

CITY OF INDEPENDENCE, KANSAS

Independent Auditors' Report and
Financial Statement with
Supplementary Information

For the Year Ended December 31, 2020

CITY OF INDEPENDENCE, KANSAS
For the Year Ended December 31, 2020
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JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

Honorable Mayor and City Commissioners
City of Independence, Kansas

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

Management's Responsibility for the Financial Statement

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

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, 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 City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Independence on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Independence as of December 31, 2020, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Independence as of December 31, 2020 and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, 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. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of City of Independence, Kansas as of and for the year ended December 31, 2019 (not presented herein), and have issued our report thereon dated July 27, 2020, which contained an unmodified opinion on the basic financial statement. The 2019 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/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 statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2019 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2019, on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 4, 2021, on our consideration of the City of Independence, Kansas' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Independence, Kansas' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Independence, Kansas' internal control over financial reporting and compliance.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

August 4, 2021
Chanute, Kansas

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

Funds	Beginning Unencumbered Cash Balances	Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Add Encumbrances and Accounts Payable	Cash Balance December 31, 2020
General Fund	\$ 254,909.87	-	\$ 7,941,668.07	\$ 7,622,865.93	\$ 573,712.01	\$ 537,407.34	\$ 1,111,119.35
Special Purpose Funds:							
Library	6,000.94	-	254,762.13	260,763.07	-	-	-
Special Alcohol	44,647.16	-	32,490.77	30,000.00	47,137.93	-	47,137.93
Special Park and Recreation	29,976.03	-	37,785.23	24,000.00	43,761.26	-	43,761.26
Special Park	23,384.25	-	3,890.15	8,989.54	18,284.86	-	18,284.86
Industrial	18,453.85	-	13,422.20	27,500.00	4,376.05	-	4,376.05
Employee Benefits	193,924.59	-	800,314.88	686,617.66	307,621.81	47,766.29	355,388.10
Liability Insurance	24,325.43	-	92,877.36	74,067.00	43,135.79	-	43,135.79
Crime Prevention Program	1,579.55	-	-	-	1,579.55	-	1,579.55
Law Enforcement Trust	41,843.95	-	1,831.28	18,206.58	25,468.65	73.20	25,541.85
Downtown Tree Replacement	15,203.95	-	622.56	494.68	15,331.83	-	15,331.83
Demolition	143,355.38	-	101,950.00	96,700.00	148,605.38	-	148,605.38
Economic Development and Transportation	797,947.69	41,747.54	292,240.43	514,902.54	617,033.12	18,343.00	635,376.12
Memorial Hall Tax Credits	165,000.03	-	-	-	165,000.03	-	165,000.03
Airport	72,497.34	-	804,492.42	596,057.19	280,932.57	30,142.94	311,075.51
E-911 (Old)	4,696.52	-	-	-	4,696.52	-	4,696.52
E-911 (New)	144,867.31	-	140,626.49	169,759.61	115,734.19	128,524.00	244,258.19
K9	25,060.07	-	4,229.02	945.78	28,343.31	-	28,343.31
Incubator Building	356,285.08	-	15,475.00	355,000.00	16,760.08	-	16,760.08
Tourism	-	-	110,809.22	110,809.22	-	-	-
City Skate Park	1,694.64	-	-	-	1,694.64	-	1,694.64
Walmart Grant	3,046.18	-	-	4,735.90	(1,689.72)	-	(1,689.72)
Education Sales Tax	319,345.74	-	2,135,921.84	2,285,992.80	169,274.78	183,599.19	352,873.97
Quality of Life Sales Tax	129,264.71	-	-	20,121.00	109,143.71	-	109,143.71
Special Use Sales Tax	1,510,792.19	-	2,135,921.78	2,335,000.00	1,311,713.97	1,006,261.13	2,317,975.10
Capital Reserve	168,410.00	-	236,185.00	279,478.70	125,116.30	149,994.00	275,110.30
COVID Grants	-	-	754,071.88	742,955.55	11,116.33	86,760.27	97,876.60
Bond and Interest Funds:							
Bond and Interest	1,187,858.08	-	829,396.13	1,122,205.83	895,048.38	-	895,048.38
Capital Project Funds:							
Water Treatment Facility Upgrade	(320,505.65)	-	389,771.57	183,121.61	(113,855.69)	-	(113,855.69)
Logan Fountain	2,283.21	-	-	1,768.84	514.37	-	514.37
City Projects	-	-	85,200.00	10,200.00	75,000.00	10,200.00	85,200.00
Airport Capital Projects	175,591.91	-	136,721.00	43,023.00	269,289.91	610.00	269,899.91
Street Capital Improvement Projects	71,582.50	-	317,117.41	228,262.47	160,437.44	722.00	161,159.44

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

Statement 1 (Continued)

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

Funds	Beginning Unencumbered Cash Balances	Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Add Encumbrances and Accounts Payable	Cash Balance December 31, 2020
Capital Project Funds: (Continued)							
Peter Pan Geometric Project	\$ (168,093.61)	\$ -	\$ 565,334.00	\$ 352,245.98	\$ 44,994.41	\$ -	\$ 44,994.41
KLINK - Penn/Chestnut-Oak Project	38,722.19	-	-	3,779.41	34,942.78	-	34,942.78
2015-2016 KLINK Projects	328,640.77	-	-	9,761.46	318,879.31	-	318,879.31
Airport - Restroom Upgrade	2,500.00	-	-	-	2,500.00	-	2,500.00
City Grants	-	-	77,297.54	-	77,297.54	-	77,297.54
ADA DJ #204-29-144 Curb Ramps	259,664.12	-	-	24,013.58	235,650.54	-	235,650.54
Fire/EMS Grant	1,676.00	-	918.72	-	2,594.72	-	2,594.72
Capital Improvement	1,350,014.42	-	1,109,465.33	48,933.00	2,410,546.75	-	2,410,546.75
Business Funds:							
Water and Sewer Utility	2,543,313.68	85,550.00	5,229,919.77	4,703,092.50	3,155,690.95	484,286.55	3,639,977.50
Grinder Pump Replacement	248,750.05	-	10,934.57	3,129.03	256,555.59	-	256,555.59
Sanitation Utility	755,227.85	-	1,192,838.21	1,252,225.39	695,840.67	40,578.94	736,419.61
Total Reporting Entity (Excluding Agency Funds)	\$ 10,973,737.97	\$ 127,297.54	\$ 25,856,501.96	\$ 24,251,724.85	\$ 12,705,812.62	\$ 2,725,268.85	\$ 15,431,081.47
Composition of Cash:							
Cash on Hand.....							\$ 950.00
Checking Accounts:							
Petty Cash							1,500.00
Operating							12,936,708.82
Investments:							
Certificates of Deposit.....							2,507,458.97
Total Cash							15,446,617.79
Less: Agency Funds Per Schedule 3							(15,536.32)
Total Reporting Entity (Excluding Agency Funds)							\$ 15,431,081.47

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

CITY OF INDEPENDENCE, KANSAS

Notes to Financial Statement
For the Year Ended December 31, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Independence, Kansas (the City) is incorporated as a city of the second class under the provisions of the Kansas Constitution, Article 12, Section 5 and K.S.A. 14-101 *et seq.* The City operates under a Commission-City Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, water, sewer and trash, health and social services, culture-recreation, education, public improvements, planning and zoning, and general administrative services.

The financial statement and schedules of the City of Independence, Kansas have been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Governmental Accounting Standards Board is the principle standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies follow. Note 1 describes how the City's accounting policies differ from accounting principles generally accepted in the United States of America.

Reporting Entity

The City of Independence is a municipal corporation governed by an elected three-member commission. This financial statement presents the City of Independence.

Related Municipal Entities: A related municipal entity is determined by the following criteria. Whether the City exercises oversight responsibility on financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters, scope of the public service, and significant operational or financial relationships with the City. Related municipal entities are not required to be included in the City's audit by the Kansas Municipal Audit and Accounting Guide (KMAAG). Based upon the application of this criterion, the following is a brief review of potential related municipal entities:

Independence Public Library – The City of Independence Library Board operates the City's public library. Acquisition or disposition of real property or bond issuances must be approved by the City. Separate audited financial statements are prepared and are available at the Independence Public Library.

The Housing Authority – The Housing Authority of the City of Independence, Kansas operates the City's housing projects. The Housing Authority can sue and be sued. Bond ordinances and the purchase of real property must be approved by the City. Separate audited financial statements are prepared and are available at the Independence Housing Authority.

Regulatory Basis Fund Types

The accounts of the City are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its cash, liabilities, fund equity, revenues and expenditures. The various funds are grouped by type in the financial statements. The types of funds maintained by the City are as follows:

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Regulatory Basis Fund Types (Continued)

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

Special Purpose fund – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

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.

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

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

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

Basis of Accounting

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

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

Property Taxes

In accordance with governing state 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 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1st of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31, such taxes are a lien on the property.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Special Assessments

Kansas statutes require projects financed in part by special assessments to be financed through the issuance of general obligation bonds which are secured by the full faith and credit of the City. Special assessments paid prior to the issuance of general obligation bonds are recorded as revenue in the appropriate project. Special assessments received after the issuance of general obligation bonds are recorded as revenue in the bond and interest fund. Further, state statutes require levying additional general ad valorem property taxes in the City bond and interest fund to finance delinquent special assessments receivable.

Pension Plan

Substantially all full-time City employees are members of the State of Kansas Public Employees Retirement System, which is a multi-employer state-wide pension plan. The City's policy is to fund all pension costs accrued. Such costs to be funded are actuarially determined annually by the State of Kansas.

Reimbursed Expenses

K.S.A. 79-2934 provides that reimbursed expenditures, in excess of those budgeted, should be recorded as reductions in expenditures rather than as revenues. In the financial statement and budget comparison schedules presented in this report, reimbursements and refunds are recorded as revenues. The reimbursements are recorded as cash receipts when received by the City Treasurer and are often difficult to identify the exact expenditure which they are reimbursing. In funds showing expenditures in excess of the original adopted budget, reimbursements are added to the adopted budget as budget credits for comparison with the actual expenditures.

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. During the year ended December 31, 2020, the City amended the Tourism Fund, Educational Sales Tax Fund, and the Sanitation Utility Fund.

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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (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 capital project funds, trust funds, and the following special purpose fund:

- Special Park Fund
- D.A.R.E. Program Fund
- Crime Prevention Program Fund
- Law Enforcement Trust Fund
- Downtown Tree Replacement Fund
- Demolition Fund
- E-911 (Old) Fund
- E-911 (New) Fund
- Incubator Building Fund
- Pride Signs Fund
- City Skate Park Fund
- Cultural Arts Board Fund
- Walmart Grant Fund

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

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance with Kansas Statutes

Statement 1 and Schedule 1 have been prepared in order to show compliance with the cash basis and budget laws of Kansas. As shown in Statement 1, the City was in apparent violation with K.S.A. 10-1113, as the City has obligated expenditures in excess of available monies in the Water Treatment Facility Upgrade Fund and Walmart Grant Fund, however, K.S.A 10-1,116 provides that under certain situations, the fund can end the year with a negative unencumbered cash balance and therefore, exempt from the cash basis laws of Kansas. The Water Treatment Facility Upgrade Fund and the Walmart Grant Fund met the criteria under the statutes and therefore, are not deemed to be in violation of the Kansas cash basis laws As shown in Schedule 1, the City was in compliance with the budget laws of Kansas.

The City was in apparent violation of K.S.A. 12-1608 which requires the treasurer of first class cities to publish the quarterly statements showing the total amount received into each fund and the total amount expended from each fund and the cash balances of each fund at the beginning and close of each quarter. Such quarterly statements shall show the amount of outstanding registered warrants, temporary notes, bonds and all other obligations and liabilities of the City. Two of the four quarterly statements were not published within the 30 day requirement.

3. DEPOSITS AND INVESTMENTS

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

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

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2020.

Deposits: At year-end, the City's carrying amount of deposits was \$15,445,667.79 and the bank balance was \$20,549,888.84 which includes the Public Housing Authority funds in City accounts. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$501,455.00 was covered by FDIC insurance, \$16,809,275.34 was collateralized with pledged securities held by the pledging financial institutions' agents in the City's name, and the remaining \$3,239,158.50 was covered with a repurchase agreement.

4. LONG-TERM DEBT

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

Issue	Interest Rates	Date of Issue	Original Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Paid by Tax Levies:									
Series 2019	3.00%	October 2, 2019	\$ 1,430,000.00	October 2, 2026	\$ 1,430,000.00	-	\$ (25,000.00)	\$ 1,405,000.00	\$ 42,780.83
Paid by Sales Tax Collections:									
Series 2013A	2.0%-2.70%	September 19, 2013	2,940,000.00	September 19, 2026	1,250,000.00	-	(300,000.00)	950,000.00	30,700.00
Series 2016A	2.0%-3.0%	July 12, 2016	1,875,000.00	July 21, 2026	1,615,000.00	-	(265,000.00)	1,350,000.00	39,400.00
Paid by Tax Levies and Sales Tax Collections:									
Series 2012A	2.0%-2.75%	February 1, 2012	4,065,000.00	February 1, 2026	505,000.00	-	(250,000.00)	255,000.00	10,100.00
Paid by Sales Tax Collections and Utility Receipts:									
Series 2015A	0.7%-3.0%	July 22, 2015	1,960,000.00	July 22, 2030	1,470,000.00	-	(120,000.00)	1,350,000.00	39,225.00
Revolving Loans									
Kansas Water Pollution Control Loan									
No. 1915-01	2.25%	October 24, 2011	4,000,000.00	March 1, 2034	2,370,790.53	-	(137,517.35)	2,233,273.18	58,415.61
Kansas Water Supply Loan									
No. 2933	2.33%	August 15, 2018	985,821.28	February 1, 2040	985,821.28	389,771.57	-	1,375,592.85	21,960.88
Capital Leases									
2015 TraumaHawk Ambulance									
Toshiba Phone System	1.76%	October 15, 2015	230,000.00	January 15, 2020	47,004.70	-	(47,004.70)	-	983.08
2015 Osage Ambulance	1.89%	July 25, 2016	28,135.00	July 25, 2020	5,839.67	-	(5,839.67)	-	107.60
Sanitation Truck & Backhoe	1.89%	May 15, 2016	149,610.95	May 15, 2020	31,066.17	-	(31,066.17)	-	555.37
Aerial Fire Truck	1.95%	April 1, 2016	169,500.00	April 1, 2021	52,587.39	-	(34,886.81)	17,700.58	858.55
John Deere Tractor and Bushhog	3.44%	April 1, 2019	597,896.00	April 1, 2026	597,896.00	-	(76,987.31)	520,908.69	20,590.25
Industrial Park Property	2.45%	April 1, 2020	90,287.54	April 1, 2025	-	90,287.54	(8,539.47)	81,748.07	1,109.05
	0.00%	November 11, 2017	250,000.00	May 11, 2022	150,000.00	-	(50,000.00)	100,000.00	-
Total Contractual Indebtedness					\$ 10,511,005.74	\$ 480,059.11	\$ (1,351,841.48)	\$ 9,639,223.37	\$ 266,786.22

4. LONG-TERM DEBT (Continued)

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

Principal	2021	2022	2023	2024	2025	2026 - 2030	2031 - 2035
General Obligation Bonds							
Series 2012A	\$ 255,000.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Series 2013A	310,000.00	315,000.00	325,000.00	-	-	-	-
Series 2015A	120,000.00	120,000.00	125,000.00	130,000.00	130,000.00	725,000.00	-
Series 2016A	205,000.00	215,000.00	220,000.00	230,000.00	235,000.00	245,000.00	-
Series 2019	20,000.00	275,000.00	265,000.00	275,000.00	280,000.00	290,000.00	-
Revolving Loans							
Kansas Water Pollution Control Loan							
No. 1915-01	140,976.77	144,523.22	148,158.87	151,885.99	155,706.88	839,297.70	652,723.75
Kansas Water Supply Loan							
No. 2933	125,027.65	127,957.76	130,956.54	134,025.60	137,166.59	735,585.39	825,916.13
Capital Leases							
Sanitation Truck & Backhoe	17,700.58	-	-	-	-	-	-
Aerial Fire Truck	79,638.59	82,381.17	85,218.20	88,152.93	91,188.73	94,329.07	-
John Deere Tractor and Bushhog	17,400.45	17,829.38	18,268.88	18,717.29	9,532.07	-	-
Industrial Park Property	50,000.00	50,000.00	-	-	-	-	-
Total Principal Payments	1,340,744.04	1,347,691.53	1,317,602.49	1,027,781.81	1,038,594.27	2,929,212.16	1,478,639.88
Interest							
General Obligation Bonds							
Series 2012A	38,818.00	-	-	-	-	-	-
Series 2013A	24,250.00	16,966.00	27,982.00	-	-	-	-
Series 2015A	36,826.00	34,426.00	32,026.00	28,900.00	25,650.00	61,650.00	4,500.00
Series 2016A	34,100.00	30,000.00	25,700.00	21,300.00	14,400.00	7,350.00	-
Series 2019	42,150.00	41,550.00	33,300.00	25,350.00	17,100.00	8,700.00	-
Revolving Loans							
Kansas Water Pollution Control Loan							
No. 1915-01	54,956.19	51,409.74	47,774.09	44,046.91	40,228.08	140,367.10	33,041.61
Kansas Water Supply Loan							
No. 2933	70,255.51	67,325.40	64,326.62	61,257.56	58,116.57	240,830.41	150,499.67
Capital Leases							
Sanitation Truck & Backhoe	172.11	-	-	-	-	-	-
Aerial Fire Truck	17,938.97	15,196.39	12,359.36	9,424.63	6,388.83	3,248.49	-
John Deere Tractor and Bushhog	1,896.58	1,467.66	1,028.16	579.75	116.45	-	-
Industrial Park Property	-	-	-	-	-	-	-
Total Interest Payments	321,363.36	258,341.19	244,496.23	190,858.85	161,999.93	462,146.00	188,041.28
Total Principal and Interest	\$ 1,662,107.40	\$ 1,606,032.72	\$ 1,562,098.72	\$ 1,218,640.66	\$ 1,200,594.20	\$ 3,391,358.16	\$ 1,666,681.16

4. LONG-TERM DEBT (Continued)

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

Principal	Less: Proceeds		Total
	2036-2040	Not Drawn Down	
General Obligation Bonds			
Series 2012A	\$ -	\$ -	\$ 255,000.00
Series 2013A	-	-	950,000.00
Series 2015A	-	-	1,350,000.00
Series 2016A	-	-	1,350,000.00
Series 2019	-	-	1,405,000.00
Revolving Loans			
Kansas Water Pollution Control Loan			
No. 1915-01	-	-	2,233,273.18
Kansas Water Supply Loan			
No. 2933	891,134.34	(1,732,177.15)	1,375,592.85
Capital Leases			
Sanitation Truck & Backhoe	-	-	17,700.58
Aerial Fire Truck	-	-	520,908.69
John Deere Tractor and Bushhog	-	-	81,748.07
Industrial Park Property	-	-	100,000.00
Total Principal Payments	891,134.34	(1,732,177.15)	9,639,223.37
Interest			
General Obligation Bonds			
Series 2012A	-	-	38,818.00
Series 2013A	-	-	69,198.00
Series 2015A	-	-	223,978.00
Series 2016A	-	-	132,850.00
Series 2019	-	-	168,150.00
Revolving Loans			
Kansas Water Pollution Control Loan			
No. 1915-01	-	-	411,823.72
Kansas Water Supply Loan			
No. 2933	49,075.94	-	761,687.68
Capital Leases			
Sanitation Truck & Backhoe	-	-	172.11
Aerial Fire Truck	-	-	64,556.67
John Deere Tractor and Bushhog	-	-	5,088.60
Industrial Park Property	-	-	-
Total Interest Payments	49,075.94	-	1,876,322.78
Total Principal and Interest	\$ 940,210.28	\$ (1,732,177.15)	\$ 11,515,546.15

5. CAPITAL LEASE OBLIGATIONS

The City has entered into a capital lease agreement in order to finance the acquisition of a 2013 Sanitation Truck and a 2012 Case Backhoe. Payments are made semiannually, including interest at 1.95%. Final maturity of the lease is April 1, 2021. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2021	\$ 17,872.69
	17,872.69
Less imputed interest	(172.11)
Net Present Value of Minimum	
Lease Payments	17,700.58
Less: Current Maturities	(17,700.58)
Long-Term Capital Lease Obligations	<u>\$ 0.00</u>

The City has entered into a capital lease agreement in order to finance the acquisition of an Aerial Fire Truck. Payments are made annually, including interest at 3.44%. Final maturity of the lease is April 1, 2026. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2021	\$ 97,577.56
2022	97,577.56
2023	97,577.56
2024	97,577.56
2025	97,577.56
2026	97,577.56
	585,465.36
Less imputed interest	(64,556.67)
Net Present Value of Minimum	
Lease Payments	520,908.69
Less: Current Maturities	(79,638.59)
Long-Term Capital Lease Obligations	<u>\$ 441,270.10</u>

The City has entered into a capital lease agreement in order to finance the acquisition of Industrial Park Property. Payments are made annually. Final maturity of the lease is May 11, 2022. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2021	\$ 50,000.00
2022	50,000.00
	100,000.00
Less imputed interest	(0.00)
Net Present Value of Minimum	
Lease Payments	100,000.00
Less: Current Maturities	(50,000.00)
Long-Term Capital Lease Obligations	<u>\$ 50,000.00</u>

5. CAPITAL LEASE OBLIGATIONS (Continued)

The City has entered into a capital lease agreement in order to finance the acquisition of a John Deere Tractor and Bushhog. Payments are made annually, including interest at 2.45%. Final maturity of the lease is April 1, 2025. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2021	\$ 19,297.03
2022	19,297.04
2023	19,297.04
2024	19,297.04
2025	<u>9,648.52</u>
	86,836.67
Less imputed interest	<u>(5,088.60)</u>
Net Present Value of Minimum	
Lease Payments	81,748.07
Less: Current Maturities	<u>(17,400.45)</u>
Long-Term Capital Lease Obligations	<u>\$ 64,347.62</u>

6. INDUSTRIAL REVENUE BONDS

The City has entered into various agreements to induce businesses to locate or expand operations in Independence, Kansas. In connection therewith, the City has issued industrial revenue bonds (IRB's) which require the businesses to make lease payments to trust accounts sufficient to pay debt service on the IRB's. The City is under no obligation to pay the IRB debt, which is to be paid from the lease payments made by the related businesses. At December 31, 2020, there were twelve industrial revenue bond issues with principal balances due totaling \$18,455,000.00.

7. OPERATING LEASES

As of December 31, 2020 the City has entered into an operating lease for a postage machine. Rent expense for the year ended December 31, 2020, was \$3,414.60. Under the current lease agreements, the future minimum rental payments are as follows:

2021	\$	3,414.60
2022		3,414.60
2023		3,414.60

8. LEASING ACTIVITIES

The City leased various buildings, land, farm and hay meadows, and airport hangers. Rent collected during the year ended December 31, 2020 was \$303,716.39. Under the current agreements, there was no future minimum rental income.

9. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan description. The (non-school municipality) participates in the Kansas Public Employees Retirement System (KPERs), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERs issues a publicly available financial report that includes financial statements and required supplementary information. KPERs' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERs website at www.kpers.org or by writing to KPERs (611 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 a KPERs 1, KPERs 2 or KPERs 3 member. KPERs 1 members are active and contributing members hired before July 1, 2009. KPERs 2 members were first employed in a covered position on or after July 1, 2009, and KPERs 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERs member employee contribution rate at 6% of covered salary for KPERs 1, KPERs 2 and KPERs 3 members. Member contributions are withheld by their employer and paid to KPERs according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERs 1 and KPERs 2 and KPERs 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.61% for the fiscal year ended December 31, 2020. Contributions to the pension plan from the City were \$493,669.26 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 by KPERs was \$4,639,743.00. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERs, relative to the total employer and nonemployer 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 these financial statements.

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

10. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

<u>PROJECT NAME</u>	<u>AUTHORIZED</u>	<u>EXPENDED THRU 12/31/20</u>	<u>COMPLETION</u>
Peter Pan GeometricProject	\$ 985,360.00	\$ 974,155.00	Completed
2019 Mill & Overlay	525,000.00	504,808.00	Completed
Phase IV ADA	660,169.00	660,087.00	Completed
Reconstruct South Apron Runup Area			
Design	30,000.00	30,000.00	Completed
US-75/160 Near Peter Pan	457,273.00	39,929.00	2021
ADA DJ#204-29-144 Curb Projects	4,251,082.00	4,015,431.00	2021
Water Treatment Facility Upgrade	3,107,770.00	1,489,449.00	2021
City Hall Phase I	1,388,826.00	1,136,113.00	2021
Reconstruct South Apron Runup Area			
Construction	858,600.00	0.00	2021
Main – 8 th to 10 th	1,744,234.00	40,077.00	2021
Remark Runway 17-35 – Design	15,000.00	14,720.00	2021
Remark Runway 17-35 – Construction	220,000.00	0.00	2021
Wayfinding Signs	360,200.00	0.00	2021
Maple Street	2,635,452.00	0.00	2022
City Hall Phase II	358,808.00	18,132.00	2022

11. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Death and Disability Other Post-Employment Benefits:

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

Compensated Absences:

All regular full-time and regular part-time employees of the City with shall earn vacation leave. Vacation leave shall be earned beginning with the date of employment. Vacation may not be used during the first twelve month of employment. Vacation is earned at varying rates based on years of service and may be accumulated up to 160 hours for full-time employees and 10 shifts for full-time Fire and EMS. In the event of termination, unused accrued vacation time is paid. Employees terminated prior to completing one full year of employment shall not be paid for accrued vacation leave.

Sick leave accrues to all full-time employees at the rate of eight hours per month and is limited to 1,440 hours. Sick leave may be accumulated and carried over to the next year, but is lost if employment is terminated.

11. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (Continued)

The City accrues a liability for compensated absences which meet the following criteria:

1. The City’s obligation relating to employees’ rights to receive compensation for future absences is attributed to employee’s services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of the compensation is probable.
4. The amount can be reasonably estimated.

In accordance with the above criteria, the City has an unfunded liability for vacation benefits at December 31, 2020 of \$247,511.36, and has not estimated a liability for sick pay which has been earned, but not taken by City employees, in as much as the amount cannot be reasonably estimated.

Other Post Employment Benefits:

As provided by K.S.A. 12-5040, the local government allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

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. There is no cost to the City under this program.

12. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees health and life; and natural disasters. The City manages these risks of loss through the purchase of various insurance policies.

The City has been unable to obtain workers’ compensation insurance at a cost it considers to be economically justifiable. For this reason, the City has joined together with other cities in the State to participate in Kansas Municipal Insurance Trust (KMIT), a public entity risk pool currently operating as a common risk management and insurance program for participating members. The City pays annual premium to KMIT for its workers’ compensation insurance coverage. The agreement to participate provides that KMIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of a stated dollar amount for each insurance event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT management.

13. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From Fund:</u>	<u>To Fund:</u>	<u>Statutory Authority</u>	<u>Amount</u>
General	Demolition	K.S.A. 12-1,118	\$ 50,000.00
General	Capital Reserve	K.S.A. 12-1,118	236,185.00
General	COVID Grants	K.S.A. 79-2934	60,992.95
General	City Projects	K.S.A. 79-2934	10,200.00
Capital Reserve	COVID Grants	K.S.A. 79-2934	31,907.14
Water and Sewer Utility	Bond and Interest	K.S.A. 12-825d	79,613.00

13. INTERFUND TRANSFERS (Continued)

Operating transfers were as follows:

<u>From Fund:</u>	<u>To Fund:</u>	<u>Statutory Authority</u>	<u>Amount</u>
Water and Sewer Utility	Capital Improvement	K.S.A. 12-1,118	\$ 1,100,000.00
Special Use Sales Tax	General	K.S.A. 12,197	539,721.05
Special Use Sales Tax	Street Capital		
	Improvement Projects	K.S.A. 12,197	73,438.00
COVID Grants	General		121,375.93
Sanitation Utility	General	K.S.A. 12-825d	289,540.00
Water and Sewer Utility	General	K.S.A. 12-825d	700,000.00
Water and Sewer Utility	City Grant	K.S.A. 12-825d	35,550.00
Economic Development	Street Capital		
And Transportation	Improvement Projects	K.S.A. 12-1,118	239,900.00
KLINK Penn/Chestnut	Street Capital		
Oak Project	Improvement Projects	K.S.A. 12-1,118	3,779.41
Economic Development			
And Transportation	City Grants	K.S.A. 79-2934	41,747.54
Economic Development			
And Transportation	City Projects	K.S.A. 12-1,118	75,000.00
Economic Development	Airport Capital		
And Transportation	Projects	K.S.A. 12-1,118	84,912.00
Law Enforcement Trust	General	K.S.A. 79-2934	8,750.00
Special Use Sales Tax	Bond and Interest	K.S.A. 12,197	478,093.50
Education Sales Tax	Bond and Interest	K.S.A. 12,197	253,666.66

14. CONTINGENCIES

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 risk 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 include a decline in sales tax collections and utility collections. Our results of operations for full year 2021 may be materially adversely affected.

15. SUBSEQUENT EVENTS

The City evaluated events and transactions occurring subsequent year end, and there were no subsequent events requiring recognition in the financial statement.

The City did agree to a bid for paving with Heckert Construction Company for an amount not to exceed \$166,000.00 for a mill and overlay of various streets paid for with funds held in reserves and one for work done on various taxiways and the terminal apron at the airport with JLT Contracting for \$590,290.15 paid for with an Federal Aviation Administration grant.

Additionally, the City received a Community Development Block Grant for \$700,000.00 from the State of Kansas and a Kansas Public Water Supply Loan for an amount not to exceed \$3,776,894.00 for water line and meter replacement.

SUPPLEMENTARY INFORMATION

Schedule 1

CITY OF INDEPENDENCE, KANSAS
 Summary of Expenditures - Actual and Budget
 (Budgeted Funds Only)
 Regulatory Basis
 For the Year Ended December 31, 2020

Funds	Total	Adjustments for	Total	Expenditures	Variance - Over (Under)
	Certified Budget	Qualifying Budget Credits	Certified Budget for Comparison	Charged to Current Year Budget	
General Fund	\$ 8,066,441.00	\$ 59,224.10	\$ 8,125,665.10	\$ 7,622,865.93	\$ (502,799.17)
Special Purpose Funds:					
Library	267,130.00	-	267,130.00	260,763.07	(6,366.93)
Special Alcohol	30,000.00	-	30,000.00	30,000.00	-
Special Park and Recreation	35,000.00	-	35,000.00	24,000.00	(11,000.00)
Industrial	27,500.00	-	27,500.00	27,500.00	-
Employee Benefits	822,178.00	-	822,178.00	686,617.66	(135,560.34)
Liability Insurance	93,010.00	-	93,010.00	74,067.00	(18,943.00)
Economic Development and Transportation	514,912.00	-	514,912.00	514,902.54	(9.46)
Memorial Hall Tax Credits	165,000.00	-	165,000.00	-	(165,000.00)
Airport	683,519.00	-	683,519.00	596,057.19	(87,461.81)
Tourism	160,000.00	-	160,000.00	110,809.22	(49,190.78)
Education Sales Tax	2,325,000.00	-	2,325,000.00	2,285,992.80	(39,007.20)
Quality of Life Sales Tax	30,000.00	-	30,000.00	20,121.00	(9,879.00)
Special Use Sales Tax	2,335,000.00	-	2,335,000.00	2,335,000.00	-
Bond and Interest Funds:					
Bond and Interest	1,124,112.00	-	1,124,112.00	1,122,205.83	(1,906.17)
Business Funds:					
Water and Sewer Utility	5,793,232.00	-	5,793,232.00	4,703,092.50	(1,090,139.50)
Sanitation Utility	1,401,112.00	-	1,401,112.00	1,252,225.39	(148,886.61)

CITY OF INDEPENDENCE, KANSAS
GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	\$ 1,546,558.42	\$ 1,406,271.89	\$ 1,542,295.00	\$ (136,023.11)
Delinquent Tax	58,287.33	74,021.09	35,000.00	39,021.09
Motor Vehicle Tax	181,928.50	207,845.85	202,997.00	4,848.85
Recreational Vehicle Tax	1,576.56	2,071.78	1,609.00	462.78
16/20 M Vehicle Tax	823.20	678.68	1,182.00	(503.32)
Vehicle Rental Excise Tax	5,686.72	6,630.95		6,630.95
Commercial Vehicle Tax	4,802.56	6,795.68	6,420.00	375.68
Watercraft Tax	791.00	912.68	6,857.00	(5,944.32)
Neighborhood Revitalization	(40,959.75)	(47,802.60)	-	(47,802.60)
Mineral Tax	53.78	6.38	-	6.38
In Lieu of Tax	1,386.54	1,288.04	-	1,288.04
Nuisance Tax	3,755.05	5,200.00	6,500.00	(1,300.00)
Special Assessments	13,200.00	45,650.00	20,000.00	25,650.00
Franchise Tax	442,140.59	434,702.83	496,000.00	(61,297.17)
Sales Tax	2,023,834.28	2,135,921.88	2,418,750.00	(282,828.12)
Intergovernmental				
IEMS CARES Grant	176,101.20	32,819.83	-	32,819.83
CESF Grant	-	3,842.00	-	3,842.00
Local Alcohol Liquor Tax	34,127.79	32,490.79	31,909.00	581.79
Special Highway Tax	237,250.63	222,532.53	285,000.00	(62,467.47)
Highway Connecting Links	74,691.13	271,713.70	55,000.00	216,713.70
Highway County Aid	42,367.49	40,438.35	-	40,438.35
County EMS Grant	-	137,633.94	181,000.00	(43,366.06)
Licenses and Permits	73,332.24	57,083.28	56,800.00	283.28
Fines, Forfeitures and Penalties	104,024.07	83,674.43	136,900.00	(53,225.57)
Charges for Services				
Ambulance Fees	729,422.22	739,902.88	740,000.00	(97.12)
Fire Fees	2,534.06	12,647.45	3,500.00	9,147.45
Cemetery Fees	52,225.00	55,025.00	55,300.00	(275.00)
Park Fees	29,661.51	29,391.58	52,280.00	(22,888.42)
Charge Offs and Recoveries	17,951.47	46,777.73	40,000.00	6,777.73
Use of Money and Property				
Interest Income	174,514.07	44,923.92	5,000.00	39,923.92
Rents	199,511.71	108,342.60	100,000.00	8,342.60
Sale of Assets	-	4,200.00	-	4,200.00
Memorial Hall Fees	42,804.17	23,878.50	37,000.00	(13,121.50)
Other Receipts				
Reimbursed Expense	1,975.50	3,760.78	-	3,760.78
Insurance Proceeds	76,347.36	55,463.32	30,000.00	25,463.32
Miscellaneous	58,120.02	(4,456.65)	156,000.00	(160,456.65)

CITY OF INDEPENDENCE, KANSAS
GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts (Continued)				
Operating Transfers from				
Special Use Sales Tax Fund	\$ 505,958.56	\$ 539,721.05	\$ -	\$ 539,721.05
COVID Grants Fund	-	121,375.93	-	121,375.93
Sanitation Fund	-	289,540.00	100,000.00	189,540.00
Water and Sewer Fund	-	700,000.00	700,000.00	-
Law Enforcement Trust Fund	-	8,750.00	-	8,750.00
Crime Prevention Program Fund	1,120.59	-	-	-
Residual Transfers From:				
KHRC #ESG-FFY2016 Fund	780.00	-	-	-
Mercy Capital Project Fund	4,700.00	-	-	-
Cultural Arts Board Fund	3,292.62	-	-	-
Penn and Laurel Repair Project Fund	4,886.00	-	-	-
KLINK - 10TH, Main-Laurel Project Fund	2,168.63	-	-	-
Total Receipts	6,893,732.82	7,941,668.07	\$ 7,503,299.00	\$ 438,369.07
Expenditures				
Administration				
Personal Services	270,867.20	163,726.23	\$ 250,625.00	\$ (86,898.77)
Contractual Services	84,095.45	77,286.61	141,300.00	(64,013.39)
Commodities	10,551.41	8,597.92	13,300.00	(4,702.08)
Municipal Court Department				
Personal Services	77,000.25	55,092.58	75,946.00	(20,853.42)
Contractual Services	55,006.10	65,610.06	65,100.00	510.06
Commodities	368.44	2,701.09	1,000.00	1,701.09
City Hall Department				
Contractual Services	3,845.67	1,178.71	9,000.00	(7,821.29)
Capital Outlay	-	-	-	-
Capital Lease Payments	-	5,947.27	-	5,947.27
General Government				
Personal Services	(750,882.53)	11,097.98	-	11,097.98
Contractual Services	776,019.43	642,038.47	611,200.00	30,838.47
Commodities	-	4,335.87	-	4,335.87
Capital Outlay	57,966.38	25,459.17	38,000.00	(12,540.83)
Capital Lease Payments	5,950.04	-	-	-
Finance and Records Department				
Personal Services	311,358.37	298,600.33	317,283.00	(18,682.67)
Contractual Services	47,426.32	41,426.36	51,000.00	(9,573.64)
Commodities	12,819.21	11,687.96	16,000.00	(4,312.04)
Capital Outlay	4,500.00	5,000.00	5,000.00	-

CITY OF INDEPENDENCE, KANSAS
GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Fire Department				
Personal Services	\$ 1,424,884.99	\$ 1,391,704.06	\$ 1,410,408.00	\$ (18,703.94)
Contractual Services	134,596.05	74,996.54	91,600.00	(16,603.46)
Commodities	179,239.90	169,411.57	197,300.00	(27,888.43)
Capital Outlay	60,689.65	68,737.32	193,000.00	(124,262.68)
Capital Lease Payments	79,471.96	79,609.32	-	79,609.32
EMS Department				
Contractual Services	1,964.77	50,055.56	52,800.00	(2,744.44)
Police Department				
Personal Services	1,387,355.65	1,408,128.83	1,449,001.00	(40,872.17)
Contractual Services	115,588.38	92,648.70	82,000.00	10,648.70
Commodities	57,286.72	40,153.95	71,900.00	(31,746.05)
Capital Outlay	92,091.00	25,757.30	47,500.00	(21,742.70)
Animal Control Department				
Personal Services	52,989.88	53,065.48	51,979.00	1,086.48
Contractual Services	354.46	5,701.43	16,200.00	(10,498.57)
Commodities	4,495.60	1,372.04	5,800.00	(4,427.96)
Capital Outlay	5,000.00	(182.51)	-	(182.51)
Emergency Preparedness				
Contractual Services	9,450.87	15,058.57	8,400.00	6,658.57
Commodities	6,953.72	957.21	4,000.00	(3,042.79)
Capital Outlay	-	-	10,000.00	(10,000.00)
Engineering Department				
Contractual Services	8,541.17	-	-	-
Building Inspection Department				
Contractual Services	-	435.00	5,000.00	(4,565.00)
Street Department				
Personal Services	328,880.23	333,706.38	341,416.00	(7,709.62)
Contractual Services	82,014.36	80,888.43	271,400.00	(190,511.57)
Commodities	99,915.67	134,680.47	152,600.00	(17,919.53)
Capital Outlay	66,806.62	71,550.00	75,000.00	(3,450.00)
Street Lighting Department				
Contractual Services	162,554.18	160,734.98	-	160,734.98
Park Department				
Personal Services	252,322.10	227,310.33	236,352.00	(9,041.67)
Contractual Services	78,639.93	81,720.80	84,400.00	(2,679.20)
Commodities	19,449.74	21,101.08	28,200.00	(7,098.92)
Capital Outlay	13,450.00	34,548.26	38,000.00	(3,451.74)
Zoo Department				
Personal Services	153,108.16	189,717.70	157,417.00	32,300.70

**CITY OF INDEPENDENCE, KANSAS
GENERAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Zoo Department (Continued)				
Contractual Services	\$ 15,582.00	\$ 15,782.38	\$ 15,050.00	\$ 732.38
Commodities	71,468.98	68,898.39	67,500.00	1,398.39
Capital Outlay	-	43,060.22	15,000.00	28,060.22
Cemetery Department				
Personal Services	154,640.33	173,911.50	172,951.00	960.50
Contractual Services	5,530.57	6,607.51	7,400.00	(792.49)
Commodities	14,122.53	11,540.82	18,750.00	(7,209.18)
Capital Outlay	10,749.00	7,117.00	10,000.00	(2,883.00)
Capital Lease Payment	10,366.16	10,366.16	-	10,366.16
Memorial Hall Department				
Personal Services	116,659.12	121,396.30	94,893.00	26,503.30
Contractual Services	132,570.06	129,765.81	162,650.00	(32,884.19)
Commodities	26,187.79	7,505.97	18,000.00	(10,494.03)
Capital Outlay	-	15,000.00	15,000.00	-
Building D Department				
Personal Services	46,443.08	47,506.16	47,018.00	488.16
Contractual Services	368,502.90	344,398.79	352,300.00	(7,901.21)
Commodities	17,307.63	10,825.56	21,500.00	(10,674.44)
Capital Outlay	-	2,800.00	5,000.00	(2,200.00)
Special Improvements				
Contractual Services	-	-	50,000.00	(50,000.00)
Commodities	25,000.00	-	-	-
Capital Outlay	193,540.00	15,650.00	317,002.00	(301,352.00)
Operating Transfers to:				
COVID Grant Funds	-	60,992.95	-	60,992.95
City Projects Fund	-	10,200.00	-	10,200.00
Demolition Fund	50,000.00	50,000.00	-	50,000.00
Capital Reserve Fund	238,830.00	236,185.00	-	236,185.00
Total Certified Budget			8,066,441.00	(443,575.07)
Adjustments for Qualifying Budget Credits			59,224.10	(59,224.10)
Total Expenditures	7,342,487.65	7,622,865.93	\$ 8,125,665.10	\$ (502,799.17)
Receipts Over(Under) Expenditures	(448,754.83)	318,802.14		
Unencumbered Cash, Beginning	703,664.70	254,909.87		
Unencumbered Cash, Ending	\$ 254,909.87	\$ 573,712.01		

CITY OF INDEPENDENCE, KANSAS
LIBRARY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	\$ 212,091.37	\$ 209,411.36	\$ 230,053.00	\$ (20,641.64)
Delinquent Tax	10,386.86	12,857.89	7,000.00	5,857.89
Motor Vehicle Tax	29,209.87	29,440.50	27,872.00	1,568.50
Recreational Vehicle Tax	254.05	289.22	221.00	68.22
16/20 M Vehicle Tax	127.78	109.97	162.00	(52.03)
Commercial Vehicle Tax	777.91	933.94	881.00	52.94
Watercraft Tax	128.17	125.30	941.00	(815.70)
Vehicle Rental Excise Tax	908.05	961.82	-	961.82
Mineral Tax	7.38	0.95	-	0.95
In Lieu of Tax	190.34	192.12	-	-
Use of Money and Property				
Interest Income	772.70	439.06	-	439.06
Total Receipts	254,854.48	254,762.13	\$ 267,130.00	\$ (12,559.99)
Expenditures				
Culture and Recreation				
Appropriation to Library Board	254,081.78	260,763.07	\$ 267,130.00	\$ (6,366.93)
Total Expenditures	254,081.78	260,763.07	\$ 267,130.00	\$ (6,366.93)
Receipts Over(Under) Expenditures	772.70	(6,000.94)		
Unencumbered Cash, Beginning	5,228.24	6,000.94		
Unencumbered Cash, Ending	\$ 6,000.94	\$ -		

CITY OF INDEPENDENCE, KANSAS
SPECIAL ALCOHOL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Local Alcohol Liquor Tax	\$ 34,127.77	\$ 32,490.77	\$ 31,909.00	\$ 581.77
Total Receipts	<u>34,127.77</u>	<u>32,490.77</u>	<u>\$ 31,909.00</u>	<u>\$ 581.77</u>
Expenditures				
Culture and Recreation				
Contractual Services	30,000.00	30,000.00	\$ 30,000.00	\$ -
Total Expenditures	<u>30,000.00</u>	<u>30,000.00</u>	<u>\$ 30,000.00</u>	<u>\$ -</u>
Receipts Over(Under) Expenditures	4,127.77	2,490.77		
Unencumbered Cash, Beginning	<u>40,519.39</u>	<u>44,647.16</u>		
Unencumbered Cash, Ending	<u>\$ 44,647.16</u>	<u>\$ 47,137.93</u>		

CITY OF INDEPENDENCE, KANSAS
SPECIAL PARK AND RECREATION FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Local Alcohol Liquor Tax	\$ 34,127.78	\$ 32,490.78	\$ 31,909.00	\$ 581.78
Other Receipts				
Miscellaneous	4,396.39	5,294.45	3,100.00	2,194.45
Total Receipts	38,524.17	37,785.23	\$ 35,009.00	\$ 2,776.23
Expenditures				
Culture and Recreation				
Contractual Services	32,628.00	24,000.00	\$ 35,000.00	\$ (11,000.00)
Total Expenditures	32,628.00	24,000.00	\$ 35,000.00	\$ (11,000.00)
Receipts Over(Under) Expenditures	5,896.17	13,785.23		
Unencumbered Cash, Beginning	24,079.86	29,976.03		
Unencumbered Cash, Ending	\$ 29,976.03	\$ 43,761.26		

CITY OF INDEPENDENCE, KANSAS
SPECIAL PARK FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ 154.98	\$ 192.11
Other Receipts		
Reimbursed Expense	-	3,690.93
Miscellaneous	49,144.84	7.11
	49,299.82	3,890.15
Total Receipts		
Expenditures		
Culture and Recreation		
Commodities	12,626.92	648.70
Capital Outlay	19,994.98	8,340.84
	32,621.90	8,989.54
Total Expenditures		
Receipts Over(Under) Expenditures	16,677.92	(5,099.39)
Unencumbered Cash, Beginning	6,706.33	23,384.25
Unencumbered Cash, Ending	\$ 23,384.25	\$ 18,284.86

CITY OF INDEPENDENCE, KANSAS
INDUSTRIAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	\$ 8,834.96	\$ 9,375.53	\$ 10,296.00	\$ (920.47)
Delinquent Tax	453.04	537.25	600.00	(62.75)
Motor Vehicle Tax	1,199.56	1,222.90	1,161.00	61.90
Recreational Vehicle Tax	10.44	12.03	9.00	3.03
16/20 M Vehicle Tax	5.24	4.51	7.00	(2.49)
Commercial Vehicle Tax	31.94	38.91	37.00	1.91
Watercraft Tax	5.25	5.21	39.00	(33.79)
Vehicle Rental Excise Tax	37.29	39.87	-	39.87
Mineral Tax	0.30	0.04	-	0.04
In Lieu of Tax	7.92	8.60	-	8.60
Use of Money and Property				
Interest Income	141.10	177.35	-	177.35
Other Receipts				
Miscellaneous	-	2,000.00	-	2,000.00
Total Receipts	10,727.04	13,422.20	\$ 12,149.00	\$ 1,273.20
Expenditures				
General Government				
Capital Outlay	25,000.00	27,500.00	\$ 27,500.00	\$ -
Total Expenditures	25,000.00	27,500.00	\$ 27,500.00	\$ -
Receipts Over(Under) Expenditures	(14,272.96)	(14,077.80)		
Unencumbered Cash, Beginning	32,726.81	18,453.85		
Unencumbered Cash, Ending	\$ 18,453.85	\$ 4,376.05		

CITY OF INDEPENDENCE, KANSAS
EMPLOYEE BENEFITS FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	\$ 536,876.97	\$ 672,376.32	\$ 738,327.00	\$ (65,950.68)
Delinquent Tax	30,882.46	36,005.24	20,000.00	16,005.24
Motor Vehicle Tax	92,746.13	79,110.28	70,567.00	8,543.28
Recreational Vehicle Tax	819.31	756.49	559.00	197.49
16/20 M Vehicle Tax	345.51	362.90	411.00	(48.10)
Commercial Vehicle Tax	2,563.65	2,370.12	2,232.00	138.12
Watercraft Tax	422.96	317.26	2,384.00	(2,066.74)
Vehicle Rental Excise Tax	2,814.84	2,694.48	-	2,694.48
Mineral Tax	18.70	3.06	-	3.06
In Lieu of Tax	482.00	616.60	-	616.60
Use of Money and Property				
Interest Income	3,024.13	3,841.13	-	3,841.13
Other Receipts				
Reimbursed Expense	170,159.05	1,861.00	-	1,861.00
Total Receipts	841,155.71	800,314.88	\$ 834,480.00	\$ (34,165.12)
Expenditures				
General Government				
Personal Services	682,527.12	686,617.66	\$ 702,178.00	\$ (15,560.34)
Contractual Services	79,007.09	-	120,000.00	(120,000.00)
Total Expenditures	761,534.21	686,617.66	\$ 822,178.00	\$ (135,560.34)
Receipts Over(Under) Expenditures	79,621.50	113,697.22		
Unencumbered Cash, Beginning	114,303.09	193,924.59		
Unencumbered Cash, Ending	\$ 193,924.59	\$ 307,621.81		

CITY OF INDEPENDENCE, KANSAS
LIABILITY INSURANCE FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	\$ 89,342.28	\$ 71,603.24	\$ 78,568.00	\$ (6,964.76)
Delinquent Tax	3,684.03	4,546.86	1,500.00	3,046.86
Motor Vehicle Tax	11,071.54	12,285.32	11,729.00	556.32
Recreational Vehicle Tax	98.70	121.17	93.00	28.17
16/20 M Vehicle Tax	36.93	44.31	68.00	(23.69)
Commercial Vehicle Tax	312.75	393.00	371.00	22.00
Watercraft Tax	51.64	52.74	396.00	(343.26)
Vehicle Rental Excise Tax	331.12	398.77	-	398.77
Mineral Tax	3.10	0.33	-	0.33
In Lieu of Tax	80.12	65.64	-	65.64
Use of Money and Property				
Interest Income	-	425.98	-	425.98
Other Receipts				
Reimbursed Expense	-	2,940.00	-	2,940.00
Total Receipts	105,012.21	92,877.36	\$ 92,725.00	\$ 152.36
Expenditures				
General Government				
Contractual Services	85,621.94	74,067.00	\$ 93,010.00	\$ (18,943.00)
Total Expenditures	85,621.94	74,067.00	\$ 93,010.00	\$ (18,943.00)
Receipts Over(Under) Expenditures	19,390.27	18,810.36		
Unencumbered Cash, Beginning	4,935.16	24,325.43		
Unencumbered Cash, Ending	\$ 24,325.43	\$ 43,135.79		

CITY OF INDEPENDENCE, KANSAS
D.A.R.E. PROGRAM FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Other Receipts		
Miscellaneous	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Residual Transfers To:		
Crime Prevention Program Fund	303.55	-
Total Expenditures	303.55	-
Receipts Over(Under) Expenditures	(303.55)	-
Unencumbered Cash, Beginning	303.55	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF INDEPENDENCE, KANSAS
CRIME PREVENTION PROGRAM FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Residual Transfer From:		
D.A.R.E. Program Fund	\$ 303.55	\$ -
Total Receipts	303.55	-
Expenditures		
Operating Transfer To:		
General Fund	1,120.59	-
Total Expenditures	1,120.59	-
Receipts Over(Under) Expenditures	(817.04)	-
Unencumbered Cash, Beginning	2,396.59	1,579.55
Unencumbered Cash, Ending	\$ 1,579.55	\$ 1,579.55

CITY OF INDEPENDENCE, KANSAS
LAW ENFORCEMENT TRUST FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ 303.70	\$ 331.28
Other Receipts		
Miscellaneous	11,584.07	1,500.00
Total Receipts	<u>11,887.77</u>	<u>1,831.28</u>
Expenditures		
General Government		
Capital Outlay	5,450.24	9,456.58
Operating Transfer To:		
General Fund	-	8,750.00
K9 Fund	4,000.00	-
Total Expenditures	<u>9,450.24</u>	<u>18,206.58</u>
Receipts Over(Under) Expenditures	2,437.53	(16,375.30)
Unencumbered Cash, Beginning	<u>39,406.42</u>	<u>41,843.95</u>
Unencumbered Cash, Ending	<u>\$ 41,843.95</u>	<u>\$ 25,468.65</u>

CITY OF INDEPENDENCE, KANSAS
DOWNTOWN TREE REPLACEMENT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ 124.56	\$ 122.56
Other Receipts		
Miscellaneous	-	500.00
Total Receipts	<u>124.56</u>	<u>622.56</u>
Expenditures		
General Government		
Contractual Services	2,974.27	-
Capital Outlay	-	494.68
Total Expenditures	<u>2,974.27</u>	<u>494.68</u>
Receipts Over(Under) Expenditures	(2,849.71)	127.88
Unencumbered Cash, Beginning	<u>18,053.66</u>	<u>15,203.95</u>
Unencumbered Cash, Ending	<u>\$ 15,203.95</u>	<u>\$ 15,331.83</u>

CITY OF INDEPENDENCE, KANSAS
DEMOLITION FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Other Receipts		
Reimbursed Expense	\$ 50,000.00	\$ 50,750.00
Miscellaneous	-	1,200.00
Operating Transfers from General Fund	50,000.00	50,000.00
Total Receipts	<u>100,000.00</u>	<u>101,950.00</u>
Expenditures		
Capital Improvements		
Capital Outlay	72,591.04	96,700.00
Total Expenditures	<u>72,591.04</u>	<u>96,700.00</u>
Receipts Over(Under) Expenditures	27,408.96	5,250.00
Unencumbered Cash, Beginning	<u>115,946.42</u>	<u>143,355.38</u>
Unencumbered Cash, Ending	<u>\$ 143,355.38</u>	<u>\$ 148,605.38</u>

CITY OF INDEPENDENCE, KANSAS
ECONOMIC DEVELOPMENT AND TRANSPORTATION FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Franchise Tax	\$ 299,663.51	\$ 283,322.62	\$ 295,000.00	\$ (11,677.38)
Use of Money and Property				
Interest Income	-	8,917.81	-	8,917.81
Total Receipts	299,663.51	292,240.43	\$ 295,000.00	\$ (2,759.57)
Expenditures				
Development Projects				
Capital Outlay	194,300.00	23,343.00	\$ 380,000.00	\$ (356,657.00)
Capital Lease Payments	50,000.00	50,000.00	50,000.00	-
Operating Transfers to				
Street Capital Improvement				
Projects Fund	-	239,900.00	-	239,900.00
City Grants Fund	-	41,747.54	-	41,747.54
City Projects Fund	-	75,000.00	-	75,000.00
Airport Capital Projects Fund	-	84,912.00	84,912.00	-
Total Expenditures	244,300.00	514,902.54	\$ 514,912.00	\$ (9.46)
Receipts Over(Under) Expenditures	55,363.51	(222,662.11)		
Unencumbered Cash, Beginning	742,584.18	797,947.69		
Cancelled Encumbrances	-	41,747.54		
Unencumbered Cash, Ending	\$ 797,947.69	\$ 617,033.12		

CITY OF INDEPENDENCE, KANSAS
MEMORIAL HALL TAX CREDITS FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Other Receipts				
Miscellaneous	\$ -	\$ -	\$ -	\$ -
Total Receipts	-	-	\$ -	\$ -
Expenditures				
Operating Transfers to General Fund	-	-	\$ 165,000.00	\$ (165,000.00)
Total Expenditures	-	-	\$ 165,000.00	\$ (165,000.00)
Receipts Over(Under) Expenditures	-	-		
Unencumbered Cash, Beginning	165,000.03	165,000.03		
Unencumbered Cash, Ending	\$ 165,000.03	\$ 165,000.03		

CITY OF INDEPENDENCE, KANSAS
AIRPORT FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Intergovernmental				
Federal Grants	\$ -	\$ 20,000.00	\$ -	\$ 20,000.00
State Grants	34,899.23	-	-	-
Use of Money and Property				
Interest Income	714.78	1,599.05	-	1,599.05
Rental Income	58,149.25	179,898.79	116,150.00	63,748.79
Sale of Assets	-	14,000.00	-	14,000.00
Fuel Sales	660,522.95	490,661.64	563,091.00	(72,429.36)
Capital Lease Proceeds	-	90,287.54	-	90,287.54
Other Receipts				
Miscellaneous	2,472.10	1,893.20	1,500.00	393.20
Reimbursed Expenses	-	6,152.20	-	6,152.20
Operating Transfers from:				
General Fund	-	-	25,000.00	(25,000.00)
Airport Capital Projects Fund	40,951.79	-	-	-
Residual Transfer from:				
Design Terminal Fund	82.28	-	-	-
Total Receipts	797,792.38	804,492.42	\$ 705,741.00	\$ 98,751.42
Expenditures				
General Government				
Personal Services	95,947.74	101,204.59	\$ 95,472.00	\$ 5,732.59
Contractual Services	107,078.58	121,852.91	153,001.00	(31,148.09)
Commodities	438,538.85	273,063.62	412,946.00	(139,882.38)
Capital Outlay	173,351.02	90,287.55	22,100.00	68,187.55
Capital Lease Payment	-	9,648.52	-	9,648.52
Total Expenditures	814,916.19	596,057.19	\$ 683,519.00	\$ (87,461.81)
Receipts Over(Under) Expenditures	(17,123.81)	208,435.23		
Unencumbered Cash, Beginning	89,621.15	72,497.34		
Unencumbered Cash, Ending	\$ 72,497.34	\$ 280,932.57		

CITY OF INDEPENDENCE, KANSAS
E-911 (OLD) FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ -	\$ -
Total Receipts	-	-
Expenditures		
General Government		
Capital Outlay	4,577.74	-
Total Expenditures	4,577.74	-
Receipts Over(Under) Expenditures	(4,577.74)	-
Unencumbered Cash, Beginning	9,274.26	4,696.52
Unencumbered Cash, Ending	<u>\$ 4,696.52</u>	<u>\$ 4,696.52</u>

CITY OF INDEPENDENCE, KANSAS
E-911 (NEW) FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ 3,730.14	\$ 1,381.27
Other Receipts		
Reimbursed Expense	4,579.70	141.00
Miscellaneous	131,441.55	139,104.22
Total Receipts	<u>139,751.39</u>	<u>140,626.49</u>
Expenditures		
General Government		
Capital Outlay	130,046.76	169,759.61
Total Expenditures	<u>130,046.76</u>	<u>169,759.61</u>
Receipts Over(Under) Expenditures	9,704.63	(29,133.12)
Unencumbered Cash, Beginning	<u>135,162.68</u>	<u>144,867.31</u>
Unencumbered Cash, Ending	<u>\$ 144,867.31</u>	<u>\$ 115,734.19</u>

CITY OF INDEPENDENCE, KANSAS
K9 FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ 119.31	\$ 207.27
Other Receipts		
Donations	37,187.17	4,021.75
Miscellaneous	2,689.48	-
Operating Transfers from Law Enforcement Trust Fund	4,000.00	-
Total Receipts	<u>43,995.96</u>	<u>4,229.02</u>
Expenditures		
General Government		
Contractual Services	7,319.50	12.79
Capital Outlay	11,616.39	932.99
Total Expenditures	<u>18,935.89</u>	<u>945.78</u>
Receipts Over(Under) Expenditures	25,060.07	3,283.24
Unencumbered Cash, Beginning	-	25,060.07
Unencumbered Cash, Ending	<u>\$ 25,060.07</u>	<u>\$ 28,343.31</u>

CITY OF INDEPENDENCE, KANSAS
INCUBATOR BUILDING FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Building Rental	\$ 37,140.00	\$ 15,475.00
Total Receipts	37,140.00	15,475.00
Expenditures		
General Government		
Capital Outlay	-	355,000.00
Total Expenditures	-	355,000.00
Receipts Over(Under) Expenditures	37,140.00	(339,525.00)
Unencumbered Cash, Beginning	319,145.08	356,285.08
Unencumbered Cash, Ending	\$ 356,285.08	\$ 16,760.08

CITY OF INDEPENDENCE, KANSAS
TOURISM FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues				
Transient Guest Tax	\$ -	\$ 110,809.22	\$ 160,000.00	\$ (49,190.78)
Total Receipts	-	110,809.22	\$ 160,000.00	\$ (49,190.78)
Expenditures				
General Government				
Capital Outlay	-	110,809.22	\$ 160,000.00	\$ (49,190.78)
Total Expenditures	-	110,809.22	\$ 160,000.00	\$ (49,190.78)
Receipts Over(Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

CITY OF INDEPENDENCE, KANSAS
CITY SKATE PARK FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Other Receipts		
Miscellaneous	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Culture and Recreation		
Capital Outlay	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	1,694.64	1,694.64
Unencumbered Cash, Ending	\$ 1,694.64	\$ 1,694.64

CITY OF INDEPENDENCE, KANSAS
CULTURAL ARTS BOARD FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Other Receipts		
Miscellaneous	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Residual Transfer to:		
General Fund	3,292.62	-
Total Expenditures	3,292.62	-
Receipts Over(Under) Expenditures	(3,292.62)	-
Unencumbered Cash, Beginning	3,292.62	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF INDEPENDENCE, KANSAS
WALMART GRANT FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ 22.90	\$ -
Other Receipts		
Donations	1,000.00	-
Total Receipts	<u>1,022.90</u>	<u>-</u>
Expenditures		
Culture and Recreation		
Capital Outlay	-	4,735.90
Total Expenditures	<u>-</u>	<u>4,735.90</u>
Receipts Over(Under) Expenditures	1,022.90	(4,735.90)
Unencumbered Cash, Beginning	<u>2,023.28</u>	<u>3,046.18</u>
Unencumbered Cash, Ending	<u>\$ 3,046.18</u>	<u>\$ (1,689.72)</u>

CITY OF INDEPENDENCE, KANSAS
EDUCATION SALES TAX FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Sales Tax	\$ 2,023,834.24	\$ 2,135,921.84	\$ 2,100,000.00	\$ 35,921.84
Total Receipts	<u>2,023,834.24</u>	<u>2,135,921.84</u>	<u>\$ 2,100,000.00</u>	<u>\$ 35,921.84</u>
Expenditures				
Culture and Recreation				
Contractual Services	1,575,852.92	2,032,326.14	\$ 2,020,600.00	\$ 11,726.14
Operating Transfers to Bond and Interest Fund	<u>355,333.34</u>	<u>253,666.66</u>	<u>304,400.00</u>	<u>(50,733.34)</u>
Total Expenditures	<u>1,931,186.26</u>	<u>2,285,992.80</u>	<u>\$ 2,325,000.00</u>	<u>\$ (39,007.20)</u>
Receipts Over(Under) Expenditures	92,647.98	(150,070.96)		
Unencumbered Cash, Beginning	<u>226,697.76</u>	<u>319,345.74</u>		
Unencumbered Cash, Ending	<u>\$ 319,345.74</u>	<u>\$ 169,274.78</u>		

CITY OF INDEPENDENCE, KANSAS
QUALITY OF LIFE SALES TAX FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Use of Money and Property				
Interest Income	\$ 4,752.74	\$ -	\$ 3,000.00	\$ (3,000.00)
Total Receipts	4,752.74	-	\$ 3,000.00	\$ (3,000.00)
Expenditures				
Culture and Recreation				
Capital Outlay	52,259.07	20,121.00	\$ 30,000.00	\$ (9,879.00)
Total Expenditures	52,259.07	20,121.00	\$ 30,000.00	\$ (9,879.00)
Receipts Over(Under) Expenditures	(47,506.33)	(20,121.00)		
Unencumbered Cash, Beginning	176,771.04	129,264.71		
Unencumbered Cash, Ending	\$ 129,264.71	\$ 109,143.71		

CITY OF INDEPENDENCE, KANSAS
SPECIAL USE SALES TAX FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Sales Tax	\$ 2,023,834.21	\$ 2,135,921.78	\$ 1,935,000.00	\$ 200,921.78
Use of Money and Property				
Interest Income	22,278.32	-	-	-
Other Receipts				
Reimbursed Expense	10,888.84	-	-	-
Operating Transfer From:				
AIP 3-20-0036-23-2018 Fund	46,971.52	-	-	-
Total Receipts	<u>2,103,972.89</u>	<u>2,135,921.78</u>	<u>\$ 1,935,000.00</u>	<u>\$ 200,921.78</u>
Expenditures				
General Government				
Capital Outlay	1,710,266.12	1,243,747.45	\$ 1,451,250.00	\$ (207,502.55)
Operating Transfers to				
General Fund	505,958.56	539,721.05	169,000.00	370,721.05
Street Capital Improvement				
Projects Fund	-	73,438.00	-	73,438.00
Bond and Interest Fund	701,031.00	478,093.50	714,750.00	(236,656.50)
Total Expenditures	<u>2,917,255.68</u>	<u>2,335,000.00</u>	<u>\$ 2,335,000.00</u>	<u>\$ -</u>
Receipts Over(Under) Expenditures	(813,282.79)	(199,078.22)		
Unencumbered Cash, Beginning	<u>2,324,074.98</u>	<u>1,510,792.19</u>		
Unencumbered Cash, Ending	<u>\$ 1,510,792.19</u>	<u>\$ 1,311,713.97</u>		

CITY OF INDEPENDENCE, KANSAS
CAPITAL RESERVE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Capital Lease Proceeds	\$ 597,896.00	\$ -
Operating Transfers from General Fund	238,830.00	236,185.00
Total Receipts	836,726.00	236,185.00
Expenditures		
Capital Improvements		
Capital Outlay	-	149,994.00
Capital Lease - Ladder Truck	-	97,577.56
Operating Transfers to COVID Grants Fund	-	31,907.14
Water and Sewer Utility Fund	597,896.00	-
Street Capital Projects Fund	75,000.00	-
Total Expenditures	672,896.00	279,478.70
Receipts Over(Under) Expenditures	163,830.00	(43,293.70)
Unencumbered Cash, Beginning	4,580.00	168,410.00
Unencumbered Cash, Ending	\$ 168,410.00	\$ 125,116.30

CITY OF INDEPENDENCE, KANSAS
MERCY CAPITAL RESERVE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from General Fund	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Residual Transfer to: General Fund	4,700.00	-
Total Expenditures	4,700.00	-
Receipts Over(Under) Expenditures	(4,700.00)	-
Unencumbered Cash, Beginning	4,700.00	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF INDEPENDENCE, KANSAS
COVID GRANT FUNDS

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
CDBG - CV Grant Proceeds	\$ -	\$ 132,000.00
SPARK Grant Proceeds	-	528,821.79
State Grant	-	350.00
Other Receipts		
Reimbursed Expense	-	-
Operating Transfers From		
General Fund	-	60,992.95
Capital Reserve Fund	-	31,907.14
Total Receipts	-	754,071.88
Expenditures		
General Government		
Contractual Services	-	621,579.62
Operating Transfers to General Fund	-	121,375.93
Total Expenditures	-	742,955.55
Receipts Over(Under) Expenditures	-	11,116.33
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ 11,116.33

CITY OF INDEPENDENCE, KANSAS
BOND AND INTEREST FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	\$ (967.88)	\$ (1,473.33)	\$ -	\$ (1,473.33)
Delinquent Tax	7,512.70	9,752.19	-	9,752.19
Motor Vehicle Tax	7,811.69	1,231.93	-	1,231.93
Recreational Vehicle Tax	61.85	6.52	-	6.52
16/20 M Vehicle Tax	63.12	22.81	-	22.81
Commercial Vehicle Tax	163.03	1.40	-	1.40
Watercraft Tax	26.59	-	-	-
Vehicle Rental Excise Tax	275.71	69.95	-	69.95
Special Assessments	9,969.58	8,411.50	-	8,411.50
Other Receipts				
Reimbursed Expense	24,908.66	-	-	-
Operating Transfers from:				
Water and Sewer Utility Fund	80,813.00	79,613.00	100,000.00	(20,387.00)
Special Use Sales Tax Fund	701,031.00	478,093.50	714,750.00	(236,656.50)
Education Sales Tax Fund	355,333.34	253,666.66	304,400.00	(50,733.34)
Total Receipts	1,187,002.39	829,396.13	\$ 1,119,150.00	\$ (289,753.87)
Expenditures				
General Administration				
Contractual Services	23,349.00	-	\$ -	\$ -
Debt Service				
Bond Principal	965,000.00	960,000.00	965,000.00	(5,000.00)
Bond Interest	179,471.26	162,205.83	159,112.00	3,093.83
Total Expenditures	1,167,820.26	1,122,205.83	\$ 1,124,112.00	\$ (1,906.17)
Receipts Over(Under) Expenditures	19,182.13	(292,809.70)		
Unencumbered Cash, Beginning	1,168,675.95	1,187,858.08		
Unencumbered Cash, Ending	\$ 1,187,858.08	\$ 895,048.38		

CITY OF INDEPENDENCE, KANSAS
WATER TREATMENT FACILITY UPGRADE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Loan Proceeds	\$ 985,821.28	\$ 389,771.57
Total Receipts	985,821.28	389,771.57
Expenditures		
Capital Improvements		
Capital Outlay	1,241,471.93	183,121.61
Total Expenditures	1,241,471.93	183,121.61
Receipts Over(Under) Expenditures	(255,650.65)	206,649.96
Unencumbered Cash, Beginning	(64,855.00)	(320,505.65)
Unencumbered Cash, Ending	\$ (320,505.65)	\$ (113,855.69)

CITY OF INDEPENDENCE, KANSAS
LOGAN FOUNTAIN FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from General Fund	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Capital Improvements Capital Outlay	-	1,768.84
Total Expenditures	-	1,768.84
Receipts Over(Under) Expenditures	-	(1,768.84)
Unencumbered Cash, Beginning	2,283.21	2,283.21
Unencumbered Cash, Ending	\$ 2,283.21	\$ 514.37

CITY OF INDEPENDENCE, KANSAS
CITY PROJECTS FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from General Fund	\$ -	\$ 10,200.00
Economic Development and Transportation Fund	-	75,000.00
Total Receipts	-	85,200.00
Expenditures		
Capital Improvements Capital Outlay	-	10,200.00
Total Expenditures	-	10,200.00
Receipts Over(Under) Expenditures	-	75,000.00
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ 75,000.00

CITY OF INDEPENDENCE, KANSAS
AIRPORT - DESIGN TERMINAL UPGRADE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
State Grants	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Residual Transfer To:		
Airport Fund	82.28	-
Total Expenditures	82.28	-
Receipts Over(Under) Expenditures	(82.28)	-
Unencumbered Cash, Beginning	82.28	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF INDEPENDENCE, KANSAS
AIRPORT CAPITAL PROJECTS FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
State Grants	\$ 665.00	\$ 51,809.00
Operating Transfer From:		
Economic Development and Transportation Fund	-	84,912.00
AIP 3-20-0036-22-2016 Fund	201,983.10	-
Residual Transfer From:		
AIP 3-20-00369-021 Fund	15,592.60	-
Total Receipts	<u>218,240.70</u>	<u>136,721.00</u>
Expenditures		
Capital Improvements		
Capital Outlay	1,697.00	43,023.00
Operating Transfer To:		
Airport Fund	40,951.79	-
Total Expenditures	<u>42,648.79</u>	<u>43,023.00</u>
Receipts Over(Under) Expenditures	175,591.91	93,698.00
Unencumbered Cash, Beginning	-	175,591.91
Unencumbered Cash, Ending	<u>\$ 175,591.91</u>	<u>\$ 269,289.91</u>

CITY OF INDEPENDENCE, KANSAS
STREET CAPITAL IMPROVEMENT PROJECTS FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfer From:		
Special Use Sales Tax Fund	\$ -	\$ 73,438.00
KLINK Penn/Chestnut Oak Project Fund	-	3,779.41
Economic Development and Transportation Fund	-	239,900.00
Capital Reserve Fund	75,000.00	-
Total Receipts	<u>75,000.00</u>	<u>317,117.41</u>
Expenditures		
Capital Improvements		
Capital Outlay	<u>3,417.50</u>	<u>228,262.47</u>
Total Expenditures	<u>3,417.50</u>	<u>228,262.47</u>
Receipts Over(Under) Expenditures	71,582.50	88,854.94
Unencumbered Cash, Beginning	<u>-</u>	<u>71,582.50</u>
Unencumbered Cash, Ending	<u>\$ 71,582.50</u>	<u>\$ 160,437.44</u>

CITY OF INDEPENDENCE, KANSAS
PETER PAN GEOMETRIC PROJECT FUND
 Schedule of Receipts and Expenditures - Actual
 Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
State KDOT Grant	\$ -	\$ 300,000.00
Other Receipts		
Reimbursed Expense	-	265,334.00
Total Receipts	-	565,334.00
Expenditures		
Capital Improvements		
Capital Outlay	149,740.53	352,245.98
Total Expenditures	149,740.53	352,245.98
Receipts Over(Under) Expenditures	(149,740.53)	213,088.02
Unencumbered Cash, Beginning	(18,353.08)	(168,093.61)
Unencumbered Cash, Ending	\$ (168,093.61)	\$ 44,994.41

CITY OF INDEPENDENCE, KANSAS
KLINK - PENN/CHESTNUT-OAK PROJECT FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
State Grant - KDOT	\$ 397,152.69	\$ -
Total Receipts	397,152.69	-
Expenditures		
Capital Improvements		
Capital Outlay	5,272.50	-
Operating Transfers to Street Capital Improvement Projects Fund	-	3,779.41
Total Expenditures	5,272.50	3,779.41
Receipts Over(Under) Expenditures	391,880.19	(3,779.41)
Unencumbered Cash, Beginning	(353,158.00)	38,722.19
Unencumbered Cash, Ending	\$ 38,722.19	\$ 34,942.78

CITY OF INDEPENDENCE, KANSAS
KLINK - 10TH, MAIN-LAUREL PROJECT FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Taxes and Shared Receipts		
Special Use Sales Tax Fund	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Residual Transfer To:		
General Fund	2,168.63	-
Total Expenditures	2,168.63	-
Receipts Over(Under) Expenditures	(2,168.63)	-
Unencumbered Cash, Beginning	2,168.63	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF INDEPENDENCE, KANSAS
2015-2016 KLINK PROJECTS FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
State Grants	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Capital Improvements		
Capital Outlay	240,238.54	9,761.46
Total Expenditures	240,238.54	9,761.46
Receipts Over(Under) Expenditures	(240,238.54)	(9,761.46)
Unencumbered Cash, Beginning	568,879.31	328,640.77
Unencumbered Cash, Ending	\$ 328,640.77	\$ 318,879.31

CITY OF INDEPENDENCE, KANSAS
PENN AND LAUREL REPAIR PROJECT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from:		
Economic Development and Transportation Fund	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Residual Transfer to:		
General Fund	4,886.00	-
Total Expenditures	4,886.00	-
Receipts Over(Under) Expenditures	(4,886.00)	-
Unencumbered Cash, Beginning	4,886.00	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF INDEPENDENCE, KANSAS
AIP 3-20-0036-22-2016 FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
Federal Grants	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Operating Transfer To:		
Airport Capital Project Fund	201,983.10	-
Total Expenditures	201,983.10	-
Receipts Over(Under) Expenditures	(201,983.10)	-
Unencumbered Cash, Beginning	201,983.10	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF INDEPENDENCE, KANSAS
AIP 3-20-00369-021 FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Other Receipts		
Miscellaneous	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Residual Transfer To:		
Airport Capital Project Fund	15,592.60	-
Total Expenditures	15,592.60	-
Receipts Over(Under) Expenditures	(15,592.60)	-
Unencumbered Cash, Beginning	15,592.60	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF INDEPENDENCE, KANSAS
AIP 3-20-0036-23-2018 FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
Federal Grants - FAA	\$ 191,053.00	\$ -
Total Receipts	191,053.00	-
Expenditures		
Capital Improvements		
Capital Outlay	1,100.00	-
Operating Transfer To:		
Special Use Sales Tax Fund	46,971.52	-
Total Expenditures	48,071.52	-
Receipts Over(Under) Expenditures	142,981.48	-
Unencumbered Cash, Beginning	(142,981.48)	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF INDEPENDENCE, KANSAS
AIRPORT AWOS UPGRADE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
State Grants	\$ 148,500.00	\$ -
Total Receipts	148,500.00	-
Expenditures		
Capital Improvements		
Capital Outlay	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	148,500.00	-
Unencumbered Cash, Beginning	(148,500.00)	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF INDEPENDENCE, KANSAS
AIRPORT - RESTROOM UPGRADE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfer from Special Use Sales Tax Fund	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Capital Improvements Capital Outlay	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	2,500.00	2,500.00
Unencumbered Cash, Ending	<u>\$ 2,500.00</u>	<u>\$ 2,500.00</u>

CITY OF INDEPENDENCE, KANSAS
CITY GRANT FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from		
Economic Development and		
Transportation Fund	\$ -	\$ 41,747.54
Water and Sewer Utility Fund	-	35,550.00
Total Receipts	-	77,297.54
Expenditures		
Capital Improvements		
Capital Outlay	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	77,297.54
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ 77,297.54

CITY OF INDEPENDENCE, KANSAS
KHRC #ESG-FFY2016 FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
Federal Grants	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Residual Transfer To:		
General Fund	780.00	-
Total Expenditures	780.00	-
Receipts Over(Under) Expenditures	(780.00)	-
Unencumbered Cash, Beginning	780.00	-
Unencumbered Cash, Ending	\$ -	\$ -

CITY OF INDEPENDENCE, KANSAS
ADA DJ #204-29-144 CURB RAMPS FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
Federal Grants	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Capital Improvements		
Capital Outlay	-	24,013.58
Total Expenditures	-	24,013.58
Receipts Over(Under) Expenditures	-	(24,013.58)
Unencumbered Cash, Beginning	259,664.12	259,664.12
Unencumbered Cash, Ending	\$ 259,664.12	\$ 235,650.54

CITY OF INDEPENDENCE, KANSAS
FIRE/EMS GRANTS FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental Grant Proceeds	\$ -	\$ 918.72
Total Receipts	-	918.72
Expenditures		
General Government Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	918.72
Unencumbered Cash, Beginning	1,676.00	1,676.00
Unencumbered Cash, Ending	<u>\$ 1,676.00</u>	<u>\$ 2,594.72</u>

CITY OF INDEPENDENCE, KANSAS
CAPITAL IMPROVEMENT FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ 3,789.42	\$ 9,465.33
Operating Transfers from		
Water and Sewer Utility Fund	846,225.00	1,100,000.00
Total Receipts	850,014.42	1,109,465.33
Expenditures		
General Government		
Capital Outlay	-	48,933.00
Total Expenditures	-	48,933.00
Receipts Over(Under) Expenditures	850,014.42	1,060,532.33
Unencumbered Cash, Beginning	500,000.00	1,350,014.42
Unencumbered Cash, Ending	\$ 1,350,014.42	\$ 2,410,546.75

CITY OF INDEPENDENCE, KANSAS
WATER AND SEWER UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Water Sales	\$ 2,753,410.53	\$ 2,714,856.76	\$ 3,015,106.00	\$ (300,249.24)
Sewer Charges	2,343,894.70	2,281,441.35	2,645,336.00	(363,895.00)
Late Fees	101,838.03	104,804.93	73,000.00	31,805.00
Turn on & Turn off	32,721.84	33,637.63	32,500.00	1,138.00
Charge Offs and Recoveries	(135,326.55)	33,461.00	14,000.00	19,461.00
Other Charges	1,022.16	(171.77)	16,000.00	(16,172.00)
Use of Money and Property				
Interest Income	73,023.13	40,034.40	80,000.00	(39,966.00)
Other Receipts				
Reimbursed Expense	10,813.34	32.40	-	32.40
Miscellaneous	5,644.32	13,584.05	120,000.00	(106,416.00)
Insurance Proceeds	-	8,239.02	-	8,239.00
Operating Transfer From:				
Capital Reserve Fund	597,896.00	-	-	-
Total Receipts	5,784,937.50	5,229,919.77	\$ 5,995,942.00	\$ (766,022.84)
Expenditures				
General Administration				
Contractual Services	55.22	-	\$ -	\$ -
Water Production				
Personal Services	468,867.31	451,749.29	473,519.00	(21,769.71)
Contractual Services	185,352.63	151,374.99	194,250.00	(42,875.01)
Commodities	378,335.16	307,929.08	391,800.00	(83,870.92)
Capital Outlay	132,334.37	82,878.47	35,000.00	47,878.47
Water Distribution				
Personal Services	472,710.49	395,112.13	475,587.00	(80,474.87)
Contractual Services	11,267.20	6,712.33	20,400.00	(13,687.67)
Commodities	191,584.20	196,833.83	171,850.00	24,983.83
Capital Outlay	26,000.00	2,744.87	617,000.00	(614,255.13)
Sewer Treatment				
Personal Services	196,057.19	197,931.58	202,523.00	(4,591.42)
Contractual Services	223,580.96	217,090.68	217,850.00	(759.32)
Commodities	15,948.32	10,697.73	80,200.00	(69,502.27)
Capital Outlay	46,868.35	30,092.83	10,000.00	20,092.83
Sewer Collections				
Personal Services	60,702.54	57,304.25	92,297.00	(34,992.75)
Contractual Services	12,463.00	15,025.00	72,600.00	(57,575.00)
Commodities	22,620.72	1,602.53	78,700.00	(77,097.47)
Capital Outlay	162,354.82	115,788.03	80,000.00	35,788.03

CITY OF INDEPENDENCE, KANSAS
WATER AND SEWER UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Water/Sewer Administration				
Personal Services	\$ 772,971.54	\$ 102,465.14	\$ 797,736.00	\$ (695,270.86)
Contractual Services	140,767.57	217,490.07	321,537.00	(104,046.93)
Commodities	1,029.83	1,184.37	4,450.00	(3,265.63)
Capital Outlay	69,640.22	-	660,000.00	(660,000.00)
Debt Service				
Principal Payments	134,142.81	137,517.35	137,517.00	0.35
Interest Payments	61,790.15	80,376.49	58,416.00	21,960.49
Mg Co Sewer District KDHE	8,028.46	8,028.46	-	8,028.46
Operating Transfers to:				
General Fund	-	700,000.00	500,000.00	200,000.00
City Grants Fund	-	35,550.00	-	35,550.00
Capital Improvement Fund	846,225.00	1,100,000.00	-	1,100,000.00
Bond and Interest Fund	80,813.00	79,613.00	100,000.00	(20,387.00)
	-			
Total Expenditures	<u>4,722,455.84</u>	<u>4,703,092.50</u>	<u>\$ 5,793,232.00</u>	<u>\$ (1,090,139.50)</u>
Receipts Over(Under) Expenditures	1,062,481.66	526,827.27		
	-			
Unencumbered Cash, Beginning	<u>1,480,887.24</u>	<u>2,543,313.68</u>		
Cancelled Encumbrances	-	85,550.00		
Unencumbered Cash, Ending	<u>\$ 2,543,368.90</u>	<u>\$ 3,155,690.95</u>		

CITY OF INDEPENDENCE, KANSAS
GRINDER PUMP REPLACEMENT FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior Year Actual	Current Year Actual
Receipts		
Charges for Services		
Sewer Charges	\$ 8,381.69	\$ 8,354.60
Use of Money and Property		
Interest Income	6,333.07	2,579.97
Total Receipts	<u>14,714.76</u>	<u>10,934.57</u>
Expenditures		
Public Works		
Commodities	-	3,129.03
Total Expenditures	<u>-</u>	<u>3,129.03</u>
Receipts Over(Under) Expenditures	14,714.76	7,805.54
Unencumbered Cash, Beginning	<u>234,035.29</u>	<u>248,750.05</u>
Unencumbered Cash, Ending	<u>\$ 248,750.05</u>	<u>\$ 256,555.59</u>

CITY OF INDEPENDENCE, KANSAS
SANITATION UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

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

	Prior	Current Year		Variance - Over (Under)
	Year Actual	Actual	Budget	
Receipts				
Charges for Services				
Trash Collections	\$ 1,158,575.01	\$ 1,158,362.40	\$ 1,234,332.00	\$ (75,969.60)
Other Charges	2,217.00	4,573.05	4,500.00	73.05
Charge Offs and Recoveries	(11,360.39)	3,747.76	-	3,747.76
Use of Money and Property				
Interest Income	17,947.63	6,893.14	-	6,893.14
Other Receipts				
Reimbursed Expense	21,066.00	16,881.13	-	16,881.13
Miscellaneous	1,832.06	2,380.73	3,000.00	(619.27)
Total Receipts	1,190,277.31	1,192,838.21	\$ 1,241,832.00	\$ (48,993.79)
Expenditures				
Collections				
Personal Services	564,062.78	430,556.30	\$ 586,402.00	\$ (155,845.70)
Contractual Services	413,879.72	447,292.15	463,720.00	(16,427.85)
Commodities	70,127.58	59,457.74	95,650.00	(36,192.26)
Capital Outlay	113,149.25	-	255,340.00	(255,340.00)
Debt Service				
Lease Purchase	25,379.20	25,379.20	-	25,379.20
Operating Transfers to General Fund	-	289,540.00	-	289,540.00
Total Expenditures	1,186,598.53	1,252,225.39	\$ 1,401,112.00	\$ (148,886.61)
Receipts Over(Under) Expenditures	3,678.78	(59,387.18)		
Unencumbered Cash, Beginning	751,549.07	755,227.85		
Unencumbered Cash, Ending	\$ 755,227.85	\$ 695,840.67		

CITY OF INDEPENDENCE, KANSAS
AGENCY FUNDS
Schedule of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2020

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Fire Insurance Proceeds	\$ 75,786.95	\$ 50.00	\$ 65,862.45	\$ 9,974.50
Alcohol Assessment	3,820.00	-	-	3,820.00
First Aid Training	913.91	3,095.54	2,267.63	1,741.82
	<u>\$ 80,520.86</u>	<u>\$ 3,145.54</u>	<u>\$ 68,130.08</u>	<u>\$ 15,536.32</u>

CITY OF INDEPENDENCE, KANSAS

Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Identifying Number	CFDA #	Provided to Subrecipients	Cash Receipts	Federal Expenditures
<u>U.S. Department of Housing and Urban Development</u>					
Passed through the Kansas Department of Commerce Community Development Block Grant - COVID-19	20-CV-033	14.228	\$ 132,000.00	\$ 132,000.00	\$ 132,000.00
Total U.S. Department of Housing and Urban Development			132,000.00	132,000.00	132,000.00
<u>U.S. Department of Transportation</u>					
Direct Programs:					
Airport Improvement Program	N/A	20.106	-	20,000.00	20,000.00
Passed through Independence Emergency Medical Services Highway Safety Cluster					
State and Community Highway Safety	SP-4505-16	20.600	-	32,819.83	32,819.83
Total U.S. Department of Transportation			-	52,819.83	52,819.83
<u>U.S. Department of Agriculture</u>					
Direct Programs:					
Community Facilities Loans and Grants Cluster Community Facilities Loans and Grants	N/A	10.766	-	-	30,366.09
Total U.S. Department of Agriculture			-	-	30,366.09
<u>U.S. Department of Justice</u>					
Passed through the Office of Kansas Attorney General Coronavirus Emergency Supplemental Funding Program Grant	CESF-14	16.034	-	3,842.00	35,374.00
Total U.S. Department of Justice			-	3,842.00	35,374.00

CITY OF INDEPENDENCE, KANSAS

Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Identifying Number	CFDA #	Provided to Subrecipients	Cash Receipts	Federal Expenditures
U.S. Department of the Treasury					
Passed through Montgomery County Coronavirus Relief Fund (SPARKS)	2020-055	21.019	\$ -	\$ 528,821.79	\$ 528,821.79
Total U.S. Department of the Treasury			\$ -	\$ 528,821.79	\$ 528,821.79
Total Expenditures of Federal Awards			\$ 132,000.00	\$ 717,483.62	\$ 779,381.71

NOTE A -- BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of Independence, Kansas and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statement.

NOTE B -- INDIRECT COSTS

The City of Independence, Kansas did not elect to use the 10% de minimis cost rate.

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

Honorable Mayor and City Commissioners
City of Independence, Kansas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of the City of Independence, as of and for the year ended December 31, 2020, and the related notes to the financial statement, which collectively comprise the City of Independence's basic financial statement, and have issued our report thereon dated August 4, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered the City of Independence's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the City of Independence's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Independence's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statement will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Independence's financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
August 4, 2021

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY
THE UNIFORM GUIDANCE**

Honorable Mayor and City Commissioners
City of Independence, Kansas

Report on Compliance for Each Major Federal Program

We have audited the City of Independence's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City of Independence's major federal programs for the year ended December 31, 2020. City of Independence's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the City of Independence's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Independence's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City of Independence's compliance.

Opinion on Each Major Federal Program

In our opinion, the City of Independence, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2020.

Report on Internal Control over Compliance

Management of the City of Independence, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City of Independence's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Independence's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
August 4, 2021

CITY OF INDEPENDENCE, KANSAS

Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2020

I. SUMMARY OF AUDITORS' RESULTS

Financial Statement:

The auditors' report expresses an adverse opinion on the basic financial statement of City of Independence, Kansas on the Generally Accepted Accounting Principles (GAAP) basis of accounting and an unmodified opinion on the regulatory basis of accounting.

Internal Control over Financial Reporting:

Material weakness(es) identified?	_____	Yes	<u> X </u>	No
Significant deficiencies identified?	_____	Yes	<u> X </u>	None Reported
Noncompliance or other matters required to be reported under <i>Government Auditing Standards</i>	_____	Yes	<u> X </u>	No

Federal Awards:

Internal control over major programs:				
Material weakness(es) identified?	_____	Yes	<u> X </u>	No
Significant deficiencies identified?	_____	Yes	<u> X </u>	None Reported

The auditors' report on compliance for the major federal award programs for City of Independence, Kansas expresses an unmodified opinion.

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR 200.516(a)?	_____	Yes	<u> X </u>	No
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Identification of major programs:

U.S. DEPARTMENT OF THE TREASURY

Coronavirus Relief Fund (SPARKS) – CFDA No. 21.019

The threshold for distinguishing Types A and B programs was \$750,000.00.

Auditee qualified as a low risk auditee?	_____	Yes	<u> X </u>	No
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II. FINANCIAL STATEMENT FINDINGS

NONE

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

NONE

CITY OF INDEPENDENCE, KANSAS

Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 2020

Period Year Ended/Findings:

None