

CITY OF COFFEYVILLE, KANSAS

Independent Auditors' Report and
Financial Statement with
Supplementary Information

For the Year Ended December 31, 2020

CITY OF COFFEYVILLE, KANSAS

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JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

Honorable Mayor and City Commissioners
City of Coffeyville, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Coffeyville, 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 City'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 Coffeyville 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 Coffeyville 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 Coffeyville 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 disbursements-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. 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 the City of Coffeyville replacement as of and for the year ended December 31, 2019 (not presented herein), and have issued our report thereon dated June 24, 2020, which contained an unmodified opinion on the basic financial statement. The 2019 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2019 actual column (2019 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended December 31, 2020 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2019 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2019 basic financial statement. The 2019 comparative information was subjected to the auditing procedures applied in the audit of the 2019 basic financial statement and

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

Other 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 schedule of required bond information (Schedule 4 as listed in the table of contents) is presented for purposes of additional analysis as required by bond agreements and is not a required part of the financial statement. Such information has not been subjected to the auditing procedures applied in the audit of the financial statement, and, accordingly, we express no opinion on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 23, 2021, on our consideration of the City of Coffeyville's 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 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 Coffeyville's 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 Coffeyville's internal control over financial reporting and compliance.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

July 23, 2021
Chanute, Kansas

CITY OF COFFEYVILLE, 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 | \$ 2,111,604.14 | \$ - | \$ 12,418,527.11 | \$ 12,223,501.65 | \$ 2,306,629.60 | \$ 178,565.72 | \$ 2,485,195.32 |
| Special Purpose Funds: | | | | | | | |
| Library | 18.75 | - | 378,424.46 | 378,325.01 | 118.20 | - | 118.20 |
| Local Alcohol Liquor | 78,070.64 | - | 81,803.64 | 37,590.98 | 122,283.30 | - | 122,283.30 |
| Capital Equipment | 396,693.22 | - | 241,888.46 | 241,620.18 | 396,961.50 | 4,955.09 | 401,916.59 |
| 911 Emergency System | 111,819.84 | - | 85,229.17 | 86,752.02 | 110,296.99 | 2,843.43 | 113,140.42 |
| Capital Improvement Reserve | 7,393,593.91 | - | 2,046,685.02 | 2,167,942.65 | 7,272,336.28 | 2,106,708.13 | 9,379,044.41 |
| Economic Development | 2,385,925.69 | - | 110,416.48 | 19,048.95 | 2,477,293.22 | 15,761.07 | 2,493,054.29 |
| Airport Holding | 91,926.46 | - | 64,379.29 | 36,073.94 | 120,231.81 | 2,050.88 | 122,282.69 |
| Risk Management | 243,175.63 | - | 2,010,424.66 | 1,757,895.10 | 495,705.19 | 8,649.41 | 504,354.60 |
| Golf Course | 2,076.06 | - | 328,674.37 | 322,500.81 | 8,249.62 | 2,710.61 | 10,960.23 |
| Youth Activities Center | 13,193.41 | - | 17,115.06 | 21,876.48 | 8,431.99 | 289.25 | 8,721.24 |
| Police VIN | 73,651.72 | - | 17,930.00 | 1,825.00 | 89,756.72 | - | 89,756.72 |
| Aquatic Center Operations | 1,427.51 | - | 79,650.58 | 77,901.66 | 3,176.43 | 1,244.17 | 4,420.60 |
| Business Development Training Center | 2,961.64 | - | 3,200.00 | 1,666.73 | 4,494.91 | - | 4,494.91 |
| Veterans Memorial Stadium | 10,547.40 | - | 8,431.10 | 11,003.10 | 7,975.40 | - | 7,975.40 |
| Veterans Memorial Stadium Depreciation and Replacement | 129,287.63 | - | 75,000.00 | - | 204,287.63 | - | 204,287.63 |
| USD #445 Sales Tax | 707,086.88 | - | 890,471.45 | 846,700.49 | 750,857.84 | - | 750,857.84 |
| CRMC Sales Tax | 65,248.95 | - | 890,471.45 | 883,435.97 | 72,284.43 | - | 72,284.43 |
| 1/2 Cent Sales Tax IRB Debt Service | 262,858.42 | - | 623,330.02 | 543,465.00 | 342,723.44 | - | 342,723.44 |
| Community Improvement District Sales Tax | 4,089.33 | - | 39,707.78 | 38,792.58 | 5,004.53 | - | 5,004.53 |
| Bond and Interest Funds: | | | | | | | |
| G.O. Bond and Interest | 17,604.83 | - | 3,186,199.28 | 3,181,391.06 | 22,413.05 | 17,500.00 | 39,913.05 |
| Capital Project Funds: | | | | | | | |
| Miscellaneous Projects | 134,736.58 | - | 178,378.84 | 145,886.00 | 167,229.42 | - | 167,229.42 |
| Airport Special Projects | 1,903.97 | - | - | - | 1,903.97 | - | 1,903.97 |
| Golf Course Depreciation and Replacement | 16,993.66 | - | 1,369.49 | - | 18,363.15 | - | 18,363.15 |
| Law Enforcement Projects | 5,344.71 | - | 7,652.11 | - | 12,996.82 | - | 12,996.82 |
| Electric Bond Projects | 1,688,253.57 | - | 10,769.37 | 26,362.84 | 1,672,660.10 | - | 1,672,660.10 |
| Business Funds: | | | | | | | |
| Electric Utility | 8,304,659.27 | - | 51,868,059.62 | 50,652,330.88 | 9,520,388.01 | 3,358,202.54 | 12,878,590.55 |
| Electric R & I Reserves | 10,464,432.13 | - | 1,700,000.00 | 240,819.39 | 11,923,612.74 | 41,438.66 | 11,965,051.40 |
| Electric Debt Service | 1,281,532.98 | - | 48,073,859.45 | 48,884,374.40 | 471,018.03 | 75,000.00 | 546,018.03 |
| Electric Surplus | 9,941.44 | - | 311,211.19 | 257,093.63 | 64,059.00 | - | 64,059.00 |

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

CITY OF COFFEYVILLE, 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 |
|--|--|---------------------------|--------------------------|--------------------------|---|--|--------------------------------------|
| Business Funds (Continued): | | | | | | | |
| Water and Sewer Utility | \$ 4,260,580.56 | \$ - | \$ 6,581,224.31 | \$ 6,407,340.43 | \$ 4,434,464.44 | \$ 72,428.22 | \$ 4,506,892.66 |
| Water and Sewer Depreciation and Replacement | 3,500,424.91 | - | 956,250.00 | 101,078.00 | 4,355,596.91 | 36,956.62 | 4,392,553.53 |
| Water and Sewer Debt Service | 255,355.87 | - | 783,735.23 | 850,323.78 | 188,767.32 | - | 188,767.32 |
| Water and Sewer Restricted Reserve | 2,800,000.00 | - | 400,000.00 | - | 3,200,000.00 | - | 3,200,000.00 |
| Stormwater Utility | 155,495.93 | - | 456,515.57 | 395,529.23 | 216,482.27 | 1,087.61 | 217,569.88 |
| Stormwater Depreciation and Replacement | 1,246,112.93 | - | 214,122.00 | 131,370.95 | 1,328,863.98 | - | 1,328,863.98 |
| Refuse/Trash Utility | 282,864.83 | - | 596,799.62 | 608,064.69 | 271,599.76 | 42,061.70 | 313,661.46 |
| Internet Utility | 41,732.49 | - | 690,691.63 | 691,745.30 | 40,678.82 | 11,236.39 | 51,915.21 |
| Meter Deposit | - | - | 91,769.02 | 91,769.02 | - | 438,124.84 | 438,124.84 |
| Total Reporting Entity (Excluding Agency Funds) | \$ 48,553,227.89 | \$ - | \$ 136,520,366.83 | \$ 132,363,397.90 | \$ 52,710,196.82 | \$ 6,417,814.34 | \$ 59,128,011.16 |
| Composition of Cash: | | | | | | | |
| Cash on Hand..... | | | | | | | \$ 2,050.00 |
| Checking Accounts: | | | | | | | |
| Petty Cash | | | | | | | 2,000.00 |
| City Treasurer | | | | | | | 33,254,108.31 |
| Payroll Account | | | | | | | 35,546.61 |
| Perpetual Care Account | | | | | | | 91,518.98 |
| Water and Light Refund Account | | | | | | | 718,299.28 |
| Health Insurance Flex Plan Account | | | | | | | 19,414.67 |
| Municipal Court Account | | | | | | | 34,704.84 |
| Grant Account | | | | | | | 0.05 |
| Employee Benefit Account | | | | | | | 301,121.73 |
| Money Market Accounts: | | | | | | | |
| City Treasurer | | | | | | | 1,264,098.49 |
| Restlawn Permanent Trust..... | | | | | | | 54,547.69 |
| Escrow | | | | | | | 281,174.05 |
| Trust Accounts: | | | | | | | |
| Investments..... | | | | | | | 23,250,638.53 |
| Total Cash | | | | | | | 59,309,223.23 |
| Less: Agency Funds Per Schedule 3 | | | | | | | (181,212.07) |
| Total Reporting Entity (Excluding Agency Funds) | | | | | | | \$ 59,128,011.16 |

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

CITY OF COFFEYVILLE, KANSAS

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

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Coffeyville, Kansas, (the City) is incorporated as a city of the first class, under the provision of K.S.A. 13-101 *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, electric, water and sewer, 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 Coffeyville, 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 principal 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.

Financial Reporting Entity

The City of Coffeyville, Kansas, is a municipal corporation governed by an elected five-member commission. This financial statement presents the City of Coffeyville.

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:

Coffeyville Public Library

The City of Coffeyville, Kansas, Library Board operates the City's public library. Acquisition or disposition of real property by the Board must be approved by the City. Bond issuances must also be approved by the City. The City levies taxes for the Library Board and significantly influences the Library's operations. Separate audited financial statements are available at the Library.

Coffeyville Regional Medical Center

The Medical Center Board of Trustees operates the City's hospital. The hospital can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. Separate audited financial statements are available at the Medical Center.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Related Municipal Entities (Continued)

Coffeyville Community Enhancement Foundation

Coffeyville Community Enhancement Foundation is a 501c(3) corporation whose Board of Directors is the current City Commission. This corporation was established to create an avenue for entities, whose bylaws restrict their donations to 501c(3) entities, to make donations for city projects (i.e. Midland Theater restoration). If money is received for projects, it is paid to the City as a reimbursement as the project progresses. Many people have given to special projects, therefore, the money is segregated in the Foundation's books for each project. Separate financial statements are not prepared by the Foundation.

Regulatory Basis Fund Types

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities of the City of Coffeyville, Kansas, for the year of 2020:

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

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

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

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

Business fund – funds financed in whole or 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 account, etc.).

Basis of Presentation – Regulatory 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation – Regulatory Basis of Accounting (Continued)

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.

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 comparisons 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.

Pension Plan

Substantially all full-time City employees are members of the State of Kansas Public Employees Retirement System, or the State of Kansas Police and Fire Retirement System, both of which are 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.

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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgetary Information (Continued)

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 G.O. Bond and Interest Fund, Internet Utility Fund, and the Electric Debt Service 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.

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 funds:

- Capital Equipment Fund
- 911 Emergency System Fund
- Capital Improvement Reserve Fund
- Risk Management Fund
- Veterans Memorial Stadium Depreciation and Replacement 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 and Schedule 1, the City was in compliance with the cash basis and budget laws of Kansas.

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

Compliance with Revenue Bond Covenants

The City is required, under the ordinances on Revenue Bond Issues, to maintain in its Business Funds certain restricted accounts. The ordinances provide that the following reserve accounts be set up in amounts described below:

| <u>RESERVE ACCOUNTS</u> | <u>REQUIRED AMOUNT</u> | <u>ACTUAL AMOUNT</u> |
|--|----------------------------|--------------------------|
| Principal and Interest Account for Electric Utility System Refunding General Obligation Bonds, Series 2013-A – requires transfers monthly of 1/6 of next maturing interest and 1/12 of next maturing principal. | \$ 16,399.38 | |
| Principal and Interest Account for Electric Utility System Revenue Bonds, Series 2015-B – requires transfers monthly of 1/6 of next maturing interest and 1/12 of next maturing principal. | <u>469,625.00</u> | |
| | <u>486,224.38</u> | <u>\$42,965,746.92</u> |
| Electric Utility System Refunding Bonds, Series 2013-A requires reserves beginning December 3, 2014 in the amount of ten percent of the bond principal in the Electric Depreciation and Replacement Account. | 555,555.00 | |
| Electric Utility System Revenue Bonds, Series 2015-B requires reserves beginning June 25, 2015 in the amount of the maximum annual debt service for the Series 2015-B during any fiscal year of the bond principal in the Electric Depreciation and Replacement Account. | <u>3,530,250.00</u> | ** |
| | <u>4,085,805.00</u> | <u>11,923,612.74</u> |
| Total Reserve at December 31, 2020 | <u>\$ 4,572,029.38</u> | <u>\$54,889,359.66</u> |

** However, the obligations of the City have been guaranteed by a policy of financial guaranty insurance issued by National Public Finance Guarantee Corporation. The Policy unconditionally and irrevocably guarantees to any owner or holder of the Obligations or, if applicable, of the coupons appertaining thereto (the "Owner"), the full and complete payment required to be made by or on behalf of the issuer of the Obligations (the "Issuer") to the Paying Agent or its successor of an amount equal to (i) the principal of (either at the stated maturity or by any advancement of maturity pursuant to a mandatory sinking fund payment) and interest on, the Obligations as such payments shall become due but shall not be so paid (except that in the event of any acceleration of the due date of such principal by reason of mandatory or optional redemption or acceleration resulting from default or otherwise, other than any advancement of maturity pursuant to a mandatory sinking fund payment, the payments guaranteed by the Policy shall be made in such amounts and at such times as such payments of principal would have been due had there not been any such acceleration); and (ii) the reimbursement of any such payment which is subsequently recovered from any Owner pursuant to a final judgment by a court of competent jurisdiction that such payment constitutes an avoidable preference (a "Preference") to the Owner within the meaning of any applicable bankruptcy law. The amounts referred to in clauses (i) and (ii) of the preceding sentence are referred to collectively in this letter as the "Insured Amounts."

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

The City agrees to fix, establish, maintain and collect such rates, fees or charges for Electric Utility service furnished by the Electric System, which will be sufficient to enable the City to have, in each fiscal year, a net income in an amount that will be not less than 125% amount required to be paid by the City in the next succeeding fiscal year on account of both principal and interest of all Electric Utility System Bonds of the City at the time outstanding. Net income is defined as gross income less operating expenses, but before any transfers, depreciation and capital expense. For the year ended December 31, 2020, the Electric Utility Fund had net income of \$10,873,352.57 which is 249.62% of the principal and interest requirements for 2020 of \$5,294,325.20.

3. DEPOSITS AND INVESTMENTS

As of December 31, 2020, the City has the following investments.

| <u>Investment Type</u> | <u>Cost</u> | <u>Fair Value</u> | <u>Rating</u> |
|-----------------------------|-------------------------|-------------------------|---------------|
| Agency Money Market | | | |
| Less than one year maturity | \$ 2,073,995.13 | \$ 2,073,995.13 | AAA |
| Federal Agency | | | |
| One to five year maturity | 11,548,822.43 | 11,604,613.11 | AAA |
| Kansas Investment Pool | | | |
| Less than one year maturity | <u>9,627,821.17</u> | <u>9,627,821.17</u> | S&P AAf/S1+ |
| Total Investment | <u>\$ 23,250,638.73</u> | <u>\$ 23,306,429.41</u> | |

Deposits

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 banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

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

Concentration of credit risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The City's allocation of investments as of December 31, 2020, is as follows:

| <u>Investments</u> | <u>Percentage of Investments</u> |
|----------------------------------|----------------------------------|
| Agency Money Market | 9.53% |
| Federal Agency | 57.18% |
| Kansas Municipal Investment Pool | 33.29% |

3. **DEPOSITS AND INVESTMENTS** (Continued)

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.

At December 31, 2020, the City’s carrying amount of deposits was \$36,056,534.70 and the bank balance was \$36,101,628.74. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$289,186.64 was covered by FDIC insurance and \$35,812,442.10 was collateralized with securities held by the pledging financial institutions’ agents in the City’s name.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

At December 31, 2020, the City has invested \$9,627,821.17 in the State’s municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

4. **CAPITAL LEASE OBLIGATIONS**

The City has entered into a capital lease agreement in order to finance the purchase of a Fire Truck. Payments are made of \$30,023.18 semi-annually, including interest at approximately 3.27%. Final maturity for the lease is in 2027. Future minimum lease payments are as follows:

| <u>Year Ended December 31</u> | <u>Totals</u> |
|-------------------------------------|----------------------|
| 2021 | \$ 60,046.36 |
| 2022 | 60,046.36 |
| 2023 | 60,046.36 |
| 2024 | 60,046.36 |
| 2025 | 60,046.36 |
| 2025-2027 | <u>119,971.13</u> |
| | 420,202.93 |
| Less imputed interest | <u>(47,317.95)</u> |
| Net Present Value of Minimum | |
| Lease Payments | 372,884.98 |
| Less: Current Maturities | <u>(48,244.22)</u> |
| Long-Term Capital Lease Obligations | <u>\$ 324,640.76</u> |

5. 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 With Utility Revenues | | | | | | | | | |
| Series 2011-A - Refunding | 2.25%-4.125% | October 24, 2011 | \$ 5,900,000.00 | November 1, 2031 | \$ 3,240,000.00 | \$ - | \$ (3,240,000.00) | \$ - | \$ 117,708.76 |
| Series 2013-A - Refunding | 2.0%-2.15% | December 3, 2013 | 5,555,000.00 | June 1, 2021 | 1,025,000.00 | - | (830,000.00) | 195,000.00 | 12,492.50 |
| Series 2016-A - Bldg Renovations | 2.0%-3.0% | March 22, 2016 | 6,280,000.00 | June 1, 2030 | 5,065,000.00 | - | (430,000.00) | 4,635,000.00 | 113,465.00 |
| Series 2018 - Electric Utility - Taxable | 2.7%-4.125% | June 19, 2018 | 13,095,000.00 | June 1, 2034 | 11,810,000.00 | - | (275,000.00) | 11,535,000.00 | 459,347.51 |
| Series 2020-A - Refunding | 1.0% - 2.0% | September 24, 2020 | 2,840,000.00 | November 1, 2031 | - | 2,840,000.00 | - | 2,840,000.00 | - |
| Series 2020 - Refunding Electric Utility - Taxa | 2.0% - 3.0% | September 24, 2020 | 41,010,000.00 | June 1, 2042 | - | 41,010,000.00 | - | 41,010,000.00 | 199,949.41 |
| Revenue Bonds | | | | | | | | | |
| Paid With Utility Revenues | | | | | | | | | |
| Series 2011-A - Electric Utility | 4.00%-4.20% | December 21, 2011 | 1,235,000.00 | June 1, 2023 | 1,235,000.00 | - | - | 1,235,000.00 | 50,660.00 |
| Series 2015-B - Electric Utility | 5.00-5.25% | June 25, 2015 | 48,900,000.00 | June 1, 2042 | 45,800,000.00 | - | (39,400,000.00) | 6,400,000.00 | 6,469,978.89 |
| Revolving Loans | | | | | | | | | |
| Kansas Water Pollution Control Loan | | | | | | | | | |
| Waste Water Treatment Project | 3.11% | May 22, 1998 | 9,188,589.85 | September 1, 2020 | 580,194.49 | - | (580,194.49) | - | 13,567.85 |
| Kansas Public Water Supply Loan | | | | | | | | | |
| Water Plant & Reservoir Project | 3.63% | October 6, 2009 | 720,000.00 | August 1, 2030 | 310,533.38 | - | (23,431.04) | 287,102.34 | 11,061.64 |
| Capital Leases | | | | | | | | | |
| Blackstart Generators-CNB | 3.45% | February 1, 2007 | 2,000,000.00 | August 1, 2026 | 867,712.18 | - | (867,712.18) | - | 17,204.69 |
| Fire Truck-Commercial Bank | 3.27% | June 13, 2017 | 508,662.29 | October 1, 2027 | 419,589.48 | - | (46,704.50) | 372,884.98 | 13,341.86 |
| Total Contractual Indebtedness | | | | | \$ 70,353,029.53 | \$ 43,850,000.00 | \$ (45,693,042.21) | \$ 68,509,987.32 | \$ 7,478,778.11 |

5. 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 2013-A - Refunding | \$ 195,000.00 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Series 2016-A - Bldg Renovations | 440,000.00 | 445,000.00 | 455,000.00 | 465,000.00 | 475,000.00 | 2,355,000.00 | - |
| Series 2018 - Electric Utility - Taxable | 290,000.00 | 305,000.00 | 320,000.00 | 335,000.00 | 355,000.00 | 2,055,000.00 | 7,875,000.00 |
| Series 2020-A - Refunding | 375,000.00 | 380,000.00 | 385,000.00 | 225,000.00 | 225,000.00 | 1,050,000.00 | 200,000.00 |
| Series 2020 - Refunding Electric Utility - Taxable | - | - | - | - | - | 10,325,000.00 | 11,735,000.00 |
| Revenue Bonds | | | | | | | |
| Series 2011-A - Electric Utility | - | 605,000.00 | 630,000.00 | - | - | - | - |
| Series 2015-B - Electric Utility | 1,200,000.00 | 1,200,000.00 | 1,300,000.00 | 1,300,000.00 | 1,400,000.00 | - | - |
| Revolving Loans | | | | | | | |
| Kansas Public Water Supply Loan | | | | | | | |
| Water Plant & Reservoir Project | 24,289.30 | 25,179.02 | 26,101.30 | 27,057.38 | 28,048.47 | 156,426.87 | - |
| Capital Leases | | | | | | | |
| Fire Truck-Commercial Bank | 48,244.22 | 49,834.70 | 51,477.62 | 53,174.70 | 54,927.73 | 115,226.01 | - |
| Total Principal Payments | <u>2,572,533.52</u> | <u>3,010,013.72</u> | <u>3,167,578.92</u> | <u>2,405,232.08</u> | <u>2,537,976.20</u> | <u>16,056,652.88</u> | <u>19,810,000.00</u> |
| Interest | | | | | | | |
| General Obligation Bonds | | | | | | | |
| Series 2013-A - Refunding | 2,096.25 | - | - | - | - | - | - |
| Series 2016-A - Bldg Renovations | 104,765.00 | 95,915.00 | 86,915.00 | 76,552.50 | 64,802.50 | 148,362.50 | - |
| Series 2018 - Electric Utility - Taxable | 451,078.76 | 441,925.01 | 431,841.26 | 339,782.51 | 408,702.51 | 1,826,442.55 | 1,014,078.16 |
| Series 2020-A - Refunding | 51,168.88 | 38,900.00 | 31,300.00 | 23,600.00 | 19,100.00 | 43,600.00 | 2,000.00 |
| Series 2020 - Refunding Electric Utility - Taxable | 1,074,355.00 | 1,074,355.00 | 1,074,355.00 | 1,074,355.00 | 1,074,355.00 | 4,612,100.00 | 3,197,975.00 |
| Revenue Bonds | | | | | | | |
| Series 2011-A - Electric Utility | 50,660.00 | 38,560.00 | 13,230.00 | - | - | - | - |
| Series 2015-B - Electric Utility | 2,217,750.00 | 2,157,750.00 | 2,095,250.00 | 2,030,250.00 | 1,962,750.00 | - | - |
| Revolving Loans | | | | | | | |
| Kansas Public Water Supply Loan | | | | | | | |
| Water Plant & Reservoir Project | 10,203.38 | 9,313.66 | 8,391.38 | 7,435.30 | 6,444.21 | 16,036.53 | 17,246.34 |
| Capital Leases | | | | | | | |
| Fire Truck-Commercial Bank | 11,802.14 | 10,211.66 | 8,568.74 | 6,871.66 | 5,118.63 | 4,745.12 | - |
| Total Interest Payments | <u>3,973,879.41</u> | <u>3,866,930.33</u> | <u>3,749,851.38</u> | <u>3,558,846.97</u> | <u>3,541,272.85</u> | <u>6,651,286.70</u> | <u>4,231,299.50</u> |
| Total Principal and Interest | <u>\$ 6,546,412.93</u> | <u>\$ 6,876,944.05</u> | <u>\$ 6,917,430.30</u> | <u>\$ 5,964,079.05</u> | <u>\$ 6,079,249.05</u> | <u>\$ 22,707,939.58</u> | <u>\$ 24,041,299.50</u> |

5. 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:

| | 2036 - 2040 | 2041 - 2042 | Total |
|--|-------------------------|------------------------|-------------------------|
| Principal | | | |
| General Obligation Bonds | | | |
| Series 2013-A - Refunding | - | - | 195,000.00 |
| Series 2016-A - Bldg Renovations | - | - | 4,635,000.00 |
| Series 2018 - Electric Utility - Taxable | - | - | 11,535,000.00 |
| Series 2020-A - Refunding | - | - | 2,840,000.00 |
| Series 2020 - Refunding Electric Utility - Taxable | 13,180,000.00 | 5,770,000.00 | 41,010,000.00 |
| Revenue Bonds | | | |
| Series 2011-A - Electric Utility | - | - | 1,235,000.00 |
| Series 2015-B - Electric Utility | - | - | 6,400,000.00 |
| Revolving Loans | | | |
| Kansas Public Water Supply Loan | | | |
| Water Plant & Reservoir Project | - | - | 287,102.34 |
| Capital Leases | | | |
| Fire Truck-Commercial Bank | - | - | 372,884.98 |
| Total Principal Payments | <u>13,180,000.00</u> | <u>5,770,000.00</u> | <u>68,509,987.32</u> |
| Interest | | | |
| General Obligation Bonds | | | |
| Series 2013-A - Refunding | - | - | 2,096.25 |
| Series 2016-A - Bldg Renovations | - | - | 577,312.50 |
| Series 2018 - Electric Utility - Taxable | - | - | 4,913,850.76 |
| Series 2020-A - Refunding | - | - | 209,668.88 |
| Series 2020 - Refunding Electric Utility - Taxable | 1,637,138.75 | 149,561.25 | 14,968,550.00 |
| Revenue Bonds | | | |
| Series 2011-A - Electric Utility | - | - | 102,450.00 |
| Series 2015-B - Electric Utility | - | - | 10,463,750.00 |
| Revolving Loans | | | |
| Kansas Public Water Supply Loan | | | |
| Water Plant & Reservoir Project | - | - | 75,070.80 |
| Capital Leases | | | |
| Fire Truck-Commercial Bank | - | - | 47,317.95 |
| Total Interest Payments | <u>1,637,138.75</u> | <u>149,561.25</u> | <u>31,360,067.14</u> |
| Total Principal and Interest | <u>\$ 14,817,138.75</u> | <u>\$ 5,919,561.25</u> | <u>\$ 99,870,054.46</u> |

5. LONG TERM DEBT (Continued)

Refunding Bonds

On August 1, 2020 the City defeased the 2015 B Electric revenue bonds by placing cash of \$42,687,174.23 of U.S. Treasury investments in a trust account with BOK Financial, the escrow agent for the defeasance. Both cash and the investments have been irrevocably pledged to the payment of the outstanding bonds. The escrow agent has been authorized to substitute assets that are not essentially risk-free in the trust portfolio. Principal and interest from the cash and investments have been deemed sufficient to retire the principal and interest on the \$39,400,000.00 outstanding balance of the 2015B Electric revenue finds issued to finance electric utility upgrades. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City's financial statements. At December 31, 2020 \$39,400,000.00 of bonds remained outstanding and are considered defeased.

6. OPERATING LEASES

As of December 31, 2020 the City has entered into an operating lease for office equipment. Rent expense for the year ended December 31, 2020, was \$3,702.00. Under the current lease agreements, the future minimum rental payments are as follows:

| | |
|------|-------------|
| 2021 | \$ 3,702.00 |
| 2022 | 2,776.50 |

7. INDUSTRIAL REVENUE BONDS

The City has entered into various agreements to induce businesses to locate or expand operations in Coffeyville, 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 was one industrial revenue bond issue with principal balance due totaling \$5,704,403.25.

8. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan description. The City of Coffeyville 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. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7.15% of covered salary. Member

8. DEFINED BENEFIT PENSION PLAN (Continued)

contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, KPERS 3 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium for the year ended December 31, 2020 for the Death and Disability Program) and the statutory contribution rate was 8.61% for KPERS and 22.93% for KP&F for the fiscal year ended December 31, 2020. Contributions to the pension plan from City of Coffeyville were \$562,868.08 for KPERS and \$628,322.90 for KP&F for the year ended December 31, 2020.

Net Pension Liability

At December 31, 2020, the City's proportionate share of the collective net pension liability reported by KPERS was \$5,212,994.00 and \$6,198,326.00 for KP&F. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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.

9. 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 full-time employees of the City with one year of employment are eligible for vacation benefits in varying annual amounts. Vacation must be used by each anniversary date. In the event of termination, unused accrued vacation time is paid.

Sick leave accrues to all full-time employees at the rate of one day per month and is unlimited. Employees who terminate by other than retirement or death will not be paid for accumulated sick leave. An employee shall be paid for accumulated sick leave up to 65 days (45 days for the Fire Department) upon termination by death or retirement.

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

The City determines a liability for compensated absences when the following conditions are met:

1. The City's obligation relating to employees' rights to receive compensation for future absences is attributable to employees' 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 \$874,936.10 an unfunded liability for compensatory time at December 31, 2020 of \$79,204.23, and has not estimated a liability for sick pay which has been earned, but not taken by City employees, inasmuch as the amount cannot be reasonably estimated.

Other Post Employment Benefits:

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government 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 government under this program.

10. CAPITAL PROJECTS

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

| PROJECT NAME | EXPENDED | | COMPLETION |
|---|-----------------|-----------------|------------|
| | AUTHORIZED | THRU 12/31/20 | |
| Intersection and Drainage Improvements | \$ 4,105,373.35 | \$ 3,769,480.33 | Ongoing |
| 10 Street Improvements – CDBG Project | 2,119,485.62 | 2,100,361.32 | 2020 |
| Water Treatment Plan Filter #2 Renovation | 496,462.40 | 464,174.34 | 2020 |
| 10 th Street Sidewalk Improvements | 321,571.00 | 41,577.00 | 2021 |
| Highland Road Reconstruction | 274,700.00 | 79,297.63 | 2021 |
| Advane Metering Infrastructure | 68,500.00 | 43,500.00 | 2022 |
| SCACA Water and Wastewater | 60,000.00 | 60,000.00 | 2022 |
| KDOT Transportation Alternatives Grant | 146,355.50 | 100,116.20 | 2022 |
| Overlook Drive Culvert | 27,000.00 | 16,655.04 | 2022 |

11. LOANS RECEIVABLE

The City has made Community and Economic Development Loans through the Community Development Fund. The Fund was the recipient of various HUD grants in earlier years. Loans made with these monies are repaid and the City makes additional development loans from these repayments. The loans due to the City at December 31, 2020, are as follows:

| | |
|-----------------------------|--------------|
| Economic Development Loans | \$ 83,338.11 |
| Community Development Loans | 2,736.59 |
| Public Housing Loans | 290,520.37 |

These loans are not reflected in these regulatory basis financial statements of the City of Coffeyville, Kansas.

12. ECONOMIC DEPENDENCY

During 2020, the City collected 61.59% of its electric utility revenues from Coffeyville Resources Nitrogen Fertilizer Plant, LLC.

13. 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 established a Health Insurance Fund. The purpose is to provide for an employee welfare benefit plan for health insurance. Contributions from eligible employees and the City are deposited in the name of the plan, subject to withdrawal for purposes of paying approved claims and expenses. The City has contracted with BlueCross BlueShield of Kansas to be the claims supervisor. The supervisor reviews all claims for allowability and issues weekly reports to the City. The City has a stop-gap policy which pays any aggregate claims over \$50,000.00.

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 the Kansas Eastern Region Insurance Trust (KERIT). The City participates in the decision making of KERIT through trustee representation. KERIT files its annual audited financial statements with the Kansas Insurance Commissioner. The City pays annual premium to KERIT for its workers' compensation insurance coverage. The agreement to participate provides that KERIT 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 KERIT management.

14. COMMITMENTS AND CONTINGENCIES

The City has entered into an agreement with the Grand River Dam Authority for the purchase of electrical services until June 1, 2042.

The City is involved in various lawsuits incurred through normal operations. It is the opinion of the City's management that the outcome of this litigation will not result in a material loss to the City in excess of applicable insurance coverage.

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. INTERFUND TRANSFERS

Operating and residual transfers were as follows:

| <u>From Fund:</u> | <u>To Fund:</u> | <u>Statutory Authority</u> | <u>Amount</u> |
|-------------------------|--|----------------------------|---------------|
| General | Capital Equipment | K.S.A. 12-1,117 | \$ 178,094.28 |
| General | Capital Improvement Reserve | K.S.A. 12-1,118 | 1,780,942.90 |
| General | CRMC Sales Tax | K.S.A. 12-197 | 890,471.45 |
| General | USD #445 Sales Tax | K.S.A. 12-197 | 890,471.45 |
| General | Economic Development | K.S.A. 12-197 | 89,047.14 |
| General | ½ Cent Sales Tax | | |
| | IRB Debt Service | K.S.A. 12-197 | 623,330.02 |
| General | Community Improvement | | |
| | District Sales Tax | K.S.A. 12-197 | 39,707.78 |
| Electric Utility | Electric Debt Service | K.S.A. 12-825d | 5,074,854.84 |
| Electric Utility | Electric R & I Reserves | K.S.A. 12-825d | 1,700,000.00 |
| Electric Utility | Electric Surplus | K.S.A. 12-825d | 279,625.69 |
| Electric Utility | General | K.S.A. 12-825d | 2,352,460.46 |
| Electric Surplus | Veterans Memorial | | |
| | Stadium Depreciation and Replacement | K.S.A. 12-825d | 25,000.00 |
| Electric Surplus | G.O. Bond and Interest | K.S.A. 12-825d | 145,640.00 |
| Electric Surplus | Youth Activities Center | K.S.A. 12-825d | 3,000.00 |
| Water and Sewer Utility | Water and Sewer Depreciation and Replacement | K.S.A. 12-825d | \$ 956,250.00 |
| Water and Sewer Utility | Water and Sewer Debt Service | K.S.A. 12-825d | 783,735.23 |
| Water and Sewer Utility | General | K.S.A. 12-825d | 844,631.61 |
| Water and Sewer Utility | Golf Course | K.S.A. 12-825d | 93,000.00 |

15. INTERFUND TRANSFERS (Continued)

Operating and residual transfers were as follows:

| <u>From Fund:</u> | <u>To Fund:</u> | <u>Statutory Authority</u> | <u>Amount</u> |
|-------------------------|--|----------------------------|---------------|
| Water and Sewer Utility | Aquatic Center Operations | K.S.A. 12-825d | \$ 50,000.00 |
| Water and Sewer Utility | G.O. Bond and Interest | K.S.A. 12-825d | 100,000.00 |
| Water and Sewer Utility | Water and Sewer Restricted Reserve | K.S.A. 12-825d | 400,000.00 |
| Stormwater Utility | Stormwater Depreciation and Replacement | K.S.A. 12-825d | 214,122.00 |
| Refuse/Trash Utility | General | K.S.A. 12-825d | 17,977.78 |
| Internet Utility | General | K.S.A. 12-825d | 7,602.06 |

16. SUBSEQUENT EVENTS

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

However, due to a stretch of extreme cold temperatures and an energy shortage causing extreme price spikes, the City has received an electric bill from GRDA of \$11,229,332.94. GRDA is currently working on plans to allow utilities to pay back the final impact number over a 120-month period. The City is also working with Coffeyville Resources Nitrogen Fertilizer Plant, LLC to determine their responsibility, current estimates are \$8,504,594.30, which leaves \$2,724,738.64 as the City's share and will be amortized over the 120-month payback period offered by GRDA.

SUPPLEMENTARY INFORMATION

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

| Funds | Total Certified Budget | Adjustments for Qualifying Budget Credits | Total Certified Budget for Comparison | Expenditures Charged to Current Year Budget | Variance - Over (Under) |
|--|------------------------------|---|--|--|-------------------------------|
| General Fund | \$ 13,163,979.00 | \$ 29,376.80 | \$ 13,193,355.80 | \$ 12,223,501.65 | \$ (969,854.15) |
| Special Purpose Funds: | | | | | |
| Library | 409,311.00 | - | 409,311.00 | 378,325.01 | (30,985.99) |
| Local Alcohol Liquor | 78,153.00 | - | 78,153.00 | 37,590.98 | (40,562.02) |
| Economic Development | 175,975.00 | - | 175,975.00 | 19,048.95 | (156,926.05) |
| Airport Holding | 74,052.00 | - | 74,052.00 | 36,073.94 | (37,978.06) |
| Golf Course | 373,415.00 | - | 373,415.00 | 322,500.81 | (50,914.19) |
| Youth Activities Center | 38,269.00 | - | 38,269.00 | 21,876.48 | (16,392.52) |
| Police VIN | 13,525.00 | - | 13,525.00 | 1,825.00 | (11,700.00) |
| Aquatic Center Operations | 143,094.00 | - | 143,094.00 | 77,901.66 | (65,192.34) |
| Business Development Training Center | 5,597.00 | - | 5,597.00 | 1,666.73 | (3,930.27) |
| Veterans Memorial Stadium | 22,098.00 | 8,431.10 | 30,529.10 | 11,003.10 | (19,526.00) |
| USD #445 Sales Tax | 1,363,907.00 | - | 1,363,907.00 | 846,700.49 | (517,206.51) |
| CRMC Sales Tax | 887,892.00 | - | 887,892.00 | 883,435.97 | (4,456.03) |
| 1/2 Cent Sales Tax IRB Debt Service | 543,565.00 | - | 543,565.00 | 543,465.00 | (100.00) |
| Community Improvement District Sales Tax | 39,720.00 | - | 39,720.00 | 38,792.58 | (927.42) |
| Bond and Interest Funds: | | | | | |
| G.O. Bond and Interest | 3,199,671.00 | - | 3,199,671.00 | 3,181,391.06 | (18,279.94) |
| Business Funds: | | | | | |
| Electric Utility | 58,212,251.00 | - | 58,212,251.00 | 50,652,330.88 | (7,559,920.12) |
| Electric Debt Service | 49,750,179.00 | - | 49,750,179.00 | 48,884,374.40 | (865,804.60) |
| Water and Sewer Utility | 6,449,098.00 | 7,321.85 | 6,456,419.85 | 6,407,340.43 | (49,079.42) |
| Water and Sewer Debt Service | 850,924.00 | - | 850,924.00 | 850,323.78 | (600.22) |
| Stormwater Utility | 402,645.00 | - | 402,645.00 | 395,529.23 | (7,115.77) |
| Refuse/Trash Utility | 619,936.00 | 24,362.02 | 644,298.02 | 608,064.69 | (36,233.33) |
| Internet Utility | 747,755.00 | 7,249.36 | 755,004.36 | 691,745.30 | (63,259.06) |

CITY OF COFFEYVILLE, 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 | \$ 2,028,599.03 | \$ 1,952,350.20 | \$ 2,260,043.00 | \$ (307,692.80) |
| Delinquent Tax | 84,672.73 | 142,295.98 | 60,000.00 | 82,295.98 |
| Motor Vehicle Tax | 216,336.02 | 231,029.90 | 226,159.00 | 4,870.90 |
| Recreational Vehicle Tax | 1,667.42 | 1,947.32 | 1,708.00 | 239.32 |
| 16/20 M Vehicle Tax | 828.22 | 955.37 | 745.00 | 210.37 |
| Vehicle Rental Excise Tax | 58.38 | 21.15 | 63.00 | (41.85) |
| Commercial Vehicle Tax | 10,240.00 | 9,583.11 | 9,030.00 | 553.11 |
| Watercraft Tax | 656.83 | 741.36 | 688.00 | 53.36 |
| Special Assessments | 43,193.91 | 47,117.33 | 30,000.00 | 17,117.33 |
| Franchise Tax | 357,476.48 | 351,590.24 | 284,100.00 | 67,490.24 |
| Sales Tax | 5,148,402.14 | 5,382,539.46 | 4,903,240.00 | 479,299.46 |
| Federal Grants | 5,676.90 | 296.90 | - | 296.90 |
| Federal Grant - SPARK | - | 60,771.44 | - | 60,771.44 |
| Local Grants | - | 2,500.00 | - | 2,500.00 |
| Local Alcohol Liquor Tax | 20,435.05 | 18,096.63 | 20,142.00 | (2,045.37) |
| Special Highway Tax | 258,072.96 | 242,537.57 | 258,570.00 | (16,032.43) |
| Highway Connecting Links | 102,334.04 | 127,918.01 | 76,700.00 | 51,218.01 |
| Highway County Aid | 46,052.17 | 44,070.88 | 41,890.00 | 2,180.88 |
| Licenses and Permits | 111,588.92 | 161,155.79 | 343,220.00 | (182,064.21) |
| Fines, Forfeitures and Penalties | 244,061.61 | 185,264.09 | - | 185,264.09 |
| Charges for Services | 117,331.35 | 128,594.46 | 40,000.00 | 88,594.46 |
| Use of Money and Property | | | | |
| Interest Income | 30,288.14 | 17,225.34 | 20,000.00 | (2,774.66) |
| Rents | 33,671.00 | 31,566.00 | 34,400.00 | (2,834.00) |
| Sale of Equipment and Scrap | 288.00 | 215.60 | 11,500.00 | (11,284.40) |
| Other Receipts | | | | |
| Donations | 3,245.00 | 5,798.72 | - | 5,798.72 |
| Reimbursed Expense | 41,745.90 | 29,376.80 | - | 29,376.80 |
| Insurance Proceeds | 10,498.95 | 12,050.00 | - | 12,050.00 |
| Miscellaneous | 4,083.41 | 8,245.82 | 30,400.00 | (22,154.18) |
| Operating Transfers from: | | | | |
| Electric Utility Fund | 2,521,841.17 | 2,352,460.46 | 2,544,424.00 | (191,963.54) |
| Water and Sewer Utility Fund | 877,029.64 | 844,631.34 | 870,028.00 | (25,396.66) |
| Internet Utility Fund | 5,170.72 | 7,602.06 | 8,069.00 | (466.94) |
| Trash/Refuse Utility Fund | 12,081.41 | 17,977.78 | 17,580.00 | 397.78 |
| Capital Improvement Reserve Fund | - | - | 285,427.00 | (285,427.00) |
| Total Receipts | 12,337,627.50 | 12,418,527.11 | \$ 12,378,126.00 | \$ 40,401.11 |

CITY OF COFFEYVILLE, 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 | | | | |
| General Government | | | | |
| Personal Services | \$ 929,411.63 | \$ 986,751.65 | \$ 1,007,199.00 | \$ (20,447.35) |
| Contractual Services | 282,133.83 | 312,249.43 | 315,356.00 | (3,106.57) |
| Commodities | 9,593.00 | 11,099.75 | 16,400.00 | (5,300.25) |
| Capital Outlay | 312.67 | 2,682.80 | 8,600.00 | (5,917.20) |
| Police Department | | | | |
| Personal Services | 1,978,119.02 | 2,328,428.09 | 2,442,789.00 | (114,360.91) |
| Contractual Services | 129,539.47 | 83,057.95 | 100,542.00 | (17,484.05) |
| Commodities | 77,771.74 | 80,187.76 | 105,440.00 | (25,252.24) |
| Capital Outlay | 32,353.17 | 13,598.46 | 9,700.00 | 3,898.46 |
| Fire Department | | | | |
| Personal Services | 1,936,601.59 | 2,148,841.53 | 2,221,461.00 | (72,619.47) |
| Contractual Services | 70,224.79 | 55,573.72 | 75,507.00 | (19,933.28) |
| Commodities | 45,391.26 | 52,759.35 | 44,900.00 | 7,859.35 |
| Capital Outlay | 32,947.41 | 30,853.69 | 20,250.00 | 10,603.69 |
| Engineering Department | | | | |
| Personal Services | 190,673.74 | 228,464.90 | 225,019.00 | 3,445.90 |
| Contractual Services | 7,434.94 | 11,550.01 | 10,992.00 | 558.01 |
| Commodities | 6,325.00 | 8,496.16 | 9,250.00 | (753.84) |
| Capital Outlay | 1,208.55 | 1,281.93 | 1,200.00 | 81.93 |
| Building | | | | |
| Personal Services | 30,000.88 | 39,056.05 | 38,462.00 | 594.05 |
| Contractual Services | 5,809.72 | 7,124.06 | 14,400.00 | (7,275.94) |
| Commodities | 2,357.00 | 4,952.25 | 3,815.00 | 1,137.25 |
| Capital Outlay | - | 2,462.36 | 10,850.00 | (8,387.64) |
| Non-Departmental | | | | |
| Contractual Services | 105,709.35 | 120,385.95 | 126,223.00 | (5,837.05) |
| Commodities | 15,044.37 | 20,895.89 | 19,050.00 | 1,845.89 |
| Capital Outlay | 1,500.00 | 2,000.00 | 1,500.00 | 500.00 |
| Public Service | | | | |
| Personal Services | 755,703.99 | 890,942.79 | 936,819.00 | (45,876.21) |
| Contractual Services | 114,393.12 | 85,377.59 | 140,851.00 | (55,473.41) |
| Commodities | 163,824.95 | 152,918.38 | 212,700.00 | (59,781.62) |
| Capital Outlay | 16,311.93 | 38,169.13 | 25,000.00 | 13,169.13 |
| Industrial Levy | | | | |
| Contractual Services | 30,025.00 | 11,275.00 | 15,025.00 | (3,750.00) |
| Commodities | - | - | 92,800.00 | (92,800.00) |
| Capital Development | | | | |
| Capital Outlay | - | - | 789,846.00 | (789,846.00) |

CITY OF COFFEYVILLE, 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) | | | | |
| Operating Transfers to: | | | | |
| Capital Equipment Fund | \$ 170,231.38 | \$ 178,094.28 | \$ 163,441.00 | \$ 14,653.28 |
| Capital Improvement Reserve Fund | 1,732,935.70 | 1,780,942.90 | 1,634,412.00 | 146,530.90 |
| Economic Development Fund | 85,115.69 | 89,047.14 | 81,721.00 | 7,326.14 |
| CRMC Sales Tax Fund | 851,156.99 | 890,471.45 | 817,207.00 | 73,264.45 |
| USD #445 Sales Tax Fund | 851,156.99 | 890,471.45 | 817,207.00 | 73,264.45 |
| Community Improvement District | | | | |
| Sales Tax Fund | 41,460.33 | 39,707.78 | 36,000.00 | 3,707.78 |
| 1/2 Cent Sales Tax IRB | | | | |
| Debt Service Fund | 595,809.88 | 623,330.02 | 572,045.00 | 51,285.02 |
| Risk Management Fund | 811,142.10 | - | - | - |
| Total Certified Budget | | | 13,163,979.00 | (940,477.35) |
| Adjustments for Qualifying Budget Credits | | | 29,376.80 | (29,376.80) |
| Total Expenditures | 12,109,731.18 | 12,223,501.65 | \$ 13,193,355.80 | \$ (969,854.15) |
| Receipts Over(Under) Expenditures | 227,896.32 | 195,025.46 | | |
| Unencumbered Cash, Beginning | 1,883,707.82 | 2,111,604.14 | | |
| Unencumbered Cash, Ending | \$ 2,111,604.14 | \$ 2,306,629.60 | | |

CITY OF COFFEYVILLE, 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 | \$ 323,643.59 | \$ 310,676.89 | \$ 350,030.00 | \$ (39,353.11) |
| Delinquent Tax | 13,773.02 | 23,259.11 | 15,000.00 | 8,259.11 |
| Motor Vehicle Tax | 33,827.14 | 35,845.32 | 35,018.00 | 827.32 |
| Recreational Vehicle Tax | 260.69 | 302.19 | 264.00 | 38.19 |
| 16/20 M Vehicle Tax | 128.74 | 149.60 | 115.00 | 34.60 |
| Commercial Vehicle Tax | 1,603.55 | 1,484.01 | 1,398.00 | 86.01 |
| Watercraft Tax | 102.90 | 114.83 | 107.00 | 7.83 |
| Vehicle Rental Excise Tax | 9.11 | 3.29 | 10.00 | (6.71) |
| Other Receipts | | | | |
| Reimbursed Expense | 6,163.09 | 6,589.22 | 7,324.00 | (734.78) |
| Total Receipts | 379,511.83 | 378,424.46 | \$ 409,266.00 | \$ (30,841.54) |
| Expenditures | | | | |
| Culture and Recreation | | | | |
| Appropriation to Library Board | 373,360.14 | 371,835.24 | \$ 391,838.00 | \$ (20,002.76) |
| Personal Services | 376.43 | 267.82 | 600.00 | (332.18) |
| Contractual Services | 5,801.48 | 6,221.95 | 7,323.00 | (1,101.05) |
| Capital Outlay | - | - | 9,550.00 | (9,550.00) |
| Total Expenditures | 379,538.05 | 378,325.01 | \$ 409,311.00 | \$ (30,985.99) |
| Receipts Over(Under) Expenditures | (26.22) | 99.45 | | |
| Unencumbered Cash, Beginning | 44.97 | 18.75 | | |
| Unencumbered Cash, Ending | \$ 18.75 | \$ 118.20 | | |

CITY OF COFFEYVILLE, KANSAS
LOCAL ALCOHOL LIQUOR 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 | \$ 40,870.08 | \$ 36,193.24 | \$ 48,784.00 | \$ (12,590.76) |
| Use of Money and Property | | | | |
| Rental Income | 6,530.00 | 6,530.00 | 1,030.00 | 5,500.00 |
| Sale of Assets | - | 21,570.00 | - | 21,570.00 |
| Other Receipts | | | | |
| Donations | - | 17,500.00 | - | 17,500.00 |
| Reimbursed Expense | 18.28 | 10.40 | - | 10.40 |
| Total Receipts | 47,418.36 | 81,803.64 | \$ 49,814.00 | \$ 31,989.64 |
| Expenditures | | | | |
| Culture and Recreation | | | | |
| Park Recreation Programs | 35,559.62 | 37,590.98 | \$ 39,096.00 | \$ (1,505.02) |
| Alcohol Control Programs | 16,709.83 | - | 30,557.00 | (30,557.00) |
| City Programs | 9,099.31 | - | 8,500.00 | (8,500.00) |
| Total Expenditures | 61,368.76 | 37,590.98 | \$ 78,153.00 | \$ (40,562.02) |
| Receipts Over(Under) Expenditures | (13,950.40) | 44,212.66 | | |
| Unencumbered Cash, Beginning | 92,021.04 | 78,070.64 | | |
| Unencumbered Cash, Ending | \$ 78,070.64 | \$ 122,283.30 | | |

CITY OF COFFEYVILLE, KANSAS
CAPITAL EQUIPMENT 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 Grant - SPARK | \$ - | \$ 5,381.93 |
| Local Grant | - | 41,120.00 |
| Use of Money and Property | | |
| Sale of Assets | 125.00 | 12,335.00 |
| Interest Income | - | 0.46 |
| Other Receipts | | |
| Reimbursed Expense | 13,569.29 | 38.07 |
| Donations | - | 4,918.72 |
| Operating Transfers from General Fund | 170,231.38 | 178,094.28 |
| Total Receipts | 183,925.67 | 241,888.46 |
| Expenditures | | |
| General Government | | |
| Capital Outlay | 40,459.88 | 181,573.82 |
| Debt Service | | |
| Principal | 45,213.91 | 46,704.50 |
| Interest | 14,832.45 | 13,341.86 |
| Total Expenditures | 100,506.24 | 241,620.18 |
| Receipts Over(Under) Expenditures | 83,419.43 | 268.28 |
| Unencumbered Cash, Beginning | 313,273.79 | 396,693.22 |
| Unencumbered Cash, Ending | \$ 396,693.22 | \$ 396,961.50 |

CITY OF COFFEYVILLE, KANSAS
911 EMERGENCY SYSTEM 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 | | |
| 911 System | \$ 83,343.29 | \$ 85,227.96 |
| Other Receipts | | |
| Reimbursed Expense | 1,512.01 | 1.21 |
| Total Receipts | <u>84,855.30</u> | <u>85,229.17</u> |
| Expenditures | | |
| General Government | | |
| Contractual Services | 24,166.34 | 43,588.26 |
| Commodities | 202.94 | - |
| Capital Outlay | 7,733.12 | 43,163.76 |
| Total Expenditures | <u>32,102.40</u> | <u>86,752.02</u> |
| Receipts Over(Under) Expenditures | 52,752.90 | (1,522.85) |
| Unencumbered Cash, Beginning | <u>59,066.94</u> | <u>111,819.84</u> |
| Unencumbered Cash, Ending | <u>\$ 111,819.84</u> | <u>\$ 110,296.99</u> |

CITY OF COFFEYVILLE, KANSAS
CAPITAL IMPROVEMENT 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 | | |
| Intergovernmental | | |
| Federal Grant - CDBG | \$ 256,500.00 | \$ 64,000.00 |
| State Grant - KDOT | 568,424.93 | 193,620.95 |
| Use of Money and Property | | |
| Rental Income | 6,000.00 | - |
| Other Receipts | | |
| Reimbursed Expense | 34,596.91 | 8,121.17 |
| Operating Transfers from: | | |
| General Fund | 1,732,935.70 | 1,780,942.90 |
| Refuse/Trash Utility Fund | 78,645.00 | - |
| Stormwater Depreciation and Replacement Fund | 23,900.00 | - |
| Total Receipts | <u>2,701,002.54</u> | <u>2,046,685.02</u> |
| Expenditures | | |
| Capital Improvements | | |
| Capital Outlay | <u>2,045,403.99</u> | <u>2,167,942.65</u> |
| Total Expenditures | <u>2,045,403.99</u> | <u>2,167,942.65</u> |
| Receipts Over(Under) Expenditures | 655,598.55 | (121,257.63) |
| Unencumbered Cash, Beginning | <u>6,737,995.36</u> | <u>7,393,593.91</u> |
| Unencumbered Cash, Ending | <u>\$ 7,393,593.91</u> | <u>\$ 7,272,336.28</u> |

CITY OF COFFEYVILLE, KANSAS
ECONOMIC DEVELOPMENT 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 | Amended Budget | |
| Receipts | | | | |
| Use of Money and Property | | | | |
| Economic Development Loan | | | | |
| Principal | \$ 8,765.18 | \$ 14,300.21 | \$ 10,000.00 | \$ 4,300.21 |
| Interest | 3,426.95 | 4,902.98 | 3,000.00 | 1,902.98 |
| Late Fees | 136.00 | 222.00 | - | 222.00 |
| Other Receipts | | | | |
| Reimbursed Expense | 2,086.50 | 1,944.15 | - | 1,944.15 |
| Operating Transfers from General Fund | 85,115.69 | 89,047.14 | 81,721.00 | 7,326.14 |
| Total Receipts | 99,530.32 | 110,416.48 | \$ 94,721.00 | \$ 15,695.48 |
| Expenditures | | | | |
| Development Projects | | | | |
| Personal Services | - | - | \$ - | \$ - |
| Contractual Services | 93,038.95 | 14,548.95 | 166,475.00 | (151,926.05) |
| Commodities | 24,606.79 | 4,500.00 | 9,500.00 | (5,000.00) |
| Capital Outlay | 16,007.80 | - | - | - |
| Total Expenditures | 133,653.54 | 19,048.95 | \$ 175,975.00 | \$ (156,926.05) |
| Receipts Over(Under) Expenditures | (34,123.22) | 91,367.53 | | |
| Unencumbered Cash, Beginning | 2,420,048.91 | 2,385,925.69 | | |
| Unencumbered Cash, Ending | \$ 2,385,925.69 | \$ 2,477,293.22 | | |

CITY OF COFFEYVILLE, KANSAS
AIRPORT HOLDING 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 | | | | |
| Rental Income | \$ 38,229.00 | \$ 47,377.00 | \$ 36,220.00 | \$ 11,157.00 |
| Royalties | 24,303.90 | 17,002.29 | - | 17,002.29 |
| Other Receipts | | | | |
| Reimbursed Expense | 1,092.03 | - | - | - |
| Total Receipts | 63,624.93 | 64,379.29 | \$ 36,220.00 | \$ 28,159.29 |
| Expenditures | | | | |
| General Government | | | | |
| Contractual Services | 18,507.64 | 36,073.94 | \$ 27,546.00 | \$ 8,527.94 |
| Commodities | 2,165.42 | - | 4,520.00 | (4,520.00) |
| Capital Outlay | - | - | 41,986.00 | (41,986.00) |
| Total Expenditures | 20,673.06 | 36,073.94 | \$ 74,052.00 | \$ (37,978.06) |
| Receipts Over(Under) Expenditures | 42,951.87 | 28,305.35 | | |
| Unencumbered Cash, Beginning | 48,974.59 | 91,926.46 | | |
| Unencumbered Cash, Ending | \$ 91,926.46 | \$ 120,231.81 | | |

CITY OF COFFEYVILLE, KANSAS
RISK MANAGEMENT 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 | \$ 620.91 | \$ 293.59 |
| Charges for Services | | |
| Internal Service Charges | - | 1,411,413.00 |
| Other Receipts | | |
| Reimbursed Expense | 663,675.06 | 598,718.07 |
| Operating Transfers from: | | |
| Electric Utility Fund | 311,610.00 | - |
| General Fund | 811,142.10 | - |
| Water and Sewer Utility Fund | 238,290.00 | - |
| Stormwater Utility Fund | 18,330.00 | - |
| Internet Utility Fund | 13,747.50 | - |
| Golf Course Fund | 27,495.00 | - |
| Total Receipts | <u>2,084,910.57</u> | <u>2,010,424.66</u> |
| Expenditures | | |
| General Government | | |
| Contractual Services | <u>1,940,456.48</u> | <u>1,757,895.10</u> |
| Total Expenditures | <u>1,940,456.48</u> | <u>1,757,895.10</u> |
| Receipts Over(Under) Expenditures | 144,454.09 | 252,529.56 |
| Unencumbered Cash, Beginning | <u>98,721.54</u> | <u>243,175.63</u> |
| Unencumbered Cash, Ending | <u>\$ 243,175.63</u> | <u>\$ 495,705.19</u> |

CITY OF COFFEYVILLE, KANSAS
GOLF COURSE 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 Grant - SPARK | \$ - | \$ 1,321.02 | \$ - | \$ 1,321.02 |
| Charges for Services | | | | |
| Golf Course Sheds | 15,750.00 | 16,999.98 | 13,500.00 | 3,499.98 |
| Membership Fees | 41,438.70 | 47,321.39 | - | 47,321.39 |
| Green Fees | 83,368.68 | 73,046.36 | 140,000.00 | (66,953.64) |
| Golf Cart Fees | 44,675.00 | 41,413.85 | 36,950.00 | 4,463.85 |
| Pro Shop | 8,130.71 | 9,306.81 | 50,500.00 | (41,193.19) |
| Sales Tax | 8,575.14 | 7,508.30 | - | 7,508.30 |
| Driving Range | 6,319.05 | 5,673.00 | 7,000.00 | (1,327.00) |
| Concessions | 37,741.59 | 28,520.60 | - | 28,520.60 |
| Credit Card Fees | 1,829.63 | 1,754.81 | - | 1,754.81 |
| Other Fees | 1,831.00 | 1,953.38 | - | 1,953.38 |
| Other Receipts | | | | |
| Miscellaneous Income | 490.05 | 687.26 | 10,325.00 | (9,637.74) |
| Reimbursed Expense | 100.81 | 167.61 | - | 167.61 |
| Operating Transfers from | | | | |
| Water and Sewer Utility Fund | 66,000.00 | 93,000.00 | 113,000.00 | (20,000.00) |
| Total Receipts | 316,250.36 | 328,674.37 | \$ 371,275.00 | \$ (42,600.63) |
| Expenditures | | | | |
| Culture and Recreation | | | | |
| Personal Services | 168,558.25 | 203,061.88 | \$ 220,564.00 | \$ (17,502.12) |
| Contractual Services | 40,042.32 | 50,702.71 | 48,864.00 | 1,838.71 |
| Commodities | 62,424.40 | 67,505.05 | 85,000.00 | (17,494.95) |
| Capital Outlay | 21,529.34 | 1,231.17 | 18,987.00 | (17,755.83) |
| Operating Transfers to | | | | |
| Risk Management Fund | 27,495.00 | - | - | - |
| Total Expenditures | 320,049.31 | 322,500.81 | \$ 373,415.00 | \$ (50,914.19) |
| Receipts Over(Under) Expenditures | (3,798.95) | 6,173.56 | | |
| Unencumbered Cash, Beginning | 5,875.01 | 2,076.06 | | |
| Unencumbered Cash, Ending | <u>\$ 2,076.06</u> | <u>\$ 8,249.62</u> | | |

CITY OF COFFEYVILLE, KANSAS
YOUTH ACTIVITIES CENTER 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 | | | | |
| Rental Income | \$ 5,400.00 | \$ 5,000.00 | \$ 5,000.00 | \$ - |
| Other Receipts | | | | |
| Miscellaneous Income | 108.14 | 66.73 | 150.00 | (83.27) |
| Reimbursed Expense | 10,217.52 | 9,048.33 | 10,071.00 | (1,022.67) |
| Operating Transfers from Electric Surplus Fund | - | 3,000.00 | 10,000.00 | (7,000.00) |
| Total Receipts | 15,725.66 | 17,115.06 | \$ 25,221.00 | \$ (8,105.94) |
| Expenditures | | | | |
| Culture and Recreation | | | | |
| Contractual Services | 19,619.94 | 21,543.48 | \$ 33,345.00 | \$ (11,801.52) |
| Commodities | - | 333.00 | 100.00 | 233.00 |
| Capital Outlay | - | - | 4,824.00 | (4,824.00) |
| Total Expenditures | 19,619.94 | 21,876.48 | \$ 38,269.00 | \$ (16,392.52) |
| Receipts Over(Under) Expenditures | (3,894.28) | (4,761.42) | | |
| Unencumbered Cash, Beginning | 17,087.69 | 13,193.41 | | |
| Unencumbered Cash, Ending | \$ 13,193.41 | \$ 8,431.99 | | |

CITY OF COFFEYVILLE, KANSAS
POLICE VIN 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 | | | | |
| Vehicle Inspection Fees | \$ 17,040.00 | \$ 17,930.00 | \$ 14,500.00 | \$ 3,430.00 |
| Total Receipts | 17,040.00 | 17,930.00 | \$ 14,500.00 | \$ 3,430.00 |
| Expenditures | | | | |
| Public Safety | | | | |
| Contractual Services | 1,825.00 | 1,825.00 | \$ 1,525.00 | \$ 300.00 |
| Capital Outlay | - | - | 12,000.00 | (12,000.00) |
| Total Expenditures | 1,825.00 | 1,825.00 | \$ 13,525.00 | \$ (11,700.00) |
| Receipts Over(Under) Expenditures | 15,215.00 | 16,105.00 | | |
| Unencumbered Cash, Beginning | 58,436.72 | 73,651.72 | | |
| Unencumbered Cash, Ending | \$ 73,651.72 | \$ 89,756.72 | | |

CITY OF COFFEYVILLE, KANSAS
AQUATIC CENTER OPERATIONS 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 Grant - SPARK | \$ - | \$ 4,075.89 | \$ - | \$ 4,075.89 |
| Charges for Services | | | | |
| Pool Admissions | 44,330.50 | 15,959.50 | 43,300.00 | (27,340.50) |
| Concessions | 23,780.41 | 8,324.36 | 26,000.00 | (17,675.64) |
| Sales Tax | 2,255.99 | 790.83 | - | 790.83 |
| Other Receipts | | | | |
| Miscellaneous | 494.27 | 332.50 | 2,680.00 | (2,347.50) |
| Reimbursed Expense | 14.15 | 167.50 | - | 167.50 |
| Operating Transfers from Water and Sewer Utility Fund | 29,000.00 | 50,000.00 | 70,000.00 | (20,000.00) |
| Total Receipts | 99,875.32 | 79,650.58 | \$ 141,980.00 | \$ (62,329.42) |
| Expenditures | | | | |
| Culture and Recreation | | | | |
| Personal Services | 61,120.86 | 37,416.67 | \$ 80,599.00 | \$ (43,182.33) |
| Contractual Services | 8,428.67 | 5,549.39 | 19,267.00 | (13,717.61) |
| Commodities | 30,033.43 | 26,471.83 | 30,150.00 | (3,678.17) |
| Capital Outlay | 442.46 | 8,463.77 | 13,078.00 | (4,614.23) |
| Total Expenditures | 100,025.42 | 77,901.66 | \$ 143,094.00 | \$ (65,192.34) |
| Receipts Over(Under) Expenditures | (150.10) | 1,748.92 | | |
| Unencumbered Cash, Beginning | 1,577.61 | 1,427.51 | | |
| Unencumbered Cash, Ending | \$ 1,427.51 | \$ 3,176.43 | | |

CITY OF COFFEYVILLE, KANSAS
BUSINESS DEVELOPMENT TRAINING CENTER 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 | | | | |
| Reimbursed Expense | \$ 3,200.00 | \$ 3,200.00 | \$ 3,200.00 | \$ - |
| Total Receipts | 3,200.00 | 3,200.00 | \$ 3,200.00 | \$ - |
| Expenditures | | | | |
| General Government | | | | |
| Contractual Services | 1,532.51 | 1,666.73 | \$ 2,306.00 | \$ (639.27) |
| Capital Outlay | - | - | 3,291.00 | (3,291.00) |
| Total Expenditures | 1,532.51 | 1,666.73 | \$ 5,597.00 | \$ (3,930.27) |
| Receipts Over(Under) Expenditures | 1,667.49 | 1,533.27 | | |
| Unencumbered Cash, Beginning | 1,294.15 | 2,961.64 | | |
| Unencumbered Cash, Ending | \$ 2,961.64 | \$ 4,494.91 | | |

CITY OF COFFEYVILLE, KANSAS
VETERANS MEMORIAL STADIUM 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 | | | | |
| Reimbursed Expense | \$ 7,776.73 | \$ 8,431.10 | \$ 11,550.00 | \$ (3,118.90) |
| Total Receipts | <u>7,776.73</u> | <u>8,431.10</u> | <u>\$ 11,550.00</u> | <u>\$ (3,118.90)</u> |
| Expenditures | | | | |
| Culture and Recreation | | | | |
| Contractual Services | 7,476.73 | 11,003.10 | \$ 11,250.00 | \$ (246.90) |
| Capital Outlay | - | - | 10,848.00 | (10,848.00) |
| Total Certified Budget | | | <u>22,098.00</u> | <u>(11,094.90)</u> |
| Adjustments for Qualifying Budget Credits | | | <u>8,431.10</u> | <u>(8,431.10)</u> |
| Total Expenditures | <u>7,476.73</u> | <u>11,003.10</u> | <u>\$ 30,529.10</u> | <u>\$ (19,526.00)</u> |
| Receipts Over(Under) Expenditures | 300.00 | (2,572.00) | | |
| Unencumbered Cash, Beginning | <u>10,247.40</u> | <u>10,547.40</u> | | |
| Unencumbered Cash, Ending | <u>\$ 10,547.40</u> | <u>\$ 7,975.40</u> | | |

CITY OF COFFEYVILLE, KANSAS
VETERANS MEMORIAL STADIUM DEPRECIATION AND 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 | | |
| Other Receipts | | |
| Maintenance Fees | \$ 50,000.00 | \$ 50,000.00 |
| Operating Transfer from Electric Surplus Fund | 25,000.00 | 25,000.00 |
| Total Receipts | 75,000.00 | 75,000.00 |
| Expenditures | | |
| Culture and Recreation | | |
| Contractual Services | 2,830.30 | - |
| Capital Outlay | 39,568.74 | - |
| Total Expenditures | 42,399.04 | - |
| Receipts Over(Under) Expenditures | 32,600.96 | 75,000.00 |
| Unencumbered Cash, Beginning | 96,686.67 | 129,287.63 |
| Unencumbered Cash, Ending | \$ 129,287.63 | \$ 204,287.63 |

CITY OF COFFEYVILLE, KANSAS
USD #445 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 | | | | |
| Operating Transfers from General Fund | \$ 851,156.99 | \$ 890,471.45 | \$ 817,207.00 | \$ 73,264.45 |
| Total Receipts | 851,156.99 | 890,471.45 | \$ 817,207.00 | \$ 73,264.45 |
| Expenditures | | | | |
| Culture and Recreation Appropriation to USD #445 | 723,564.20 | 846,700.49 | \$ 1,363,907.00 | \$ (517,206.51) |
| Total Expenditures | 723,564.20 | 846,700.49 | \$ 1,363,907.00 | \$ (517,206.51) |
| Receipts Over(Under) Expenditures | 127,592.79 | 43,770.96 | | |
| Unencumbered Cash, Beginning | 579,494.09 | 707,086.88 | | |
| Unencumbered Cash, Ending | \$ 707,086.88 | \$ 750,857.84 | | |

CITY OF COFFEYVILLE, KANSAS
CRMC 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 | | | | |
| Operating Transfers from General Fund | \$ 851,156.99 | \$ 890,471.45 | \$ 817,207.00 | \$ 73,264.45 |
| Total Receipts | 851,156.99 | 890,471.45 | \$ 817,207.00 | \$ 73,264.45 |
| Expenditures | | | | |
| Culture and Recreation Appropriation to Coffeyville Regional Medical Center | 856,593.23 | 883,435.97 | \$ 887,892.00 | \$ (4,456.03) |
| Total Expenditures | 856,593.23 | 883,435.97 | \$ 887,892.00 | \$ (4,456.03) |
| Receipts Over(Under) Expenditures | (5,436.24) | 7,035.48 | | |
| Unencumbered Cash, Beginning | 70,685.19 | 65,248.95 | | |
| Unencumbered Cash, Ending | \$ 65,248.95 | \$ 72,284.43 | | |

CITY OF COFFEYVILLE, KANSAS
1/2 CENT SALES TAX IRB DEBT SERVICE 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 | | | | |
| Operating Transfers from General Fund | \$ 595,809.88 | \$ 623,330.02 | \$ 572,045.00 | \$ 51,285.02 |
| Total Receipts | 595,809.88 | 623,330.02 | \$ 572,045.00 | \$ 51,285.02 |
| Expenditures | | | | |
| Debt Service | | | | |
| Bond Principal | 420,000.00 | 430,000.00 | 430,000.00 | 430,000.00 |
| Bond Interest | 121,965.00 | 113,465.00 | 113,465.00 | 113,465.00 |
| Bond Issuance Costs | - | - | 100.00 | - |
| Total Expenditures | 541,965.00 | 543,465.00 | \$ 543,565.00 | \$ (100.00) |
| Receipts Over(Under) Expenditures | 53,844.88 | 79,865.02 | | |
| Unencumbered Cash, Beginning | 209,013.54 | 262,858.42 | | |
| Unencumbered Cash, Ending | \$ 262,858.42 | \$ 342,723.44 | | |

**CITY OF COFFEYVILLE, KANSAS
COMMUNITY IMPROVEMENT DISTRICT 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 | Amended Budget | |
| Receipts | | | | |
| Operating Transfers from General Fund | \$ 41,460.33 | \$ 39,707.78 | \$ 36,000.00 | \$ - 3,707.78 |
| Total Receipts | 41,460.33 | 39,707.78 | \$ 36,000.00 | \$ 3,707.78 |
| Expenditures | | | | |
| General Government Contractual Services | 41,090.70 | 38,792.58 | \$ 39,720.00 | \$ 38,792.58 |
| Total Expenditures | 41,090.70 | 38,792.58 | \$ 39,720.00 | \$ (927.42) |
| Receipts Over(Under) Expenditures | 369.63 | 915.20 | | |
| Unencumbered Cash, Beginning | 3,719.70 | 4,089.33 | | |
| Unencumbered Cash, Ending | \$ 4,089.33 | \$ 5,004.53 | | |

CITY OF COFFEYVILLE, KANSAS
G.O. 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 | | | | |
| Use of Money and Property | | | | |
| Bond Proceeds | \$ - | \$ 2,940,540.55 | \$ 2,954,031.00 | \$ (13,490.45) |
| Interest Income | - | 18.73 | - | 18.73 |
| Operating Transfers from: | | | | |
| Electric Surplus Fund | 150,290.00 | 145,640.00 | 145,640.00 | - |
| Water and Sewer Utility Fund | 100,000.00 | 100,000.00 | 100,000.00 | - |
| Total Receipts | 250,290.00 | 3,186,199.28 | \$ 3,199,671.00 | \$ (13,471.72) |
| Expenditures | | | | |
| Governmental Services | | | | |
| Contractual | - | 45,751.06 | \$ 64,031.00 | \$ (18,279.94) |
| Debt Service | | | | |
| Bond Principal | 155,000.00 | 3,045,000.00 | 3,045,000.00 | - |
| Bond Interest | 95,290.00 | 90,640.00 | 90,640.00 | - |
| Total Expenditures | 250,290.00 | 3,181,391.06 | \$ 3,199,671.00 | \$ (18,279.94) |
| Receipts Over(Under) Expenditures | - | 4,808.22 | | |
| Unencumbered Cash, Beginning | 17,604.83 | 17,604.83 | | |
| Unencumbered Cash, Ending | \$ 17,604.83 | \$ 22,413.05 | | |

CITY OF COFFEYVILLE, KANSAS
MISCELLANEOUS 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 | | |
| Taxes and Shared Receipts | | |
| Federal Grants - Brownfield | \$ 37,004.94 | \$ - |
| County Local Alcohol Liquor Tax | - | 5,750.57 |
| Intergovernmental | | |
| CDBG - CV Grant | - | 124,500.00 |
| Use of Money and Property | | |
| Community Development Loans | | |
| Principal Payments | 32,610.22 | 39,961.96 |
| Interest Payments | 7,804.93 | 7,651.57 |
| Interest Income | - | 14.74 |
| Other Receipts | | |
| Local Donations | 5,000.00 | - |
| Reimbursed Expense | 7,000.00 | 500.00 |
| Total Receipts | 89,420.09 | 178,378.84 |
| Expenditures | | |
| Capital Improvements | | |
| Contractual Services | - | 144,500.00 |
| Capital Outlay | 46,149.47 | 1,386.00 |
| Total Expenditures | 46,149.47 | 145,886.00 |
| Receipts Over(Under) Expenditures | 43,270.62 | 32,492.84 |
| Unencumbered Cash, Beginning | 91,465.96 | 134,736.58 |
| Unencumbered Cash, Ending | \$ 134,736.58 | \$ 167,229.42 |

CITY OF COFFEYVILLE, KANSAS
AIRPORT SPECIAL 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 | | |
| Taxes and Shared Receipts | | |
| Federal Grants - FAA | \$ - | \$ - |
| Total Receipts | - | - |
| Expenditures | | |
| Capital Improvements | | |
| Capital Outlay | - | - |
| Operating Transfers to: | | |
| Capital Improvement Reserve Fund | - | - |
| Total Expenditures | - | - |
| Receipts Over(Under) Expenditures | - | - |
| Unencumbered Cash, Beginning | 1,903.97 | 1,903.97 |
| Unencumbered Cash, Ending | \$ 1,903.97 | \$ 1,903.97 |

CITY OF COFFEYVILLE, KANSAS
GOLF COURSE DEPRECIATION AND 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 | \$ 2,014.35 | \$ 1,369.49 |
| Total Receipts | 2,014.35 | 1,369.49 |
| Expenditures | | |
| Capital Improvements | | |
| Capital Outlay | - | - |
| Total Expenditures | - | - |
| Receipts Over(Under) Expenditures | 2,014.35 | 1,369.49 |
| Unencumbered Cash, Beginning | 14,979.31 | 16,993.66 |
| Unencumbered Cash, Ending | \$ 16,993.66 | \$ 18,363.15 |

CITY OF COFFEYVILLE, KANSAS
LAW ENFORCEMENT 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 | | |
| Taxes and Shared Receipts | | |
| Drug Tax | \$ - | \$ 6,727.11 |
| Use of Money and Property | | |
| Storage Fees | - | 925.00 |
| Total Receipts | - | 7,652.11 |
| Expenditures | | |
| Operating Transfers to General Fund | - | - |
| Total Expenditures | - | - |
| Receipts Over(Under) Expenditures | - | 7,652.11 |
| Unencumbered Cash, Beginning | 5,344.71 | 5,344.71 |
| Unencumbered Cash, Ending | \$ 5,344.71 | \$ 12,996.82 |

CITY OF COFFEYVILLE, KANSAS
ELECTRIC BOND 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 | | |
| Use of Money and Property | | |
| Interest Income | \$ 20,195.34 | \$ 10,769.37 |
| Other Receipts | | |
| Reimbursed Expense | - | - |
| Total Receipts | <u>20,195.34</u> | <u>10,769.37</u> |
| Expenditures | | |
| Capital Improvements | | |
| Capital Outlay | <u>669,971.66</u> | <u>26,362.84</u> |
| Total Expenditures | <u>669,971.66</u> | <u>26,362.84</u> |
| Receipts Over(Under) Expenditures | (649,776.32) | (15,593.47) |
| Unencumbered Cash, Beginning | <u>2,338,029.89</u> | <u>1,688,253.57</u> |
| Unencumbered Cash, Ending | <u>\$ 1,688,253.57</u> | <u>\$ 1,672,660.10</u> |

CITY OF COFFEYVILLE, KANSAS
ELECTRIC 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 | | | | |
| Intergovernmental | | | | |
| Federal Grant - SPARK | \$ - | \$ 15,483.92 | \$ - | \$ 15,483.92 |
| Charges for Services | | | | |
| Sale of Electricity | | | | |
| General Sales | 24,813,529.03 | 22,577,974.18 | 25,305,648.00 | (2,727,673.82) |
| Coffeyville Resources | 32,247,106.81 | 28,447,496.12 | 31,556,644.00 | (3,109,147.88) |
| Turn on & Turn off | 19,090.00 | 11,125.00 | 15,000.00 | (3,875.00) |
| Late Fees | 120,533.76 | 104,399.57 | 105,000.00 | (600.43) |
| Other Charges | 1,969.73 | 3,261.11 | - | 3,261.11 |
| Use of Money and Property | | | | |
| Rental of Property | 16,832.00 | 16,832.00 | 16,832.00 | - |
| Sale of Scrap | 3,658.48 | 2,836.61 | 1,000.00 | 1,836.61 |
| Interest Income | 225,320.79 | 137,243.00 | 100,000.00 | 37,243.00 |
| Other Receipts | | | | |
| Reimbursed Expense | 473,267.02 | 440,243.53 | 378,000.00 | 62,243.53 |
| Bad Debt Recovery | - | 681.36 | - | 681.36 |
| Miscellaneous | 11,225.14 | 110,483.22 | 3,600.00 | 106,883.22 |
| Total Receipts | 57,932,532.76 | 51,868,059.62 | \$ 57,481,724.00 | \$ (5,613,664.38) |
| Expenditures | | | | |
| Distribution | | | | |
| Personal Services | 1,189,342.52 | 1,302,867.10 | \$ 1,209,148.00 | \$ 93,719.10 |
| Contractual Services | 388,832.93 | 442,050.27 | 539,500.00 | (97,449.73) |
| Commodities | 135,043.44 | 130,716.62 | 167,200.00 | (36,483.38) |
| Capital Outlay | 63,942.79 | 221,055.71 | 290,500.00 | (69,444.29) |
| Transmission | | | | |
| Personal Services | 144,680.20 | 153,357.90 | 89,753.00 | 63,604.90 |
| Contractual Services | 1,995,779.11 | 1,823,741.58 | 2,802,420.00 | (978,678.42) |
| Commodities | 171.50 | 403.95 | 1,240.00 | (836.05) |
| Capital Outlay | - | - | 1,000.00 | (1,000.00) |
| Generation | | | | |
| Personal Services | 1,133,996.26 | 1,187,048.42 | 1,456,103.00 | (269,054.58) |
| Contractual Services | 491,562.84 | 337,363.12 | 549,991.00 | (212,627.88) |
| Commodities | 9,902,454.17 | 8,184,093.01 | 10,852,610.00 | (2,668,516.99) |
| Capital Outlay | 11,269.21 | 29,210.99 | 31,250.00 | (2,039.01) |

CITY OF COFFEYVILLE, KANSAS
ELECTRIC 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) | | | | |
| General and Administrative | | | | |
| Personal Services | \$ 199,379.79 | \$ 236,550.19 | \$ 237,390.00 | \$ (839.81) |
| Contractual Services | 548,381.62 | 641,528.57 | 618,373.00 | 23,155.57 |
| Commodities | 5,467.17 | 4,751.38 | 7,710.00 | (2,958.62) |
| Capital Outlay | 409.45 | 416.14 | 1,500.00 | (1,083.86) |
| Industries - Coffeyville Resources | | | | |
| Contractual Services | 3,527,583.87 | 3,654,400.56 | 4,481,525.00 | (827,124.44) |
| Commodities | 25,844,734.49 | 22,895,834.38 | 25,375,119.00 | (2,479,284.62) |
| Operating Transfers to: | | | | |
| General Fund | 2,521,841.17 | 2,352,460.46 | 2,544,424.00 | (191,963.54) |
| Risk Management Fund | 311,610.00 | - | - | - |
| Electric Debt Service Fund | 5,272,924.72 | 5,074,854.84 | 5,074,855.00 | (0.16) |
| Electric Surplus Fund | 175,290.00 | 279,625.69 | 180,640.00 | 98,985.69 |
| Electric R & I Reserves Fund | 1,700,000.00 | 1,700,000.00 | 1,700,000.00 | - |
| Total Expenditures | 55,564,697.25 | 50,652,330.88 | \$ 58,212,251.00 | \$ (7,559,920.12) |
| Receipts Over(Under) Expenditures | 2,367,835.51 | 1,215,728.74 | | |
| Unencumbered Cash, Beginning | 5,936,823.76 | 8,304,659.27 | | |
| Unencumbered Cash, Ending | \$ 8,304,659.27 | \$ 9,520,388.01 | | |

CITY OF COFFEYVILLE, KANSAS
ELECTRIC R & I RESERVES 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 Electric Utility Fund | \$ 1,700,000.00 | \$ 1,700,000.00 |
| Total Receipts | 1,700,000.00 | 1,700,000.00 |
| Expenditures | | |
| General Government | | |
| Contractual Services | 34,120.72 | 3,252.56 |
| Capital Outlay | 512,283.21 | 237,566.83 |
| Total Expenditures | 546,403.93 | 240,819.39 |
| Receipts Over(Under) Expenditures | 1,153,596.07 | 1,459,180.61 |
| Unencumbered Cash, Beginning | 9,310,836.06 | 10,464,432.13 |
| Unencumbered Cash, Ending | \$ 10,464,432.13 | \$ 11,923,612.74 |

CITY OF COFFEYVILLE, KANSAS
ELECTRIC DEBT SERVICE 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 | | | | |
| Sale of Bonds | \$ - | \$ 42,991,500.54 | \$ 43,850,873.00 | \$ (859,372.46) |
| Interest Income | - | 7,504.07 | - | 7,504.07 |
| Operating Transfers from | | | | |
| Electric Utility Fund | 5,272,924.72 | 5,074,854.84 | 5,074,855.00 | (0.16) |
| Electric Surplus Fund | 824,450.00 | - | - | - |
| Total Receipts | 6,097,374.72 | 48,073,859.45 | \$ 48,925,728.00 | \$ (851,868.55) |
| Expenditures | | | | |
| Debt Service | | | | |
| Capital Lease - Generator | - | 884,916.87 | \$ 896,455.00 | \$ (11,538.13) |
| Bond Principal | 2,362,351.22 | 40,505,000.00 | 45,550,958.00 | (5,045,958.00) |
| Bond Interest | 2,910,473.50 | 7,192,428.31 | 2,997,751.00 | 4,194,677.31 |
| Bond Issuance Costs | - | 302,029.22 | 305,015.00 | (2,985.78) |
| Total Expenditures | 5,272,824.72 | 48,884,374.40 | \$ 49,750,179.00 | \$ (865,804.60) |
| Receipts Over(Under) Expenditures | 824,550.00 | (810,514.95) | | |
| Unencumbered Cash, Beginning | 456,982.98 | 1,281,532.98 | | |
| Unencumbered Cash, Ending | \$ 1,281,532.98 | \$ 471,018.03 | | |

CITY OF COFFEYVILLE, KANSAS
ELECTRIC SURPLUS 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 Expenses | \$ 32,473.50 | \$ 31,585.50 |
| Operating Transfers from Electric Utility Fund | 175,290.00 | 279,625.69 |
| Total Receipts | <u>207,763.50</u> | <u>311,211.19</u> |
| Expenditures | | |
| General Government | | |
| Contractual Services | 511,926.00 | 83,453.63 |
| Operating Transfers to: | | |
| Electric Debt Service Fund | 824,450.00 | - |
| Veterans Memorial Stadium Depreciation and Replacement Fund | 25,000.00 | 25,000.00 |
| Youth Activities Center | - | 3,000.00 |
| G.O. Bond and Interest Fund | 150,290.00 | 145,640.00 |
| Total Expenditures | <u>1,511,666.00</u> | <u>257,093.63</u> |
| Receipts Over(Under) Expenditures | (1,303,902.50) | 54,117.56 |
| Unencumbered Cash, Beginning | <u>1,313,843.94</u> | <u>9,941.44</u> |
| Unencumbered Cash, Ending | <u>\$ 9,941.44</u> | <u>\$ 64,059.00</u> |

CITY OF COFFEYVILLE, 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 | | | | |
| Intergovernmental | | | | |
| Federal Grant - SPARK | \$ - | \$ 23,008.51 | \$ - | \$ 23,008.51 |
| Charges for Services | | | | |
| Water Sales | 4,095,001.51 | 3,655,811.15 | 4,009,838.00 | (354,026.85) |
| Sewer Charges | 2,616,460.19 | 2,580,499.82 | 2,695,652.00 | (115,152.00) |
| Late Fees | 47,235.02 | 46,584.56 | 43,500.00 | 3,085.00 |
| Turn on & Turn off | 26,160.00 | 10,200.00 | 14,500.00 | (4,300.00) |
| Other Charges | 1,340.00 | 16,893.55 | 36,200.00 | (19,306.00) |
| Use of Money and Property | | | | |
| Interest Income | 126,474.44 | 77,034.12 | 25,000.00 | 52,034.00 |
| Sale of Scrap and Equipment | 2,921.00 | 739.00 | 500.00 | 239.00 |
| Other Receipts | | | | |
| Miscellaneous | 25.00 | 163,131.75 | - | 163,132.00 |
| Reimbursed Expense | 4,954.78 | 7,321.85 | 2,300.00 | 5,022.00 |
| Total Receipts | 6,920,571.94 | 6,581,224.31 | \$ 6,827,490.00 | \$ (246,264.34) |
| Expenditures | | | | |
| Water Distribution | | | | |
| Personal Services | 517,854.86 | 689,426.96 | \$ 637,401.00 | \$ 52,025.96 |
| Contractual Services | 59,469.34 | 20,620.11 | 35,193.00 | (14,572.89) |
| Commodities | 107,079.70 | 148,022.88 | 125,090.00 | 22,932.88 |
| Capital Outlay | 25,137.36 | 73,618.86 | 52,800.00 | 20,818.86 |
| Water Treatment | | | | |
| Personal Services | 397,243.46 | 393,744.48 | 430,808.00 | (37,063.52) |
| Contractual Services | 245,956.81 | 268,676.20 | 279,017.00 | (10,340.80) |
| Commodities | 334,658.80 | 303,882.36 | 294,490.00 | 9,392.36 |
| Capital Outlay | 4,999.65 | 18,572.16 | 22,150.00 | (3,577.84) |
| Water General | | | | |
| Personal Services | 54,254.19 | 71,731.17 | 77,796.00 | (6,064.83) |
| Contractual Services | 133,752.60 | 115,957.89 | 158,771.00 | (42,813.11) |
| Commodities | 1,857.57 | 1,703.58 | 2,200.00 | (496.42) |
| Capital Outlay | - | - | 200.00 | (200.00) |
| Sewer Collections | | | | |
| Personal Services | 186,549.04 | 194,639.95 | 225,393.00 | (30,753.05) |
| Contractual Services | 28,335.95 | 32,292.09 | 30,870.00 | 1,422.09 |
| Commodities | 27,813.68 | 52,775.33 | 31,520.00 | 21,255.33 |
| Capital Outlay | 3,261.04 | 175,513.68 | 22,400.00 | 153,113.68 |

CITY OF COFFEYVILLE, 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) | | | | |
| Sewer Treatment | | | | |
| Personal Services | \$ 375,368.49 | \$ 386,442.76 | \$ 473,062.00 | \$ (86,619.24) |
| Contractual Services | 49,079.98 | 71,101.74 | 62,731.00 | 8,370.74 |
| Commodities | 31,980.35 | 22,817.12 | 25,480.00 | (2,662.88) |
| Capital Outlay | 6,273.95 | 12,141.30 | 9,900.00 | 2,241.30 |
| Sewer General | | | | |
| Personal Services | 54,254.00 | 71,552.01 | 77,796.00 | (6,243.99) |
| Contractual Services | 64,786.10 | 53,991.23 | 80,317.00 | (26,325.77) |
| Commodities | 500.00 | 500.00 | 500.00 | - |
| Capital Outlay | - | - | 200.00 | (200.00) |
| Operating Transfers to: | | | | |
| General Fund | 877,029.64 | 844,631.34 | 870,028.00 | (25,396.66) |
| G.O. Bond and Interest Fund | 100,000.00 | 100,000.00 | 100,000.00 | - |
| Water and Sewer Depreciation and Replacement Fund | 956,250.00 | 956,250.00 | 956,250.00 | - |
| Water and Sewer Debt Service Fund | 1,160,639.35 | 783,735.23 | 783,735.00 | 0.23 |
| Water and Sewer Restricted Reserve Fund | 400,000.00 | 400,000.00 | 400,000.00 | - |
| Aquatic Center Operations Fund | 29,000.00 | 50,000.00 | 70,000.00 | (20,000.00) |
| Golf Course Fund | 66,000.00 | 93,000.00 | 113,000.00 | (20,000.00) |
| Risk Management Fund | 238,290.00 | - | - | - |
| Total Certified Budget | | | 6,449,098.00 | (41,757.57) |
| Adjustments for Qualifying Budget Credits | | | 7,321.85 | (7,321.85) |
| Total Expenditures | 6,537,675.91 | 6,407,340.43 | \$ 6,456,419.85 | \$ (49,079.42) |
| Receipts Over(Under) Expenditures | 382,896.03 | 173,883.88 | | |
| Unencumbered Cash, Beginning | 3,877,684.53 | 4,260,580.56 | | |
| Unencumbered Cash, Ending | \$ 4,260,580.56 | \$ 4,434,464.44 | | |

CITY OF COFFEYVILLE, KANSAS
WATER AND SEWER DEPRECIATION AND 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 | | |
| Operating Transfers from Water and Sewer Utility Fund | \$ 956,250.00 | \$ 956,250.00 |
| Total Receipts | 956,250.00 | 956,250.00 |
| Expenditures | | |
| Public Works Capital Outlay | 315,218.53 | 101,078.00 |
| Total Expenditures | 315,218.53 | 101,078.00 |
| Receipts Over(Under) Expenditures | 641,031.47 | 855,172.00 |
| Unencumbered Cash, Beginning | 2,859,393.44 | 3,500,424.91 |
| Unencumbered Cash, Ending | \$ 3,500,424.91 | \$ 4,355,596.91 |

CITY OF COFFEYVILLE, KANSAS
WATER AND SEWER DEBT SERVICE 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 | | | | |
| Operating Transfers from Water and Sewer Utility Fund | \$ 1,160,639.35 | \$ 783,735.23 | \$ 783,735.00 | \$ 0.23 |
| | <u>1,160,639.35</u> | <u>783,735.23</u> | <u>\$ 783,735.00</u> | <u>\$ 0.23</u> |
| Total Receipts | | | | |
| Expenditures | | | | |
| Debt Service | 1,077,087.88 | 798,625.53 | \$ 798,626.00 | \$ (0.47) |
| Bond Principal | 82,951.44 | 51,698.25 | 51,698.00 | 0.25 |
| Bond Interest | - | - | 600.00 | (600.00) |
| Commissions and Postage | <u>1,160,039.32</u> | <u>850,323.78</u> | <u>\$ 850,924.00</u> | <u>\$ (600.22)</u> |
| Total Expenditures | | | | |
| | 600.03 | (66,588.55) | | |
| Receipts Over(Under) Expenditures | <u>254,755.84</u> | <u>255,355.87</u> | | |
| Unencumbered Cash, Beginning | <u>\$ 255,355.87</u> | <u>\$ 188,767.32</u> | | |
| Unencumbered Cash, Ending | | | | |

CITY OF COFFEYVILLE, KANSAS
WATER AND SEWER RESTRICTED 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 Water and Sewer Utility Fund | \$ 400,000.00 | \$ 400,000.00 |
| Total Receipts | 400,000.00 | 400,000.00 |
| Expenditures | | |
| General Government Capital Outlay | - | - |
| Total Expenditures | - | - |
| Receipts Over(Under) Expenditures | 400,000.00 | 400,000.00 |
| Unencumbered Cash, Beginning | 2,400,000.00 | 2,800,000.00 |
| Unencumbered Cash, Ending | \$ 2,800,000.00 | \$ 3,200,000.00 |

CITY OF COFFEYVILLE, KANSAS
STORMWATER 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 | | | | |
| Stormwater Sales | \$ 447,243.18 | \$ 452,117.29 | \$ 399,612.00 | \$ 52,505.29 |
| Late Charges | 4,837.23 | 4,233.09 | 1,500.00 | 2,733.09 |
| Other Receipts | | | | |
| Miscellaenous | - | 10.51 | - | 10.51 |
| Reimbursed Expense | 5,013.15 | 154.68 | 5,020.00 | (4,865.32) |
| Total Receipts | 457,093.56 | 456,515.57 | \$ 406,132.00 | \$ 50,383.57 |
| Expenditures | | | | |
| Public Works | | | | |
| Personal Services | 112,620.25 | 103,980.28 | \$ 132,142.00 | \$ (28,161.72) |
| Contractual Services | 15,412.07 | 45,509.54 | 15,606.00 | 29,903.54 |
| Commodities | 19,660.80 | 22,649.63 | 29,775.00 | (7,125.37) |
| Capital Outlay | 10,037.52 | 9,267.78 | 11,000.00 | (1,732.22) |
| Operating Transfers to: | | | | |
| Risk Management Fund | 18,330.00 | - | - | - |
| Stormwater Depreciation and Replacement Fund | 292,030.00 | 214,122.00 | 214,122.00 | - |
| Total Expenditures | 468,090.64 | 395,529.23 | \$ 402,645.00 | \$ (7,115.77) |
| Receipts Over(Under) Expenditures | (10,997.08) | 60,986.34 | | |
| Unencumbered Cash, Beginning | 166,493.01 | 155,495.93 | | |
| Unencumbered Cash, Ending | \$ 155,495.93 | \$ 216,482.27 | | |

CITY OF COFFEYVILLE, KANSAS
STORMWATER DEPRECIATION AND 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 | | |
| Operating Transfers from Stormwater Utility Fund | \$ 292,030.00 | \$ 214,122.00 |
| Total Receipts | 292,030.00 | 214,122.00 |
| Expenditures | | |
| Public Works | | |
| Contractual Services | 23,249.83 | 438.95 |
| Capital Outlay | - | 130,932.00 |
| Operating Transfer to Capital Improvement Reserve Fund | 23,900.00 | - |
| Total Expenditures | 47,149.83 | 131,370.95 |
| Receipts Over(Under) Expenditures | 244,880.17 | 82,751.05 |
| Unencumbered Cash, Beginning | 971,281.91 | 1,246,112.93 |
| Cancelled Encumbrance | 29,950.85 | - |
| Unencumbered Cash, Ending | \$ 1,246,112.93 | \$ 1,328,863.98 |

CITY OF COFFEYVILLE, KANSAS
REFUSE/TRASH 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 | | | | |
| Trash Collections | \$ 551,867.97 | \$ 565,440.57 | \$ 558,193.00 | \$ 7,247.57 |
| Late Charges | 7,820.39 | 6,997.03 | 7,800.00 | (802.97) |
| Other Receipts | | | | |
| Reimbursed Expense | 40,953.05 | 24,362.02 | 20,000.00 | 4,362.02 |
| Total Receipts | 600,641.41 | 596,799.62 | \$ 585,993.00 | \$ 10,806.62 |
| Expenditures | | | | |
| Collections | | | | |
| Contractual Services | 562,939.21 | 586,586.91 | \$ 598,856.00 | \$ (12,269.09) |
| Commodities | 3,521.98 | 3,500.00 | 3,500.00 | - |
| Operating Transfers to: | | | | |
| General Fund | 12,081.41 | 17,977.78 | 17,580.00 | 397.78 |
| Capital Improvement Reserve Fund | 78,645.00 | - | - | - |
| Total Certified Budget | | | 619,936.00 | (11,871.31) |
| Adjustments for Qualifying Budget Credits | | | 24,362.02 | (24,362.02) |
| Total Expenditures | 657,187.60 | 608,064.69 | \$ 644,298.02 | \$ (36,233.33) |
| Receipts Over(Under) Expenditures | (56,546.19) | (11,265.07) | | |
| Unencumbered Cash, Beginning | 339,411.02 | 282,864.83 | | |
| Unencumbered Cash, Ending | \$ 282,864.83 | \$ 271,599.76 | | |

CITY OF COFFEYVILLE, KANSAS
INTERNET 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 | | | | |
| Internet Charges | \$ 257,219.61 | \$ 243,196.84 | \$ 263,000.00 | \$ (19,803.16) |
| Installation Charges | 1,625.00 | 1,375.00 | 3,750.00 | (2,375.00) |
| Service Calls | 825.00 | 420.00 | - | 420.00 |
| Late Charges | 2,114.42 | 1,763.45 | 2,000.00 | (236.55) |
| Turn on & Turn off | 650.00 | 125.00 | 200.00 | (75.00) |
| Intergovernmental | | | | |
| Federal Grant - SPARK | - | 436,561.98 | 461,200.00 | (24,638.02) |
| Use of Money and Property | | | | |
| Sale of Assets | 875.00 | - | - | - |
| Other Receipts | | | | |
| Reimbursed Expense | 122.31 | 7,249.36 | - | 7,249.00 |
| Total Receipts | 263,431.34 | 690,691.63 | \$ 730,150.00 | \$ (39,458.73) |
| Expenditures | | | | |
| Connections | | | | |
| Personal Services | 122,855.99 | 136,724.93 | \$ 138,818.00 | \$ (2,093.07) |
| Contractual Services | 58,924.85 | 319,338.32 | 68,469.00 | 250,869.32 |
| Commodities | 2,063.27 | 1,799.22 | 64,031.00 | (62,231.78) |
| Capital Outlay | 43,949.85 | 226,280.77 | 468,368.00 | (242,087.23) |
| Operating Transfers to | | | | |
| General Fund | 5,170.72 | 7,602.06 | 8,069.00 | (466.94) |
| Risk Management Fund | 13,747.50 | - | - | - |
| Total Certified Budget | | | 747,755.00 | (56,009.70) |
| Adjustments for Qualifying Budget Credits | | | 7,249.36 | (7,249.36) |
| Total Expenditures | 246,712.18 | 691,745.30 | \$ 755,004.36 | \$ (63,259.06) |
| Receipts Over(Under) Expenditures | 16,719.16 | (1,053.67) | | |
| Unencumbered Cash, Beginning | 25,013.33 | 41,732.49 | | |
| Unencumbered Cash, Ending | <u>\$ 41,732.49</u> | <u>\$ 40,678.82</u> | | |

CITY OF COFFEYVILLE, KANSAS
METER DEPOSIT 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)

| | <u>Prior</u> <u>Year</u> <u>Actual</u> | <u>Current</u> <u>Year</u> <u>Actual</u> |
|-----------------------------------|--|--|
| Receipts | | |
| Other Receipts | | |
| Meter Deposits | \$ 152,660.56 | \$ 91,769.02 |
| Total Receipts | <u>152,660.56</u> | <u>91,769.02</u> |
| Expenditures | | |
| Meter Deposit Refunds | <u>152,660.56</u> | <u>91,769.02</u> |
| Total Expenditures | <u>152,660.56</u> | <u>91,769.02</u> |
| Receipts Over(Under) Expenditures | - | - |
| Unencumbered Cash, Beginning | <u>-</u> | <u>-</u> |
| Unencumbered Cash, Ending | <u>\$ -</u> | <u>\$ -</u> |

CITY OF COFFEYVILLE, 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 | \$ 12,357.21 | \$ - | \$ - | \$ 12,357.21 |
| Sales Tax | 25,855.14 | 624,383.13 | 608,116.92 | 42,121.35 |
| Perpetual Care | 96,037.52 | 1,690.77 | (536.25) | 98,264.54 |
| Drug Forfeitures | 51,704.27 | 94,374.00 | 117,609.30 | 28,468.97 |
| | <u>\$ 185,954.14</u> | <u>\$ 720,447.90</u> | <u>\$ 725,189.97</u> | <u>\$ 181,212.07</u> |

CITY OF COFFEYVILLE, KANSAS
 Schedule of Required Bond Information
 December 31, 2020

| | <u>Date Expires</u> | <u>Amount</u> |
|--|-------------------------|-----------------|
| Power Industries Insurance Coverage | | |
| Insurer: Federal Insurance Company | | |
| Electric Generation and Distribution (existing system) | | |
| Coverages: | | |
| Personal Property | 09/01/2021 | \$ 6,422,978.00 |
| Building | | 70,965,322.00 |
| Property in the Open | | 42,614,457.00 |
| Stock | | 2,393,781.00 |
| Deductible: | | 25,000.00 |
| Premium: | | 477,024.00 |

Total electric users for the beginning and ending of fiscal year 2020 were as follows:

| | <u>1/1/2020</u> | <u>12/31/2020</u> |
|----------|-----------------|-------------------|
| Electric | 6,788 | 6,903 |

CITY OF COFFEYVILLE, KANSAS

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

| Federal Grantor/ Pass Through Grantor/ Program Title | Pass-Through Entity Identifying Number | Federal CFDA Number | Provided to Sub Recipients | Receipts | Disbursements/ Expenditures |
|---|--|---------------------------|-------------------------------|----------------------|--------------------------------|
| <u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u> | | | | | |
| Passed through the Kansas Department of Commerce | | | | | |
| Community Development Block Grant - Sidewalk Project | 18-PF-019 | 14.228 | \$ - | \$ 64,000.00 | \$ 54,000.00 |
| Community Development Block Grant - COVID-19 | 20-CV-013 | 14.228 | - | 124,500.00 | 124,500.00 |
| | | Total 14.228 | - | 188,500.00 | 178,500.00 |
| Total U.S. Department of Housing and Urban Development | | | - | 188,500.00 | 178,500.00 |
| <u>U.S. DEPARTMENT OF TRANSPORTATION</u> | | | | | |
| Passed through the Kansas Department of Transportation | | | | | |
| CLICK Step Special Enforcement Program | PT-1196-20 | 20.600 | - | 77.90 | 77.90 |
| Total U.S. Department of Transportation | | | - | 77.90 | 77.90 |
| <u>U.S. DEPARTMENT OF THE TREASURY</u> | | | | | |
| Passed through Montgomery County, Kansas | | | | | |
| Coronavirus Relief Fund (SPARKS) | R-20-068 | 21.019 | - | 546,604.69 | 546,604.69 |
| Total U.S. Department of the Treasury | | | - | 546,604.69 | 546,604.69 |
| <u>U.S. DEPARTMENT OF JUSTICE</u> | | | | | |
| Passed through the Kansas Criminal Justice Coordinating Council | | | | | |
| Edward Byrne Memorial Justice Assistance Grant | 19-JAG-22 | 16.738 | - | 44,990.00 | 43,481.00 |
| Edward Byrne Memorial Justice Assistance Grant | 20-JAG-12 | 16.738 | - | - | 7,411.00 |
| | | Total 16.738 | - | 44,990.00 | 50,892.00 |
| Passed through the Office of Kansas Attorney General | | | | | |
| Coronavirus Emergency Supplemental Funding Program Grant | CESF-15 | 16.034 | - | 49,603.00 | 52,697.66 |
| Total U.S. Department of Justice | | | - | 94,593.00 | 103,589.66 |
| TOTAL FEDERAL AWARDS | | | \$ - | \$ 829,775.59 | \$ 828,772.25 |

Notes to the Schedule of Expenditures of Federal Awards:

NOTE A -- BASIS OF PRESENTATION

Federal expenditures are recorded on the accrual basis of accounting, which records expenses when the goods or services are received, and not necessarily when paid.

NOTE B --INDIRECT COST RATE

City of Coffeyville, 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 Coffeyville, 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 City of Coffeyville, Kansas, as of and for the year ended December 31, 2020, and the related notes to the financial statement, which collectively comprise the City of Coffeyville's basic financial statement, and have issued our report thereon dated July 23, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered the City of Coffeyville'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 Coffeyville's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Coffeyville'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 Coffeyville'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
July 23, 2021

**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 Coffeyville, Kansas

Report on Compliance for Each Major Federal Program

We have audited the City of Coffeyville, Kansas' 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 Coffeyville's major federal programs for the year ended December 31, 2020. City of Coffeyville'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 Coffeyville'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 Coffeyville'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 Coffeyville's compliance.

Opinion on Each Major Federal Program

In our opinion, the City of Coffeyville, 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 Coffeyville, 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 Coffeyville'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 Coffeyville'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.

Purpose of this Report

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
July 23, 2021

CITY OF COFFEYVILLE, 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 Coffeyville 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 Coffeyville expresses an unmodified opinion.

| | | | | |
|--|-------|-----|--------------|----|
| Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? | _____ | Yes | <u> X </u> | No |
|--|-------|-----|--------------|----|

Identification of major programs:

U.S. DEPARTMENT OF TREASURY

| | |
|--------------------------|-----------------|
| Coronaviruse Relief Fund | 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 |
|--|-------|-----|--------------|----|

II. FINANCIAL STATEMENT FINDINGS

NONE

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

NONE

CITY OF COFFEYVILLE, KANSAS

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

NONE