

CERTIFICATE

State of Kansas
Special District

2020


To the Clerk of Cherokee County, State of Kansas
We, the undersigned, officers of
Sewer District No 1

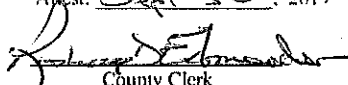
certify that: (1) the hearing mentioned in the attached publication was held;
(2) after the Budget Hearing this budget was duly approved and adopted
maximum expenditures for the various funds for the year 2020; and (3) the
Amount(s) of 2019 Ad Valorem Tax are within statutory limitations for the 2020 Budget.

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			Budget Authority for Expenditures	Amount of 2019 Ad Valorem Tax	County Clerk's Use Only
Computation to Determine Limit for 2020		2			
Allocation MVT, RVT, 16/20M Vehicle Tax		3			
Schedule of Transfers		4			
Statement of Indebt. & Lease/Purchase		5			
Fund	K.S.A.				
General	19-27a03	6	206,545		
Debt Service	10-113	7			
Totals		XXXXXXXX	206,545	0	
Budget Summary		8			
Neighborhood Revitalization Rebate					
Resolution required? Notice of the vote to adopt required to be published?			No	Nov. 1, 2019 Total Assessed Valuation	

Assisted by:
The Mense CPA Firm LLC

Address:
2001 Byers Ave
Joplin, MO 64804-1835
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gmense@mensecpas.com


Neal Anderson
Myra Carlisle Frazier

Attest: Sept 30, 2019

County Clerk

Governing Body

See Accountant's Compilation Report and Summary of Significant Assumptions.

Sewer District No 1
Cerokee County

State of Kansas
Special District
2020

Computation to Determine Limit for 2020

	Amount of Levy
1. Total tax levy amount in 2019 budget	+ \$ 0
2. Debt service levy in 2019 budget	- \$ 0
3. Tax levy excluding debt service	\$ 0

2019 Valuation Information for Valuation Adjustments

4. New improvements for 2019:	+ 0
5. Increase in personal property for 2019:	
5a. Personal property 2019	+ 0
5b. Personal property 2018	- 0
5c. Increase in personal property (5a minus 5b)	+ 0
	(Use Only if > 0)
6. Valuation of property that has changed in use during 2019:	0
7. Total valuation adjustment (sum of 4, 5c, 6)	0
8. Total estimated valuation July, 1, 2019	0
9. Total valuation less valuation adjustment (8 minus 7)	0
10. Factor for increase (7 divided by 9)	0.00000
11. Amount of increase (10 times 3)	+ \$ 0
12. 2020 budget tax levy, excluding debt service, prior to CPI adjustment (3 plus 11)	\$ 0
13. Debt service levy in this 2020 budget	0
14. 2020 budget tax levy, including debt service, prior to CPI adjustment (12 plus 13)	0
15. Consumer Price Index for all urban consumers for calendar year 2018	0.025
16. Consumer Price Index adjustment (3 times 15)	\$ 0
17. Maximum levy for budget year 2020, including debt service, not requiring 'notice of vote publication' or adoption of a resolution prior to adoption of the budget (14 plus 16)	\$ 0

See Accountant's Compilation Report and Summary of Significant Assumptions.

If the 2020 adopted budget includes a total property tax levy exceeding the dollar amount in line 17 you must, prior to adoption of such budget, adopt a resolution authorizing such levy and, subsequent to adoption of such budget, publish notice of vote by the governing body to adopt such budget in the official county newspaper and attach a copy of the published notice to this budget.

In no event will published notice of the vote be required if the total budget year tax levy is \$1,000 or less.
See Accountant's Compilation Report and Summary of Significant Assumptions.

Sewer District No 1
Cerokee County

2020

Allocation of MV, RV, 16/20M, Commercial Vehicle, and Watercraft Tax Estimates

2019 Budgeted Funds	Tax Levy Amount in 2019 Budget	Allocation for Year 2020				
		MVT	RVT	16/20M Veh	Comm Veh	Watercraft
General	0	0	0	0	0	0
Debt Service	0	0	0	0	0	0
	0	0	0	0	0	0
	0	0	0	0	0	0
Total	0	0	0	0	0	0

County Treas Motor Vehicle Estimate 0

County Treas Recreational Vehicle Estimate 0

County Treas 16/20M Vehicle Estimate 0

County Treas Commercial Vehicle Tax Estimate 0

County Treas Watercraft Tax Estimate 0

MVT Factor 0.00000

RVT Factor 0.00000

16/20M Factor 0.00000

Comm Veh Facto 0.00000

Watercraft Factor 0.00000

See Accountant's Compilation Report and Summary of Significant Assumptions.

Schedule of Transfers

***Note:** Adjustments are required only if the transfer is being made in 2019 and/or 2020 from a non-budgeted fund.

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Type of Debt	Date of Issue	Interest Rate %	Amount Issued	Amount Outstanding Jan 1, 2019	Date Due		Amount Due 2019		Amount Due 2020	
					Interest	Principal	Interest	Principal	Interest	Principal
General Obligation:										
Total G.O.				0			0	0	0	0
Revenue Bonds:										
Total Revenue				0			0	0	0	0
Other:										
KDHE Loan	7/26/2010	2.61	284,469	185,423	3-1 & 9-1	3-1 & 9-1	4,313	10,672	4,060	10,952
Total Other				185,423			4,313	10,672	4,060	10,952
Total				185,423			4,313	10,672	4,060	10,952

Items Purchased	Contract Date	Term of Contract (Months)	Interest Rate %	Total Amount Financed (Beginning Principal)	Principal Balance On Jan 1, 2019	Payments Due 2019	Payments Due 2020
COPS	3/30/2017	120	3.75	535,000	404,000	68,138	66,113
			Total	535,000	404,000	68,138	66,113

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NOTICE OF BUDGET HEARING

State of Kansas
Special District
2020

The governing body of
Sewer District No 1
Cerokee County

will meet on September 16, 2019 at 10:00 AM at County Courthouse for the purpose of hearing and answering objections of taxpayers relating to the proposed use of all funds and the amount of tax to levied. Detailed budget information is available at County Clerk's Office and will be available at this hearing.

BUDGET SUMMARY

Proposed Budget 2020 Expenditures and Amount of 2019 Ad Valorem Tax establish the maximum limits of the 2020 budget. Estimated Tax Rate is subject to change depending on the final assessed valuation.

FUND	Prior Year Actual 2018		Current Year Estimate for 2019		Proposed Budget Year for 2020		
	Expenditures	Actual Tax Rate*	Expenditures	Actual Tax Rate*	Budget Authority for Expenditures	Amount of 2019 Ad Valorem Tax	Estimate Tax Rate*
General	305,963		208,580		206,545		
Debt Service							
Totals	305,963	0.000	208,580	0.000	206,545	0	0.000
Less: Transfers	0		0		0		
Net Expenditures	305,963		208,580		206,545		
Total Tax Levied	0		0		XXXXXXXXXXXXXXXXXX		
Assessed Valuation	0		0		0		

Outstanding Indebtedness,

Jan 1,	2017	2018	2019
G.O. Bonds	0	0	0
Revenue Bonds	0	0	0
Other	205,954	195,820	185,423
Lease Pur. Princ.	0	535,000	404,000
Total	205,954	730,820	589,423

*Tax rates are expressed in mills.
See Accountant's Compilation Report and Summary of Significant Assumptions.

Rodney Edmondson
County Clerk

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CHEROKEE COUNTY SEWER DISTRICT NO. 1
SUMMARY OF SIGNIFICANT ASSUMPTIONS

Note A: NATURE OF THE PROJECTION

This financial projection presents, to the best of Management's knowledge and belief, the District's results of operations and significant changes in financial position for the projection period if the hypothetical assumptions occur. Accordingly, the projection reflects management's judgment as of August 19, 2019, the date of this projection, of the expected conditions if the hypothetical assumptions occur. The presentation is designed to provide information for management and the County Clerk of the county that the District resides in, to calculate the tax levy needed to support the District's operations and other interested parties and should not be considered to be a presentation of expected future results. Accordingly, this projection may not be useful for other purposes. Furthermore, even if the hypothetical assumptions occur, there will usually be differences between the projected and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material. The assumptions disclosed herein are those that management believes are significant to the projection.

Note B: SUMMARY OF SIGNIFICANT ASSUMPTIONS

1. Receipts for services will be collected as projected and be sufficient to make payments on the Certificates of Participation.
2. Expenditures will be spent as appropriated.
3. Unencumbered cash balances will be as projected.
4. There will not be any catastrophic events or circumstances beyond the District's control that would affect the above assumptions.



**The Mense
CPA Firm, LLC**
CERTIFIED PUBLIC ACCOUNTANTS

MEMBERS OF
MISSOURI SOCIETY OF CPAs
AMERICAN INSTITUTE OF CPAs

To the County Commission
Sewer District No. 1 of Cherokee County, Kansas

Management is responsible for the accompanying financial projection of Sewer District No. 1 of Cherokee County, Kansas, which comprise the projected receipts, expenditures and unencumbered cash – regulatory basis for the years ending December 31, 2019 and December 31, 2020 and the actual receipts, expenditures and unencumbered cash – regulatory basis for the year ended December 31, 2018, including the related summaries of significant assumptions in accordance with guidelines for the presentation of a projection established by the American Institute of Certified Public Accountants (AICPA), and for determining that the regulatory basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services committee of the AICPA. We did not examine or review the projection for the years ending December 31, 2019 or 2020, or the actual results for the year ended December 31, 2018, nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on this projection.

The financial projection is prepared under the regulatory basis of accounting in the prescribed form required by the State of Kansas, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The projected results may not be achieved as there will usually be differences between the projected and actual results because events and circumstances frequently do not occur as expected, and these differences may be material. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

Management has elected to omit substantially all the disclosures required by guidelines for the presentation of a projection established by the AICPA other than those related to the significant assumptions. If the omitted disclosures were included in the projection, they might influence the user's conclusions about Sewer District No. 1 of Cherokee County, Kansas's projected receipts, expenditures and unencumbered cash – regulatory basis. Accordingly, the projection is not designed for those who are not informed about such matters.

The Mense CPA Firm, LLC
Certified Public Accountants

Joplin, Missouri
August 19, 2019