85</u>	<u>31,003.06</u>	<u>1,171.85</u>
Receipts Over (Under) Expenditures	(1,160.79)	<u>\$ (4,003.06)</u>	<u>\$ 835.21</u>
Unencumbered Cash, Beginning	<u>4,811.76</u>		
Unencumbered Cash, Ending	<u>\$ 3,650.97</u>		

City of Wetmore, Kansas

Schedule 2 I

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

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts			
Water Revenue	\$ 57,149.21	\$ 58,000.00	\$ (850.79)
Receipts Total	<u>57,149.21</u>	<u>58,000.00</u>	<u>(850.79)</u>
Expenditures			
Personal Services	17,469.62	23,000.00	(5,530.38)
Contractual Services	30,284.61	35,000.00	(4,715.39)
Commodities	<u>380.11</u>	<u>2,043.00</u>	<u>(1,662.89)</u>
Expenditures Total	<u>48,134.34</u>	<u>60,043.00</u>	<u>(11,908.66)</u>
Receipts Over (Under) Expenditures	9,014.87	<u>\$ (2,043.00)</u>	<u>\$ 11,057.87</u>
Unencumbered Cash, Beginning	<u>3,300.20</u>		
Unencumbered Cash, Ending	<u>\$ 12,315.07</u>		

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

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts			
Sewer Fees	\$ 104,814.01	\$ 118,000.00	\$ (13,185.99)
Receipts Total	<u>104,814.01</u>	<u>118,000.00</u>	<u>(13,185.99)</u>
Expenditures			
Personal Services	9,140.88	10,000.00	(859.12)
Contractual Services	98,557.85	25,000.00	73,557.85
Commodities	501.47	2,600.00	(2,098.53)
Capital Outlay	-	178,238.00	(178,238.00)
Debt Service KDHE	<u>-</u>	<u>84,440.00</u>	<u>(84,440.00)</u>
Expenditures Total	<u>108,200.20</u>	<u>300,278.00</u>	<u>(192,077.80)</u>
Receipts Over (Under) Expenditures	(3,386.19)	<u>\$ (182,278.00)</u>	<u>\$ 178,891.81</u>
Unencumbered Cash, Beginning	<u>153,209.08</u>		
Unencumbered Cash, Ending	<u>\$ 149,822.89</u>		

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

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts			
Natural Gas Sales	\$ 118,096.50	\$ 130,000.00	\$ (11,903.50)
Receipts Total	<u>118,096.50</u>	<u>130,000.00</u>	<u>(11,903.50)</u>
Expenditures			
Gas Purchases	64,539.26	67,000.00	(2,460.74)
Personal Services	21,872.98	26,000.00	(4,127.02)
Contractual Services	21,288.19	22,000.00	(711.81)
Commodities	1,031.81	6,500.00	(5,468.19)
Capital Outlay	-	50,924.00	(50,924.00)
Level Payment Refunds	4,640.72	2,000.00	2,640.72
Deposit Refunds	<u>-</u>	<u>1,000.00</u>	<u>(1,000.00)</u>
Expenditures Total	<u>113,372.96</u>	<u>175,424.00</u>	<u>(62,051.04)</u>
Receipts Over (Under) Expenditures	4,723.54	<u>\$ (45,424.00)</u>	<u>\$ 50,147.54</u>
Unencumbered Cash, Beginning	<u>54,868.99</u>		
Unencumbered Cash, Ending	<u>\$ 59,592.53</u>		

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

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts			
Diesel and Gasoline Sales	\$ 406,281.70	\$ 700,000.00	\$ (293,718.30)
Receipts Total	<u>406,281.70</u>	<u>700,000.00</u>	<u>(293,718.30)</u>
Expenditures			
Diesel and Gasoline Purchases	353,013.96	728,743.00	(375,729.04)
Personal Services	18,081.90	-	18,081.90
Contractual Services	25,111.76	20,000.00	5,111.76
Commodities	<u>1,556.11</u>	<u>9,000.00</u>	<u>(7,443.89)</u>
Expenditures Total	<u>397,763.73</u>	<u>757,743.00</u>	<u>(359,979.27)</u>
Receipts Over (Under) Expenditures	8,517.97	<u>\$ (57,743.00)</u>	<u>\$ 66,260.97</u>
Unencumbered Cash, Beginning	<u>106,659.48</u>		
Unencumbered Cash, Ending	<u>\$ 115,177.45</u>		

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

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Distributable Funds:				
Library	\$ -	\$ 5,043.45	\$ 5,043.45	\$ -
Sales Tax	814.71	2,138.36	2,698.92	254.15
Employee Liabilities	1,912.43	24,216.44	26,126.98	1.89
Total	<u>\$ 2,727.14</u>	<u>\$ 31,398.25</u>	<u>\$ 33,869.35</u>	<u>\$ 256.04</u>