

CITY OF PAOLA

Paola, Kansas

**FINANCIAL STATEMENT
AND
INDEPENDENT AUDITOR'S REPORT**

December 31, 2020

A&G Agler & Gaeddert **CHARTERED**
Certified Public Accountants

CITY OF PAOLA, KANSAS

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City Commissioners
City of Paola, Kansas
Paola, Kansas

Report on the Financial Statements

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of City of Paola, 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 Statements

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 C to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. 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.

Opinions

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

As described in Note C of the financial statement, the financial statement is prepared by the City of Paola, Kansas to meet the requirements of the State of 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 C and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis of 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 Paola, Kansas as of December 31, 2020, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

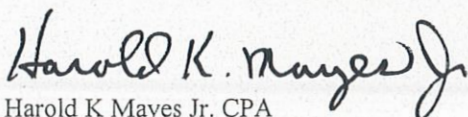
In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Paola, Kansas as of December 31, 2020, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note C.

Report on 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 expenditure-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, and schedule of regulatory basis receipts and expenditures-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 C.

Prior Year Comparative

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of City of Paola as of and for the year ended December 31, 2019 (not presented herein), and have issued our report thereon dated April 30, 2020, which contained an unmodified opinion on the basic financial statement. The 2019 basic financial statements and accompanying report are not presented herein, but available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/oar/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 statements 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 C.



Harold K. Mayes Jr. CPA
Agler & Gaeddert, Chartered
Ottawa, Ks
May 20, 2021

City of Paola, Kansas

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS
For the Year Ended December 31, 2020**

	Beginning Unencumbered Cash Balances	Receipts
General Fund	\$ 765,213	\$ 4,332,304
Special Purpose Funds		
Library	64,710	328,547
Employee Benefit	703,500	1,310,614
Family Aquatics Center	45,432	101,282
Community Center	24,176	108,054
Storm Water Management	137,037	87,470
Special Park and Recreation	59,178	15,154
Street Repair/Special Highway	73,615	149,857
Special Law Enforcement Account	5,842	1,656
Transient Guest Tax	73,087	22,850
Family Aquatics Center Equipment Reserve	187,619	2,048
Covid-19	0	59,770
Escrow Proceeds	3,246	300
Mennenoah Cemetery	3,741	46
Special Grants Fund	30,761	48,716
Drug Enforcement Account	1,783	5
	<u>1,413,727</u>	<u>2,236,369</u>
Debt Service Funds		
Bond and Interest	<u>576,900</u>	<u>1,441,805</u>
Capital Projects Funds		
Waste Water Treatment Plant Construction	707,047	29,832
Equipment Replacement	55,867	171,930
Capital Projects Fund	<u>858,016</u>	<u>1,911,569</u>
	<u>1,620,930</u>	<u>2,113,331</u>

The accompanying notes are an integral part of this statement.

Statement 1

<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balances</u>
\$ 4,260,510	\$ 837,007	\$ 125,469	\$ 962,476
314,000	79,257	7,048	86,305
1,320,047	694,067	21,727	715,794
99,630	47,084	2,054	49,138
118,432	13,798	2,375	16,173
38,218	186,289	196	186,485
22,419	51,913	0	51,913
95,904	127,568	2,897	130,465
0	7,498	0	7,498
31,902	64,035	5,000	69,035
100,000	89,667	0	89,667
59,770	0	8,910	8,910
0	3,546	0	3,546
1,500	2,287	0	2,287
36,216	43,261	1,055	44,316
205	1,583	0	1,583
<u>2,238,243</u>	<u>1,411,853</u>	<u>51,262</u>	<u>1,463,115</u>
<u>1,420,115</u>	<u>598,590</u>	<u>0</u>	<u>598,590</u>
0	736,879	0	736,879
125,317	102,480	0	102,480
<u>1,109,437</u>	<u>1,660,148</u>	<u>162</u>	<u>1,660,310</u>
<u>1,234,754</u>	<u>2,499,507</u>	<u>162</u>	<u>2,499,669</u>

The accompanying notes are an integral part of this statement.

City of Paola, Kansas

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS
For the Year Ended December 31, 2020

	Beginning Unencumbered Cash Balances	Receipts
Business Funds		
Sewer Service		
Operating	\$ 208,950	\$ 769,357
Water Utility		
Operating	176,075	1,964,606
Sewer Line Replacement	209,875	9,915
Health and Sanitation	31,544	383,429
Water Treatment Plant	278,221	3,855
Wastewater Treatment Plant	122,102	554,713
	<u>817,817</u>	<u>2,916,518</u>
	\$ <u>5,194,587</u>	\$ <u>13,040,327</u>

The accompanying notes are an integral part of this statement.

Statement 1

<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balances</u>
\$ 759,920	\$ 218,387	\$ 13,388	\$ 231,775
1,946,364	194,317	11,520	205,837
36,858	182,932	0	182,932
363,470	51,503	659	52,162
20,724	261,352	0	261,352
538,275	138,540	2,876	141,416
2,905,691	828,644	28,443	1,075,474
<u>\$ 12,059,313</u>	<u>\$ 6,175,601</u>	<u>\$ 205,336</u>	<u>\$ 6,599,324</u>

Cash balance consisting of

Balance on deposit

Checking, money market accounts & petty cash \$ 2,347,741

Certificates of deposit 4,250,000

Payroll withholding 7,367

Police bond 15,395

Police account 1,583

Total cash 6,622,086

Agency Funds Per Schedule 3 (22,762)

Total cash (excluding agency funds) \$ 6,599,324

The accompanying notes are an integral part of this statement.

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2020

NOTE A. MUNICIPAL REPORTING ENTITY

The City of Paola is a municipal corporation governed by a mayor/council/manager form of government. These financial statements present the government and its related municipal entities, entities for which the government is considered financially accountable.

Related Municipal Entities

The Paola Free Library is governed by a board appointed by the City Council. The Library's budget and its expenditures and contractual arrangements, are approved by the City council. The Library has been included in the accompanying financial statements as a special purpose fund of the primary government.

Other Entities

The Paola Housing Authority has been omitted from the accompanying financial statements. The Paola Housing Authority Board is appointed by the City Council and oversees the operations of the Paola Housing Authority. The financial statements of the Paola Housing Authority are audited annually as of the Paola Housing Authority's fiscal year end (March 31). Those financial statements are issued separately and may be obtained from the Paola Housing Authority.

The City entered into a joint venture with the City of Louisburg for the purpose of developing a public utility to treat and disburse water to the two cities. The water treatment plant has been completed and is in operation. Both Cities provide labor, supplies and administrative costs to the operation for which both are reimbursed. Those financial statements are issued separately and may be obtained at City Hall.

The Public Building Commission activity is included in these financial records as part of the City's activity. There is no separate accounting by the Public Building Commission of its activity.

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 potential 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 Funds – 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.).

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2020

NOTE B. REGULATORY BASIS FUND TYPES - continued

Trust Fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipality reporting entity scholarship funds, etc.). The City does not have any funds of this type.

Agency Fund – funds used to report assets held by the municipal reporting entity in purely a custodial capacity (payroll clearing fund, City tax collection accounts, 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 on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligations against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt assignment to a fund, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than mentioned above.

City of Paola, 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.

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 ten 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.

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2020

NOTE D. BUDGETARY INFORMATION - continued

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 special purpose funds and capital project funds:

Special Law Enforcement	Special Grants
Family Aquatics Center Equipment	Drug Enforcement Account
Covid-19	Wastewater Treatment Plant Construction
Escrow Fund	Equipment Replacement
Mennenoah Cemetery	Capital Projects

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.

NOTE E. CASH AND INVESTMENTS

Cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earning from these investments are allocated to designated funds.

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 City or in an adjoining City 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. The City rates investments (if any) as noted.

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 money markets and 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. All bank deposits were legally secured at December 31, 2020.

At December 31, 2020, the carrying amount of the City's bank deposits was \$6,622,085 (which includes petty cash funds) and the bank balance was \$6,658,228. The bank balance was held by three banks which reduces concentration of credit risk. The difference between carrying amount and bank balance is outstanding checks and deposits. Of the bank balance, \$750,000 was covered by federal depository insurance, and \$5,908,228 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 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

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2020

NOTE E. CASH AND INVESTMENTS – continued

possession of an outside party. State statutes require investments be adequately secured. The City had no such investments at year-end.

NOTE F. LONG-TERM DEBT

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Maturity
General obligation bonds:				
Refunding Series 2012	2.00-3.20	09/01/12	7,525,000	09/01/31
Refunding Series 2014	2.00-3.00	10/06/14	2,485,000	09/01/25
GO Refunding Series 2020	3.00%	06/04/20	4,140,000	09/01/31
Public Building Commission				
Series 2008	3.25-4.25	09/25/08	3,660,000	05/01/21
Series 2012	2.00-2.125	11/01/12	2,055,000	11/01/21
Refunding Series 2016	2.0-3.0	01/12/16	2,185,000	11/01/26
Capital leases:				
Vac-Con Truck	2.85	12/22/16	185,000	12/22/19
Fire Truck	2.25	04/28/15	750,000	4/28/29
Ford Explorer Police Cars	3.08	01/05/17	56,500	1/5/20
Dump Truck	3.47	03/14/18	190,000	3/14/22
Copiers	0.00	01/18/18	18,300	1/18/22

	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General obligation bonds:						
Refunding Series 2012	\$ 4,695,000	\$ 0	\$ 4,695,000	\$ (4,695,000)	\$ 0	\$ 136,408
Refunding Series 2014	1,570,000	0	310,000	(310,000)	1,260,000	47,100
GO Refunding Series 2020	0	4,140,000	0	4,140,000	4,140,000	0
Public Building Commission						
Series 2008	165,000	0	80,000	(80,000)	85,000	5,188
Series 2012	455,000	0	225,000	(225,000)	230,000	9,387
Refunding Series 2016	1,335,000	0	225,000	(225,000)	1,110,000	37,462
Total bonds	<u>\$ 8,220,000</u>	<u>\$ 4,140,000</u>	<u>\$ 5,535,000</u>	<u>\$ (1,395,000)</u>	<u>\$ 6,825,000</u>	<u>\$ 235,545</u>
Capital leases:						
Fire Truck	\$ 522,657	\$ 0	\$ 46,801	\$ (46,801)	\$ 475,856	\$ 11,769
Ford Explorer Police Cars	19,407	0	19,407	(19,407)	0	598
Dump Truck	144,931	0	46,641	(46,641)	98,290	5,113
Copiers	10,980	0	3,660	(3,660)	7,320	0
Total for leases	<u>697,975</u>	<u>0</u>	<u>116,509</u>	<u>(116,509)</u>	<u>581,466</u>	<u>17,480</u>
Total for all debt	<u>\$ 8,917,975</u>	<u>\$ 4,140,000</u>	<u>\$ 5,651,509</u>	<u>\$ (1,511,509)</u>	<u>\$ 7,406,466</u>	<u>\$ 253,025</u>

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2020

NOTE F. LONG-TERM DEBT – continued

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

	Year				
	2021	2022	2023	2024	2025
Principal:					
Bonds	\$ 940,000	\$ 785,000	\$ 780,000	\$ 745,000	\$ 745,000
Capital Leases	100,246	103,032	50,488	51,624	52,786
	<u>1,040,246</u>	<u>888,032</u>	<u>830,488</u>	<u>796,624</u>	<u>797,786</u>
Interest:					
Bonds	266,046	293,945	261,182	229,570	198,495
Capital Leases	14,165	11,379	8,509	7,373	6,212
	<u>280,211</u>	<u>305,324</u>	<u>269,691</u>	<u>236,943</u>	<u>204,707</u>
Total Principal & Interest	\$ <u>1,320,457</u>	\$ <u>1,193,356</u>	\$ <u>1,100,179</u>	\$ <u>1,033,567</u>	\$ <u>1,002,493</u>

	Year		
	2026-2030	2031-2034	Total
Principal:			
Bonds	\$ 2,340,000	\$ 490,000	\$ 6,825,000
Capital Leases	223,290	0	581,466
	<u>2,563,290</u>	<u>490,000</u>	<u>7,406,466</u>
Interest:			
Bonds	547,350	30,381	1,826,969
Capital Leases	12,700	0	60,338
	<u>560,050</u>	<u>30,381</u>	<u>1,887,307</u>
Total Principal & Interest	\$ <u>3,123,340</u>	\$ <u>520,381</u>	\$ <u>9,293,773</u>

The debt limit per Kansas Statutes is limited to thirty percent of the assessed tangible valuation for exempt farm property, business aircraft and motor vehicles given by the County Appraiser to the County Clerk on June 15 each year. At December 31, 2020, the statutory limit for the City was \$16,199,880 providing a debt margin of \$9,374,880 after removing debt exempt from the limitation.

NOTE G. CAPITAL PROJECTS

<u>Project Name</u>	<u>Project Authorization</u>	<u>Project Expenditures</u>
Traffic Signal Project	\$ 333,334	\$ 0
Baptiste Drive	765,975	0

These projects were approved in 2020 but no work has been performed as of December 31, 2020

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2020

NOTE H. INTERFUND TRANSFERS

Operating transfers were as follows:

From:	To:	Statutory Authority	Amount
General	Community Center	12-1118	\$ 83,000
General	Employee Benefit	12-1118	448,300
General	Capital Projects	12-1118	31,000
General	MERF	12-1118	30,000
Library	Employee Benefit	12-1118	55,000
Family Aquatics Center	Employee Benefit	12-1118	25,000
Community Center	Employee Benefit	12-1118	13,500
Storm Water Management	Employee Benefit	12-1118	11,000
Street Repair	Employee Benefit	12-1118	6,000
Family Aquatics Center Equipment Reserve	Family Aquatics Center	12-1118	100,000
Capital Projects	Bond and Interest	12-1118	582,038
Water Utility	Employee Benefit	12-1118	126,000
Sewer Service	Capital Projects	12-1118	10,000
Sewer Service	Employee Benefit	12-1118	173,000
Sewer Service	Sewer Line Replacement	12-1118	7,000
Waste Water Treatment Plant	Bond and Interest	12-825d	382,016
Waste Water Treatment Plant	Employee Benefit	12-1118	23,000
Health & Sanitation	Employee Benefit	12-1118	6,000
			<u>\$ 2,111,854</u>

NOTE I. OTHER LONG-TERM OBLIGATIONS FROM OPEARTIONS

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 a level of 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.

The City has adopted by resolution a salary-reduction flexible benefit plan ("Plan") under Section 125 of the Internal Revenue Service Code. All employees of the City working 20 or more hours per week are eligible to participate in the plan beginning the first day of a pay period following coincidental with an employee's satisfaction of eligibility requirements of any Optional Benefit Plan. Each participant may elect to reduce his or her salary, subject to the limitations of the Individual Optional Benefit plans, to purchase benefits offered through the Plan. All benefits offered through the plan involve insurance coverage, dependent care reimbursements and health expense reimbursements.

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

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2020

NOTE I. OTHER LONG-TERM OBLIGATIONS FROM OPEARTIONS - continued

Compensated Absences:

Vacation Pay - Full-time employees are entitled to paid vacation leave time according to one of the following schedules:

- (a) Full-time employees hired prior to January 1, 1992:

The employee shall be credited with ninety-six (96) hours for each year for up to ten (10) years. Employees with more than ten (10) years of service shall be entitled to eight (8) additional hours for each year of service longer than ten (10) years.

Full-time employees hired after January 1, 1992:

Years of Continuous Employment:	0 to 5	5 to 10	10 to 15	over 15
Hours earned per bi-weekly pay period:	3.6923	4.6153	5.5384	6.4615

- (b) New employees shall be awarded vacation time beginning on the first day of the month following (30) days of employment.
- (c) Employees may accumulate vacation leave time up to the maximum of two hundred (200) hours. An employee shall not earn additional vacation leave during any time period that the employee maintains the two hundred (200) hours maximum accumulation.
- (d) Off-duty employees on a leave of absence without pay for more than seven (7) working days in any one (1) calendar month shall not be eligible for earning vacation time during such month.
- (e) Vacation schedules are established by the Department Heads. Vacation time shall be reported as prescribed by the Human Resources Director and shall be taken as follows:

Employees who work 8 hour days	Increments of four (4) hours
Employees who work 10 hour days	Increments of five (5) hours

- (f) Bonus personal time shall be rewarded to employees not using sick leave as prescribed by the following schedule:

Hours of Sick Leave Used	Personal Hours Awarded
0 - 3	24
4 - 8	16
9 - 16	8
17 or more	0

To qualify for bonus personal time, employees must have been employed by the City for the entire calendar year. Bonus personal time is awarded in the first pay period of the calendar year and must be used prior to the end of the calendar year that it is awarded or it shall be cancelled without any payment due to the employee. Bonus personal time may be taken in 1-hour increments.

- (g) Employees shall receive payment for unused vacation time upon voluntary or involuntary termination of employment. As of December 31, 2020, the unused vacation time represented a potential liability to the City in the amount of \$181,033.

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2020

NOTE I. OTHER LONG-TERM OBLIGATIONS FROM OPEARTIONS - continued

Compensated Absences: - continued

Sick Pay - Full-time employees may accumulate up to 180 days of sick leave. Twenty-five percent (25%) of unused sick leave will be paid upon termination of employment if in good standing. At December 31, 2020, City employees' sick leave payout at 25% would be \$148,566. In addition to vacation and sick leave, the City also has paid leave for comp time, Covid leave, personal days and wellness that amounted to \$44,100 as of December 31, 2020. There is no accrual for these amounts in the financial statements as amounts are expensed as the amounts are paid out.

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. DEFINED BENEFIT PENSION PLAN

Plan Description. The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefits pension plan as provided by K.S.A. 74-4901. et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publically available financial report that includes financial statements and require supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, 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 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 establishes the KPERS member-employee contribution rates a 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. K.S.A. 74-4975 establishes KP&F (Kansas Police and Fire) member-employee contribution rate at 7.15% of covered salary. 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, KPERS 3 and KP&F 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 KPERS and 21.93% for KP&F for the fiscal year ended December 31, 2020. Contributions to the pension plan from the City were \$167,210 for KPERS and \$200,752 for KP&F for the year ended December 31, 2020.

Net Pension Liability: At December 31, 2020, the City's proportionate share of the collective net pension liability reported to KPERS was \$1,681,783 and \$2,041,705 for KP&F. 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 ration of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2020

NOTE L. OTHER INFORMATION

Reimbursed Expenses: The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursement as revenue in the same fund. For purposes of budgetary comparisons, the reimbursements are shown as adjustments for qualifying budget credits.

Compliance with Kansas Statutes: References made herein to the statutes are not intended as interpretations of law, but are offered for consideration of the State Director of Accounts and Reports and interpretation by the legal representative of the municipality. Management is not aware of any violations of Kansas Statutes.

Ad valorem tax revenues: The determination of assessed valuations and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser annually determines assessed valuations and the County Clerk spreads the annual assessment on the tax rolls. The County Treasurer is the tax collection agent for all taxing entities within the county. In accordance with Kansas statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. One-half of the property taxes are due December 20th, prior to the fiscal year for which they are budgeted and the second half is due the following May 10th. This procedure eliminates the need to issue tax anticipation notes since funds will be on hand prior to the beginning of each fiscal year. The City Treasurer draws down all available funds from the County Treasurer's office in two-month intervals.

Reimbursements: The City of Paola records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenues to the fund receiving the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursement.

Special assessments: Projects financed in part by special assessments are financed through general obligation bonds of the City and are retired from the bond and interest fund. Special assessments paid prior to the issuance of bonds are recorded as revenue in the appropriate project. Special assessments received after the issuance of bonds are recorded as revenue in the bond and interest fund.

NOTE M. COVID 19

COVID-19

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the City's financial condition, liquidity and future results of operations. Management is actively monitoring the global and local situation on its financial condition, liquidity, operations, suppliers, industry and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the City is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition or liquidity for fiscal year 2020. Future potential impacts may include decrease in certain revenues, etc. and disruptions or restrictions on the City's ability to operate under its current mission and operating model.

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 \$29,000 during 2020. The CRF funds 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/>.

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2020

NOTE M. COVID 19 - continued

Under the CARES Act, the CRF may be used to cover costs that:

1. Were incurred during the period that begins on March 1, 2020, and ends on December 30, 2020.
2. Are necessary expenditures incurred due to the public health emergency with respect to COVID-19.
3. Are NOT accounted for in the budget most recently approved as of March 27, 2020 (the date of enactment of the CARES Act) for the State or municipality. The "most recently approved" budget refers to the enacted budget for the relevant fiscal period for the particular municipality. A cost meets this requirement if:
 - a. The cost cannot lawfully be funded using a line item, allotment or allocation within that budget; OR
 - b. The cost is for a substantially different use from any expected use of funds in such a line item, allotment, or allocation.
 - c. A cost is not considered to have been accounted for in a budget merely because it could be met using a budgetary stabilization fund, rainy day fund or similar reserve account.

The City has significant interest/debt payments due in each year, which if tax, grant, etc. receipts decline due to the impact of the COVID-19 outbreak on taxpayers, grants available, may lead to the City seeking debt forbearance/restructuring and additional sources of debt and or equity financing. The City expects to meet certain covenant provisions in its debt arrangements. This may lead to the City seeking debt forbearance/restructuring and additional sources of debt and/or equity financing.

NOTE N. SUBSEQUENT EVENTS

Subsequent Events: The City evaluated subsequent events through May 20, 2021, the date the financial statements were available to be issued. Other than the Covid-19 pandemic as noted above the City has no other subsequent events, which have a material effect on the financial statements.

REGULATORY BASIS
SUPPLEMENTARY INFORMATION

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
(Budgeted Funds Only)
For the Year Ended December 31, 2020

<u>Fund</u>	<u>Certified Budget</u>	<u>Adjustments for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Over (Under)</u>
General Fund	\$ 4,940,585	\$ 0	\$ 4,940,585	\$ 4,260,510	\$ (680,075)
Special Purpose Funds					
Library	364,783	0	364,783	314,000	(50,783)
Employee Benefit	1,914,351	0	1,914,351	1,320,047	(594,304)
Family Aquatics Center	242,164	0	242,164	99,630	(142,534)
Community Center	153,125	0	153,125	118,432	(34,693)
Storm Water Management	200,643	0	200,643	38,218	(162,425)
Special Park and Recreation	69,201	0	69,201	22,419	(46,782)
Street Repair/Special Highway	216,758	0	216,758	95,904	(120,854)
Transient Guest Tax	95,329	0	95,329	31,902	(63,427)
Debt Service Funds					
Bond and Interest	1,919,758	0	1,919,758	1,420,115	(499,643)
Business Funds					
Sewer Service					
Operating	1,014,510	0	1,014,510	759,920	(254,590)
Water Utility					
Operating	2,570,565	0	2,570,565	1,946,364	(624,201)
Sewer Line Replacement	216,122	0	216,122	36,858	(179,264)
Health and Sanitation					
Operating	418,389	0	418,389	363,470	(54,919)
Water Treatment Plant	278,184	0	278,184	20,724	(257,460)
Wastewater Treatment Plant	700,151	0	700,151	538,275	(161,876)

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01
 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)

	2020			Variance Over (Under)
	2019 Actual	Actual	Budget	
Cash receipts				
Taxes				
Ad valorem property tax	\$ 1,387,870	\$ 1,469,617	\$ 1,441,600	\$ 28,017
Back tax collections	13,207	28,461	12,500	15,961
Motor vehicle tax	161,500	162,197	160,956	1,241
City sales tax	805,729	876,836	810,000	66,836
County sales tax	577,224	635,522	570,000	65,522
Sales tax	2,005	1,787	2,500	(713)
Mowing assessments	997	1,310	500	810
In lieu of taxes	21,285	22,652	21,000	1,652
Total taxes	2,969,817	3,198,382	3,019,056	179,326
Intergovernmental				
Liquor	16,496	14,467	14,645	(178)
Community fisheries program	6,489	6,489	6,400	89
Grants	619	0	0	0
Total intergovernmental	23,604	20,956	21,045	(89)
Licenses, fees and permits				
Franchise tax	455,523	443,309	462,000	(18,691)
Pet licenses	1,021	1,114	2,000	(886)
General licenses	39,226	39,195	34,000	5,195
Lake permits	48,947	44,229	40,000	4,229
Zoning/planning	1,291	2,398	1,000	1,398
Building permits	58,664	55,706	78,000	(22,294)
Total licenses, fees & permits	604,672	585,951	617,000	(31,049)
Charges for services				
Rural fire	88,384	88,012	90,000	(1,988)
Fines, forfeitures, penalties				
Fines and fees	217,617	140,184	225,000	(84,816)
Court costs	53,570	34,980	52,000	(17,020)
Total fines, forfeitures, penalties	271,187	175,164	277,000	(101,836)
Use of money and property				
Rentals	55,615	54,690	52,750	1,940
Cemetery	8,425	30,575	13,000	17,575
Interest on investments	23,451	20,600	14,000	6,600
Total use of money & property	87,491	105,865	79,750	26,115

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01
 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)

	2020			Variance Over (Under)
	2019 Actual	Actual	Budget	
Cash receipts - continued				
Other				
Reimbursed expense	\$ 132,581	\$ 148,683	\$ 106,000	\$ 42,683
Reimbursed NSF Checks	8,839	4,392	10,000	(5,608)
Miscellaneous	10,702	4,899	9,000	(4,101)
Total other	152,122	157,974	125,000	32,974
Total cash receipts	4,197,277	4,332,304	4,228,851	103,453
Expenditures				
Administration				
Full time salaries	139,347	116,029	176,000	(59,971)
Part time help	14,520	15,097	17,000	(1,903)
Overtime	40	41	100	(59)
Other personal services	2,509	3,267	2,500	767
Legal service	13,475	14,250	13,000	1,250
Telephone	6,681	6,503	7,000	(497)
Credit card transaction fees	13,940	18,736	14,000	4,736
Training, travel and dues	13,342	6,165	11,000	(4,835)
Legal printing	1,115	3,068	1,500	1,568
Advertising	1,548	680	1,000	(320)
Insurance	9,731	11,502	11,000	502
Utility charges	7,768	7,300	11,000	(3,700)
Other contractual	51,436	67,036	53,000	14,036
Civil defense sirens	4,008	1,762	5,000	(3,238)
Street lights	135,891	149,940	160,000	(10,060)
Chamber of commerce dues	5,000	0	5,000	(5,000)
General office supplies	6,384	6,160	6,000	160
Postage	4,200	3,195	4,000	(805)
Gifts and memorials	457	321	500	(179)
Operational supplies	2,780	1,970	3,000	(1,030)
Building and maintenance supplies	1,440	6,995	1,000	5,995
Cleaning supplies	269	600	750	(150)
Non sufficient funds checks	8,986	4,800	8,000	(3,200)
Miscellaneous	256	513	500	13
Computer equip. & software	572	6,820	1,000	5,820
Refunds	0	0	100	(100)
Sales tax	2,096	1,836	2,500	(664)
Total administration	447,791	454,586	515,450	(60,864)

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01

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)

Expenditures - continued	2020			
	2019 Actual	Actual	Budget	Variance Over (Under)
Police department				
Full time salaries	\$ 1,048,215	\$ 1,105,064	\$ 1,085,000	\$ 20,064
Part time help	11,144	18,242	17,000	1,242
Overtime	84,987	60,106	63,000	(2,894)
Holiday overtime	30,861	34,973	40,000	(5,027)
Communications equipment	1,452	1,829	2,000	(171)
Telephone	16,290	16,230	20,000	(3,770)
Training, travel and dues	17,961	19,973	18,000	1,973
Training T&D Command Staff	4,333	2,309	4,000	(1,691)
Advertising	285	432	300	132
Insurance	21,114	24,207	22,500	1,707
Lease payments	20,053	0	20,005	(20,005)
Animal care	11,485	7,744	18,000	(10,256)
Utilities	27,627	25,605	31,000	(5,395)
Other services	42,584	51,575	49,200	2,375
Office supplies	3,150	3,624	4,000	(376)
Postage	1,348	2,000	2,200	(200)
Operational supplies	9,338	10,031	12,000	(1,969)
DARE supplies	1,693	0	1,700	(1,700)
Vehicle maintenance	14,254	10,420	12,500	(2,080)
Equipment maintenance	3,645	4,987	5,000	(13)
Building maintenance	15,030	16,772	15,000	1,772
Cleaning supplies	1,397	1,539	2,000	(461)
Motor fuel and lubrication	26,295	22,211	32,000	(9,789)
Uniforms	7,754	7,310	9,000	(1,690)
Enforcement equip. & supplies	14,964	15,599	15,000	599
Miscellaneous supplies	2,467	2,134	2,500	(366)
Office equipment	2,000	1,874	2,000	(126)
Computer equip. & software	52,371	27,021	32,000	(4,979)
Body cameras	0	0	5,700	(5,700)
Equipment, bldg. & grounds	838	4,155	3,000	1,155
Motor vehicles	10,018	8,776	15,000	(6,224)
Total police department	1,504,953	1,506,742	1,560,605	(53,863)

See Independent Auditor's Report.

GENERAL FUND - 01
 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)

Expenditures - continued	2020			Variance Over (Under)
	2019 Actual	Actual	Budget	
Fire department				
Full time salaries	\$ 211,415	\$ 228,135	\$ 190,000	\$ 38,135
Part time help	4,626	5,126	5,000	126
Telephone	2,982	3,124	3,500	(376)
Travel, dues and tags	7,090	628	9,000	(8,372)
Insurance	13,975	16,149	16,000	149
Utilities	18,066	16,972	21,500	(4,528)
Other contractual	13,440	15,654	15,000	654
General office supplies	393	156	1,000	(844)
Postage	136	0	250	(250)
Gifts/memorials	942	761	500	261
Operational supplies	15,116	18,015	19,000	(985)
Vehicle maintenance	2,675	4,783	5,000	(217)
Equipment maintenance	3,634	5,603	5,000	603
Comm. equip. & maint.	9,264	1,798	5,000	(3,202)
Building maintenance	14,622	15,781	14,000	1,781
Cleaning supplies	1,330	(555)	1,100	(1,655)
Motor fuel and lubrication	1,410	1,135	3,000	(1,865)
Rural fuel	1,092	1,496	4,000	(2,504)
Uniforms	6,298	6,053	6,500	(447)
Protective clothing	17,338	14,364	17,000	(2,636)
Miscellaneous	12	44	0	44
Computer equip. & software	4,849	1,200	3,500	(2,300)
Total fire department	350,705	356,422	344,850	11,572
Municipal court				
Full time salaries	42,397	44,087	44,600	(513)
Part time help	33,203	35,024	34,980	44
Legal services	77,932	74,152	86,000	(11,848)
Training, travel and dues	975	210	1,000	(790)
Prisoner care	23,405	19,846	28,000	(8,154)
Other contract	17,771	13,305	19,000	(5,695)
Office supplies	740	972	1,500	(528)
Non Sufficient Funds	89	0	0	0
Postage	750	747	750	(3)
Operational supplies	231	356	1,000	(644)
Refunds	244	0	400	(400)
Office Equip - Furniture	476	399	2,050	(1,651)
Computer equip. & software	1,470	1,047	1,000	47
Transfer- Police Bond	0	0	8,800	(8,800)
Total municipal court	199,683	190,145	229,080	(38,935)

See Independent Auditor's Report.

GENERAL FUND - 01
 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)

	2020			Variance Over (Under)
	2019 Actual	Actual	Budget	
Expenditures - continued				
Street department				
Full time salaries	\$ 204,008	\$ 242,139	\$ 201,000	\$ 41,139
Part time help	0	0	6,500	(6,500)
Overtime	8,048	3,950	0	3,950
Telephone	2,426	2,493	2,500	(7)
Training, travel, dues	464	1,500	1,800	(300)
Advertising	135	67	500	(433)
Insurance	15,053	16,401	17,000	(599)
Lease payments	51,754	51,754	52,000	(246)
Utility charges	13,998	10,608	18,500	(7,892)
Other services	10,476	8,132	8,500	(368)
Tree care	4,875	1,125	6,000	(4,875)
General office supplies	116	371	500	(129)
Operational supplies	21,654	16,033	24,000	(7,967)
Vehicle maintenance	6,251	2,507	6,000	(3,493)
Snow/Ice Control	16,128	12,041	15,000	(2,959)
Equipment maintenance	27,471	21,549	28,000	(6,451)
Traffic	5,821	2,720	10,000	(7,280)
Building maintenance	2,277	2,531	3,500	(969)
Construction material	30,651	30,435	30,000	435
Motor fuel and lubrication	22,149	17,932	27,000	(9,068)
Uniforms	3,526	3,467	5,000	(1,533)
Miscellaneous supplies	160	0	300	(300)
Office equipment furniture	0	260	500	(240)
Computer equipment/ software	132	324	500	(176)
Motor vehicle/equipment	0	0	2,500	(2,500)
Miscellaneous capital items	90,000	89,489	90,000	(511)
Total street department	537,573	537,828	557,100	(19,272)
Park and recreation				
Full time salaries	170,339	201,116	173,600	27,516
Part time help	19,746	22,357	25,000	(2,643)
Overtime	4,233	3,390	1,200	2,190
Telephone	2,252	2,242	2,500	(258)
Training, travel and dues	341	700	1,000	(300)
Advertising	565	418	1,200	(782)
Insurance	6,890	9,505	7,500	2,005
Utility charges	33,394	32,902	40,000	(7,098)
Other services	26,179	22,309	25,000	(2,691)

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01
 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)

Expenditures - continued	2020			
	2019 Actual	Actual	Budget	Variance Over (Under)
Park and recreation - continued				
Tree care	\$ 5,510	\$ 5,600	\$ 6,000	\$ (400)
General office supplies	82	185	200	(15)
Operational supplies	13,960	10,363	15,000	(4,637)
Chemicals and fertilizer	5,409	2,151	5,000	(2,849)
Plant materials	2,668	2,102	4,000	(1,898)
Consumables	1,130	221	1,500	(1,279)
Vehicle maintenance	3,506	928	4,000	(3,072)
Equipment maintenance	7,290	8,262	8,000	262
Building maintenance	6,008	6,059	7,000	(941)
Construction material	2,911	574	3,000	(2,426)
Motor fuel and lubrication	14,834	11,048	17,000	(5,952)
Uniforms	839	1,025	1,700	(675)
Computer Equip/Software	324	752	750	2
Equipment/building & grounds	17,102	16,474	16,500	(26)
Refunds	136	0	0	0
Total park & recreation	345,648	360,683	366,650	(5,967)
Cemetery				
Full time salaries	59,530	62,018	58,000	4,018
Overtime	4,362	5,067	3,000	2,067
Training, travel and dues	36	200	200	0
Advertising	80	72	100	(28)
Insurance	599	680	700	(20)
Other Contractual	1,926	1,892	1,800	92
Operational supplies	565	1,221	1,250	(29)
Vehicle maintenance	48	50	1,000	(950)
Equipment maintenance	1,015	428	1,000	(572)
Building maintenance	2,453	152	3,000	(2,848)
Construction materials	543	0	0	0
Motor fuel and lube	1,889	1,063	2,500	(1,437)
Uniforms	210	211	300	(89)
Computer Equip/Software	48	0	0	0
Refunds	250	0	0	0
Total cemetery	73,554	73,054	72,850	204

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 For the Year Ended December 31, 2020
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	2020			Variance Over (Under)
	2019 Actual	Actual	Budget	
Expenditures - continued				
Community development				
Full time salaries	\$ 156,930	\$ 145,716	\$ 175,000	\$ (29,284)
Part time help	1,140	3,610	16,000	(12,390)
Overtime	3,993	7,145	300	6,845
Professional services	3,145	7,333	7,000	333
Legal services	0	0	1,000	(1,000)
Telephone	3,451	3,123	4,200	(1,077)
Training, travel and dues	2,733	2,187	2,500	(313)
Legal printing	3,251	1,823	1,000	823
Advertising	65	0	100	(100)
Insurance	1,268	1,971	1,500	471
Other Contractual	4,404	4,339	7,500	(3,161)
General office supplies	1,239	1,457	3,500	(2,043)
Postage	0	0	800	(800)
Operational supplies	707	904	1,750	(846)
Vehicle maintenance	338	14	1,000	(986)
Cleaning Supplies	0	6	0	6
Motor fuel and lubrication	651	488	1,500	(1,012)
Uniforms	198	205	325	(120)
Miscellaneous	960	354	0	354
Computer equipment & software	3,295	3,295	3,500	(205)
Motor Vehicle/Equipment	0	19	100	(81)
Refunds	200	4,717	500	4,217
Total community development	187,968	188,712	229,075	(40,363)
Economic Development				
Other Contractual	6,970	0	0	0
Miscellaneous	5,056	38	10,000	(9,962)
Total economic development	12,026	38	10,000	(9,962)
Operating transfers	536,400	592,300	583,500	8,800
Appropriated reserve	0	0	471,425	(471,425)
Total expenditures and transfers subject to budget	4,196,300	4,260,510	\$ 4,940,585	\$ (680,075)
Receipts over (under) expenditures	977	71,794		
Unencumbered cash, January 1	764,236	765,213		
Unencumbered cash, December 31	\$ 765,213	\$ 837,007		

See Independent Auditor's Report.

SPECIAL PURPOSE FUNDS
LIBRARY FUND - 02
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)

		2020		Variance
	2019	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Taxes				
Ad valorem property tax	\$ 244,503	\$ 259,423	\$ 254,500	\$ 4,923
Back tax collections	2,371	5,081	2,500	2,581
Motor vehicle tax	28,841	28,653	28,357	296
Total taxes	275,715	293,157	285,357	7,800
Intergovernmental				
State aid and grants	26,544	27,335	24,000	3,335
Use of money and property				
Interest on investments	1,859	1,950	1,000	950
Fines and fees	2,612	1,261	3,000	(1,739)
Other				
Miscellaneous	4,333	4,844	4,000	844
Total cash receipts	311,063	328,547	317,357	11,190
Expenditures				
Regular salaries	101,623	105,240	104,100	1,140
Temporary help	40,732	53,449	56,500	(3,051)
Library pages	22,146	13,617	25,500	(11,883)
Overtime	583	407	550	(143)
Unemployment benefits	170	172	200	(28)
Telephone services	2,503	2,605	2,600	5
Training	686	638	1,500	(862)
Advertising	742	719	1,800	(1,081)
Insurance and bond premiums	6,744	6,924	7,500	(576)
Utility charges	10,465	9,641	14,000	(4,359)
Other services	15,370	19,832	12,500	7,332
Office supplies	1,694	1,024	1,500	(476)
Postage	387	145	500	(355)
Operation supplies	3,896	6,177	5,000	1,177
Building maintenance supplies	3,125	8,847	2,200	6,647
Cleaning supplies	731	1,041	700	341
Library media	20,459	12,922	20,000	(7,078)
Library materials	1,492	1,309	1,600	(291)
Children's programming	60	1,155	2,000	(845)
Adult Programming	0	179	2,000	(1,821)
Computer equipment and software	5,748	4,559	5,250	(691)
Library books	7,719	8,398	8,500	(102)

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2b

SPECIAL PURPOSE FUNDS
LIBRARY FUND - 02
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)

		<u>2020</u>		<u>Variance</u>
	<u>2019</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Expenditures - continued				
Refunds	\$ 128	\$ 0	\$ 100	\$ (100)
Special Grants	0	0	0	0
Total expenditures	247,203	259,000	276,100	(17,100)
Operating transfers	55,000	55,000	55,000	0
Appropriated reserve	0	0	33,683	(33,683)
Total expenditures and transfers subject to budget	302,203	314,000	\$ 364,783	\$ (50,783)
Receipts over (under) expenditures	8,860	14,547		
Unencumbered cash, January 1	55,850	64,710		
Unencumbered cash, December 31	\$ 64,710	\$ 79,257		

See Independent Auditor's Report.

SPECIAL PURPOSE FUNDS
EMPLOYEE BENEFIT FUND - 05
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)

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem property tax	\$ 297,514	\$ 314,107	\$ 308,000	\$ 6,107
Back tax collections	2,968	6,235	4,000	2,235
Motor vehicle tax	35,066	34,734	34,505	229
Total taxes	335,548	355,076	346,505	8,571
Use of money and property				
Interest on investments	11,113	9,916	6,200	3,716
Other				
Reimbursements	62,574	58,822	61,000	(2,178)
Operating transfers	859,700	886,800	886,800	0
Total cash receipts	1,268,935	1,310,614	1,300,505	10,109
Expenditures				
Final Benefits Payout	47,441	99,351	180,000	(80,649)
HRA	21,817	12,159	35,000	(22,841)
Health Premiums	403,000	434,889	552,000	(117,111)
Cobra Insurance Premiums	9,217	20,045	20,000	45
Worker's compensation	59,882	52,223	75,000	(22,777)
FICA employer's contributions	237,769	237,106	284,000	(46,894)
KPERS employer's contributions	387,774	391,299	410,000	(18,701)
Section 125 payments	33,720	29,409	36,000	(6,591)
Unemployment	10,398	3,090	6,500	(3,410)
Training, travel, dues	189	411	1,000	(589)
Insurance	5,490	6,088	6,000	88
Employee assistance	9,683	8,442	10,000	(1,558)
Other contractual	13,141	1,683	1,500	183
Operational supplies	0	0	750	(750)
Miscellaneous	2,767	800	2,000	(1,200)
Employee development	27,908	23,052	25,000	(1,948)
Total expenditures	1,270,196	1,320,047	1,644,750	(324,703)
Appropriated reserve	0	0	269,601	(269,601)
Total expenditures subject to budget	1,270,196	1,320,047	1,914,351	(594,304)
Receipts over (under) expenditures	(1,261)	(9,433)		
Unencumbered cash, January 1	704,761	703,500		
Unencumbered cash, December 31	\$ 703,500	\$ 694,067		

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2d

SPECIAL PURPOSE FUNDS
 FAMILY AQUATICS CENTER FUND - 07
 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)

	2019 Actual	2020		Variance Over Under
		Actual	Budget	
Cash receipts				
Taxes				
Sales Tax	\$ 1,255	\$ 0	\$ 1,500	\$ (1,500)
Charges for services				
Season passes	12,375	0	19,500	(19,500)
Gate receipts	22,040	0	28,750	(28,750)
Coupon books	4,307	0	6,500	(6,500)
Concessions	13,562	0	15,000	(15,000)
Lessons	7,719	0	9,600	(9,600)
Total charges for services	60,003	0	79,350	(79,350)
Use of money and property				
Rentals	2,800	0	4,000	(4,000)
Interest on investments	1,053	742	500	242
Total use of money & property	3,853	742	4,500	(3,758)
Other				
Reimbursed expenses	638	540	0	540
Operating transfers	175,000	100,000	100,000	0
Total cash receipts	240,749	101,282	185,350	(84,068)
Expenditures				
Regular Salaries	76,621	56,735	50,000	6,735
Temporary help	61,259	1,725	70,000	(68,275)
Overtime	6,214	191	5,000	(4,809)
Other personal services	837	840	900	(60)
Telephone	1,251	1,302	1,100	202
Training, travel, dues	1,850	0	2,000	(2,000)
Advertising	2,014	444	2,000	(1,556)
Insurance	5,040	4,837	5,500	(663)
Utilities	11,778	4,889	13,000	(8,111)
Other contractual	2,336	1,762	2,500	(738)
General office supplies	207	35	200	(165)
Postage	0	236	0	236
Operational supplies	9,755	1,607	10,000	(8,393)
Equipment maintenance	155	0	500	(500)
Building & maintenance	5,899	0	5,000	(5,000)
Cleaning	21	27	100	(73)

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2d

SPECIAL PURPOSE FUNDS
FAMILY AQUATICS CENTER FUND - 07
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)

		<u>2020</u>		<u>Variance</u>
	<u>2019</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Expenditures - continued				
Uniforms	\$ 2,296	\$ 0	\$ 2,000	\$ (2,000)
Concession supplies	8,529	0	10,000	(10,000)
Equipment and plant	752	0	5,000	(5,000)
Refunds	331	0	0	0
Sales tax	1,346	0	1,500	(1,500)
Total expenditures	198,491	74,630	186,300	(111,670)
Operating transfers	45,000	25,000	25,000	0
Appropriated reserve	0	0	30,864	(30,864)
Total expenditures and transfers subject to budget	243,491	99,630	\$ 242,164	\$ (142,534)
Receipts over (under) expenditures	(2,742)	1,652		
Unencumbered cash, January 1	48,174	45,432		
Unencumbered cash, December 31	\$ 45,432	\$ 47,084		

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2e

SPECIAL PURPOSE FUNDS
COMMUNITY CENTER - 08
SCHEDULE 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)

		2020		Variance
	2019	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Charges for services				
Rentals	\$ 22,632	\$ 15,799	\$ 35,600	\$ (19,801)
Concessions	399	180	1,100	(920)
Ticket sales	2,492	712	4,500	(3,788)
Program and events	1,350	0	2,000	(2,000)
Memberships	0	0	0	0
Total charges for services	26,873	16,691	43,200	(26,509)
Intergovernmental				
Grants	0	8,000	3,000	5,000
Use of money and property				
Interest on investments	442	280	350	(70)
Fees				
Fees	2,720	0	0	0
Other				
Donations	0	0	100	(100)
Miscellaneous	658	0	0	0
Sales Tax	142	83	300	(217)
Total other	800	83	400	(317)
Operating transfers	83,000	83,000	83,000	0
Total cash receipts	113,835	108,054	129,950	(21,896)
Expenditures				
Full time salaries	56,351	59,031	\$ 59,000	\$ 31
Part time help	4,337	3,752	5,200	(1,448)
Overtime	73	0	150	(150)
Legal Services	80	0	0	0
Telephone	2,400	2,473	2,400	73
Training and travel	548	100	750	(650)
Legal printing expense	0	14	0	14
Advertising	1,479	4,040	1,200	2,840
Insurance	9,505	9,668	10,250	(582)
Lease Payments	5,041	5,041	5,041	0
Utilities	13,728	12,101	16,000	(3,899)
Other contractual	2,366	2,093	4,000	(1,907)
Event and program costs	2,316	2,345	4,500	(2,155)

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2e

SPECIAL REVENUE FUNDS
COMMUNITY CENTER - 08
SCHEDULE 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)

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Expenditures - continued				
General office supplies	\$ 41	\$ 29	\$ 300	\$ (271)
Postage	0	0	350	(350)
Gifts/memorials	50	0	100	(100)
Operating supplies	1,725	614	2,500	(1,886)
Building maintenance	5,263	1,951	5,000	(3,049)
Cleaning supplies	543	152	1,100	(948)
Concession supplies	265	220	600	(380)
Office Equip. Furniture	0	0	200	(200)
Miscellaneous	554	0	50	(50)
Computer equipment and software	109	532	400	132
Sales tax	123	101	175	(74)
Real Estate taxes	533	525	1,000	(475)
Summer programs part time help	1,584	0	0	0
Advertising	531	0	0	0
Operational supplies	1,043	0	0	0
Refunds	218	150	100	50
Total expenditures	110,806	104,932	120,366	(15,434)
Operating transfers	14,300	13,500	13,500	0
Appropriated reserve	0	0	19,259	(19,259)
Total expenditures and transfers subject to budget	125,106	118,432	\$ 153,125	\$ (34,693)
Receipts over (under) expenditures	(11,271)	(10,378)		
Unencumbered cash, January 1	35,447	24,176		
Unencumbered cash, December 31	\$ 24,176	\$ 13,798		

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2f

SPECIAL PURPOSE FUNDS
 STORM WATER MANAGEMENT - 12
 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)

		2020		Variance Over (Under)
		2019 Actual	Actual Budget	
Cash receipts				
Charges for services				
Storm water management fees	\$	85,203	\$ 85,424 \$ 85,000	\$ 424
Use of money and property				
Interest on investments		1,907	2,046 900	1,146
Total cash receipts		87,110	87,470 \$ 85,900	\$ 1,570
Expenditures				
Full time salaries		4,298	4,468 \$ 30,000	\$ (25,532)
Overtime		274	143 750	(607)
Professional Services		26,238	14,652 20,000	(5,348)
Other contractual		2,500	0 0	0
Construction materials		3,124	0 9,000	(9,000)
Lease payments		5,200	5,600 5,200	400
Equipment/plant		0	1,700 2,500	(800)
Storm water construction		25,981	655 30,000	(29,345)
Total expenditures		67,615	27,218 97,450	(70,232)
Operating transfers		11,000	11,000 11,000	0
Appropriated reserve		0	0 92,193	(92,193)
Total expenditures and transfers subject to budget		78,615	38,218 \$ 200,643	\$ (162,425)
Receipts over (under) expenditures		8,495	49,252	
Unencumbered cash, January 1		128,542	137,037	
Unencumbered cash, December 31	\$	137,037	\$ 186,289	

See Independent Auditor's Report.

SPECIAL PURPOSE FUNDS
SPECIAL PARK AND RECREATION FUND - 14
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)

		2020		Variance
	2019	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Intergovernmental				
Local liquor tax	\$ 16,496	\$ 14,467	\$ 14,645	\$ (178)
Use of money and property				
Interest on investment	761	687	400	287
Total cash receipts	17,257	15,154	15,045	109
Expenditures				
Other contractual	1,409	8,151	3,500	4,651
Equip/Bldg. & Grounds	15,545	14,268	16,000	(1,732)
Construction materials	0	0	2,500	(2,500)
Total expenditures	16,954	22,419	22,000	419
Appropriated reserve	0	0	47,201	(47,201)
Total expenditures subject to budget	16,954	22,419	69,201	(46,782)
Receipts over (under) expenditures	303	(7,265)		
Unencumbered cash, January 1	58,875	59,178		
Unencumbered cash, December 31	\$ 59,178	\$ 51,913		

City of Paola, Kansas

Schedule 2h

SPECIAL PURPOSE FUNDS
STREET REPAIR - SPECIAL HIGHWAY FUND - 17
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)

		2020		Variance
	2019	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Taxes				
Gas tax	\$ 154,103	\$ 148,118	\$ 152,180	\$ (4,062)
Use of money and property				
Interest on investments	1,278	1,739	400	1,339
Total cash receipts	155,381	149,857	152,580	(2,723)
Expenditures				
Full time salaries	6,349	6,581	26,000	(19,419)
Overtime	72	0	250	(250)
Other contractual	0	0	0	0
Construction material	123,920	83,323	130,000	(46,677)
Total expenditures	130,341	89,904	156,250	(66,346)
Operating transfers	5,000	6,000	6,000	0
Appropriated reserve	0	0	54,508	(54,508)
Total expenditures subject to budget	135,341	95,904	216,758	(120,854)
Receipts over (under) expenditures	20,040	53,953		
Unencumbered cash, January 1	53,575	73,615		
Unencumbered cash, December 31	\$ 73,615	\$ 127,568		

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2i

SPECIAL PURPOSE FUNDS
SPECIAL LAW ENFORCEMENT ACCOUNT - 18
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended December 31, 2020

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

	<u>2019 Actual</u>	<u>2020 Actual</u>
Cash receipts		
Use of money and property		
Interest on investment	\$ 89	\$ 99
Other		
Miscellaneous	<u>1,062</u>	<u>1,557</u>
Total cash receipts	<u>1,151</u>	<u>1,656</u>
Expenditures		
Miscellaneous	<u>1,000</u>	<u>0</u>
Total expenditures	<u>1,000</u>	<u>0</u>
Receipts over (under) expenditures	151	1,656
Unencumbered cash, January 1	<u>5,691</u>	<u>5,842</u>
Unencumbered cash, December 31	\$ <u><u>5,842</u></u>	\$ <u><u>7,498</u></u>

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2j

SPECIAL PURPOSE FUNDS
 TRANSIENT GUEST TAX - 20
 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)

		<u>2020</u>		<u>Variance</u>
	<u>2019</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Cash receipts				
Taxes				
Transient guest tax	\$ 41,302	\$ 21,769	\$ 37,000	\$ (15,231)
Use of money and property				
Interest on investment	1,060	1,081	700	381
Total cash receipts	<u>42,362</u>	<u>22,850</u>	<u>\$ 37,700</u>	<u>\$ (14,850)</u>
Expenditures				
Other contractual	5,204	300	\$ 9,329	\$ (9,029)
Economic Development Chamber	10,000	15,000	15,000	0
Promotional campaigns	<u>25,500</u>	<u>16,602</u>	<u>31,000</u>	<u>(14,398)</u>
Total expenditures	<u>40,704</u>	<u>31,902</u>	<u>55,329</u>	<u>(23,427)</u>
Appropriated reserve	<u>0</u>	<u>0</u>	<u>40,000</u>	<u>(40,000)</u>
Total expenditures and transfers subject to budget	<u>40,704</u>	<u>31,902</u>	<u>\$ 95,329</u>	<u>\$ (63,427)</u>
Receipts over (under) expenditures	1,658	(9,052)		
Unencumbered cash, January 1	<u>71,429</u>	<u>73,087</u>		
Unencumbered cash, December 31	<u>\$ 73,087</u>	<u>\$ 64,035</u>		

See Independent Auditor's Report.

SPECIAL PURPOSE FUNDS
 FAMILY AQUATICS CENTER EQUIPMENT RESERVE - 23
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 REGULATORY BASIS

For the Year Ended December 31, 2020

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

	<u>2019</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
Cash receipts		
Use of money and property		
Interest on investments	\$ 3,946	\$ 2,048
Total cash receipts	<u>3,946</u>	<u>2,048</u>
Expenditures		
Operating transfers	<u>175,000</u>	<u>100,000</u>
Total expenditures and transfers	<u>175,000</u>	<u>100,000</u>
Receipts over (under) expenditures	(171,054)	(97,952)
Unencumbered cash, January 1	<u>358,673</u>	<u>187,619</u>
Unencumbered cash, December 31	\$ <u><u>187,619</u></u>	\$ <u><u>89,667</u></u>

City of Paola, Kansas

Schedule 21

SPECIAL PURPOSE FUNDS

COVID-19 - 26

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

REGULATORY BASIS

For the Year Ended December 31, 2020

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

	2019 Actual	2020 Actual
Cash receipts		
Intergovernmental		
Grants	\$ 0	\$ 59,770
Total cash receipts	0	59,770
Expenditures		
Covid-19 expenes	0	59,770
Total expenditures	0	59,770
Receipts over (under) expenditures	0	0
Unencumbered cash, January 1	0	0
Unencumbered cash, December 31	\$ 0	\$ 0

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2m

SPECIAL PURPOSE FUNDS

ESCROW FUND - 46

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

REGULATORY BASIS

For the Year Ended December 31, 2020

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

	<u>2019</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
Cash receipts		
Interest Income	\$ 0	\$ 0
Escrow receipts	<u>0</u>	<u>300</u>
Total cash receipts	<u>0</u>	<u>300</u>
Expenditures		
Interest Income	0	0
Non Sufficient Funds Checks	0	0
Escrow disbursements	<u>0</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	0	300
Unencumbered cash, January 1	<u>3,246</u>	<u>3,246</u>
Unencumbered cash, December 31	\$ <u><u>3,246</u></u>	\$ <u><u>3,546</u></u>

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2n

SPECIAL PURPOSE FUNDS
MENNENOAH CEMETERY - 47
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended December 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	<u>2019</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
Cash receipts		
Use of money and property		
Reimbursed Expense	\$ 0	\$ 0
Interest on investment	<u>84</u>	<u>46</u>
Total cash receipts	<u>84</u>	<u>46</u>
Expenditures		
Capital Improvements	5,571	0
Other Contractual	<u>0</u>	<u>1,500</u>
Total expenditures	<u>5,571</u>	<u>1,500</u>
Receipts over (under) expenditures	(5,487)	(1,454)
Unencumbered cash, January 1	<u>9,228</u>	<u>3,741</u>
Unencumbered cash, December 31	<u><u>\$ 3,741</u></u>	<u><u>\$ 2,287</u></u>

City of Paola, Kansas

Schedule 2o

SPECIAL PURPOSE FUNDS
SPECIAL GRANTS FUND - 70
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended December 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	<u>2019</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
Cash receipts		
Intergovernmental		
Grants	\$ 52,577	\$ 47,354
Use of money and property		
Donations and Gifts	1,500	1,362
Total cash receipts	<u>54,077</u>	<u>48,716</u>
Expenditures		
Contractual, materials and equipment	<u>45,966</u>	<u>36,216</u>
Total expenditures	<u>45,966</u>	<u>36,216</u>
Receipts over (under) expenditures	8,111	12,500
Unencumbered cash, January 1	<u>22,650</u>	<u>30,761</u>
Unencumbered cash, December 31	\$ <u><u>30,761</u></u>	\$ <u><u>43,261</u></u>

See Independent Auditor's Report.

SPECIAL PURPOSE FUNDS
 DRUG ENFORCEMENT ACCOUNT
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 REGULATORY BASIS
 For the Year Ended December 31, 2020
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	<u>2019</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
Cash receipts		
Other		
Reimbursement	\$ 1,727	\$ 5
Expenditures		
Other services	<u>180</u>	<u>205</u>
Receipts over (under) expenditures	1,547	(200)
Unencumbered cash, January 1	<u>236</u>	<u>1,783</u>
Unencumbered cash, December 31	\$ <u><u>1,783</u></u>	\$ <u><u>1,583</u></u>

City of Paola, Kansas

Schedule 2g

DEBT SERVICE FUND
BOND & INTEREST - 06
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)

	2020			Variance Over (Under)
	2019 Actual	Actual	Budget	
Cash receipts				
Taxes				
Ad valorem property tax	\$ 332,937	\$ 305,794	\$ 300,000	\$ 5,794
Back tax collections	3,432	7,047	3,000	4,047
Motor vehicle tax	41,356	39,470	38,622	848
Special assessments	54,857	68,625	10,000	58,625
Total taxes	<u>432,582</u>	<u>420,936</u>	<u>351,622</u>	<u>69,314</u>
Use of money and property				
Interest on investments	<u>17,909</u>	<u>17,801</u>	<u>6,000</u>	<u>11,801</u>
Total use of money and property	<u>17,909</u>	<u>17,801</u>	<u>6,000</u>	<u>11,801</u>
Other				
Miscellaneous	<u>0</u>	<u>44,014</u>	<u>0</u>	<u>44,014</u>
Operating transfers	<u>1,014,911</u>	<u>959,054</u>	<u>1,023,447</u>	<u>(64,393)</u>
Total cash receipts	<u>1,465,402</u>	<u>1,441,805</u>	<u>1,381,069</u>	<u>60,736</u>
Expenditures				
Bond principal	1,130,000	1,145,000	\$ 1,145,000	0
Interest expense	266,761	235,545	235,545	0
Administrative expense	0	39,570	0	39,570
Other reserves	<u>0</u>	<u>0</u>	<u>539,213</u>	<u>(539,213)</u>
Total expenditures and transfers subject to budget	<u>1,396,761</u>	<u>1,420,115</u>	<u>1,919,758</u>	<u>(499,643)</u>
Receipts over (under) expenditures	68,641	21,690		
Unencumbered cash, January 1	<u>508,259</u>	<u>576,900</u>		
Unencumbered cash, December 31	<u>\$ 576,900</u>	<u>\$ 598,590</u>		

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2r

CAPITAL PROJECTS FUNDS
WASTE WATER TREATMENT PLANT CONSTRUCTION - 31
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended December 31, 2020

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

	<u>2019</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
Cash receipts		
Use of money and property		
Interest on investments	\$ 10,817	\$ 10,919
Other		
Reimbursements	<u>0</u>	<u>18,913</u>
Total cash receipts	<u>10,817</u>	<u>29,832</u>
 Expenditures		
Equipment/Plant	<u>57,595</u>	<u>0</u>
Receipts over (under) expenditures	(46,778)	29,832
Unencumbered cash, January 1	<u>753,825</u>	<u>707,047</u>
Unencumbered cash, December 31	\$ <u><u>707,047</u></u>	\$ <u><u>736,879</u></u>

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2s

CAPITAL PROJECTS FUNDS
EQUIPMENT REPLACEMENT - 80
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended December 31, 2020

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

	<u>2019</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
Cash receipts		
Intergovernmental		
Grants	\$ 7,726	\$ 0
Other		
Sale of Surplus Equipment	0	0
Reimbursed Expenses	169,983	123,813
Miscellaneous	392	3,117
Total other	170,375	126,930
Operating Transfers	30,000	45,000
Total cash receipts	208,101	171,930
Expenditures		
Miscellaneous	16,752	0
Equipment/plant	29,237	1,504
Equipment/plant	9,488	0
Equipment/plant	7,726	123,813
Motor vehicle	161,039	0
Total expenditures	224,242	125,317
Receipts over (under) expenditures	(16,141)	46,613
Unencumbered cash, January 1	72,008	55,867
Unencumbered cash, December 31	\$ 55,867	\$ 102,480

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2t

CAPITAL PROJECTS FUNDS
CAPITAL PROJECTS - 90
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended December 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	2019 <u>Actual</u>	2020 <u>Actual</u>
Cash receipts		
Taxes and shared revenues		
City sales tax	\$ 1,208,594	\$ 1,315,255
Other		
Interest	8,949	10,762
Miscellaneous	4,100	4,797
Reimbursements	23,676	64,109
Grants	57,392	467,058
Donations and gifts	22,841	18,588
Total other	<u>116,958</u>	<u>565,314</u>
Operating transfers	<u>31,000</u>	<u>31,000</u>
Total cash receipts	<u>1,356,552</u>	<u>1,911,569</u>
Expenditures		
Construction materials	188,268	10,926
Other contractual	212,805	80,151
Motor Vehicle/Equipment	178,117	47,753
Equip/Bldg. & Grounds	30,080	21,876
Professional services	9,794	103,938
Promotional campaigns	4	0
Other	123,201	262,755
Total expenditures	<u>742,269</u>	<u>527,399</u>
Operating transfers	<u>581,254</u>	<u>582,038</u>
Total expenditures and transfers	<u>1,323,523</u>	<u>1,109,437</u>
Receipts over (under) expenditures	<u>33,029</u>	<u>802,132</u>
Unencumbered cash, January 1	<u>824,987</u>	<u>858,016</u>
Unencumbered cash, December 31	<u>\$ 858,016</u>	<u>\$ 1,660,148</u>

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2u

BUSINESS FUNDS
SEWER SERVICE FUND - 04
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)

		2020		Variance
	2019	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Charges for services				
Inspection charges	\$ 630	\$ 1,200	\$ 2,000	\$ (800)
Sewer lagoon dumping	16,455	12,681	15,000	(2,319)
Sewer service charges	771,011	747,431	780,000	(32,569)
Total charges for services	788,096	761,312	797,000	(35,688)
Use of money and property				
Interest on investments	3,222	2,928	2,000	928
Other				
Reimbursed expenses	9,108	5,117	10,600	(5,483)
Total cash receipts	800,426	769,357	\$ 809,600	\$ (40,243)
Expenditures				
Administration				
Full time salaries	126,335	100,507	\$ 115,700	\$ (15,193)
Overtime	0	0	150	(150)
Other personal services	2,509	2,517	2,500	17
Training, Travel, Dues	0	0	800	(800)
Insurance	25,070	26,571	28,000	(1,429)
Other contractual	4,645	5,396	4,600	796
General office supplies	391	744	500	244
Postage	5,075	4,190	4,500	(310)
Refunds	20	100	0	100
Total administration	164,045	140,025	156,750	(16,725)
Production				
Full time salaries	41,472	42,138	52,000	(9,862)
Overtime	1,024	1,463	1,500	(37)
Telephone services	1,147	831	1,300	(469)
Training, travel, dues	486	500	1,000	(500)
Utilities	94,950	99,771	93,000	6,771
Testing and analytical	4,946	5,670	8,000	(2,330)
Other contractual	4,372	8,016	5,500	2,516
Postage	12	0	0	0
General office supplies	82	168	200	(32)

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2u

BUSINESS FUNDS
SEWER SERVICE FUND - 04
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)

Expenditures - continued	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Production - continued				
Operational supplies	\$ 8,677	\$ 7,657	\$ 15,000	\$ (7,343)
Vehicle maintenance	4	0	500	(500)
Equipment maintenance	1,296	936	1,500	(564)
Building maintenance	1,707	0	1,800	(1,800)
Motor fuel and lubricants	978	2,020	2,900	(880)
Uniforms	240	193	500	(307)
Office equip. furniture	150	0	0	0
Computer Equipment and Software	1,291	0	3,000	(3,000)
Equipment, Plant	7,071	7,456	7,500	(44)
Equipment, building and grounds	6,073	4,636	6,000	(1,364)
Total production	175,978	181,455	201,200	(19,745)
Distribution				
Full time salaries	161,437	148,731	177,500	(28,769)
Overtime	4,006	2,533	4,000	(1,467)
Telephone services	3,241	2,060	2,800	(740)
Training, travel, dues	644	1,000	1,000	0
Advertising	487	377	500	(123)
Lease Payments	50,000	0	3,000	(3,000)
Utilities	13,306	8,485	9,000	(515)
Other contractual	12,417	10,856	8,000	2,856
General office supplies	129	303	300	3
Operational supplies	8,687	4,743	10,000	(5,257)
Vehicle maintenance	96	158	1,500	(1,342)
Equipment maintenance	4,143	13,538	10,000	3,538
Building maintenance	3,110	1,326	3,500	(2,174)
Construction materials	4,913	62	4,500	(4,438)
Motor fuel and lubricants	7,640	3,251	11,000	(7,749)
Uniforms	415	483	900	(417)
Office equip. furniture	110	0	0	0
Computer equipment and software	213	282	300	(18)
Mains and meters	294	0	0	0
Equipment, building and grounds	5,459	5,325	7,500	(2,175)
Distribution lines	41,465	44,927	45,000	(73)
Total distribution	322,212	248,440	300,300	(51,860)

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2u

BUSINESS FUNDS
SEWER SERVICE FUND - 04
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)

		<u>2020</u>		<u>Variance</u>
	<u>2019</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Expenditures - continued				
Operating transfers	\$ <u>189,500</u>	\$ <u>190,000</u>	\$ <u>190,000</u>	\$ <u>0</u>
Appropriated reserve	<u>0</u>	<u>0</u>	<u>166,260</u>	<u>(166,260)</u>
Total expenditures and transfers subject to budget	<u>851,735</u>	<u>759,920</u>	\$ <u><u>1,014,510</u></u>	\$ <u><u>(254,590)</u></u>
Receipts over (under) expenditures	(51,309)	9,437		
Unencumbered cash, January 1	<u>260,259</u>	<u>208,950</u>		
Unencumbered cash, December 31	\$ <u><u>208,950</u></u>	\$ <u><u>218,387</u></u>		

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2v

BUSINESS FUNDS
WATER UTILITY FUND - 09
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)

	2020			Variance
	2019			Over
	Actual	Actual	Budget	(Under)
Cash receipts				
Charges for services				
Sale of water	\$ 1,730,172	\$ 1,793,700	\$ 2,200,000	\$ (406,300)
Water for resale	51,818	52,227	55,000	(2,773)
Sales tax	26,810	26,730	30,000	(3,270)
Tank sales	5,550	8,685	7,500	1,185
Installation charges	12,150	16,950	15,000	1,950
Connection fees	8,111	7,570	8,000	(430)
Total charges for services	1,834,611	1,905,862	2,315,500	(409,638)
Use of money and property				
Interest on investments	1,934	2,853	1,500	1,353
Total use of money and property	1,934	2,853	1,500	1,353
Other				
Reimbursed expenses	67,280	48,457	82,000	(33,543)
KS setoff reimbursement	6,421	6,979	7,000	(21)
Miscellaneous	350	350	350	0
Long/short	(11)	105	0	105
	74,040	55,891	89,350	(33,459)
Total cash receipts	1,910,585	1,964,606	\$ 2,406,350	\$ (441,744)
Expenditures				
Administration				
Full time salaries	65,239	50,362	\$ 77,130	\$ (26,768)
Overtime	0	0	100	(100)
Other personal services	2,509	2,517	2,500	17
Professional services	275	0	0	0
Insurance and bonds	9,655	10,637	11,500	(863)
Other contractual	5,118	5,748	5,000	748
General office supplies	391	744	700	44
Postage	5,075	4,190	5,000	(810)
Operational supplies	38	943	1,000	(57)
Refunds	1,711	1,500	0	1,500
Sales tax remittance	37,687	40,184	30,000	10,184
Total administration	127,698	116,825	132,930	(16,105)

See Independent Auditor's Report.

BUSINESS FUNDS
WATER UTILITY FUND - 09
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)

Expenditures - continued	2020			Variance Over (Under)
	2019 Actual	Actual	Budget	
Production				
Full time salaries	\$ 62,654	\$ 34,211	\$ 66,350	\$ (32,139)
Overtime	365	100	500	(400)
Telephone services	324	194	500	(306)
Training, travel, dues	226	164	200	(36)
Utilities	4,543	5,736	7,000	(1,264)
Other contractual	0	0	0	0
Water purchase	1,339,844	1,430,136	1,800,000	(369,864)
Motor fuel and lubrication	227	60	275	(215)
Uniforms	183	0	275	(275)
Total production	1,408,366	1,470,601	1,875,100	(404,499)
Distribution				
Full time salaries	26,273	20,521	50,000	(29,479)
Overtime	1,065	852	1,000	(148)
Tank maintenance	9,293	9,293	9,300	(7)
Legal	0	3	0	3
Telephone services	2,519	2,367	9,000	(6,633)
Training, travel, dues	2,086	1,455	2,000	(545)
Advertising	487	377	500	(123)
Lease Payments	14,253	0	0	0
Utilities	1,440	1,474	2,200	(726)
Testing analytical	2,712	2,383	3,000	(617)
Other contractual	13,921	10,993	12,000	(1,007)
General office supplies	139	436	350	86
Postage	404	437	600	(163)
Operational supplies	24,961	24,950	35,000	(10,050)
Vehicle maintenance	1,916	1,571	2,500	(929)
Equipment maintenance	2,400	11,048	4,000	7,048
Building and maintenance	1,877	1,498	2,500	(1,002)
Construction materials	29,874	26,017	24,000	2,017
Motor fuel and lubrication	7,237	4,578	12,000	(7,422)
Uniforms	595	557	1,500	(943)
Office equip. furniture	110	0	0	0
Computer equipment and software	1,591	2,301	2,500	(199)
Mains and meters	81,015	109,827	110,000	(173)
Total distribution	226,168	232,938	283,950	(51,012)

City of Paola, Kansas

Schedule 2v

BUSINESS FUNDS
WATER UTILITY FUND - 09
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)

	<u>2020</u>			<u>Variance Over (Under)</u>
	<u>2019 Actual</u>	<u>Actual</u>	<u>Budget</u>	
Expenditures - continued				
Operating transfers	\$ <u>124,000</u>	\$ <u>126,000</u>	\$ <u>136,000</u>	\$ <u>(10,000)</u>
Appropriated reserve	<u>0</u>	<u>0</u>	<u>142,585</u>	<u>(142,585)</u>
Total expenditures and transfers subject to budget	<u>1,886,232</u>	<u>1,946,364</u>	\$ <u><u>2,570,565</u></u>	\$ <u><u>(624,201)</u></u>
Receipts over (under) expenditures	24,353	18,242		
Unencumbered cash, January 1	<u>151,722</u>	<u>176,075</u>		
Unencumbered cash, December 31	\$ <u><u>176,075</u></u>	\$ <u><u>194,317</u></u>		

City of Paola, Kansas

Schedule 2w

BUSINESS FUNDS
SEWER LINE REPLACEMENT - 11
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)

		2020		Variance Over (Under)
		2019 Actual	Actual Budget	
Cash receipts				
Use of money and property				
Interest on investments	\$	2,953	\$ 2,915 \$ 1,200	\$ 1,715
Operating transfers		7,000	7,000 7,000	0
Total cash receipts		9,953	9,915 \$ 8,200	\$ 1,715
Expenditures				
Equipment/plant		0	36,858 \$ 216,122	\$ (179,264)
Receipts over (under) expenditures		9,953	(26,943)	
Unencumbered cash, January 1		199,922	209,875	
Unencumbered cash, December 31	\$	209,875	\$ 182,932	

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2x

BUSINESS FUNDS
HEALTH AND SANITATION FUND - 13
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)

		2020		Variance
	2019	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Charges for services				
Haulers' permits	\$ 3,000	\$ 300	\$ 1,500	\$ (1,200)
Landfill charges and collections	380,128	382,132	385,500	(3,368)
Total charges for services	383,128	382,432	387,000	(4,568)
Use of money and property				
KS setoff reimbursement	149	256	300	(44)
Interest on investments	507	441	400	41
Total use of money & property	656	697	700	(3)
Fees	255	300	200	100
Total cash receipts	384,039	383,429	\$ 387,900	\$ (4,427)
Expenditures				
Full time salaries	18,224	19,815	\$ 17,200	\$ 2,615
Advertising	550	880	750	130
Insurance	1,140	1,266	1,250	16
Other contractual	356,849	334,388	364,300	(29,912)
General office supplies	363	716	600	116
Pay Stickers	0	405	0	405
Total expenditures	377,126	357,470	384,100	(26,630)
Operating transfers	5,500	6,000	6,000	0
Appropriated reserve	0	0	28,289	(28,289)
Total expenditures and transfers subject to budget	382,626	363,470	\$ 418,389	\$ (54,919)
Receipts over (under) expenditures	1,413	19,959		
Unencumbered cash, January 1	30,131	31,544		
Unencumbered cash, December 31	\$ 31,544	\$ 51,503		

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2y

BUSINESS FUNDS
WATER TREATMENT PLANT FUND - 15
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)

		2020		Variance
	2019	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Use of money and property				
Interest	\$ 3,994	\$ 3,855	\$ 1,500	\$ 2,355
Total cash receipts	3,994	3,855	1,500	2,355
Expenditures				
Capital improvements	0	0	\$ 278,184	\$ (278,184)
Other Contractual	0	20,724	0	20,724
Total expenditures and transfers subject to budget	0	20,724	278,184	(257,460)
Receipts over (under) expenditures	3,994	(16,869)		
Unencumbered cash, January 1	274,227	278,221		
Unencumbered cash, December 31	\$ 278,221	\$ 261,352		

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2z

BUSINESS FUNDS
WASTEWATER TREATMENT PLANT - 16
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)

		2020		Variance
	2019	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Charges for services				
Connect & disconnect	\$ 14,175	\$ 21,875	\$ 30,000	\$ (8,125)
Sewer service charge	501,698	530,738	533,000	(2,262)
Total charges for services	515,873	552,613	563,000	(10,387)
Use of money and property				
Interest income	2,954	2,100	2,200	(100)
Total cash receipts	518,827	554,713	\$ 565,200	\$ (10,487)
Expenditures				
Full time salaries	102,784	82,991	\$ 79,800	\$ 3,191
Overtime	5,681	5,565	4,000	1,565
Lease payments	0	19,777	19,777	0
Other contractual	9,000	9,800	10,000	(200)
Operational supplies	0	0	5,000	(5,000)
Miscellaneous	0	2,200	10,000	(7,800)
Refunds	0	1,750	0	1,750
Equipment/plant	10,686	11,176	25,000	(13,824)
Total expenditures	128,151	133,259	153,577	(20,318)
Operating transfer	458,657	405,016	469,408	(64,392)
Appropriated reserve	0	0	77,166	(77,166)
Total expenditures and transfers subject to budget	586,808	538,275	\$ 700,151	\$ (161,876)
Receipts over (under) expenditures	(67,981)	16,438		
Unencumbered cash, January 1	190,083	122,102		
Unencumbered cash, December 31	\$ 122,102	\$ 138,540		

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 3

AGENCY FUNDS
SCHEDULE OF RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
For the Year Ended December 31, 2020

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Police bond	\$ 15,493	\$ 28,452	\$ 28,550	\$ 15,395
Payroll withholding	<u>7,834</u>	<u>390,131</u>	<u>390,598</u>	<u>7,367</u>
	\$ <u>23,327</u>	\$ <u>418,583</u>	\$ <u>419,148</u>	\$ <u>22,762</u>

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