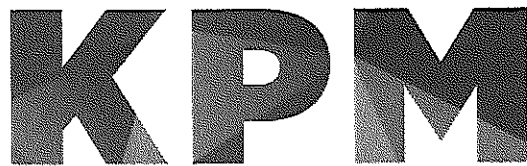


City of Leeton, Missouri
Basic Financial Statements
Year Ended December 31, 2020

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CPAS & ADVISORS

Independent Auditors' Report

Honorable Mayor and Board of Aldermen
City of Leeton
Leeton, Missouri

We have audited the accompanying modified cash basis financial statements of the governmental activities, business-type activities, and each major fund of the City of Leeton, Missouri, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting as described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, 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 statements 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 statements.

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

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Opinions

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, business-type activities, and each major fund, of the City of Leeton, Missouri as of December 31, 2020, and the respective changes in the modified cash basis financial position and, where applicable, cash flows thereof for the year then ended in accordance with the basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Disclaimer of Opinion on Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements as a whole that collectively comprise the City's basic financial statements. The budgetary comparison information, which is the responsibility of management, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
June 22, 2021

Government-Wide Financial Statements

City of Leeton

Statement of Net Position – Modified Cash Basis

December 31, 2020

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Assets			
Cash and cash equivalents - unrestricted	\$ 72,794	\$ 215,369	\$ 288,163
Investments - unrestricted	91,174	63,762	154,936
Cash and cash equivalents - restricted	14,939	13,460	28,399
Investments - restricted	96,890	-	96,890
Total Assets	<u>\$ 275,797</u>	<u>\$ 292,591</u>	<u>\$ 568,388</u>
Net Position			
Restricted			
Non-expendable	\$ 94,000	\$ -	\$ 94,000
Expendable	17,829	13,460	31,289
Unrestricted	163,968	279,131	443,099
Total Net Position	<u>\$ 275,797</u>	<u>\$ 292,591</u>	<u>\$ 568,388</u>

See accompanying notes to the financial statements.

City of Leeton

Statement of Activities – Modified Cash Basis

Year Ended December 31, 2020

Functions/Programs	Program Receipts			Net (Disbursements), Receipts, and Changes in Net Position		
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities						
Administrative	\$ (91,045)	\$ -	\$ -	\$ (89,592)	\$ -	\$ (89,592)
Police	(56,259)	3,090	-	(52,110)	-	(52,110)
Street	(54,985)	-	-	(54,985)	-	(54,985)
Parks and recreation	(4,013)	-	-	(4,013)	-	(4,013)
Cemetery	(10,478)	2,613	-	(5,615)	-	(5,615)
Total Governmental Activities	<u>(216,780)</u>	<u>5,703</u>	<u>-</u>	<u>(206,315)</u>	<u>-</u>	<u>(206,315)</u>
Business-Type Activities						
Water department	(85,467)	83,347	-	-	(2,120)	(2,120)
Sewer department	(102,666)	118,997	5,000	-	21,331	21,331
Total Business-Type Activities	<u>(188,133)</u>	<u>202,344</u>	<u>5,000</u>	<u>-</u>	<u>19,211</u>	<u>19,211</u>
Total Government	<u>\$ (404,913)</u>	<u>\$ 5,703</u>	<u>\$ 5,000</u>	<u>(206,315)</u>	<u>19,211</u>	<u>(187,104)</u>
General Receipts						
Ad volorem taxes				33,233	-	33,233
Sales taxes				142,264	-	142,264
Franchise taxes				32,874	-	32,874
Motor vehicle sales taxes and fees				22,217	-	22,217
Interest				4,260	2,814	7,074
Other receipts				6,176	-	6,176
Total General Receipts				<u>241,024</u>	<u>2,814</u>	<u>243,838</u>
<i>Changes in Net Position</i>				34,709	22,025	56,734
Net Position, beginning of year				241,088	270,566	511,654
Net Position, end of year				<u>\$ 275,797</u>	<u>\$ 292,591</u>	<u>\$ 568,388</u>

See accompanying notes to the financial statements.

Fund Financial Statements

City of Leeton

Statement of Assets and Fund Balances – Governmental Funds – Modified Cash Basis

December 31, 2020

	Special Revenue Funds			Total Governmental Funds
	General Fund	Park Fund	Cemetery Fund	
Assets				
Cash and cash equivalents - unrestricted	\$ 72,794	\$ -	\$ -	\$ 72,794
Investments - unrestricted	91,174	-	-	91,174
Cash and cash equivalents - restricted	-	14,939	-	14,939
Investments - restricted	-	-	96,890	96,890
Total Assets	\$ 163,968	\$ 14,939	\$ 96,890	\$ 275,797
Fund Balance				
Nonspendable				
Cemetery perpetual care	\$ -	\$ -	\$ 94,000	\$ 94,000
Restricted for				
Parks and recreation	-	14,939	-	14,939
Cemetery	-	-	2,890	2,890
Unassigned	163,968	-	-	163,968
Total Fund Balance	\$ 163,968	\$ 14,939	\$ 96,890	\$ 275,797

See accompanying notes to the financial statements.

City of Leeton

Statement of Receipts, Disbursements, and Changes in Fund Balance – Governmental Funds – Modified Cash Basis

Year Ended December 31, 2020

	Special Revenue Funds			Total Governmental Funds
	General Fund	Park Fund	Cemetery Fund	
Receipts				
Taxes	\$ 213,000	\$ 17,588	\$ -	\$ 230,588
Licenses and permits	1,453	-	-	1,453
Charges for service	-	-	2,250	2,250
Intergovernmental receipts	3,090	-	-	3,090
Fines and forfeitures	1,059	-	-	1,059
Miscellaneous	9,720	-	3,329	13,049
Total Receipts	228,322	17,588	5,579	251,489
Disbursements				
Current				
Administrative	91,045	-	-	91,045
Police	56,259	-	-	56,259
Street	54,985	-	-	54,985
Parks and recreation	-	4,013	-	4,013
Cemetery	-	-	10,478	10,478
Total Disbursements	202,289	4,013	10,478	216,780
<i>Excess (Deficit) of Receipts Over Disbursements</i>	26,033	13,575	(4,899)	34,709
Other Financing Sources (Uses)				
Operating transfers in (out)	(4,503)	-	4,503	-
<i>Excess (Deficit) of Receipts and Other Sources Over Disbursements and Other (Uses)</i>	21,530	13,575	(396)	34,709
Fund Balance, January 1	142,438	1,364	97,286	241,088
Fund Balance, December 31	\$ 163,968	\$ 14,939	\$ 96,890	\$ 275,797

See accompanying notes to the financial statements.

City of Leeton

Statement of Net Position – Proprietary Funds – Modified Cash Basis

December 31, 2020

	Enterprise Funds		Total
	Water Fund	Sewer Fund	
Assets			
Cash and cash equivalents - unrestricted	\$ 90,546	\$ 124,823	\$ 215,369
Investments - unrestricted	105	63,657	63,762
Cash and cash equivalents - restricted	13,460	-	13,460
Total Assets	<u>\$ 104,111</u>	<u>\$ 188,480</u>	<u>\$ 292,591</u>
Net Position			
Restricted	\$ 13,460	\$ -	\$ 13,460
Unrestricted	90,651	188,480	279,131
Total Net Position	<u>\$ 104,111</u>	<u>\$ 188,480</u>	<u>\$ 292,591</u>

See accompanying notes to the financial statements.

City of Leeton

Statement of Receipts, Disbursements, and Changes in Net Position – Proprietary Funds – Modified Cash Basis

Year Ended December 31, 2020

	Enterprise Funds		Total
	Water Fund	Sewer Fund	
Operating Receipts			
Charges for services	\$ 83,264	\$ 118,914	\$ 202,178
Miscellaneous	83	83	166
Total Operating Receipts	83,347	118,997	202,344
Operating Disbursements			
Salaries and employee benefits	24,091	24,690	48,781
Telephone and utilities	4,927	4,875	9,802
Repairs and maintenance	36,607	41,509	78,116
Professional fees	2,500	2,500	5,000
Supplies	4,176	1,687	5,863
Insurance	2,375	1,160	3,535
Travel, training and dues	1,223	586	1,809
Miscellaneous	400	59	459
Total Operating Disbursements	76,299	77,066	153,365
<i>Operating Income</i>	7,048	41,931	48,979
Nonoperating Receipts (Disbursements)			
Interest receipts	95	2,719	2,814
Grant receipts	-	5,000	5,000
Capital outlay	(9,168)	(25,600)	(34,768)
Total Nonoperating Receipts (Disbursements)	(9,073)	(17,881)	(26,954)
<i>Net Income (Loss)</i>	(2,025)	24,050	22,025
Net Position, January 1	106,136	164,430	270,566
Net Position, December 31	\$ 104,111	\$ 188,480	\$ 292,591

See accompanying notes to the financial statements.

City of Leeton

Statement of Cash Flows – Proprietary Funds – Modified Cash Basis

Year Ended December 31, 2020

	Enterprise Funds		Total
	Water Fund	Sewer Fund	
Cash Flows from Operating Activities			
Cash received from customers	\$ 83,347	\$ 118,997	\$ 202,344
Cash paid to suppliers	(52,208)	(52,376)	(104,584)
Cash paid to employees	(24,091)	(24,690)	(48,781)
Net Cash Provided by Operating Activities	7,048	41,931	48,979
Cash Flows from Capital and Related Financing Activities			
Purchase of capital outlay	(9,168)	(25,600)	(34,768)
Grant proceeds	-	5,000	5,000
Net Cash (Used) by Capital and Related Financing Activities	(9,168)	(20,600)	(29,768)
Cash Flows from Investing Activities			
Purchase of investments	(6)	(178)	(184)
Interest received	95	2,719	2,814
Net Cash Provided by Investing Activities	89	2,541	2,630
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	(2,031)	23,872	21,841
Cash and Cash Equivalents, Beginning of year	106,037	100,951	206,988
Cash and Cash Equivalents, End of year	104,006	124,823	228,829
Less Restricted Cash and Investments	13,460	-	13,460
Unrestricted Cash and Investments	\$ 90,546	\$ 124,823	\$ 215,369
Reconciliation of Operating Income to Net Cash Provided by Operating Activities			
Operating income	\$ 7,048	\$ 41,931	\$ 48,979
Adjustments to reconcile operating income to net cash provided by operating activities	-	-	-
Net Cash Provided by Operating Activities	\$ 7,048	\$ 41,931	\$ 48,979

See accompanying notes to the financial statements.

City of Leeton

Notes to the Financial Statements

December 31, 2020

1. Summary of Significant Accounting Policies

The City of Leeton, Missouri, (the City) operates under a Mayor - Board of Aldermen form of government and provides the following services: public safety, streets, public improvements, park, planning, and general administrative services. Other services include water and sewer operations.

The accounting policies of the City conform to the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America as applicable to governments. The following is a summary of the more significant policies.

Financial Reporting Entity

The City is organized under the laws of the State of Missouri and is a primary government governed by an elected four-member board. The City is not financially accountable for any other organization, nor is it a component unit of any other primary governmental entity.

Basis of Presentation

The basic financial statements include both the government-wide (the Statement of Net Position and Statement of Activities) and fund financial statements.

Government-Wide Financial Statements

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities, which are financed through taxes and intergovernmental receipts, are reported separately from business-type activities, which rely on fees and charges for services for support.

Fund Financial Statements

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, fund balance, receipts, and disbursements. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. All funds of the City are considered major funds.

The City reports the following major governmental funds:

General Fund: The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in other funds.

Park Fund: The Park Fund is used to account for the proceeds of specific revenue sources that are restricted, committed, or assigned to expenditures for parks and recreation.

Cemetery Fund: The Cemetery Fund is used to account for the proceeds of specific revenue sources that are restricted, committed, or assigned to expenditures for cemetery upkeep and maintenance.

City of Leeton

Notes to the Financial Statements

December 31, 2020

The City reports the following major proprietary funds:

Enterprise Funds: Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the cost of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The Enterprise Funds of the City of Leeton are the Water Fund and Sewer Fund.

Basis of Accounting

The government-wide Statement of Net Position and Statement of Activities and the fund financial statements are presented using a modified cash basis of accounting. This basis recognizes assets, net position/fund balance, receipts, and disbursements when they result from cash transactions. The modification to the cash basis of accounting relates to the presentation of investments. This basis is a basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of the modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenditures and liabilities) *are not recorded* in these financial statements.

If the City used the basis of accounting recognized as generally accepted, the fund financial statements for the governmental funds would use the modified accrual basis of accounting. All government-wide and proprietary fund financial statements would be presented on the accrual basis of accounting.

Pooled Cash and Cash Equivalents

The City pools resources of its various funds in order to facilitate cost management. Cash applicable to a particular fund is readily identifiable. The balance in the pooled cash account is available to meet current operating requirements. For purposes of the statement of cash flows, the City considers all accounts subject to withdrawal by check or on demand to be cash equivalents.

Long-Term Debt

Long-term debt arising from cash transactions is not reported in the government-wide financial statements or the fund financial statements, which is consistent with the modified cash basis of accounting. The debt proceeds are reported as other financing sources and payment of principal and interest are reported as disbursements.

Capital Outlay

Property and equipment are recorded as disbursements at the time the goods received are paid for and received.

City of Leeton

Notes to the Financial Statements

December 31, 2020

Fund Balance Classification

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on constraints imposed on the use of these resources as follows:

Nonspendable Fund Balance: This classification includes amounts that cannot be spent because they are either a) not in spendable form or b) legally or contractually required to be maintained intact.

Restricted Fund Balance: This classification reflects the constraints imposed on resources either a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance: These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the Board of Aldermen – the government’s highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the Board removes the specified use by taking the same type of action imposing the commitment.

Assigned Fund Balance: This classification reflects the amounts constrained by the City’s “intent” to be used for specific purposes, but are neither restricted nor committed. Assigned fund balances include all remaining amounts (except negative balances) that are reported in the governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.

Unassigned Fund Balance: This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

In circumstances when a disbursement is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned, and unassigned.

Net Position

In the government-wide and proprietary fund financial statements, net position is displayed in two components as follows:

Restricted: This consists of net position that is legally restricted by outside parties or by law through constitutional provisions for enabling legislation.

Unrestricted: This consists of net position that does not meet the definition of restricted.

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, the City first applies restricted net position.

Program Receipts

In the Statement of Activities, receipts that are derived directly from each activity or from parties outside the City’s taxpayers, we reported as program receipts. These include 1) charges for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. All other governmental receipts are reported as general receipts. All taxes are classified as general receipts, even if restricted for a specific purpose.

City of Leeton

Notes to the Financial Statements

December 31, 2020

Operating Receipts and Disbursements

Operating receipts and disbursements for proprietary funds are those that result from providing services and producing and delivering goods and services. All other receipts and disbursements are considered nonoperating.

Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1 and are due and payable at that time. All unpaid taxes levied November 1 become delinquent after December 31 of that year.

Compensated Absences

Vacation and compensatory time are considered disbursement in the year paid. Such amounts unused that are vested in the employee are payable upon termination at the employee's rate of pay.

Investments

Investments in non-negotiable certificates of deposit are carried at cost.

2. Risks & Uncertainties

During 2020, a strain of coronavirus (COVID-19) was identified as a global pandemic and began affecting the health of large portion of the global population. The detrimental impact of this virus is not yet determinable, but will likely be significant for both the local and global economy. The effects of COVID-19 on the City are also not determinable, however COVID-19 has been identified as a significant risk and uncertainty that could impact future operations.

3. Cash & Cash Equivalents

State statutes require that the City's deposits be collateralized in the name of the City by the trust department of a bank that does not hold the collateralized deposits. As of December 31, 2020, all bank balances on deposit are entirely insured or collateralized.

4. Investments

Investments of the City as of December 31, 2020, consist of the following:

<u>Investment Type</u>	<u>Maturity</u>	<u>Amount</u>
Certificates of Deposit	6/19/2021 - 2/1/2022	<u>\$ 251,826</u>

Certificates of Deposit

Certificates of deposit are classified as investments, but are considered deposits for custodial risk determination. State statutes require that the City's deposits be insured or collateralized in the name of the City by the trust department of a bank that does not hold the collateralized deposits. As of December 31, 2020, all certificates of deposit are entirely insured or collateralized with securities.

City of Leeton

Notes to the Financial Statements

December 31, 2020

Interest Rate Risk

The City will minimize the risk that the market value of securities in the portfolio will fall due to changes in general interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and by investing operating funds primarily in shorter-term securities.

5. Restricted Assets

Cash and cash equivalents, investments, fund balance, and net position have been restricted in the following funds:

Governmental Funds

	Restricted Cash and Investments	Restricted Fund Balance/ Net Position
Cemetery Fund		
Nonspendable		
Cemetery perpetual care	\$ 94,000	\$ 94,000
Cemetery - restricted	2,890	2,890
	\$ 96,890	\$ 96,890
Park Fund		
Parks and recreation	\$ 14,939	\$ 14,939

Enterprise Funds

	Cash and Cash Equivalents	Net Position
Water Fund		
Customer Water Deposits	\$ 13,460	\$ 13,460

6. Compensated Absences

The following table is a summary of the changes in compensated absences for the year ended December 31, 2020:

	Balance December 31, 2019	Additions	Retirements	Balance December 31, 2020
Governmental Activities	\$ 5,960	\$ -	\$ 3,223	\$ 2,737
Business-Type Activities	\$ 4,809	\$ -	\$ 3,950	\$ 859

City of Leeton

Notes to the Financial Statements

December 31, 2020

7. Assessed Valuation, Tax Levy, & Legal Debt Margin

The assessed valuation of the tangible property and the tax levies per \$100 assessed valuation of that property were as follows:

	2020
Assessed Valuation	
Real estate	\$ 2,516,212
Personal property	926,675
	\$ 3,442,887
 Tax Rates Per \$100 of Assessed Valuation	
General Fund	\$.8880

The legal debt margin at December 31, 2020, was computed as follows:

	General Obligation Bonds		
	Ordinary (1)	Additional (2)	Total
Constitutional debt limit	\$ 344,289	\$ 344,289	\$ 688,578
General Obligation Bonds payable	-	-	-
Legal Debt Margin	\$ 344,289	\$ 344,289	\$ 688,578

(1) Under Article VI, Section 26(b) and (c), Missouri Constitution, the City, by vote of its qualified electors voting therein, may incur an indebtedness for any purpose authorized in the charter of the City or by any general law of the State of Missouri. The borrowings authorized by this section shall not exceed ten percent of the value of the taxable tangible property in the City.

(2) Under Article VI, Section 26(d) and (e), Missouri Constitution, the City, by vote of its qualified electors voting therein, may become indebted not exceeding in the aggregate an additional ten percent for the purpose of acquiring rights of way, constructing, extending, and improving streets and avenues, and/or sanitary or storm sewer systems; and purchasing or constructing waterworks, electric or other light plants, provided that the total general obligation indebtedness of the City does not exceed twenty percent of the value of the taxable tangible property in the City.

8. Claims & Adjustments

The City participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Disbursements financed by grants are subject to audit by the appropriate grantor government. If disbursements are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of December 31, 2020, significant amounts of grantor disbursements have not been audited by grantor governments, but the City believes that disallowed disbursements, if any, based on subsequent audits, will not have a material effect on any of the individual funds or the overall financial position of the City.

City of Leeton

Notes to the Financial Statements

December 31, 2020

9. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has transferred its risk by obtaining coverage from commercial insurance companies. In addition, it has effectively managed risk through various employee education and prevention programs. There has been no significant reduction in insurance coverage from the previous year.

10. Interfund Transfers

Transfers between funds of the City for the year ended December 31, 2020, were as follows:

	<u>Transfers in (out)</u>
General Fund	\$ (4,503)
Cemetery Fund	4,503
	<u>\$ -</u>

Transfers are made to (1) move receipts from the fund that statute or budget requires to collect them to the fund that statute or budget requires to disburse them, (2) use unrestricted receipts in the Enterprise Funds and General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, and (3) reimburse various funds for amounts owed from the other funds.

11. Bond Ordinance

On June 2, 2020, the citizens of the City approved issuing combined water and sewer system revenue bonds not to exceed \$2,000,000 to acquire, renovate and improve its combined water and sewer system including, but not limited to, the renovation and improvement of the sewer system to assure compliance with environmental regulations and its operating permit and the refurbishing and painting of the existing water tower, the costs and maintenance of said combined water and sewer system and the principal of and interest on said combined water and sewer system revenue bonds to be payable solely from the revenues derived from the operation of its combined water and sewer system including all future improvements and extensions. As of December 31, 2020, none of the bonds had been issued.

Supplementary Information

City of Leeton

Budgetary Comparison Schedule – General Fund – Modified Cash Basis

Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget
Receipts				
Taxes				
General sales tax	\$ 41,250	\$ 40,222	\$ 40,222	\$ -
Capital improvement sales tax	20,250	20,111	20,111	-
Use tax	4,900	28,129	28,129	-
Law enforcement sales tax	33,000	36,214	36,214	-
Motor vehicle taxes	20,900	22,217	22,217	-
Property taxes	39,000	33,233	33,233	-
Franchise taxes	30,000	32,874	32,874	-
	189,300	213,000	213,000	-
Licenses and Permits				
Merchant licenses	1,000	1,103	1,103	-
Building permits	-	20	20	-
Animal licenses	300	330	330	-
	1,300	1,453	1,453	-
Intergovernmental receipts				
School resource officer	7,500	3,090	3,090	-
Fines and forfeitures				
Court fines	2,500	1,067	1,059	(8)
Miscellaneous				
Interest	2,000	3,029	3,544	515
Other receipts	1,950	158,937	6,176	(152,761)
	3,950	161,966	9,720	(152,246)
Total Receipts	204,550	380,576	228,322	(152,254)
Disbursements				
Current				
Administrative	108,283	245,265	91,045	154,220
Police	65,157	56,079	56,259	(180)
Street	79,050	55,135	54,985	150
	252,490	356,479	202,289	154,190
<i>Excess (Deficit) of Receipts Over Disbursements</i>	(47,940)	24,097	26,033	1,936
Other Financing (Uses)				
Operating transfers (out)	-	-	(4,503)	(4,503)
<i>Excess (Deficit) of Receipts Over Disbursements and Other (Uses)</i>	(47,940)	24,097	21,530	(2,567)
Fund Balance, January 1	142,438	142,438	142,438	-
Fund Balance, December 31	\$ 94,498	\$ 166,535	\$ 163,968	\$ (2,567)

See accompanying notes to the Budgetary Comparison Schedules.

City of Leeton

Budgetary Comparison Schedule – Park Fund – Modified Cash Basis

Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget
Receipts				
Sales taxes	\$ 17,250	\$ 17,588	\$ 17,588	\$ -
Total Receipts	17,250	17,588	17,588	-
Disbursements				
Current				
Parks and recreation	17,096	4,164	4,013	151
Total Disbursements	17,096	4,164	4,013	151
<i>Excess of Receipts Over Disbursements</i>	154	13,424	13,575	151
Fund Balance, January 1	1,364	1,364	1,364	-
Fund Balance, December 31	\$ 1,518	\$ 14,788	\$ 14,939	\$ 151

See accompanying notes to the Budgetary Comparison Schedules.

City of Leeton

Budgetary Comparison Schedule – Cemetery Fund – Modified Cash Basis

Year Ended December 31, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget
Receipts				
Charges for services	\$ 1,500	\$ 2,250	\$ 2,250	\$ -
Miscellaneous				
Donations	2,500	2,613	2,613	-
Interest	1,000	1,334	716	(618)
	3,500	3,947	3,329	(618)
Total Receipts	5,000	6,197	5,579	(618)
Disbursements				
Current				
Cemetery	10,350	10,478	10,478	-
Total Disbursements	10,350	10,478	10,478	-
<i>(Deficit) of Receipts Over Disbursements</i>	(5,350)	(4,281)	(4,899)	(618)
Other Financing Sources				
Operating transfers in	-	-	4,503	4,503
<i>(Deficit) of Receipts and Other Sources Over Disbursements</i>	(5,350)	(4,281)	(396)	3,885
Fund Balance, January 1	97,286	97,286	97,286	-
Fund Balance, December 31	\$ 91,936	\$ 93,005	\$ 96,890	\$ 3,885

See accompanying notes to the Budgetary Comparison Schedules.

City of Leeton

Notes to the Budgetary Comparison Schedules

Year Ended December 31, 2020

Budgets and Budgetary Accounting

The City uses the following procedures in establishing the budgetary data reflected in the Budgetary Comparison Schedule:

1. Prior to January, the City Clerk submits to the Board of Aldermen a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed disbursement plans and the proposed means of financing them.
2. One public hearing is conducted by the City in December to obtain taxpayers' comments on the proposed budget.
3. Prior to January 1, the Board of Aldermen adopts a budget for the City.
4. Budgets for the General and Special Revenue Funds are adopted on a basis consistent with the modified cash basis. Budgeted amounts may be amended during the year by the Board of Aldermen.