



CITY OF
SAPULPA



CITY OF SAPULPA, OKLAHOMA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
AND ACCOMPANYING
INDEPENDENT AUDITOR'S REPORTS
FOR THE FISCAL YEAR ENDED
JUNE 30, 2021

**CITY OF SAPULPA, OKLAHOMA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
AND ACCOMPANYING INDEPENDENT AUDITOR’S REPORTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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INTRODUCTION SECTION



March 29, 2022

To the Honorable Mayor Craig Henderson, City Councilors, and Citizens:

We are pleased to submit to you the Annual Comprehensive Financial Report (ACFR) of the City of Sapulpa for the fiscal year ended June 30, 2021. The report was prepared by the Finance Department of the City of Sapulpa to present the financial position of the City and the results of the City's financial operations in accordance with generally accepted accounting principles (GAAP).

City Management is responsible for establishing and maintaining an internal control structure. This internal control structure is designed to ensure the assets of Sapulpa are protected from theft, loss, or misuse. It is also designed to ensure that sufficient accounting data is compiled to allow for preparation of the financial statements in accordance with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data, as presented, is accurate in all material respects, and all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

The Management's Discussion and Analysis provide additional narrative and detailed analysis of the City's financial affairs, and we encourage readers to consider that information in conjunction with the information presented here.

To facilitate the understanding of the City's financial affairs, the ACFR is divided into the following sections:

- Introductory Section – Includes a table of contents, a letter of transmittal, the City's organizational chart, and a list of City Officials.
- Financial Section – Consists of the independent auditor's report, management's discussion and analysis, the basic financial statements, required supplementary information, and other supplementary information.
- Statistical Section – Presents unaudited financial, economic, and demographic data and other information relative to the community.



Governmental Structure

The City of Sapulpa, the County seat of Creek County, Oklahoma, is in the extreme northeast corner of the County, only twelve miles from the City of Tulsa, Oklahoma. The City lies astride Interstate Highway 44 (Turner Turnpike) connecting the cities of Tulsa and Oklahoma City. First incorporated prior to Oklahoma statehood, its first City Charter was adopted in 1910, with major revisions thereto in 1922, 1970, 2002, 2005, and 2014. Currently operating under a Municipal Charter form of Government pursuant to Oklahoma Statutes 1991, Sect. 13-101, et seq., the city is governed by a Board of Councilors consisting of ten councilors, two council members from each of five wards. The mayor is chosen from among the council itself. The City Council also serves as trustees of the Sapulpa Municipal Authority and the Sapulpa Development Authority. The Mayor and Council appoint a City Manager, a City Attorney, and a City Treasurer. The responsibility for the day-to-day operations of the City rests with the City Manager.

The City operates on a fiscal year basis which begins on July 1st and ends the following June 30th. All funds with revenue and expenditures, including the Sapulpa Municipal Authority and the Sapulpa Development Authority, require an annual budget which shall present a complete financial plan for the City. At least thirty (30) days prior to the beginning of the fiscal year this annual budget is submitted to City Council by the City Manager. A public hearing is held to obtain citizen comments. After the public hearing but no later than June 23rd the budget is adopted by resolution of the City Council.

Economic Conditions and Outlook

The primary measure of local economic activity is sales tax revenue. The City relies on sales tax revenue to fund its governmental operations. Sales tax revenue increased 10.2% over the prior fiscal year and continues to increase.

The other major revenue is the Sapulpa Municipal Authority (SMA) charges for service, which include water, sewer, stormwater management, and refuse revenue. The FY 2020/2021 charges for service increased 1.1% from prior year.

In preparing the FY 2021/2022 budget City officials believe that the overall outlook for the City remains stable; however due to the national pandemic and the uncertainty of the results to the economy the sales tax was projected at \$14,043,108.00, a decrease of approximately 7% from FY 2020/2021 actual.

Overall economic outlook for the City continues to remain positive. The City is experiencing growth in several areas including new job growth, housing, industrial growth and expansion, along with renovations to existing buildings.

In January 2020 our citizens passed a \$40 million bond package with over \$20 million already issued which will fund several projects including:

- A Downtown Master Plan which will provide a usable map to improve, update, and create walkable usable spaces for new investment in an expanded downtown
- Rebuilding of Fire Station #3 and a Fire Training Center



- Police vehicles, station upgrades, and technology, radio, and computer upgrades
- Several street projects to improve driver safety and enhance residential development
- Quality of Life improvements including the Bartlett Sports Complex, several park improvements, lake property improvements, and golf course irrigation

Acknowledgments

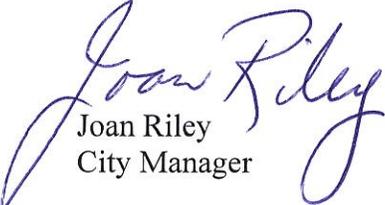
The City received the Governmental Finance Officers Association of the United States and Canada (GFOA) Certificate of Achievement for Excellence in Financial Reporting for its annual comprehensive financial report for the year ended June 30, 2020. This was the first time the City received this prestigious award.

For the City to be awarded a Certificate of Achievement for Excellence in Financial Reporting, the City must publish an efficiently organized and easily readable Annual Comprehensive Financial Report. This report must follow generally accepted accounting principles and follow applicable legal requirements. This certificate is valid for a one-year period only. We believe that our current Annual Comprehensive Financial Report continues to meet the program's requirements and we are submitting it to the GFOA for consideration of its eligibility for another certificate.

The preparation of this report is a combined effort of the staff of the Finance Department with the professional assistance of our consultants, Crawford & Associates, P.C., and our independent auditors, Arledge & Associates, P.C. We would like to express our appreciation to all individuals who assisted in the preparation of this report.

We would also like to thank the Mayor and the members of the City Council for their leadership, encouragement and support in our effort to provide the citizens with quality services, management and financial reporting.

Respectfully submitted,


Joan Riley
City Manager


Pamela Vann
Finance Director



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Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Sapulpa
Oklahoma**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO

CITY OF SAPULPA
LIST OF CITY OFFICIALS
FOR THE FISCAL YEAR
JULY 1, 2020 – JUNE 30, 2021

HONORABLE CRAIG HENDERSON, MAYOR
HONORABLE CARLA GUNN, VICE-MAYOR

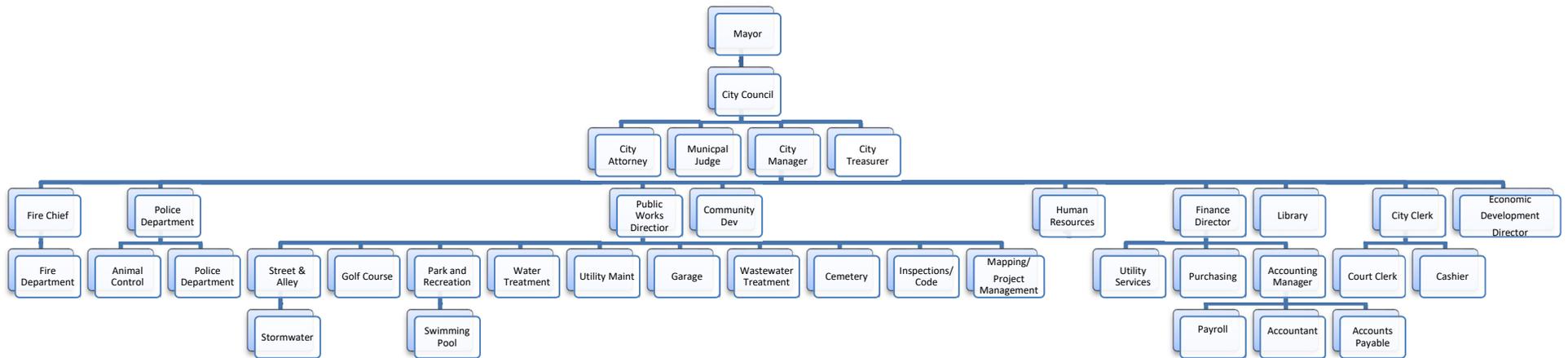
COUNCIL:

BRUCE BLEDSOE
MARTY CUMMINS
JOSEPH HALE
RICHARD HUDSON

LOUIS MARTIN, JR
HUGO NAIFEH
BRIAN STEPHENS
JOHN SUGGS

Joan Riley, City Manager
David Widdoes, City Attorney
Shirley Burzio, City Clerk
Pamela Vann, Finance Director

City of Sapulpa Organizational Chart



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FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the City Council
City of Sapulpa, Oklahoma

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Sapulpa, Oklahoma (the "City") as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's 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 accounting principles generally accepted in the United States of America; this includes 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.

Auditor's 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 auditor's 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 entity'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 entity'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.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information, pension exhibits, and other post-employment benefits funding schedule, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, other supplementary information, and statistical section, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information, as listed in the table of contents, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have 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 them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 17, 2022, on our consideration of the City'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 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's internal control over financial reporting and compliance.

Arledge & Associates, P.C.

Edmond, Oklahoma
March 17, 2022



Our discussion and analysis of the City of Sapulpa's financial performance provides an overview of the City's financial activities for the fiscal year ended June 30, 2021. Please read it in conjunction with the City's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- The total net position at the end of fiscal years 2021 and 2020 for governmental activities was \$44.1 million and \$40.8 million respectively.
- The total net position at the end of fiscal years 2021 and 2020 for business-type activities was \$6.7 million and \$6.5 million, respectively.
- During the year, the City's expenses for governmental activities were \$23.6 million and were funded by program revenues of \$5.3 million and further funded with taxes, other general revenues and transfers that totaled \$21.6 million.
- In the City's business-type activities, such as utilities and golf course, total program revenues were under total program expenses by \$1.1 million, while general revenues and transfers totaled \$1.4 million.
- At June 30, 2021, the General Fund reported an unassigned fund balance of \$3.2 million.
- For budgetary reporting purposes, the General Fund reported revenues and transfers over estimates by \$473 thousand or 1.8%, while expenditures and transfers were less than final appropriations by \$1.6 million or 5.9%.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial statements presented herein include all of the activities of the City of Sapulpa (the "City") and its component units using the integrated approach as prescribed by GASB Statement No. 34. Included in this report are government-wide statements for each of two categories of activities – governmental and business-type. The government-wide financial statements present the complete financial picture of the City from the economic resources measurement focus using the accrual basis of accounting. They present governmental activities and business-type activities separately and combined. These statements include all assets of the City (including infrastructure capital assets) as well as all liabilities (including all long-term debt), along with any inflows and outflows that are deferred.

Reporting the City as a Whole

Government-wide Statements

One of the most frequently asked questions about the City's finances is, "Has the City's overall financial condition improved, declined or remained steady over the past year?" The Statement of Net Position and the Statement of Activities report information about the City as a whole and about its activities in a way that helps answer this question. These statements include all assets, deferred inflows, liabilities, and deferred outflows using the accrual basis of accounting. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two government-wide statements report the City's net position and changes in them from the prior year. You can think of the City's net position – the difference between assets, deferred inflows, liabilities, and deferred outflows – as one way to measure the City's financial condition, or position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving, deteriorating, or remaining steady.

However, you must consider other nonfinancial factors, such as changes in the City's tax base, the condition of the City's roads, and the quality of services to assess the overall health and performance of the City.

As mentioned above, in the Statement of Net Position and the Statement of Activities, we divide the City into two kinds of activities:

- Governmental activities -- Most of the City's basic services are reported here, including the police, fire, general administration, streets, and parks. Sales taxes, franchise fees, fines, and state and federal grants finance most of these activities.
- Business-type activities -- The City charges a fee to customers to help cover all or most of the cost of certain services it provides. The City's water, wastewater, sanitation, stormwater, and golf course activities are reported here.

Reporting the City's Most Significant Funds

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds – not the City as a whole. Some funds are required to be established by State law and by bond covenants. However, management establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money.

Governmental funds -- Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic service it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The differences of results in the Governmental Fund financial statements to those in the Government-Wide financial statements are explained in a reconciliation following each Governmental Fund financial statement.

Proprietary funds -- When the City charges customers for the services it provides – whether to outside customers or to other units of the City – these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Revenues, Expenses and Changes in Fund Net Position. In fact, the City's enterprise funds are essentially the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows.

A FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

Statement of Net Position

The City's total net position as of June 30, 2021 was \$50.9 million, which was \$3.6 million more than the fiscal year ended June 30, 2020. The contributing factors to this change were an increase in capital assets of \$4 million, an increase of \$2.2 million in restricted net position, and an increase in the negative unrestricted net position of \$2.6 million.

Current assets for governmental activities increased by \$5.4 million, mainly due to an increase in investments of \$8.8 million and an increase of \$1.2 million in internal balances, which was offset by a decrease in cash and cash equivalents of \$4.6 million.

Deferred outflows of resources for business-type activities increased by \$4.1 million, due to the amortized loss of refunding recognized as part of the new debt issuance (as discussed in further detail in the Long-Term Debt section).

Non-current liabilities for governmental activities increased by \$6.6 million, due mostly to the issuance of a general obligation bond for \$5.8 million and an increase in net pension liabilities of \$2.9 million, which was offset by debt retirements totaling \$2.2 million.

Non-current liabilities for business-type activities increased by \$7.4 million, due mostly to the issuance of the \$66.3 million revenue bonds that were used to refund \$59.5 million of bonds outstanding.

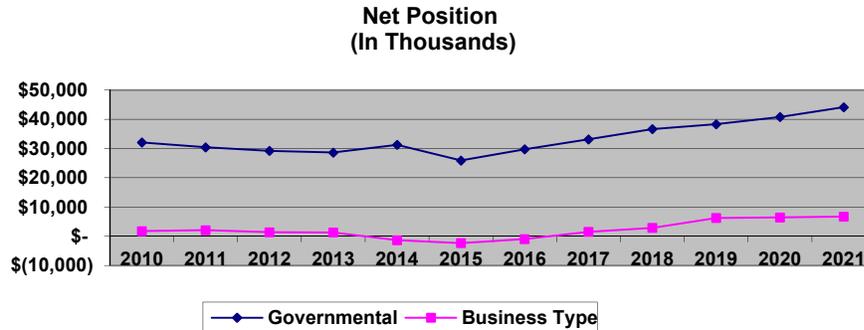
The restricted net position of governmental activities increased by \$1.4 million, the biggest contributing factors being the increases in restrictions for capital improvements from the Street Improvement Sales Tax Fund of \$886 thousand and the Sewer Plant Sales Tax Fund of \$370 thousand.

A comparative, condensed presentation of net positions follows.

TABLE 1
NET POSITION (In Thousands)
JUNE 30, 2021 AND 2020

	Governmental Activities		% Inc. (Dec.)	Business-Type Activities		% Inc. (Dec.)	Total		% Inc. (Dec.)
	2021	2020		2021	2020		2021	2020	
Current assets	\$ 35,102	\$ 29,727	18%	\$ 5,948	\$ 6,310	-6%	\$ 41,050	\$ 36,037	14%
Capital assets, net	59,374	56,640	5%	65,664	61,439	7%	125,038	118,079	6%
Other non-current assets	-	47	100%	-	-	0%	-	47	100%
Total assets	94,476	86,414	9%	71,612	67,749	6%	166,088	154,163	8%
Deferred outflows of resources	4,138	3,417	21%	7,299	3,198	128%	11,437	6,615	73%
Total assets and deferred outflows of resources	98,614	89,831	10%	78,911	70,947	11%	177,525	160,778	10%
Current liabilities	3,775	3,902	-3%	3,677	3,395	8%	7,452	7,297	2%
Non-current liabilities	49,755	43,194	15%	68,390	60,991	12%	118,145	104,185	13%
Total liabilities	53,530	47,096	14%	72,067	64,386	12%	125,597	111,482	13%
Deferring inflows of resources	941	1,937	-51%	109	103	6%	1,050	2,040	-49%
Net position									
Net investment in capital assets	41,471	41,198	1%	7,460	3,707	101%	48,931	44,905	9%
Restricted	7,638	6,270	22%	1,857	993	87%	9,495	7,263	31%
Unrestricted (deficit)	(4,966)	(6,670)	-26%	(2,582)	1,758	-247%	(7,548)	(4,912)	54%
Total net position	\$ 44,143	\$ 40,798	8%	\$ 6,735	\$ 6,458	4%	\$ 50,878	\$ 47,256	8%

The following chart is representative of the City's net position as reflected over the past twelve years.



Statement of Activities

The City's total revenues amounted to \$40.1 million and \$35.1 million during the fiscal years ended June 30, 2021 and 2020, respectively. For the year ending June 30, 2021, charges for services made up \$13.3 million or 33.1%, and taxes made up \$22.1 million or 55.2%. For the year ending June 30, 2020, charges for services made up \$12.8 million or 36.5%, and taxes made up \$19.1 million or 54.4%.

The City's total expenses amounted to \$36.5 million and \$32.4 million during the fiscal years ended June 30, 2021 and 2020, respectively. For the year ending June 30, 2021, public safety made up \$14.5 million or 39.7%, water made up \$5 million or 13.7%, and wastewater totaled \$5.4 million or 14.7%. For the year ending June 30, 2020, public safety made up \$12 million or 37.1%, water made up \$4.4 million or 13.6%, and wastewater totaled \$5 million or 15.4%.

A comparative, condensed presentation of changes in net position follows.

**TABLE 2
CHANGES IN NET POSITION (In Thousands)
JUNE 30, 2021 AND 2020**

	Governmental Activities		% Inc. (Dec.)	Business-Type Activities		% Inc. (Dec.)	Total		% Inc. (Dec.)
	2021	2020		2021	2020		2021	2020	
Revenues									
Charges for service	\$ 1,502	\$ 1,262	19%	\$ 11,797	\$ 11,535	2%	\$ 13,299	\$ 12,797	4%
Operating grants and contributions	2,044	1,819	12%	1	-	0%	2,045	1,819	12%
Capital grants and contributions	1,764	156	1031%	-	-	0%	1,764	156	1031%
Taxes	22,135	19,082	16%	-	-	0%	22,135	19,082	16%
Intergovernmental revenue	356	328	9%	-	-	0%	356	328	9%
Investment income	83	120	-31%	24	62	-61%	107	182	-41%
Miscellaneous	274	537	-49%	143	160	-11%	417	697	-40%
Total revenues	28,158	23,304	21%	11,965	11,757	2%	40,123	35,061	14%
Expenses									
Administration	1,426	1,773	-20%	-	-	-	1,426	1,773	-20%
General government	1,823	1,964	-7%	-	-	-	1,823	1,964	-7%
Legal and judicial	351	369	-5%	-	-	-	351	369	-5%
Public safety	14,488	12,029	20%	-	-	-	14,488	12,029	20%
Urban development	1,053	497	112%	-	-	-	1,053	497	112%
Streets	2,171	2,077	5%	-	-	-	2,171	2,077	5%
Culture, parks and recreation	1,425	1,476	-3%	-	-	-	1,425	1,476	-3%
Interest on long-term debt	839	544	54%	-	-	-	839	544	54%
Water	-	-	-	4,987	4,398	13%	4,987	4,398	13%
Wastewater	-	-	-	5,363	4,981	8%	5,363	4,981	8%
Sanitation	-	-	-	1,069	817	31%	1,069	817	31%
Stormwater	-	-	-	736	722	2%	736	722	2%
Golf operations	-	-	-	771	760	1%	771	760	1%
Total expenses	23,576	20,729	14%	12,926	11,678	11%	36,502	32,407	13%
Excess (deficiency) before transfers	4,582	2,575	78%	(961)	79	-1316%	3,621	2,654	36%
Transfers	(1,238)	(116)	-967%	1,238	116	967%	-	-	-
Increase in net position	\$ 3,344	\$ 2,459	36%	\$ 277	\$ 195	42%	\$ 3,621	\$ 2,654	36%

Explanations for the more significant changes include:

Governmental public safety - \$2.5 million or 20.4% increase due mainly to increased personnel expenses including pension-related expenses of \$1.3 million.

Transfers - \$1.2 million or 967% change due to transfers from the SMA to governmental activities increasing again in the current fiscal year after previously decreasing substantially in the previous fiscal year.

To aid in the understanding of the Statement of Activities some additional explanation is given. Of particular interest is the format that is significantly different than a typical Statement of Revenues, Expenses, and Changes in Fund Balance. You will notice that expenses are listed in the first column with revenues from that particular program reported to the right. The result is a Net (Expense)/Revenue. The reason for this kind of format is to highlight the relative financial burden of each of the functions on the City's taxpayers. It also identifies how much each function draws from the general revenues or if it is self-financing through fees and grants or contributions. All other governmental revenues are reported as general. It is important to note all taxes are classified as general revenue even if restricted for a specific purpose.

Governmental Activities

The following table compares fiscal year 2021 and 2020 total Governmental Activities expenses and net revenue (expense) of services:

TABLE 3
Net Revenue (Expense) of Governmental Activities (In Thousands)
June 30, 2021 and 2020

	Total Expense of Services		% Inc. (Dec.)	Net Revenue (Expense) of Services		% Inc. (Dec.)
	2021	2020		2021	2020	
Administration	\$ 1,426	\$ 1,773	-20%	(\$1,426)	(\$1,773)	-20%
General government	1,823	1,964	-7%	(1,279)	(1,532)	-17%
Legal and judicial	351	369	-5%	(351)	(369)	-5%
Public safety	14,488	12,029	20%	(11,952)	(9,731)	23%
Urban development	1,054	497	112%	(1,053)	(471)	124%
Streets	2,171	2,077	5%	(214)	(1,828)	-88%
Culture and recreation	1,425	1,476	-3%	(1,153)	(1,244)	-7%
Interest on long-term debt	838	544	54%	(838)	(543)	54%
Total	\$23,576	\$20,729	14%	(\$18,266)	(\$17,491)	4%

Business-type Activities

The following table compares fiscal year 2021 and 2020 total Business-type Activities expenses and net revenue (expense) of services:

TABLE 4
Net Revenue (Expense) of Business-Type Activities (In Thousands)
June 30, 2021 and 2020

	Total Expense of Services		% Inc. Dec.	Net Revenue (Expense) of Services		% Inc. Dec.
	2021	2020		2021	2020	
Water	\$ 4,987	\$ 4,398	13%	\$ (46)	\$ 573	-108%
Wastewater	5,363	4,981	8%	(1,073)	(806)	33%
Sanitation	1,069	817	31%	187	401	-53%
Stormwater	736	722	2%	134	147	-9%
Golf operations	771	760	1%	(331)	(459)	-28%
Total	\$ 12,926	\$ 11,678	11%	\$ (1,129)	\$ (144)	684%

A FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As the City completed its 2021 fiscal year, the governmental funds reported a combined fund balance of \$34.6 million and \$28.5 million in fiscal years 2021 and 2020, respectively. The enterprise funds reported a combined net position of \$5.0 million and \$5.2 million in fiscal years 2021 and 2020, respectively.

FUND BALANCE/NET POSITION
(In thousands of dollars)
June 30, 2021 and 2020

Governmental Funds			Enterprise Funds		
	2021	2020		2021	2020
Nonspendable	\$ 126	\$ 127	Net Investment in Capital Assets	\$ 7,460	\$ 3,707
Restricted	26,952	23,437	Restricted for debt service	616	261
Assigned	4,891	3,970	Unrestricted (deficit)	(3,091)	1,280
Unassigned	3,202	996			
Total Fund Balance	<u>\$ 35,171</u>	<u>\$ 28,530</u>	Total Net Position	<u>\$ 4,985</u>	<u>\$ 5,248</u>

Other fund highlights include:

- For the year ended June 30, 2021, the General Fund's total fund balance increased \$2.7 million or 96.1%, due primarily to increases to investments of \$1.3 million and to increases in due from other funds of \$1.2 million.
- The G.O. Bond Construction Fund's total fund balance increased \$2.7 million or 19.7% due an increase of \$2.9 million to total assets (decrease of \$3.6 million in cash and cash equivalents which was offset by the increase in investments of \$6.5 million) due to the issuance of debt.
- The Sapulpa Municipal Authority enterprise fund remained fairly constant between fiscal years 2021 and 2020 as the total net position decreased by \$352 thousand or 7.7%, due to various increases and decreases in assets, deferred outflows of resources, and liabilities that collectively resulted in a slight increase overall.

General Fund Budgetary Highlights

Over the course of the year, the City Council revised the General Fund budget various times. The revised budget included an increase in overall revenue projections of 28.7% or approximately \$6 million, mainly related to increased sales tax collections over original estimates of 30% or \$3.6 million, and an increase in appropriations of 18.6% or \$4.2 million, with most of the increased appropriations related to the required sales tax transfers.

For budgetary reporting purposes, the General Fund reported revenues over final estimates by \$473 thousand or 1.8%, while expenditures were less than the final appropriations by \$1.6 million or 6%.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of June 30, 2021, the City had approximately \$125 million invested in capital assets, net of depreciation, including police and fire equipment, buildings, park facilities, water lines, and sewer lines. This represents a net increase of \$7 million or 5.9% over the prior year.

TABLE 5
Primary Government Capital Assets (In Thousands)
(Net of accumulated depreciation)
June 30, 2021 and 2020

	Governmental		Business-Type		Total	
	Activities		Activities			
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Land	\$ 5,134	\$ 4,864	\$ 71	\$ 71	\$ 5,205	\$ 4,935
Buildings	8,881	9,145	2,143	2,161	11,024	11,306
Imp. other than buildings	1,649	1,826	223	237	1,872	2,063
Machinery, furniture and equipment	6,352	6,075	1,638	1,625	7,990	7,700
Infrastructure	28,315	29,323	4,934	5,111	33,249	34,434
Intangible water rights	-	-	4,915	4,916	4,915	4,916
Utility property	-	-	43,161	44,268	43,161	44,268
Construction in progress	9,043	5,406	8,578	3,050	17,621	8,456
Totals	<u>\$ 59,374</u>	<u>\$ 56,639</u>	<u>\$ 65,663</u>	<u>\$ 61,439</u>	<u>\$ 125,037</u>	<u>\$ 118,078</u>

This year's more significant capital asset additions include:

- \$149,114 – 24 Acres of Land
- \$488,062 – Mobile Meter Reading Program
- \$149,679 – 2020 Western Star 16' Dump Truck

This year's more significant additions to construction in progress include:

- \$1,166,371 – Reconstruction and Widening of Canyon Road
- \$1,038,872 – Frankoma Road Sewer Extension Project
- \$3,706,176 – WWTP Improvements

See Note 3.D. to the financial statements for more detail information on the City's capital assets and changes therein.

Long- Term Debt

The City had \$108.1 million and \$95.2 million in outstanding debt at the end of fiscal years 2021 and 2020, respectively. Governmental Activities increased by \$3.9 million due to the issuance of a series of bonds (Series 2021A G.O. Bonds) and a note payable totaling \$5.8, which was offset by the other scheduled debt payments. Business-type Activities increased by \$9 million largely due to issuance of a series of bonds (Series 2020 Refunding Utility System Revenue Bonds) which was offset within \$6.8 million due to the refunding of two series of bonds (Series 2012 Refunding Revenue Bonds and Series 2013 Refunding Revenue Bonds). The other portions of the change were from the additional draws of available balance for the Notes Payable, which was then offset by the regular retirement of debt.

The City's changes in long-term debt by type of debt are as follows (excludes unamortized premiums/discounts and deferred amounts on refunding):

TABLE 6
Primary Government Long-Term Debt (In Thousands)
June 30, 2021 and 2020

	<u>Governmental</u> <u>Activities</u>		<u>Business-Type</u> <u>Activities</u>		<u>Total</u>	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Accrued absences	\$ 1,872	\$ 1,594	\$ 231	\$ 204	\$ 2,103	\$ 1,798
Revenue bonds	4,365	4,850	64,845	59,530	69,210	64,380
Due to depositors	-	-	334	328	334	328
Water contract obligations	-	-	643	680	643	680
Notes payable	86	-	4,823	1,151	4,909	1,151
General obligation bonds	30,415	25,955	-	-	30,415	25,955
Judgments payable	-	267	-	-	-	267
Capital leases	452	630	-	-	452	630
Totals	\$ 37,190	\$ 33,296	\$ 70,876	\$ 61,893	\$ 108,066	\$ 95,189

See Note 3.F. to the financial statements for more detail information on the City's long-term debt and changes therein.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The impact of the COVID-19 pandemic has continued to be felt by the City throughout the current fiscal year. However, Sapulpa's overall economic outlook appears to be stable and will continue on this trajectory into the future.

Total sales tax collections, which are the major revenue for the General Fund, had a 9.7% increase from fiscal year 2019-2020 (\$13,862,297) to fiscal year 2020-2021 (\$15,211,627). A conservative approach was used in projecting sales tax for fiscal year 2021-2022. Sales tax was budgeted at \$14,043,107 or 7.7% less than the fiscal year 2020-2021 actual. Total assessed valuation of property went up 3.7% from 2020 to 2021.

The Sapulpa Municipal Authority (SMA) charges for service, which include water, sewer, and refuse revenues, shows an increase of 0.9% for fiscal year 2020-2021 (\$10,260,456) from 2019-2020 actual (\$10,164,488). Revenues for these services for fiscal year 2020-2021 were projected down 0.3%, or \$26,371, lower than fiscal year 2020-2021 actual. This slight decrease reflects a presumption of fairly stagnant charges for service revenue during fiscal year 2020-2021 in light of the ongoing pandemic.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Director's office at 425 E. Dewey, P. O. Box 1130, Sapulpa, Oklahoma 74067-1130 or by phone at (918)248-5911.

City of Sapulpa
Statement of Net Position
June 30, 2021

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 18,833,221	\$ 2,964,856	\$ 21,798,077
Investments	12,025,721	1,856,051	13,881,772
Deposits with insurance pool	6,870	-	6,870
Internal balances	1,282,000	(1,282,000)	-
Interest receivable	16,019	2,465	18,484
Accounts receivable, net of allowance	100	899,429	899,529
Franchise tax receivable	175,892	-	175,892
Court fines receivable	485,718	-	485,718
Due from other governments	2,226,276	559,946	2,786,222
Other receivables	18,348	531,217	549,565
Inventory	32,123	110,971	143,094
Prepaid expenses	-	305,177	305,177
Capital assets:			
Land and construction in progress	14,177,206	13,564,067	27,741,273
Other capital assets, net of depreciation	45,196,460	52,099,575	97,296,035
Total assets	94,475,954	71,611,754	166,087,708
DEFERRED OUTFLOWS OF RESOURCES			
Deferred amount on refunding	50,715	7,284,431	7,335,146
Deferred amounts related to OPEB	75,787	14,894	90,681
Deferred amounts related to pensions	4,011,381	-	4,011,381
Total deferred outflows	4,137,883	7,299,325	11,437,208
LIABILITIES			
Accounts payable	671,374	438,876	1,110,250
Accrued payroll liabilities	134,183	73,549	207,732
Accrued interest payable	112,822	373,718	486,540
Due to other governments	2,885	-	2,885
Escrow deposits	50,018	-	50,018
Due to bondholders	3,535	-	3,535
Unearned revenue	-	3,366	3,366
Long-term liabilities:			
Due within one year	2,799,816	2,787,878	5,587,694
Due in more than one year	35,430,120	68,088,136	103,518,256
Net pension liabilities- due in more than one year	13,109,750	-	13,109,750
Total OPEB liability - due in more than one year	1,215,458	302,066	1,517,524
Total liabilities	53,529,961	72,067,589	125,597,550
DEFERRED INFLOWS OF RESOURCES			
Deferred amounts related to OPEB	100,067	108,734	208,801
Deferred amounts related to pensions	840,917	-	840,917
Total deferred inflows	940,984	108,734	1,049,718
NET POSITION			
Net investment in capital assets	41,471,321	7,459,904	48,931,225
Restricted for:			
Capital projects	621,790	-	621,790
Debt service	1,674,422	615,820	2,290,242
Streets	3,490,255	-	3,490,255
Public safety	652,784	-	652,784
Economic development	1,198,542	-	1,198,542
Water capital projects	-	666,336	666,336
Sewer capital projects	-	575,327	575,327
Unrestricted (deficit)	(4,966,222)	(2,582,631)	(7,548,853)
Total net position	\$ 44,142,892	\$ 6,734,756	\$ 50,877,648

See accompanying notes to the basic financial statements.

**City of Sapulpa
Statement of Activities
For the Year Ended June 30, 2021**

Functions/Programs	Program Revenue				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	Total
Primary government							
Governmental activities:							
Administration	\$ 1,425,897	\$ -	\$ -	\$ -	\$ (1,425,897)	\$ -	\$ (1,425,897)
General government	1,822,882	543,842	-	-	(1,279,040)	-	(1,279,040)
Legal and judicial	351,067	-	-	-	(351,067)	-	(351,067)
Public safety	14,488,219	846,317	1,689,901	-	(11,952,001)	-	(11,952,001)
Urban development	1,053,445	-	-	-	(1,053,445)	-	(1,053,445)
Streets	2,170,664	490	192,598	1,763,880	(213,696)	-	(213,696)
Culture and recreation	1,425,240	111,529	161,024	-	(1,152,687)	-	(1,152,687)
Interest on long-term debt	837,911	-	-	-	(837,911)	-	(837,911)
Total governmental activities	<u>23,575,325</u>	<u>1,502,178</u>	<u>2,043,523</u>	<u>1,763,880</u>	<u>(18,265,744)</u>	<u>-</u>	<u>(18,265,744)</u>
Business-type activities							
Water	4,986,506	4,940,725	-	-	-	(45,781)	(45,781)
Wastewater	5,363,491	4,290,569	-	-	-	(1,072,922)	(1,072,922)
Sanitation	1,069,443	1,256,785	-	-	-	187,342	187,342
Stormwater	736,415	869,924	-	-	-	133,509	133,509
Golf operations	771,134	439,027	1,200	-	-	(330,907)	(330,907)
Total business-type activities	<u>12,926,989</u>	<u>11,797,030</u>	<u>1,200</u>	<u>-</u>	<u>-</u>	<u>(1,128,759)</u>	<u>(1,128,759)</u>
Total primary government	<u>\$ 36,502,314</u>	<u>\$ 13,299,208</u>	<u>\$ 2,044,723</u>	<u>\$ 1,763,880</u>	<u>(18,265,744)</u>	<u>(1,128,759)</u>	<u>(19,394,503)</u>
General revenues:							
Taxes:							
Sales and use taxes					17,264,571	-	17,264,571
Property taxes					2,430,445	-	2,430,445
Franchise and public service taxes					850,082	-	850,082
Payment in lieu of tax					169,033	-	169,033
Hotel/motel taxes					242,481	-	242,481
Tax apportionment revenue					828,693	-	828,693
E-911 taxes					351,206	-	351,206
Intergovernmental revenue not restricted to specific programs					355,777	-	355,777
Investment income					82,603	23,553	106,156
Miscellaneous					274,365	143,498	417,863
Transfers - Internal activity					(1,238,144)	1,238,144	-
Total general revenues and transfers					<u>21,611,112</u>	<u>1,405,195</u>	<u>23,016,307</u>
Change in net position					<u>3,345,368</u>	<u>276,436</u>	<u>3,621,804</u>
Net position - beginning					<u>40,797,524</u>	<u>6,458,320</u>	<u>47,255,844</u>
Net position - ending					<u>\$ 44,142,892</u>	<u>\$ 6,734,756</u>	<u>\$ 50,877,648</u>

See accompanying notes to the basic financial statements.

**City of Sapulpa
Balance Sheet
Governmental Funds
June 30, 2021**

	<u>General Fund</u>	<u>G.O. Bond Construction Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and cash equivalents	\$ 1,544,337	\$ 9,965,446	\$ 8,216,330	\$ 19,726,113
Investments	1,533,390	6,500,000	4,211,887	12,245,277
Deposits with insurance pool	6,870	-	-	6,870
Deposits with fiscal agent	-	-	188	188
Accrued interest receivable	1,226	8,318	6,778	16,322
Due from other funds	1,382,000	-	-	1,382,000
Due from other governments	1,226,964	-	1,526,822	2,753,786
Franchise tax receivable	175,892	-	-	175,892
Court fines receivable	472,733	-	12,985	485,718
Other receivables	1,381	-	9,748	11,129
Inventory	8,753	-	117,105	125,858
Total assets	<u>\$ 6,353,546</u>	<u>\$ 16,473,764</u>	<u>\$ 14,101,843</u>	<u>\$ 36,929,153</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 245,573	\$ 238,666	\$ 164,290	\$ 648,529
Accrued payroll liabilities	87,930	-	61,358	149,288
Accrued interest payable	-	-	4,253	4,253
Due to other funds	-	-	150,000	150,000
Due to other governments	4,151	-	292	4,443
Escrow deposit	38,033	-	-	38,033
Refundable court bonds	3,535	-	-	3,535
Total liabilities	<u>379,222</u>	<u>238,666</u>	<u>380,193</u>	<u>998,081</u>
DEFERRED INFLOW OF RESOURCES				
Unavailable revenue	<u>430,528</u>	<u>4,626</u>	<u>325,434</u>	<u>760,588</u>
Fund balances:				
Non-spendable	8,753	-	117,105	125,858
Restricted	-	16,230,472	10,721,808	26,952,280
Assigned	2,333,409	-	2,557,303	4,890,712
Unassigned	3,201,634	-	-	3,201,634
Total fund balances	<u>5,543,796</u>	<u>16,230,472</u>	<u>13,396,216</u>	<u>35,170,484</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 6,353,546</u>	<u>\$ 16,473,764</u>	<u>\$ 14,101,843</u>	<u>\$ 36,929,153</u>

See accompanying notes to the basic financial statements.

City of Sapulpa
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
June 30, 2021

Fund Balance - Net Position Reconciliation: \$ 35,170,484

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds, net of accumulated depreciation of \$35,111,070 59,373,666

Internal service funds are used by management to charge costs of certain activities that benefit multiple funds, such as self-insurance costs, to individual funds. The assets and liabilities of these internal service funds are reported in the governmental activities of the Statement of Net Position:

Internal service funds' net position 57,272

Certain special revenue funds are used by management to perform business-type activities. The assets and liabilities of these special revenue funds are included in business-type activities in the Statement of Net Position:

Water & sewer sales tax fund	(432,567)
Water resources fund	(734,653)
Sewer plant sales tax fund	(582,355)
	(1,749,575)

Other long-term assets and deferred outflows are not available to pay for current period expenditures and therefore are deferred or not reported in the funds:

Pension related deferred outflows of resources	4,011,381
Deferred amount on general obligation bond refunding	50,715
Unavailable revenue	760,359
OPEB related deferred outflows of resources	75,787
	4,898,242

Certain long-term liabilities are not due and payable from current financial resources and they, along with certain deferred inflows, are not reported in the funds:

Accrued interest payable	(111,069)
Capital lease obligation	(452,167)
Notes payable	(86,223)
Revenue bonds	(4,365,000)
General obligation bond	(30,415,000)
Unamortized premium on general obligation bonds	(1,040,164)
Net pension liability	(13,109,750)
OPEB related deferred inflows of resources	(100,067)
Pension related deferred inflows of resources	(840,917)
Total OPEB liability	(1,215,458)
Accrued compensated absences	(1,871,382)
	(53,607,197)

Net Position of Governmental Activities in the Statement of Net Position \$ 44,142,892

See accompanying notes to the basic financial statements.

City of Sapulpa
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2021

	<u>General Fund</u>	<u>G.O. Bond Construction Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Taxes	\$ 9,921,204	\$ -	\$ 11,982,023	\$ 21,903,227
Intergovernmental	3,031,558	-	634,427	3,665,985
Charges for services	766,172	-	485,784	1,251,956
Fines and forfeitures	271,870	-	18,038	289,908
Licenses and permits	292,838	-	-	292,838
Investment income	8,881	24,702	49,328	82,911
Miscellaneous	99,018	-	421,039	520,057
Total revenues	<u>14,391,541</u>	<u>24,702</u>	<u>13,590,639</u>	<u>28,006,882</u>
EXPENDITURES				
Current:				
Administration	1,356,587	-	-	1,356,587
General government	1,487,622	355,544	480,934	2,324,100
Legal and judicial	344,722	-	-	344,722
Public safety	10,522,830	-	593,265	11,116,095
Urban development	157,856	-	116,522	274,378
Streets	-	-	949,764	949,764
Culture and recreation	465,053	75,218	619,777	1,160,048
Water	-	-	878,388	878,388
Wastewater	-	-	31,266	31,266
Capital Outlay	181,431	2,677,166	4,454,535	7,313,132
Debt Service:				
Principal	28,117	-	2,191,328	2,219,445
Interest	1,607	-	885,932	887,539
Total expenditures	<u>14,545,825</u>	<u>3,107,928</u>	<u>11,201,711</u>	<u>28,855,464</u>
Excess (deficiency) of revenues over expenditures	<u>(154,284)</u>	<u>(3,083,226)</u>	<u>2,388,928</u>	<u>(848,582)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	6,040,634	-	1,460,384	7,501,018
Transfers out	(3,169,356)	-	(2,838,119)	(6,007,475)
Proceeds from long-term debt	-	5,750,000	86,223	5,836,223
Bond premium	-	-	159,542	159,542
Total other financing sources (uses)	<u>2,871,278</u>	<u>5,750,000</u>	<u>(1,131,970)</u>	<u>7,489,308</u>
Net change in fund balances	2,716,994	2,666,774	1,256,958	6,640,726
Fund balances - beginning	2,826,802	13,563,698	12,139,258	28,529,758
Fund balances - ending	<u>\$ 5,543,796</u>	<u>\$ 16,230,472</u>	<u>\$ 13,396,216</u>	<u>\$ 35,170,484</u>

See accompanying notes to the basic financial statements.

City of Sapulpa
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of
Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2021

Changes in Fund Balance - Changes in Net Position Reconciliation: \$ 6,640,726

Amounts reported for Governmental Activities in the Statement of Activities are different because:

Governmental funds report outlays for capital assets as expenditures while governmental activities report depreciation and amortization expense to allocate those expenditures over the life of the assets:

Capital asset purchases capitalized	4,691,358
Land acquisitions	270,337
Book value of disposed capital assets	(4,997)
Depreciation expense	(2,222,655)
	2,734,043

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:

Change in unavailable revenue	(177,859)
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In the Statement of Activities, the net cost of pension benefits earned is calculated and reported as pension expense. The fund financial statements report pension contributions as pension expenditures. This amount represents the difference between pension contributions and calculated pension expense.

(1,241,910)

Certain special revenue funds are used by management to perform business-type activities. The net change in fund balances of these special revenue funds are included in business-type activities in the Statement of Net Position:

Water & Sewer Sales Tax Fund	(26,644)
Water Resources Fund	(142,633)
Sewer Plant Sales Tax Fund	(370,703)
	(539,980)

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position:

Principal payment on capital lease obligation	177,778
Principal payment on judgments payable	266,667
Principal payment on G.O. bonds payable	1,290,000
Principal payment on Revenue bonds payable	485,000
Bond refunding amortization	(12,945)
Bond premium amortization	68,369
Bond premium received	(159,542)
Proceeds from general obligation bonds	(5,750,000)
Proceeds from notes payable	(86,223)
	(3,720,896)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:

Change in accrued interest payable	(8,031)
Change in total OPEB liability	(73,105)
Change in accrued compensated absences	(276,871)
	(358,007)

Internal service fund activity is reported as a proprietary fund in the fund financial statements, but certain net revenues are reported in governmental activities on the Statement of Activities:

Change in net position for internal service funds	9,251
Change in net position of governmental activities	\$ 3,345,368

See accompanying notes to the basic financial statements.

**City of Sapulpa
Statement of Net Position
Proprietary Funds
June 30, 2021**

	Enterprise Funds			Internal Service Fund
	SMA Utility Fund	Non-major Golf Course Fund	Total	
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 530,090	\$ 428,583	\$ 958,673	\$ 57,218
Restricted cash and cash equivalents	1,055,885	-	1,055,885	-
Investments	1,352,716	-	1,352,716	-
Interest receivable	2,162	-	2,162	-
Accounts receivable, net	897,650	1,117	898,767	-
Other receivables	531,217	-	531,217	54
Inventory	-	17,236	17,236	-
Total current assets	<u>4,369,720</u>	<u>446,936</u>	<u>4,816,656</u>	<u>57,272</u>
Non-current assets:				
Restricted investments	283,779	-	283,779	-
Prepaid bond insurance	305,177	-	305,177	-
Capital assets:				
Land and other non-depreciable assets	13,522,907	41,160	13,564,067	-
Other capital assets, net of depreciation	51,626,935	472,640	52,099,575	-
Total non-current assets	<u>65,738,798</u>	<u>513,800</u>	<u>66,252,598</u>	<u>-</u>
Total assets	<u>70,108,518</u>	<u>960,736</u>	<u>71,069,254</u>	<u>57,272</u>
DEFERRED OUTFLOWS OF RESOURCES				
Related to OPEB	14,668	226	14,894	-
Deferred amount on refunding	7,284,431	-	7,284,431	-
Total deferred outflows	<u>7,299,099</u>	<u>226</u>	<u>7,299,325</u>	<u>-</u>
LIABILITIES				
Current liabilities:				
Accounts payable	411,828	17,199	429,027	-
Accrued payroll liabilities	45,777	13,070	58,847	-
Due to other funds	1,232,000	-	1,232,000	-
Accrued interest payable	373,718	-	373,718	-
Unearned revenue	1,465	1,756	3,221	-
Current portion of:				
Due to depositors	66,766	-	66,766	-
Notes payable	220,000	-	220,000	-
Water contract obligations	38,653	-	38,653	-
Revenue bonds payable	2,440,000	-	2,440,000	-
Accrued compensated absences	18,717	3,742	22,459	-
Total current liabilities	<u>4,848,924</u>	<u>35,767</u>	<u>4,884,691</u>	<u>-</u>
Non-current liabilities:				
Due to depositors	267,065	-	267,065	-
Notes payable	4,603,117	-	4,603,117	-
Water contract obligations	604,516	-	604,516	-
Revenue bonds payable, net	62,405,000	-	62,405,000	-
Accrued compensated absences	174,759	33,679	208,438	-
Total OPEB liability	251,722	50,344	302,066	-
Total non-current liabilities	<u>68,306,179</u>	<u>84,023</u>	<u>68,390,202</u>	<u>-</u>
Total liabilities	<u>73,155,103</u>	<u>119,790</u>	<u>73,274,893</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Related to OPEB	37,960	70,774	108,734	-
NET POSITION				
Net investment in capital assets	6,946,104	513,800	7,459,904	-
Restricted for debt service	615,820	-	615,820	-
Unrestricted (deficit)	<u>(3,347,370)</u>	<u>256,598</u>	<u>(3,090,772)</u>	<u>57,272</u>
Total net position	<u>\$ 4,214,554</u>	<u>\$ 770,398</u>	<u>\$ 4,984,952</u>	<u>\$ 57,272</u>

Amounts reported for business-type activities in the Statement of Net Position are different because:

Certain special revenue funds are used by management to perform business-type activities. The assets and liabilities of certain special revenue funds are included in the business-type activities in the Statement of Net Position.

Impact of governmental fund's unavailable revenue recognized as revenue in the government-wide level for business-type activities

Net Position of business-type activities

1,749,575
229
\$ 6,734,756

See accompanying notes to the basic financial statements.

City of Sapulpa
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2021

	<u>Enterprise Funds</u>			<u>Internal Service Fund</u>
	<u>SMA Utility Fund</u>	<u>Non-major Golf Course Fund</u>	<u>Total</u>	
REVENUES				
Water charges	\$ 4,577,971	\$ -	\$ 4,577,971	\$ -
Sewer charges	4,253,834	-	4,253,834	-
Sanitation	1,117,638	-	1,117,638	-
Water taps	47,620	-	47,620	-
Sewer taps	36,735	-	36,735	-
Late charges	172,546	-	172,546	-
Recycling center	680	-	680	-
Trucked water	138,467	-	138,467	-
Stormwater	869,924	-	869,924	-
Golf course	-	434,947	434,947	-
Self insurance charges	-	-	-	2,807,512
Donations	-	1,200	1,200	-
Miscellaneous	142,588	4,080	146,668	-
Total operating revenues	<u>11,358,003</u>	<u>440,227</u>	<u>11,798,230</u>	<u>2,807,512</u>
OPERATING EXPENSES				
General government	214,322	-	214,322	-
Administration	229,927	-	229,927	-
Utility collections	357,967	-	357,967	-
Water treatment plant	1,775,657	-	1,775,657	-
Industrial pretreatment	68,797	-	68,797	-
Wastewater treatment plant	1,002,483	-	1,002,483	-
Stormwater management	573,708	-	573,708	-
Sanitation	760,738	-	760,738	-
Golf course operations	-	655,962	655,962	-
Depreciation expense	2,104,534	115,172	2,219,706	-
Claims expense	-	-	-	2,798,378
Total operating expenses	<u>7,088,133</u>	<u>771,134</u>	<u>7,859,267</u>	<u>2,798,378</u>
Operating income (loss)	<u>4,269,870</u>	<u>(330,907)</u>	<u>3,938,963</u>	<u>9,134</u>
NON-OPERATING REVENUES (EXPENSES)				
Investment income	19,083	648	19,731	117
Miscellaneous	134,924	-	134,924	-
Bond issue costs	(1,680,683)	-	(1,680,683)	-
Interest expense and fiscal charges	(2,703,085)	-	(2,703,085)	-
Total non-operating revenue (expenses)	<u>(4,229,761)</u>	<u>648</u>	<u>(4,229,113)</u>	<u>117</u>
Income (loss) before contributions and transfers	40,109	(330,259)	(290,150)	9,251
Capital contributions	1,466,128	54,445	1,520,573	-
Transfers in	5,627,363	365,000	5,992,363	-
Transfers out	(7,485,906)	-	(7,485,906)	-
Change in net position	(352,306)	89,186	(263,120)	9,251
Total net position - beginning	4,566,860	681,212	5,248,072	48,021
Total net position - ending	<u>\$ 4,214,554</u>	<u>\$ 770,398</u>	<u>\$ 4,984,952</u>	<u>\$ 57,272</u>
Change in net position			\$ (263,120)	

Amounts reported for business-type activities in the Statement of Activities are different because:

Certain special revenue funds are used by management to perform business-type activities. The activities of these special revenue funds are included in the business-type activities in the Statement of Activities.	
Water & sewer sales tax fund	26,644
Water resources fund	142,633
Sewer plant sales tax fund	370,703
Deferred interest revenue in governmental fund reversed for accrual basis	(424)
Change in net position of the business-type activities	<u>\$ 276,436</u>

See accompanying notes to the basic financial statements.

**City of Sapulpa
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2021**

	SMA Utility Fund	Golf Course Fund	Total Enterprise Funds	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 11,492,071	\$ 440,994	\$ 11,933,065	\$ -
Payments to suppliers	(3,247,634)	(187,504)	(3,435,138)	(2,798,378)
Payments to employees	(2,308,519)	(470,334)	(2,778,853)	-
Receipts of customer meter deposits	108,369	-	108,369	-
Refunds of customer meter deposits	(102,655)	-	(102,655)	-
Interfund receipts/payments	1,232,000	-	1,232,000	-
Receipts from others	-	-	-	2,807,512
Net cash provided by (used in) operating activities	<u>7,173,632</u>	<u>(216,844)</u>	<u>6,956,788</u>	<u>9,134</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers from other funds	5,627,363	365,000	5,992,363	-
Transfers to other funds	(7,485,906)	-	(7,485,906)	-
Net cash provided by (used in) noncapital financing activities	<u>(1,858,543)</u>	<u>365,000</u>	<u>(1,493,543)</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchases of capital assets	(4,923,793)	-	(4,923,793)	-
Proceeds from issuance of capital debt	10,618,479	-	10,618,479	-
Debt issuance costs paid	(1,680,683)	-	(1,680,683)	-
Principal paid on capital debt	(1,668,124)	-	(1,668,124)	-
Refunding proceeds in excess of retired capital debt paid to escrow	(4,335,051)	-	(4,335,051)	-
Interest and fiscal agent fees paid on capital debt	(2,973,124)	-	(2,973,124)	-
Net cash provided by (used in) capital and related financing activities	<u>(4,962,296)</u>	<u>-</u>	<u>(4,962,296)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Sale of investments	29,403	-	29,403	-
Interest and dividends	23,942	648	24,590	117
Net cash provided by investing activities	<u>53,345</u>	<u>648</u>	<u>53,993</u>	<u>117</u>
Net increase in cash and cash equivalents	406,138	148,804	554,942	9,251
Balances - beginning of year	<u>1,179,837</u>	<u>279,779</u>	<u>1,459,616</u>	<u>47,967</u>
Balances - end of year	<u>\$ 1,585,975</u>	<u>\$ 428,583</u>	<u>\$ 2,014,558</u>	<u>\$ 57,218</u>
Reconciliation to Statement of Net Position:				
Cash and cash equivalents	\$ 530,090	\$ 428,583	\$ 958,673	\$ 57,218
Restricted cash and cash equivalents - current	<u>1,055,885</u>	<u>-</u>	<u>1,055,885</u>	<u>-</u>
Total cash and cash equivalents, end of year	<u>\$ 1,585,975</u>	<u>\$ 428,583</u>	<u>\$ 2,014,558</u>	<u>\$ 57,218</u>

(Continued)

See accompanying notes to the financial statements.

**City of Sapulpa
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2021**

	SMA Utility Fund	Golf Course Fund	Total Enterprise Funds	Internal Service Funds
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ 4,269,870	\$ (330,907)	\$ 3,938,963	\$ 9,134
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation expense	2,104,534	115,172	2,219,706	-
Miscellaneous income	134,924	-	134,924	-
Change in assets and liabilities:				
Total OPEB liability	(336)	1,333	997	-
Net inflows related to OPEB	13,445	(7,179)	6,266	-
Accounts receivable	13,257	955	14,212	-
Other receivables	(15,578)	-	(15,578)	-
Inventory	-	(8,853)	(8,853)	-
Accounts payable	(606,450)	(34)	(606,484)	-
Accrued payroll payable	5,540	882	6,422	-
Due to other funds	1,232,000	-	1,232,000	-
Unearned revenue	1,465	(188)	1,277	-
Deposits subject to refund	5,714	-	5,714	-
Accrued compensated absences	15,247	11,975	27,222	-
Net cash provided by (used in) operating activities	\$ 7,173,632	\$ (216,844)	\$ 6,956,788	\$ 9,134
Noncash activities:				
Contributed capital assets	<u>\$ 1,466,128</u>	<u>\$ 54,445</u>	<u>\$ 1,520,573</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City’s accounting and financial reporting policies conform to accounting principles generally accepted in the United States of America (GAAP). GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note.

1.A. FINANCIAL REPORTING ENTITY

The City’s financial reporting entity is comprised of the following:

Primary Government:	City of Sapulpa
Component Units:	Sapulpa Municipal Authority Sapulpa Development Authority

In determining the financial reporting entity, the City complies with the provisions of Governmental Accounting Standards Board Statement (GASB) No. 14, *The Financial Reporting Entity*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus, an amendment of GASB Statements No. 14 and No. 34*, and includes all component units of which the City is fiscally accountable.

The component units listed above are Public Trusts established pursuant to Title 60 of Oklahoma State law. A Public Trust (Authority) has no taxing power. The Authority is generally created to finance City services through issuance of revenue bonds or other non-general obligation debt and to enable the City Council to delegate certain functions to the governing body (Trustees) of the Authority. The Authority generally retains title to assets which are acquired or constructed with Authority debt or other Authority generated resources. In addition, the City has leased certain existing assets at the creation of the Authority to the Trustees on a long-term basis. The City, as beneficiary of the Public Trust, receives title to any residual assets when a Public Trust is dissolved.

BLENDED COMPONENT UNITS

A blended component unit is a separate legal entity that meets the component unit criteria in the standards listed above. The Sapulpa Municipal Authority, a blended component unit is included since 1) the City can impose its will by authorization of debt issuances; 2) the governing body is the same as the City Council; and 3) management of the Trust and the City are the same. The component unit’s funds are blended into those of the City’s by appropriate fund category to comprise the primary government presentation. The Sapulpa Development Authority is blended for the same reasons.

The component units that are blended into the primary government’s fund categories are:

<u>Component Unit</u>	<u>Brief Description/Inclusion Criteria</u>	<u>Included Funds</u>
Sapulpa Municipal Authority	Created February 19, 1968, to finance, develop and operate the water, wastewater, solid waste, and golf activities of the City. Current City Council serves as the entire governing body (Trustees). Debt issued by the Authority requires 2/3rds approval of the City Council, while management of the City and Trust is the same.	SMA Utility and SMA Golf Course Enterprise Funds

CITY OF SAPULPA
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

Sapulpa Development
Authority

Created September 21, 2009 to promote the development of business and industry within and without the city limits and to provide additional employment and commerce that will benefit and strengthen the economy of the City. Current City Council serves as the entire governing body (Trustees). Debt issued by the Authority requires 2/3rds approval of the City Council, while management of the City and Trust is the same.

Sapulpa Development
Authority Fund -
Special Revenue Fund

1.B. BASIS OF PRESENTATION

Government-Wide Financial Statements:

The statement of net position and statement of activities display information about the City as a whole including component units. They include all financial activities of the reporting entity. Eliminations have been made to minimize the double reporting of transactions involving internal activities. Individual funds are not displayed in these statements. Instead, the statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The statement of activities presents a comparison between the expenses and program revenues directly associated with the different governmental functions and business-type activities to arrive at the net revenue or expense of the function or activity prior to the use of taxes and other general revenues. Program revenues include (1) fees, fines, and service charges generated by the program or activity, (2) operating grants and contributions that are restricted to meeting the operational requirements of the program or activity, and (3) capital grants and contributions that are restricted to meeting the capital requirements of the program or activity.

Fund Financial Statements:

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts which constitute its assets, deferred inflows of resources, liabilities, deferred outflows of resources, or fund equity, revenues, and expenditures/expenses. Funds are organized into two major categories: governmental and proprietary. The City presently has no fiduciary funds. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- a. Total assets plus deferred outflows of resources, liabilities plus deferred inflows of resources, revenues or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b. Total assets plus deferred outflows of resources, liabilities plus deferred inflows of resources, revenues or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.
- c. A fund that does not meet the criteria of (a) and (b), but for which management has determined is of such significance to be reported as a major fund.

CITY OF SAPULPA
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

All remaining governmental and enterprise funds not meeting the above criteria are aggregated and reported as nonmajor funds. The funds of the financial reporting entity are described below:

GOVERNMENTAL FUNDS

General Fund (Major Fund)

The General Fund is the primary operating fund of the City. It is used to account for and report all financial resources not accounted for and reported in another fund. Included or combined with the General Fund are the following accounts that, in addition to the General Fund, comprise the total presentation of the General Fund:

<u>Fund</u>	<u>Description</u>
Hunting & Fishing Account	Accounts for revenues from hunting and fishing fees and other sources and expenditures made there from.
Library Account	Accounts for revenues received from sales tax (2.5% of the second and third penny), grants, fines and other sources for library maintenance and operations.
Swimming Pool	Accounts for revenues received from donations and charges for services for swimming pool expenditures.
Stabilization Account	Accounts for reserves to be used to mitigate instability due to the disruption of revenue which prevent normal operations of the City, or to provide funds in case of emergency declarations.

Other Major Fund

<u>Fund</u>	<u>Description</u>
GO Bond Construction Fund (Major Capital Project Fund)	Accounts for the financing and construction of specified capital improvements.

Special Revenue Funds (Nonmajor Funds)

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The reporting entity includes the following special revenue funds:

<u>Fund</u>	<u>Description</u>
Cemetery Maintenance Fund	Accounts for revenues received from sales tax (2.5% of the second and third penny), lot sales and charges for interment to be used for maintenance and operations of the cemetery. Additional monies are transferred into this fund for right-of-way mowing operations.
Street & Alley Fund	Accounts for revenues received from gasoline excise tax, motor vehicle tax, and expenditures made for street maintenance and operations.

CITY OF SAPULPA
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

Parks & Recreation Fund	Accounts for revenues received from sales tax (5% of the second and third penny) and from other sources to be used for parks and leisure services.
Federal SAF Fund	Accounts for monies received from federal drug seizures. All monies and property received must be used for law enforcement purposes only.
Major Thoroughfare Fund	Accounts for revenue received from sales tax (5% of the second and third penny) and expenditures for major thoroughfares.
Water & Sewer Sales Tax Fund	Accounts for revenues received from sales tax (10% of the second and third penny) and expenditures made for maintenance, operations, and capital outlay.
Spay & Neuter Fund	Accounts for monies received for and expenditures related to spaying and neutering.
E911 Fund	Accounts for revenues received from tariff rates on base line telephone charges and expenditures for operations and maintenance of the E-911 system.
Juvenile Justice Fund	Accounts for revenues received and expenditures related to the municipal juvenile court and/or any juvenile programs.
Hotel/Motel Tax Fund	Accounts for revenues received from Hotel/Motel Tax and expenditures for operations of the Sapulpa Economic Development Department, promoting tourism, and park capital improvements.
Sapulpa Development Authority	Accounts for expenditures for economic development capital outlay.
Polson Apportionment Fund	Accounts for all apportioned ad valorem tax levies within the Polson Industrial Park Increment District and payment of project costs with the same.
Grants & Aid Fund	Accounts for revenue received and expenditures made for all grant projects, except for library grants and aid.

Capital Project Fund (Nonmajor Funds)

Capital Project Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays. The reporting entity includes the following capital project funds:

<u>Fund</u>	<u>Description</u>
Restricted Construction Park & Recreation Fund	Accounts for revenue received and expenditures made exclusively for the acquisition of new park lands and/or capital and maintenance improvements of such new parks.
Park Development Fund	Accounts for revenue received from the Hotel/Motel Tax fund and expenditures for the acquisition of new park lands and/or making capital improvements to parks.

CITY OF SAPULPA
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

Fire Cash Fund	Accounts for revenue received from sales tax (2.5% of the second and third penny) and for expenditures for capital improvements.
Police Cash Fund	Accounts for revenue received from sales tax (2.5% of the second and third penny) and for expenditures for capital improvements.
Cemetery Care Fund	Accounts for revenues received from 12.5% of cemetery lot sales and interments. Per state statute, the principal can only be used for the purchase of land and for making permanent capital improvements. The interest can be used for improving, caring for and embellishing lots, walks, drives, parks and other improvements in such cemeteries, and maintenance of office and care of records.
Capital Improvement Fund	Accounts for revenues received from sales tax (10% of the second and third penny) and other sources and expenditures for capital improvements in an amount of \$7,500 or greater in value with an estimated life of three years or more.
Water Resources Fund	Accounts for revenues received from sales tax (20% of the second and third penny) and expenditures made for water systems capital improvements.
Economic Development Sales Tax	Accounts for revenues received from ½ cent dedicated sales tax (only effective for the portion of Sapulpa in Tulsa County) for the promotion of economic development.
Street Improvement Sales Tax	Accounts for revenues received from ½ cent dedicated sales tax, transfers made to the SMA for debt service payments, and expenditures made for capital outlay.
Sewer Plant Sales Tax	Accounts for revenues received from ½ cent dedicated sales tax, transfers made to the SMA for debt service payments, and expenditures made for capital outlay.
Series 2014 Street Capital Improvement Fund	Accounts for the use of bond proceeds from the Series 2014 Street Capital Improvement bonds.
Article X, Section 35	Accounts for GO Bond Proceeds issued from Article X, Section 35 of the Oklahoma Constitution for the funding of economic development purposes within or near the City.

Debt Service Fund (Nonmajor Fund)

The Debt Service Fund is used to account for ad-valorem taxes levied by the City for use in retiring court-assessed judgments and general obligation bonds and their related interest expense. In State Statutes this fund is referred to as the Sinking Fund.

PROPRIETARY FUNDS

Proprietary funds include both enterprise funds and internal service funds. Enterprise funds are used to account for business-like activities provided to the general public. Internal service funds are used to account for business-like activities provided and charged to other funds or entities within the reporting entity. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector. The reporting entity includes the following enterprise funds and internal service fund:

CITY OF SAPULPA
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

Enterprise Funds

<u>Major Fund</u>	<u>Description</u>
Sapulpa Municipal Authority Utility	Accounts for revenues of the public trust from providing water, wastewater and sanitation services to the public. Included accounts of the SMA:
Sewer System Development & Extension Fee Account	Accounts for revenues received from sewer system development and extension fees associated with the sewer expansion program, related expenses, and to account for funds being placed in escrow which are received from developers.
Stormwater Management Account	Accounts for revenues received from stormwater management fees and expenditures made for stormwater maintenance and operations.

Nonmajor Fund

SMA Golf Course Fund	Accounts for revenues received from fees and operational expenses associated with the golf course.
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Internal Service Fund

Insurance Fund	Accounts for revenues and expenses of insurance costs for employees with the City, including police and fire retirees.
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1.C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe **how** transactions are recorded within the financial statements. Basis of accounting refers to **when** transactions are recorded regardless of the measurement focus applied.

Measurement Focus

Government-wide and Proprietary Fund Financial Statements

In the government-wide Statement of Net Position and the Statement of Activities, and the proprietary fund statements, the “*economic resources*” measurement focus is applied. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets, deferred outflows of resources, liabilities, and deferred inflows of resources (whether current or noncurrent, financial or nonfinancial) associated with their activities are reported. Fund equity is classified as net position.

Governmental Fund Financial Statements

In the governmental fund financial statements, a “*current financial resources*” measurement focus is applied. Under this focus, only current financial assets, deferred outflows of resources, liabilities, and deferred inflows of resources are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

Basis of Accounting

Government-wide and Proprietary Fund Financial Statements

In the government-wide Statement of Net Position and Statement of Activities, and the proprietary fund financial statements, the accrual basis of accounting is applied. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Governmental Fund Financial Statements

In the governmental fund financial statements, the modified accrual basis of accounting is applied. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available”. Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The City has defined “available” as collected within 60 days after year end. Sales and use taxes, franchise taxes, hotel/motel taxes, court fines, and interest are considered susceptible to accrual. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general long-term debt principal and interest, claims and judgments, and accrued compensated absences, which are recorded as expenditures to the extent they have matured. Proceeds of general long-term debt, bond premiums, and capital leases are reported as other financial sources.

1.D. ASSETS, DEFERRED OUTFLOWS, LIABILITIES, DEFERRED INFLOWS, AND EQUITY

Cash and Cash Equivalents

Cash and cash equivalents include all demand and savings accounts, and certificates of deposit, or short-term investments with an original maturity of three months or less. Investments in open-ended mutual funds held in the trustee accounts are considered cash equivalents.

Investments

Investments consist of certificates of deposit whose original maturity term exceeds three months and certain U.S. Government securities. Investments that do not have an established market are reported at estimated fair value as estimated by a broker/dealer. The U.S. Government securities are reported at fair value. All non-negotiable certificates of deposit whose original maturity term exceeds three months are carried at cost.

Receivables

Material receivables in governmental funds and governmental activities include revenue accruals such as sales tax, franchise tax, and grants and other similar intergovernmental revenues since they are usually both measurable and available. Revenue from non-exchange transactions collectible but not available are deferred in accordance with GASB Statement 33 at the fund level.

Proprietary funds and business-type activities material receivables consist of all revenues earned at year-end and not yet received. Billed and unbilled utility accounts receivable comprise the majority of these receivables. They are reported net of allowances for uncollectible accounts.

CITY OF SAPULPA
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Inventories

Inventory recorded in governmental funds and governmental activities is valued at average cost and consists of material and supplies used for vehicle maintenance and office and janitorial activities. The cost is allocated to the various user departments based upon their consumption. The consumption method of accounting treatment is utilized by the City's governmental funds.

Special reporting treatments are applied to governmental fund inventories to indicate that they do not represent available spendable resources even though they are a component of current assets. Such amounts are generally offset by fund balance nonspendable accounts.

Proprietary fund and business-type activities inventories are recorded on an average cost basis. Inventory of the enterprise funds consists of materials and supplies used for golf.

Capital Assets and Depreciation

The accounting treatment of property, plant and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

Government-Wide Statements and Proprietary Funds

In the government-wide financial statements and proprietary funds, property, plant and equipment are accounted for as capital assets. The City's capitalization threshold was \$2,000 for the year ended June 30, 2021. All capital assets are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated capital assets which are recorded at their acquisition fair value at the date of donation. General infrastructure assets (such as roads, bridges, and traffic systems) acquired prior to July 1, 2002, are reported at estimated historical cost using deflated replacement costs. The cost of normal maintenance and repairs to these assets that do not add materially to the value of the asset or materially extend the assets' useful lives are not capitalized.

Depreciation of all exhaustible capital assets is recorded as an operating expense in proprietary fund financial statements and an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation.

The range of estimated useful lives by type of asset is as follows:

Buildings	25 - 50 years
Other Improvements	5 - 50 years
Infrastructure	25-100 years
Machinery and Equipment	3 - 20 years
Utility System	25 - 50 years

In the governmental fund financial statements, capital assets acquired are accounted for as capital outlay expenditures.

Restricted Assets

Restricted assets include current and noncurrent assets of enterprise funds and business-type activities that are legally restricted as to their use. The primary restricted assets are related to trustee accounts restricted for debt service and deposits held for refund.

Long-Term Debt

Accounting treatment of long-term debt varies depending upon the source of repayment and the measurement focus applied, and whether the debt is reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental activities, business-type activities and proprietary funds are reported as liabilities as incurred. The long-term debt presently is primarily comprised of general obligation bonds, capital lease obligations payable, judgments payable, water contract obligations, revenue bonds payable, net pension liability, and accrued compensated absences. This long-term debt is reported net of unamortized discounts and premiums.

Long-term debt of governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payments of principal and interest are reported as expenditures.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Oklahoma Police Pension & Retirement System (OPPRS) and the Oklahoma Firefighters Pension & Retirement System (FPRS) and additions to/deductions from OPPRS's and FPRS's fiduciary net positions have been determined on the same basis as they are reported by OPPRS and FPRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Compensated Absences

The City's policies regarding vacation, sick, and compensatory time permit employees to accumulate varying amounts as determined by management and contracts with employee groups.

Compensated absences are reported as accrued in the government-wide and proprietary fund financial statements. Governmental funds report only the matured compensated absences payable to currently terminating employees.

Equity Classification

Government-Wide and Proprietary Fund Financial Statements:

Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position - Consists of net position with constraints placed on the use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - All other net position that does not meet the definition of "restricted" or "net investment in capital assets".

It is the City's policy to first use restricted net position prior to the use of unrestricted net position when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

Governmental Fund Financial Statements:

Governmental fund equity is classified as fund balance. Fund balance is further classified as nonspendable, restricted, committed, assigned, and unassigned. These classifications are defined as:

- a. Nonspendable – 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.
- b. Restricted – consists of fund balance with constraints placed on the use of resources either by (a) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or (b) law through constitutional provisions or enabling legislation.
- c. Committed – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the City's highest level of decision-making authority. The City's highest level of decision-making authority is made by ordinance.
- d. Assigned – includes amounts that are constrained by the City's intent to be used for specific purposes but are neither restricted nor committed. Assignments of fund balance may be made by city council action or management decision when the city council has delegated that authority. Assignments for transfers and interest income for governmental funds are made through the budgetary process.
- e. Unassigned – represents fund balance that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes within the general fund.

It is the City's policy to first use restricted fund balances prior to the use of unrestricted fund balance when an expense is incurred for purposes for which both restricted and unrestricted fund balances are available. The City's policy for the use of unrestricted fund balance amounts require that committed amounts would be reduced first, followed by assigned amounts and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Proprietary fund equity is classified the same as in the government-wide statements.

1.E. INTERNAL AND INTERFUND BALANCES AND ACTIVITIES

In the process of aggregating the financial information for the government-wide financial statements, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

Government-Wide Financial Statements:

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

1. Internal balances - amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the governmental and business-type activities columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities, which are reported as Internal Balances.
2. Internal activities - amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide statement of activities except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers - Internal Activities. The effect of interfund services between funds are not eliminated in the statement of activities.

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Fund Financial Statements:

Interfund activity, if any, within and among the governmental and proprietary fund categories is reported as follows in the fund financial statements:

1. Interfund loans - amounts provided with a requirement for repayment are reported as interfund receivables and payables.
2. Interfund services - sales or purchases of goods and services between funds are reported as revenues and expenditures/expenses.
3. Interfund reimbursements - repayments from funds responsible for certain expenditures/expenses to the funds that initially paid for them are not reported as reimbursements but as adjustments to expenditures/expenses in the respective funds.
4. Interfund transfers - flow of assets from one fund to another where repayment is not expected are reported as transfers in and out.

1.F. REVENUES, EXPENDITURES AND EXPENSES

Sales Tax

The City presently levies a four and one-half cent sales tax on taxable sales within the City. The sales tax is collected by the Oklahoma Tax Commission and remitted to the City in the month following receipt by the Tax Commission. One cent of the sales tax received is to be recorded as sales tax revenue within the General Fund, one-half cent in the Street Improvement Sales Tax Fund, one-half cent in the Sewer Plant Sales Tax Fund, one-half cent in the Economic Sales Tax Fund (only effective for the portion of Sapulpa in Tulsa County), and the remaining two cents distributed to various funds based on various percentages.

These percentages, initially set by ordinance, have been further restricted by management and governing body approval as follows:

General Fund	40.00%
Cemetery Maintenance Fund	2.50%
Library Fund	2.50%
Parks & Recreation Fund	5.00%
Fire Cash Fund	2.50%
Police Cash Fund	2.50%
Major Thoroughfare Fund	5.00%
Capital Improvement Fund	10.00%
Water & Sewer Sales Tax Fund	10.00%
Water Resources Fund	<u>20.00%</u>
Total	<u>100.00%</u>

In accordance with the 2020 sales tax agreements of their respective bond indentures, sales tax has been pledged for the payment of principal and interest on the indebtedness. The 2020 revenue bond indentures state that 40% of two cents of the sales tax levied and assessed pursuant to the City's ordinances is pledged for the payment of those debt issues. In addition, ½ of one cent recorded in the Street Improvement Sales Tax Fund has been pledged for payment on the 2014 Capital Improvement Revenue Bonds.

Sales tax resulting from sales occurring prior to year-end and received by the City after year-end have been accrued and are included under the caption *Due from Other Governments* because they represent taxes on sales occurring during the reporting period.

CITY OF SAPULPA
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Property Tax

Under State law, municipalities are limited in their ability to levy a property tax. Such tax may only be levied to repay principal and interest on general obligation bonded debt approved by voters and any court-assessed judgments.

At the present time the City levies a property tax, in addition to dedicated sales tax, to fund the annual debt service requirements of the following general obligation bonds:

General Obligation Bonds

2012A Refunding General Obligation Bonds
2012B Refunding General Obligation Bonds
2015 General Obligation Bonds
2015A General Obligation Bonds
2016A General Obligation Bonds
2019 Refunding General Obligation Bonds
2020A General Obligation Bonds
2020B General Obligation Bonds
2021A General Obligation Bonds

The property tax levy, as determined by the City's debt service needs, is submitted to the County Excise Board for approval. County assessors, elected officials, determine the taxable value of real estate and personal property in the County. A State Board of Equalization hears complaints on real estate values with the power to equalize assessments. Under present State law, the ratio of assessed value to true value cannot be less than 11 percent or more than 13 ½ percent.

Property taxes levied by the City are billed and collected by the County Treasurer's office and remitted to the City in the month following collection. Property taxes are levied normally in October and are due in equal installments on December 31 and March 31. Property taxes unpaid for the fiscal year are attached by an enforceable lien on property in the following October.

For the year ended June 30, 2021, the City's net assessed valuation of taxable property was \$157,852,473. The taxes levied by the City per \$1,000 of net assessed valuation for the year ended June 30, 2021, was \$15.04.

Expenditures/Expenses

In the government-wide statement of activities, expenses, including depreciation of capital assets, are reported by function or activity. In the governmental fund financial statements, expenditures are reported by class as current (further reported by function), capital outlay and debt service. In proprietary fund financial statements, expenses are reported by object or activity.

1.G. USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

By its nature as a local government unit, the City and its component units are subject to various federal, state and local laws and contractual regulations. An analysis of the City's compliance with significant laws and regulations and demonstration of its stewardship over City resources follows:

2.A. DEPOSITS AND INVESTMENT LAWS AND REGULATIONS

In accordance with State law, all uninsured deposits of municipal funds in financial institutions must be secured with acceptable collateral valued at no more than market value. Acceptable collateral includes certain U.S. Government or Government Agency securities, certain State of Oklahoma or political subdivision debt obligations, surety bonds, or certain letters of credit. As required by 12 U.S.C.A., Section 1823(e), all financial institutions pledging collateral to the City must have a written collateral agreement approved by the board of directors or loan committee. As reflected in Note 3.A., the City's uninsured deposits were sufficiently collateralized in accordance with these provisions for the year ended June 30, 2021.

Investments of a City (excluding Public Trusts) are limited by State Law to the following:

- a. Direct obligations of the U. S. Government, its agencies and instrumentalities to which the full faith and credit of the U. S. Government is pledged, or obligations to the payment of which the full faith and credit of the State of Oklahoma is pledged.
- b. Certificates of deposit or savings accounts that are either insured or secured with acceptable collateral with in-state financial institutions, and fully insured certificates of deposit or savings accounts in out-of-state financial institutions.
- c. With certain limitation, negotiable certificates of deposit, prime bankers acceptances, prime commercial paper, and repurchase agreements with certain limitations.
- d. County, municipal, or school district tax supported debt obligations, bond or revenue anticipation notes, money judgments, or bond or revenue anticipation notes of public trusts whose beneficiary is a county, municipality, or school district.
- e. Notes or bonds secured by mortgage or trust deed insured by the Federal Housing Administrator and debentures issued by the Federal Housing Administrator, and in obligations of the National Mortgage Association.
- f. Money market funds regulated by the SEC and in which investments consist of the investments mentioned in the previous paragraphs a., b., c., d., and e.

Public trusts created under O.S. Title 60, are not subject to the above noted investment limitations and are primarily governed by any restrictions in their trust or bond indentures.

2.B. DEBT RESTRICTIONS AND COVENANTS

General Obligation Debt

Article 10, Sections 26 and 27 of the Oklahoma Constitution limits the amount of certain outstanding general obligation bonded debt of the municipality for non-utility or non-street purposes to no more than 10% of net assessed valuation. For the year ended June 30, 2021, the City complied with this restriction.

CITY OF SAPULPA
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

Other Long-Term Debt

As required by the Oklahoma State Constitution, the City (excluding Public Trusts) may not incur any indebtedness that would require payment from resources beyond the current fiscal year revenue, without first obtaining voter approval.

Revenue Bond Debt

The bond indentures relating to the revenue bond issues of the Sapulpa Municipal Authority contain a number of restrictions or covenants that are financial related. These include covenants such as a required flow of funds through special accounts, debt service coverage requirements and required reserve account balances.

The following schedule presents a brief summary of the most significant requirements and the Authority's level of compliance, thereon, as of June 30, 2021:

<u>Requirement</u>	<u>Level of Compliance</u>
a. Flow of Funds 2020 Refunding Utility System Revenue Bonds: - Revenue Fund - Bond Fund	The Authority maintained all required accounts and made the required payments into such accounts.
b. Revenue Bond Coverage: Net operating revenue plus transferred sales tax must equal 1.25 times avg. annual debt service on the 2020 Refunding Utility System Revenue Bonds.	Net revenues available amounted to \$10,909,393. The avg. annual debt service was \$4,109,623. Actual coverage was 2.65 times.
c. Insurance Guarantee Requirements: 2020 Refunding Utility System Revenue Bonds required a municipal bond insurance policy to guarantee the scheduled debt payments.	The Authority paid the required bond insurance premium of \$318,446.

2.C. FUND EQUITY / NET POSITION RESTRICTIONS

Restricted Net position

Restricted net position at the government-wide financial statements are required to restrict funds in accordance with various laws and regulations, specifically those laws and regulations dealing with debt service and the use of restricted revenues. See Note 3. I. for details of restricted net position.

2.D. BUDGETARY COMPLIANCE

The City prepares its annual operating budget under the provisions of the Municipal Budget Act (the Budget Act). In accordance with those provisions, the following process is used to adopt the annual budget:

- a. Prior to June 1, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1.
- b. Public hearings are conducted to obtain citizen comments. At least one public hearing must be held no later than 15 days prior to July 1.

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NOTES TO BASIC FINANCIAL STATEMENTS
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c. Subsequent to the public hearings but no later than seven days prior to July 1, the budget is adopted by resolution of the City Council.

d. The adopted budget is filed with the Office of the State Auditor and Inspector.

The legal level of control at which expenditures may not legally exceed appropriations is the department level within a fund.

All fund decreases of appropriation and supplemental appropriations require City Council approval. The City Manager may transfer appropriations between departments within a fund without City Council approval. Supplemental appropriations must also be filed with the Office of State Auditor and Inspector.

In accordance with Title 60 of the Oklahoma State Statutes, the Sapulpa Municipal Authority, accounted for as a blended enterprise fund in this report, is required to prepare an annual budget and submit a copy to the City as beneficiary. However, there are no further requirements such as form of budget, approval of the budget, or definition of a legal level of control.

NOTE 3. DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS

The following notes present detail information to support the amounts reported in the basic financial statements for its various assets, liabilities, equity, revenues and expenditures/expenses.

3. A. DEPOSIT AND INVESTMENT RISKS

Primary Government:

The City of Sapulpa, including its blended component units, held the following deposits and investments at June 30, 2021:

<u>Type</u>	<u>Maturities</u>	<u>Credit Rating</u>	<u>Carrying Value</u>
Deposits:			
Demand deposits		N/A	\$ 21,758,511
Cash on hand		N/A	4,921
Time deposits (Certificates of Deposit)	Due within one year	N/A	11,311,993
Time deposits (Certificate of Deposit)	Due in 1 - 5 years	N/A	2,534,779
			<u>\$ 35,610,204</u>
Investments:			
Federated Hermes Government Obligations Tax-Managed Fund		AAAm ⁽¹⁾	\$ 34,645
U.S. Treasury HH Savings Bonds	7/1/2022	N/A	35,000
			<u>69,645</u>
Total deposits and investments			<u>\$ 35,679,849</u>

(1) Standard & Poor's

Reconciliation to Statement of Net Position:

	Governmental Activities	Business-type Activities	Total
Cash and cash equivalents	18,833,221	2,964,856	21,798,077
Investments	12,025,721	1,856,051	13,881,772
	<u>\$ 30,858,942</u>	<u>\$ 4,820,907</u>	<u>\$ 35,679,849</u>

CITY OF SAPULPA
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The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The level inputs for the City's investments are reflected at fiscal year-end as follows:

Type	Fair Value	Fair Value Measurement Basis	
		Level 1 Inputs	Level 2 Inputs
Certificates of Deposit	13,846,772	-	13,846,772
Federated Hermes Government Obligations Tax-Managed Fund	34,645	34,645	-
U.S. Treasury HH Savings Bonds	35,000	35,000	-

Custodial Credit Risk – Exposure to custodial credit risk related to deposits exists when the City holds deposits that are uninsured and uncollateralized; collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the City's name; or collateralized without a written or approved collateral agreement. Exposure to custodial credit risk related to investments exists when the City holds investments that are uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the City's name.

The City's policy as it relates to custodial credit risk is to secure its uninsured deposits with collateral, valued at no more than market value, at least at a level of 100% of the uninsured deposits and accrued interest thereon. The investment policy also limits acceptable collateral to U.S. Treasury securities and direct debt obligations of municipalities, counties, and school districts in the state of Oklahoma. As required by Federal 12 U.S.C.A., Section 1823(e), all financial institutions pledging collateral to the City must have a written collateral agreement approved by the board of directors or loan committee.

At June 30, 2021, the City was not exposed to custodial credit risk as defined above.

Investment Credit Risk – The City's investment policy limits investments to those allowed in state law applicable to municipalities. These investment limitations are described in Note 2.A. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City has no formal policy limiting investments based on credit rating, but discloses any such credit risk associated with their investments by reporting the credit quality ratings of investments in debt securities as determined by nationally recognized statistical rating organizations—rating agencies—as of the year end. Unless there is information to the contrary, obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk and do not require disclosure of credit quality.

Investment Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City discloses its exposure to interest rate risk by disclosing the maturity dates of its various investments.

As noted in the schedule of deposits and investments above, at June 30, 2021, the investments held by the City mature at various times.

Concentration of Investment Credit Risk - Exposure to concentration of credit risk is considered to exist when investments in any one issuer represent a significant percent of total investments of the City (any over 5% are disclosed). Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from this consideration.

At June 30, 2021, the City had no concentration of credit risk as defined above.

CITY OF SAPULPA
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

3. B. RESTRICTED ASSETS

The amounts reported as restricted assets on the Proprietary Funds Statement of Net Position are comprised of cash and investments held by the trustee bank on behalf of the SMA public trust (Authority) related to its required revenue bond accounts as described in Note 2.B and amounts due to depositors related to utility deposits.

The restricted assets as of June 30, 2021 were as follows:

	<u>Current Cash and cash Equivalents</u>	<u>Noncurrent Investments</u>
Utility Deposits	\$ 66,347	\$ 283,779
Trustee Accounts:		
2020 Bond Fund	989,538	-
Total	<u>\$ 1,055,885</u>	<u>\$ 283,779</u>

3. C. ACCOUNTS RECEIVABLE, COURT FINES RECEIVABLE AND PROPERTY TAX RECEIVABLE

Accounts receivable of the governmental and business-type activities as reflected in the Statement of Net Position consist of the following categories. As applicable, the primary source(s) of the receivables net of any allowances for uncollectible accounts is depicted.

	<u>Receivable balance</u>	<u>Less: allowance for uncollectible accounts</u>	<u>Net of allowance balance</u>
Governmental:			
<u>Accounts receivable</u>			
Other	\$ 100	\$ -	\$ 100
	<u>100</u>	<u>-</u>	<u>100</u>
<u>Franchise tax receivable</u>	175,892	-	175,892
<u>Court fine receivable</u>	3,788,319	(3,302,601)	485,718
<u>Due from other governments</u>			
Property tax	892,222	(556,243)	335,979
Sales tax	1,819,924	-	1,819,924
Other	70,373	-	70,373
	<u>2,782,519</u>	<u>(556,243)</u>	<u>2,226,276</u>
<u>Other receivables</u>	18,348	-	18,348
Business-type Activities:			
<u>Accounts receivable</u>			
Utilities receivable	3,355,808	(2,458,158)	897,650
Golf	1,117	-	1,117
	<u>3,356,925</u>	<u>(2,458,158)</u>	<u>898,767</u>
<u>Due from other governments (sales tax)</u>	559,946	-	559,946
<u>Other receivables</u>			
Water/sewer related	530,717	-	530,717
Other	500	-	500
	<u>\$ 531,217</u>	<u>\$ -</u>	<u>\$ 531,217</u>

CITY OF SAPULPA
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

3. D. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2021, was as follows:

	Balance at July 1, 2020	Additions	Transfers	Disposals	Balance at June 30, 2021
Governmental activities:					
Capital assets not being depreciated:					
Land	\$ 4,863,937	\$ 270,337	\$ -	\$ -	\$ 5,134,274
Construction in progress	5,405,781	3,637,151	-	-	9,042,932
Total capital assets not being depreciated	<u>10,269,718</u>	<u>3,907,488</u>	<u>-</u>	<u>-</u>	<u>14,177,206</u>
Other capital assets:					
Buildings	14,060,959	-	-	-	14,060,959
Other improvements	4,106,000	3,810	-	-	4,109,810
Machinery and equipment	16,293,550	1,050,397	-	(286,841)	17,057,106
Infrastructure	45,079,655	-	-	-	45,079,655
Total other capital assets at historical cost	<u>79,540,164</u>	<u>1,054,207</u>	<u>-</u>	<u>(286,841)</u>	<u>80,307,530</u>
Less accumulated depreciation for:					
Buildings	(4,915,816)	(264,118)	-	-	(5,179,934)
Other improvements	(2,279,960)	(180,645)	-	-	(2,460,605)
Machinery and equipment	(10,217,557)	(769,765)	-	281,844	(10,705,478)
Infrastructure	(15,756,926)	(1,008,127)	-	-	(16,765,053)
Total accumulated depreciation	<u>(33,170,259)</u>	<u>(2,222,655)</u>	<u>-</u>	<u>281,844</u>	<u>(35,111,070)</u>
Other capital assets, net	46,369,905	(1,168,448)	-	(4,997)	45,196,460
Governmental activities capital assets, net	<u>\$ 56,639,623</u>	<u>\$ 2,739,040</u>	<u>\$ -</u>	<u>\$ (4,997)</u>	<u>\$ 59,373,666</u>
Business-type activities:					
Capital assets not being depreciated:					
Land	\$ 70,721	\$ -	\$ -	\$ -	\$ 70,721
Water rights contracts	4,915,486	-	-	-	4,915,486
Construction in progress	3,049,637	5,528,223	-	-	8,577,860
Total capital assets not being depreciated	<u>8,035,844</u>	<u>5,528,223</u>	<u>-</u>	<u>-</u>	<u>13,564,067</u>
Other capital assets:					
Buildings	3,844,087	59,736	-	-	3,903,823
Other improvements	1,679,178	17,011	-	-	1,696,189
Utility property	77,277,601	488,062	-	-	77,765,663
Machinery and equipment	5,402,994	351,334	-	-	5,754,328
Infrastructure	6,289,400	-	-	-	6,289,400
Total other capital assets at historical cost	<u>94,493,260</u>	<u>916,143</u>	<u>-</u>	<u>-</u>	<u>95,409,403</u>
Less accumulated depreciation for:					
Buildings	(1,682,662)	(77,942)	-	-	(1,760,604)
Other improvements	(1,441,896)	(31,268)	-	-	(1,473,164)
Utility property	(33,009,344)	(1,594,948)	-	-	(34,604,292)
Machinery and equipment	(3,778,146)	(338,056)	-	-	(4,116,202)
Infrastructure	(1,178,074)	(177,492)	-	-	(1,355,566)
Total accumulated depreciation	<u>(41,090,122)</u>	<u>(2,219,706)</u>	<u>-</u>	<u>-</u>	<u>(43,309,828)</u>
Other capital assets, net	53,403,138	(1,303,563)	-	-	52,099,575
Business-type activities capital assets, net	<u>\$ 61,438,982</u>	<u>\$ 4,224,660</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 65,663,642</u>

CITY OF SAPULPA
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Depreciation expense was charged to functions in the statement of activities as follows:

Depreciation expense charged to governmental activities:

General government	\$ 146,613
Legal and judicial	107
Public safety	639,465
Urban development	1,730
Streets	1,143,196
Culture and recreation	291,544
Total governmental activities depreciation expense	\$ 2,222,655

Depreciation expense charged to business-type activities:

Water	\$ 676,820
Wastewater	1,165,415
Sanitation	34,734
Stormwater	227,565
Golf course	115,172
Total business-type activities depreciation expense	\$ 2,219,706

Note: General government, administration, utility collections and utility maintenance of the business-type activities were allocated to the appropriate functions based upon a percentage of revenues.

3. E. WATER RIGHTS CONTRACT

The Sapulpa Municipal Authority (SMA) entered into three agreements with the United States of America for water storage space in Skiatook Lake. In consideration of the right to utilize the aforesaid storage space in the project for municipal and industrial supply purposes, the SMA agreed to pay costs in the amount of \$4,915,486 (which is the balance of the unamortized water rights reported as capital assets at June 30, 2021), along with maintenance and operations costs on an annual basis. The City incurred an obligation to the federal government for the water rights. The obligations were incurred in March 1993, November 1999, November 2002, and June 2006. During fiscal year 2018, the obligations incurred in November 2002 and June 2006 were paid in full. The remaining obligations are payable in annual installments of \$30,491 and \$33,966, respectively. The total water right obligation balance at June 30, 2021 is \$643,172. See Note 3.F. for further disclosures.

Due to the long-term nature of this agreement, and the infinite economic life of the water rights, the SMA's investment in the water rights contract is not being amortized.

3. F. LONG-TERM DEBT

The reporting entity's long-term debt is segregated by the amounts involving governmental activities and business-type activities.

Governmental Activities Long-Term Debt

At June 30, 2021, the governmental activities long-term debt consisted of the following:

General Obligation Bonds:

\$5,750,000 General Obligation Bonds of 2021A, due in annual installments of \$235,000 with a final installment of \$345,000 due June 1, 2046, and with interest rates at 1.0% to 2.0%. The purpose of issuance was for the following: 1) Streets & Bridges \$4,620,000; 2) Public Safety Facilities and Equipment \$720,000; Community Park Enhancements \$410,000.

\$ 5,750,000

CITY OF SAPULPA
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<p>\$2,000,000 General Obligation Bonds of 2020B, due in annual installments of \$80,000 with a final installment of \$160,000 due June 1, 2045, and with interest rates at 3.0% to 3.75%. The purpose of issuance was for economic development purposes.</p>	\$ 2,000,000
<p>\$13,000,000 General Obligation Bonds of 2020A, due in annual installments of \$540,000 with a final installment of \$580,000 due June 1, 2045, and with interest rates at 2.375% to 3.0%. The purpose of issuance was to be utilized but not restricted for the following: 1) Streets & Bridges for \$3,680,000; 2) Public Safety Facilities and Equipment for \$5,065,000; 3) Community Park Enhancements for \$1,800,000; 4) Booker T Washington Recreation Center Study for \$100,000; and 5) Sapulpa Youth Sports Complex of \$2,355,000.</p>	13,000,000
<p>\$3,525,000 Refunding General Obligation Bonds of 2019, due in annual installments varying from \$295,000 to \$370,000 with a final maturity of June 1, 2030, and with interest rates at 2.0% to 4.0%. The purpose of issuance was to refund the \$6,800,000 General Obligation Bonds of 2010.</p>	2,820,000
<p>\$925,000 Refunding General Obligation Bonds of 2016, due in annual installments of \$100,000 with a final installment of \$125,000 due June 1, 2025, and with interest rates at 2.5% to 3.15%. The purpose of issuance was to refund the \$1,925,000 General Obligation Bonds of 2005.</p>	425,000
<p>\$2,865,000 General Obligation Bonds of 2015A, due in annual installments of \$150,000 with a final installment of \$15,000 due October 1, 2035, and with interest rates at 2.50% to 3.15%. The purpose of issuance was to construct, equip, and improve the municipal animal shelter, public parks and park lands, and recreational facilities.</p>	2,265,000
<p>\$3,750,000 General Obligation Bonds of 2015, due in annual installments varying from \$150,000 to \$200,000 with a final maturity of June 1, 2035, and with interest rates at 2.0% to 3.1%. The purpose of issuance was to purchase, construct, equip, improve, etc. the water distribution transportation and sewage disposal systems.</p>	2,800,000
<p>\$3,720,000 Refunding General Obligation Bonds of 2012B, due in annual installments varying from \$425,000 to \$260,000 with a final maturity of June 1, 2024, and with interest rates at 1.6% to 4%. The purpose of issuance was to refund the \$5,600,000 General Obligation Bonds of 2004.</p>	920,000
<p>\$2,450,000 Refunding General Obligation Bonds of 2012A, due in annual installments varying from \$300,000 to \$190,000 with final maturity of June 1, 2023, and with interest rates at 1.6% to 4%. The purpose of issuance was to refund the \$4,100,000 General Obligation Bonds of 2003.</p>	435,000
<p>Total General Obligation Bonds</p>	\$30,415,000
<p>Plus: Unamortized Premium</p>	1,040,164
<p>Total General Obligation Bonds, net</p>	<u>\$31,455,164</u>
<p>Current portion</p>	\$ 1,915,000
<p>Non-current portion, net</p>	<u>29,540,164</u>
<p>Total General Obligation Bonds</p>	<u>\$31,455,164</u>

CITY OF SAPULPA
NOTES TO BASIC FINANCIAL STATEMENTS
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Revenue Bonds Payable:

2014 Series Capital Improvement Revenue Bonds original issue amount \$7,410,000, dated July 1, 2014, issued by Sapulpa Municipal Authority, secured by year-to-year, appropriation of debt service payments made by city, and interest rates from 2.0% to 3.3%, final maturity on July 1, 2029. The bonds were issued to make improvements to roads, streets, and bridges of the City of Sapulpa.	<u>\$4,365,000</u>
Total Revenue Bonds Payable	<u>\$4,365,000</u>
Current portion	\$ 495,000
Non-current portion	<u>3,870,000</u>
Total Revenue Bonds	<u>\$4,365,000</u>

Capital Lease Obligations:

\$126,478 capital lease with De Lage Landen Public Finance copiers payable in monthly installments of \$2,327, and with the final payment due April 2022 with an interest rate at 3.96%. The lease must be renewed annually.	\$ 20,602
\$7,234 capital lease with De Lage Landen Public Finance copiers payable in monthly installments of \$150, and with the final payment due June 2022 with an interest rate at 8.95%. The lease must be renewed annually.	1,578
\$175,000 capital lease with American Heritage Bank for 50 Yanmaha Golf carts payable in quarterly installments of \$11,696, and with the final payment due August 2022 with an interest rate at 3.50%. The lease must be renewed annually.	56,976
\$325,000 capital lease with American Hertiage Bank for meters payable in quarterly installments of \$12,685, and with the final payment due October 2022 with an interest rate at 2.55%. The lease must be renewed annually.	73,664
\$413,183 capital lease with Spillman Technologies for software and hardware CAD System payable in annual installments of \$62,499, and with the final payment due January 2026 with an interest rate at 1.45%. The lease must be renewed annually.	<u>299,348</u>
Total Capital Lease Obligations	<u>\$ 452,168</u>
Current portion	\$ 174,226
Non-current portion	<u>277,942</u>
Total Capital Lease Obligations	<u>\$ 452,168</u>

Note Payable (direct borrowing):

\$86,223 note payable direct borrowing debt with American Heritage Bank used for the purchase of property, payable in annual installments unless the lender demands payment in full prior to that point at any time, final payment due December 2023, and it is unsecured. In the event of default, the lender may: 1) declare the entire unpaid principal balance due along with all accrued unpaid interest, 2) hire another entity to help collect payment, with the cost to be paid by the borrower, and 3) right to set off the balance due with balances in other accounts held by the lender.	<u>\$86,223</u>
Total Note Payable	<u>\$86,223</u>
Current portion	\$28,452
Non-current portion	<u>57,771</u>
Total Notes Payable	<u>\$86,223</u>

CITY OF SAPULPA
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

Accrued Compensated Absences:

Accrued compensated absences reported in the governmental activities are comprised of accrued vacation leave, sick leave and compensatory time.

Current portion	\$ 187,138
Non-current portion	<u>1,684,243</u>
Total Accrued Compensated Absences	<u>\$1,871,381</u>

Over 90% of governmental compensated absences will be liquidated by the general fund. Other funds that will be used include the following: Cemetery Maintenance, Street and Alley, Hotel/Motel Tax, Parks & Recreation, and E911.

Business-Type Activities Long-Term Debt

At June 30, 2021, the long-term debt payable from enterprise fund resources consisted of the following:

Revenue Bonds Payable:

2020 Refunding Series Utility System Revenue Bonds with an original issue amount of \$66,325,000, dated September 1, 2020, issued by Sapulpa Municipal Authority, and it is secured by utility revenue and pledged sales tax, interest rate from 3.024% to 0.745%, and the final maturity on April 1, 2043. The bonds were issued to refund the Refunding Series Revenue Bonds (Series 2012, and Series 2013), and to fund the issuance costs, the underwriter's discount, and the bond insurance premium.

	<u>\$64,845,000</u>
Current portion	\$ 2,440,000
Non-current portion, net	<u>62,405,000</u>
Total Revenue Bonds Payable, net	<u>\$64,845,000</u>

Note Payable (direct borrowing):

\$7,850,000 note payable direct borrowing debt with Oklahoma Water Resources Resources Board used for wastewater system improvements, payable in semi-annual installments, final payment due September 2046, and it is secured by water, sewer, and sanitation net revenues, and 1.3% sales tax, interest rate of 2.58%. In the event of default the lender may: 1) file suit for specific performance covenants, 2) accelerate the payment of principal and interest accrued on all notes, 3) appoint temporary trustees to take over, operate, and maintain the System, 4) file suit to enforce or enjoin action or inaction of parties under provisions of the note or sales tax agreement, and 5) interest rate increases to 14% from date of default until date of payment.

	<u>\$4,823,117</u>
Total Note Payable	<u>\$4,823,117</u>
Current portion	\$ 220,000
Non-current portion	<u>4,603,117</u>
Total Notes Payable	<u>\$4,823,117</u>

CITY OF SAPULPA
NOTES TO BASIC FINANCIAL STATEMENTS
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Accrued Compensated Absences:

Accrued compensated absences reported in the business-type activities are comprised of accrued vacation leave, sick leave and compensatory time.

Current portion	\$ 22,459
Non-current portion	<u>208,438</u>
Total Accrued Compensated Absences	<u>\$230,897</u>

Water Contract Obligations (direct borrowings):

The City has two direct borrowing contractual obligations with the U.S. Army Corps of Engineer for water use rights. In the event of default, the lender may: 1) compound interest annually on overdue payments based upon an interest rate determined by the department of Treasury's Treasury Fiscal Requirements Manual, 2) charge interest for payments overdue for a period of less than a year on a monthly basis, and 3) payments overdue for greater than a year shall also be charged interest for any portion of each succeeding month. The outstanding amounts due are as follows:

Obligation payable to the U.S. Army Corps of Engineer, original amount of \$632,924, for use of water facility, payable in 41 annual installments of \$30,491, final maturity in March 2033, and interest rate 4.012%.	\$304,268
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Obligation payable to the U.S. Army Corps of Engineer, original amount of \$632,924, for use of water facility, payable in 35 annual installments of \$33,966, final maturity in November, 2033, and interest rate 4.012%.	<u>338,901</u>
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Total Water Contract Obligations	<u>\$643,169</u>
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Current portion	\$ 38,653
Non-current portion	<u>604,516</u>
Total Water Contract Obligations	<u>\$643,169</u>

Due to Depositors:

Outstanding deposits for utility services, refundable only upon termination of service, amounted to the following:

Current portion	\$66,766
Non-current portion	<u>267,065</u>
Total Due to Depositors	<u>\$333,831</u>

Defeased Bonds Outstanding

The City, through its various public trusts, has in substance defeased a number of outstanding bond issues by placing deposits in irrevocable trusts, escrow accounts, for the purchase of U.S. Government Securities to pay principal and interest on the refunded bonds as they are due and payable. During the current fiscal year, the issuance of the 2020 Refunding Series Utility System Revenue Bonds resulted in the defeasance in substance of the 2012 and 2013 Refunding Series Revenue Bonds as funds were placed in an escrow trust agreement that will result in calls for the defeased balances on July 1, 2022 for the 2012 Refunding Series Revenue Bonds and April 1, 2023 for the 2012 Refunding Series Revenue Bonds. The refunding resulted in an accounting loss of \$8,194,985, and a net present value savings of \$2,459,631. The accounting loss of \$8,194,985 was recorded as a deferred outflow of resources which will be amortized through fiscal year 2028.

CITY OF SAPULPA
NOTES TO BASIC FINANCIAL STATEMENTS
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For financial reporting purposes, both the defeased bonds outstanding and the escrowed securities have been excluded from the financial statements. At year end, the remaining outstanding defeased debt issues were as follows:

1998 Series Capital Improvement Revenue Bonds – Defeased	\$2,170,000
2003A Series Revenue Bonds	4,700,000
2012 Refunding Series Revenue Bonds	23,310,000
2013 Refunding Series Revenue Bonds	<u>35,240,000</u>
Total Defeased Bonds Outstanding	<u>\$65,420,000</u>

Changes in Long-Term Debt

The following is a summary of changes in long-term debt for the year ended June 30, 2021:

Type of Debt	Balance June 30, 2020	Additions	Refunded	Deductions	Balance June 30, 2021	Amounts Due Within One Year
Governmental Activities:						
General obligation bonds	\$ 25,955,000	\$ 5,750,000	\$ -	\$ 1,290,000	\$ 30,415,000	\$ 1,915,000
Revenue bonds payable	4,850,000	-	-	485,000	4,365,000	495,000
Notes payable	-	86,223	-	-	86,223	28,452
Capital lease obligation	629,945	-	-	177,778	452,167	174,226
Judgments payable	266,667	-	-	266,667	-	-
Accrued compensated absences	1,594,511	1,215,807	-	938,936	1,871,382	187,138
Total Governmental Activities	<u>\$ 33,296,123</u>	<u>\$ 7,052,030</u>	<u>\$ -</u>	<u>\$ 3,158,381</u>	<u>37,189,772</u>	<u>\$ 2,799,816</u>
Unamortized bond premiums/discounts					1,040,164	
Total OPEB Liability					1,215,458	
Net Pension Liability					13,109,750	
Net Long-term Debt					<u>\$ 52,555,144</u>	
Reconciliation to Government-Wide Statement of Net Position:						
Due in One Year					\$ 2,799,816	
Due in More than One Year					35,430,120	
Net Pension Liabilities					13,109,750	
Total OPEB Liability					<u>1,215,458</u>	
					<u>\$ 52,555,144</u>	
Business-Type Activities:						
Due to depositors	\$ 328,117	\$ 108,369	\$ -	\$ 102,655	\$ 333,831	\$ 66,766
Water contract obligations	680,334	-	-	37,165	643,169	38,653
Notes payable (direct borrowing)	1,150,600	3,823,479	-	150,962	4,823,117	220,000
Revenue bonds payable	59,530,000	66,325,000	59,530,000	1,480,000	64,845,000	2,440,000
Accrued compensated absences	203,673	150,010	-	122,786	230,897	22,459
Total Business-Type Activities	<u>\$ 61,892,724</u>	<u>\$ 70,406,858</u>	<u>\$ 59,530,000</u>	<u>\$ 1,893,568</u>	<u>70,876,014</u>	<u>\$ 2,787,878</u>
Total OPEB Liability					302,066	
Net Long-term Debt					<u>\$ 71,178,080</u>	
Reconciliation to Government-Wide Statement of Net Position:						
Due in One Year					2,787,878	
Due in More than One Year					68,088,136	
Total OPEB Liability					<u>302,066</u>	
					<u>\$ 71,178,080</u>	

Annual Debt Service Requirements

The annual debt service requirements to maturity, including principal and interest, for long-term debt, excluding accrued compensated absences, due to depositors, estimated claims liability, net pension liability and total OPEB liability as of June 30, 2021 are as follows:

Year Ending June 30,	GOVERNMENTAL ACTIVITY DEBT							
	Capital Lease Obligations		General Obligation Bonds		Revenue Bonds		Direct Borrowing Notes Payable	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 174,226	\$ 8,392	\$ 1,915,000	\$ 804,983	\$ 495,000	\$ 131,421	\$ 28,452	\$ 874
2023	95,724	3,843	2,160,000	756,812	505,000	119,665	28,740	586
2024	59,857	2,642	1,935,000	699,003	515,000	104,515	29,031	294
2025	60,725	1,774	1,650,000	646,472	535,000	89,065	-	-
2026	61,636	893	1,520,000	602,223	550,000	73,015	-	-
2027-2031			7,235,000	2,344,262	1,765,000	115,325	-	-
2032-2036	-	-	5,840,000	1,454,395	-	-	-	-
2037-2041	-	-	4,275,000	810,031	-	-	-	-
2042-2046	-	-	3,885,000	269,350	-	-	-	-
Totals	<u>\$ 452,168</u>	<u>\$ 17,544</u>	<u>\$ 30,415,000</u>	<u>\$ 8,387,531</u>	<u>\$ 4,365,000</u>	<u>\$ 633,006</u>	<u>\$ 86,223</u>	<u>\$ 1,754</u>

CITY OF SAPULPA
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

Year Ending June 30,	BUSINESS-TYPE ACTIVITY DEBT					
	Revenue Bonds Payable		Direct Borrowing Notes Payable		Direct Borrowing Water Contract Obligation	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 2,440,000	\$ 1,494,872	\$ 220,000	\$ 200,908	\$ 38,653	\$ 25,804
2023	2,460,000	1,473,766	220,000	195,153	40,204	24,253
2024	2,480,000	1,450,838	230,000	189,848	41,817	22,640
2025	2,510,000	1,423,583	230,000	183,317	43,494	20,963
2026	2,540,000	1,393,990	240,000	177,236	45,239	19,218
2027-2031	13,330,000	6,307,348	1,300,000	788,143	254,923	67,363
2032-2036	14,830,000	4,793,697	1,475,000	608,326	178,839	14,540
2037-2041	16,835,000	2,644,466	1,690,000	402,727	-	-
2042-2046	7,420,000	338,234	1,925,000	168,255	-	-
2047	-	-	169,038	2,703	-	-
Totals	<u>\$ 64,845,000</u>	<u>\$ 21,320,794</u>	<u>\$ 7,699,038</u>	<u>\$ 2,916,616</u>	<u>\$ 643,169</u>	<u>\$ 194,781</u>
Amount left to draw			<u>(2,875,921)</u>			
			<u>\$ 4,823,117</u>			

Pledge of Future Revenues

Sales Tax and Utility Net Revenues Pledge - The City has pledged 40% of two cents (or 20%) of future sales tax revenues and net utility revenues to repay the \$66,325,000 2020 Refunding Utility System Revenue Bonds. Proceeds from the original bonds, which have since been refunded, provided for the purchase or construction of capital assets. The bonds are payable from pledged sales tax revenues and net utility revenues. These bonds are payable through 2043. The total principal and interest payable for the remainder of the life of these bonds is \$86,165,794. Pledged sales taxes received in the current year were \$4,515,906 and net utility revenues were \$6,393,487 for total pledged revenues of \$10,909,393. Debt service payments of \$4,109,623 for the current fiscal year were 37.7% of total pledged revenues for these bonds.

3.G. INTERFUND BALANCES AND ACTIVITIES

Interfund receivables and payables at June 31, 2021, were as follows:

Receivable Fund	Payable Fund	Amount	Nature of Interfund Balance
General Fund	Grants & Aids Fund	\$ 100,000	Temporary loan of cash
General Fund	Sewer Improvement Sales Tax Fund	50,000	Temporary loan of cash
General Fund	SMA Utility Fund	1,232,000	Temporary loan of cash
		<u>\$ 1,382,000</u>	

Reconciliation to Fund Financial Statements:

	Due From	Due to	Net Interfund Balances
Governmental Funds	\$ 1,382,000	\$ (150,000)	\$ 1,232,000
Proprietary Funds	-	(1,232,000)	(1,232,000)
	<u>\$ 1,382,000</u>	<u>\$ (1,382,000)</u>	<u>\$ -</u>

Reconciliation to Statement of Net Position:

Net Interfund Balances	\$ (1,232,000)
BTA- Special Revenue Funds	<u>(50,000)</u>
Internal Balances	<u>\$ (1,282,000)</u>

CITY OF SAPULPA
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

Interfund transfers for the year ended June 30, 2021 were as follows:

Transfer In	Transfer From											SMA Utility		
	General	Cemetery Maintenance	Hotel/Motel Tax	Polson Apportionment	Fire Cash	Police Cash	Water Resources	Sewer Plant Sales Tax	Series 20214 Str Cao Imp	G.O Sinking				
<i>Governmental Funds:</i>														
General Fund	\$ -	\$ -	\$ -	\$ 5,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,728	\$ 6,025,906	\$ 6,040,634		
<i>Non-major funds</i>														
Cemetery Maintenance	-	-	-	-	-	-	-	-	-	-	180,000	180,000		
Street and Alley	-	-	-	-	-	-	-	-	-	-	525,000	525,000		
Parks & Recreation	-	-	-	-	-	-	-	-	-	-	310,000	310,000		
Water & Sewer Sales Tax	-	-	-	-	-	-	-	-	-	-	80,000	80,000		
E911	140,000	-	-	-	-	-	-	-	-	-	-	140,000		
Grant & Aid	-	-	-	-	36,900	-	-	-	-	-	-	36,900		
Restricted Construction Park/Rec	13,450	-	-	-	-	-	-	-	-	-	-	13,450		
Park Development	-	-	49,073	-	-	-	-	-	-	-	-	49,073		
Cemetery Care	-	14,541	-	-	-	-	-	-	-	-	-	14,541		
Capital Improvement	-	-	-	-	20,000	20,000	-	-	-	-	-	40,000		
Street Improvement Sales Tax	-	-	-	-	-	-	-	-	71,420	-	-	71,420		
											1,460,384	1,460,384		
											7,501,018	7,501,018		
<i>Proprietary Funds:</i>														
SMA Utility	3,015,906	-	-	-	-	-	1,111,457	1,500,000	-	-	-	5,627,363		
Golf Course	-	-	-	-	-	-	-	-	-	-	365,000	365,000		
											5,992,363	5,992,363		
	3,169,356	14,541	49,073	5,000	56,900	20,000	1,111,457	1,500,000	71,420	9,728	2,838,119	2,838,119		
											\$ 6,007,475	\$ 7,485,906		

	Transfers In	Transfers Out	Reconciliation - BTA - Special Revenue Funds	Reclass BTA Sales Tax	Capital Asset Activity	Net Transfers/ Internal Activity
Reconciliation to Fund Financial Statements:						
Governmental Funds	\$ 7,501,018	\$ (6,007,475)	\$ 2,160,393	\$ (3,812,132)	\$ (1,079,948)	\$ (1,238,144)
Proprietary Funds	5,992,363	(7,485,906)	(2,160,393)	3,812,132	1,079,948	1,238,144
Internal Service Fund	-	-	-	-	-	-
Total Transfers	\$ 13,493,381	\$ (13,493,381)	\$ -	\$ -	\$ -	\$ -

3.H. ALLOCATION OF INDIRECT EXPENSES

Certain indirect expenses (expenses benefiting more than one function) have been allocated to specific functions in the Statement of Activities, while other indirect expenses have not been allocated.

Indirect expenses reported in the Statement of Activities under the functions of Administration & General Government have not been allocated for governmental purposes.

Indirect expenses of the proprietary funds, classified in the proprietary funds statement of revenues, expenses and changes in net position as General Government, Administration, and Utility Collections have been allocated on a percentage of total revenues to the business-type activity functions in the Statement of Activities.

CITY OF SAPULPA
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

3.I. FUND BALANCES AND NET POSITION

Fund Balance

The following table shows the fund balance classifications as shown on the Governmental Funds Balance Sheet:

	General Fund	G.O. Bond Construction	Other Governmental Funds	TOTAL
Fund Balances:				
Nonspendable:				
Inventory	\$ 8,753	-	\$ 117,105	\$ 125,858
Sub-total Nonspendable	<u>8,753</u>	<u>-</u>	<u>117,105</u>	<u>125,858</u>
Restricted for:				
Law enforcement	-	-	133,928	133,928
Major Thoroughfares	-	-	534,188	534,188
Increment District	-	-	66,183	66,183
Animal control	-	-	3,609	3,609
Juvenile Justice programs	-	-	36,619	36,619
Economic Development	-	-	1,424,464	1,424,464
Capital Improvements	-	16,230,472	7,220,385	23,450,857
Grants	-	-	(60,463)	(60,463)
Debt Service	-	-	1,362,895	1,362,895
Sub-total Restricted	<u>-</u>	<u>16,230,472</u>	<u>10,721,808</u>	<u>26,952,280</u>
Assigned to:				
Subsequent Year Budget	2,146,015	-	-	2,146,015
Hunting & Fishing	55,709	-	-	55,709
Library	100,602	-	-	100,602
Swimming Pool	31,083	-	-	31,083
Streets	-	-	238,664	238,664
Cemetery	-	-	159,098	159,098
Parks	-	-	246,492	246,492
Major Thoroughfares	-	-	157,414	157,414
Water & Sewer maintenance	-	-	390,910	390,910
Animal control	-	-	629	629
E911	-	-	112,355	112,355
Juvenile Justice programs	-	-	1,137	1,137
Economic Development	-	-	78,327	78,327
Grant projects	-	-	25,990	25,990
Capital Improvements	-	-	1,146,287	1,146,287
Sub-total Assigned	<u>2,333,409</u>	<u>-</u>	<u>2,557,303</u>	<u>4,890,712</u>
Unassigned:	3,201,634	-	-	3,201,634
TOTAL FUND BALANCES	<u>\$ 5,543,796</u>	<u>16,230,472</u>	<u>\$ 13,396,216</u>	<u>\$ 35,170,484</u>

Restricted Net Position

The restricted for debt service net position of the business-type activities consists of restricted assets relating to revenue bond trustee accounts. The balance at June 30, 2021, is comprised of the following:

Enterprise Funds:	
2020 Revenue Bond Trust Accounts	<u>989,538</u>
Restricted per bond indenture	989,538
Less: Accrued interest payable	<u>(373,718)</u>
Total Restricted for Debt Service	<u>\$ 615,820</u>

NOTE 4. OTHER NOTES

4.A. EMPLOYEE PENSION AND OTHER BENEFIT PLANS

The City participates in three employee pension systems as follows:

<u>Name of Plan/System</u>	<u>Type of Plan</u>
Oklahoma Police Pension and Retirement Fund	Cost Sharing Multiple Employer – Defined Benefit Plan
Oklahoma Firefighters Pension and Retirement Fund	Cost Sharing Multiple Employer – Defined Benefit Plan
Oklahoma Municipal Retirement Fund (OkMRF)	Agent Multiple Employer – Defined Contribution Plan Agent Multiple Employer – Defined Contribution Plan - CMO

A summary the amounts recorded in the City’s financial statements for the defined benefit plans is as follows:

	<u>Governmental Activities</u>
Pension Expense	
Police Pension System	\$ 950,076
Firefighter's Pension System	2,364,409
Total Net Pension Liability	<u>\$ 3,314,485</u>
Net Pension Liability	
Police Pension System	\$ 814,429
Firefighter's Pension System	12,295,321
Total Net Pension Liability	<u>\$ 13,109,750</u>
Deferred Outflows of Resources	
Police Pension System	\$ 1,393,591
Firefighter's Pension System	2,617,790
Total Deferred Outflows of Resources	<u>\$ 4,011,381</u>
Deferred Inflows of Resources	
Police Pension System	\$ 238,858
Firefighter's Pension System	602,059
Total Deferred Inflows of Resources	<u>\$ 840,917</u>

Oklahoma Police Pension and Retirement System

Plan description - The City of Sapulpa, as the employer, participates in the Oklahoma Police Pension and Retirement Plan—a cost-sharing multiple-employer defined benefit pension plan administered by the Oklahoma Police Pension and Retirement System (OPPRS). Title 11 of the Oklahoma State Statutes, through the Oklahoma Legislature, grants the authority to establish and amend the benefit terms to the OPPRS. OPPRS issues a publicly available financial report that can be obtained at www.ok.gov/OPPRS

Benefits provided - OPPRS provides retirement, disability, and death benefits to members of the plan. The normal retirement date under the Plan is the date upon which the participant completes 20 years of credited service, regardless of age. Participants become vested upon completing 10 years of credited service as a contributing participant of the Plan. No vesting occurs prior to completing 10 years of credited service. Participants’ contributions are refundable, without interest, upon termination prior to normal retirement. Participants who have completed 10 years of credited service may elect a vested benefit in lieu of having their

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accumulated contributions refunded. If the vested benefit is elected, the participant is entitled to a monthly retirement benefit commencing on the date the participant reaches 50 years of age or the date the participant would have had 20 years of credited service had employment continued uninterrupted, whichever is later.

Monthly retirement benefits are calculated at 2.5% of the final average salary (defined as the average paid base salary of the officer over the highest 30 consecutive months of the last 60 months of credited service) multiplied by the years of credited service, with a maximum of 30 years of credited service considered.

Monthly benefits for participants due to permanent disability incurred in the line of duty are 2.5% of the participants' final average salary multiplied by 20 years. This disability benefit is reduced by stated percentages for partial disability based on the percentage of impairment. After 10 years of credited service, participants who retire due to disability incurred from any cause are eligible for a monthly benefit based on 2.5% of their final average salary multiplied by the years of service. This disability benefit is also reduced by stated percentages for partial disability based on the percentage of impairment. Effective July 1, 1998, once a disability benefit is granted to a participant, that participant is no longer allowed to apply for an increase in the dollar amount of the benefit at a subsequent date.

Survivor's benefits are payable in full to the participant's beneficiary upon the death of a retired participant. The beneficiary of any active participant killed in the line of duty is entitled to a pension benefit.

Contributions - The contributions requirements of the Plan are at an established rate determine by Oklahoma Statute and are not based on actuarial calculations. Employees are required to contribute 8% percent of their annual pay. Participating cities are required to contribute 13% of the employees' annual pay. Contributions to the pension plan from the City were \$310,074. The State of Oklahoma also made on-behalf contributions to OPPRS in the amount of \$194,663 during the calendar year and this is reported as both expense and revenue in the General Fund Statement of Revenues, Expenditures, and Changes in Fund Balance. In the government-wide Statement of Activities, revenue is recognized for the state's on-behalf contributions on an accrual basis of \$285,754. These on-behalf payments did not meet the criteria of a special funding situation.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2021, the City reported a liability of \$814,429 for its proportionate share of the net pension liability. 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 July 1, 2020. The City's proportion of the net pension liability was based on the City's contributions received by the pension plan relative to the total contributions received by pension plan for all participating employers as of June 30, 2020. Based upon this information, the City's proportion was 0.709155%.

For the year ended June 30, 2021, the City recognized pension expense of \$950,076. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 21,070	\$ 221,177
Changes of assumptions	83,666	-
actual earnings on pension plan investments	960,899	-
Changes in proportion	16,575	5,498
date	1,307	12,183
City contributions subsequent to the measurement date	310,074	-
Total	\$ 1,393,591	\$ 238,858

The \$310,074 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a decrease of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2022	\$ 115,067
2023	244,297
2024	316,062
2025	184,498
2026	(15,265)
	\$ 844,659

Actuarial Assumptions-The total pension liability was determined by an actuarial valuation as of July 1, 2020, using the following actuarial assumptions, applied to all prior periods included in the measurement:

- Inflation: 2.75%
- Salary increases: 3.5% to 12% average, including inflation
- Investment rate of return: 7.5% net of pension plan investment expense
- Cost-of-living adjustments: Police officers eligible to receive increased benefits according to repealed Section 50-120 of Title 11 of the Oklahoma Statutes pursuant to a court order receive an adjustment of 1/3 to 1/2 of the increase or decrease of any adjustment to the base salary of a regular police officer, based on an increase in base salary of 3.5% (wage inflation).
- Mortality rates:
 - Active employees (pre-retirement) RP-2000 Blue Collar Healthy Combined table with age set back 4 years with fully generational improvement using Scale AA.
 - Active employees (post-retirement) and nondisabled pensioners: RP-2000 Blue Collar Healthy Combined table with fully generational improvement using scale AA.
 - Disabled pensioners: RP-2000 Blue Collar Healthy Combined table with age set forward 4 years.

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The actuarial assumptions used in the July 1, 2020, valuation were based on the results of an actuarial experience study for the period July 1, 2012, to June 30, 2017.

The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2020, are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed income	5.11%
Domestic equity	6.80%
International equity	11.45%
Real estate	8.60%
Private equity	11.58%
Commodities	0.00%

The current allocation policy is that approximately 60% of assets in equity instruments, including public equity, long-short hedge, venture capital, and private equity strategies; approximately 25% of assets in fixed income to include investment grade bonds, high yield and non-dollar denominated bonds, convertible bonds, and low volatility hedge fund strategies, and absolute return strategies; and 15% of assets in real assets to include real estate, commodities, and other strategies.

Discount Rate-The discount rate used to measure the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at contractually required rates, determined by State statutes. Projected cash flows also assume the State of Oklahoma will continue contributing 14% of the insurance premium, as established by statute. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate-The following presents the net pension liability (asset) of the employers calculated using the discount rate of 7.5%, as well as what the Plan's net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage point lower (6.5%) or 1-percentage-point higher (8.5%) than the current rate:

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
City's proportionate share of the net pension liability (asset)	\$ 2,877,048	\$ 814,429	\$ (930,113)

Pension plan fiduciary net position - Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report of the OPPRS; which can be located at www.ok.gov/OPPRS .

Oklahoma Firefighters Pension and Retirement System

Plan description - The City of Sapulpa, as the employer, participates in the Firefighters Pension & retirement—a cost-sharing multiple-employer defined benefit pension plan administered by the Oklahoma Firefighters Pension & Retirement System (FPRS). Title 11 of the Oklahoma State Statutes grants the authority to establish and amend the benefit terms to the FPRS. FPRS issues a publicly available financial report that can be obtained at www.ok.gov/fprs.

Benefits provided - FPRS provides defined retirement benefits based on members' final average compensation, age, and term of service. In addition, the retirement program provides for benefits upon disability and to survivors upon death of eligible members. The Plan's benefits are established and amended by Oklahoma statute. Retirement provisions are as follows:

Normal Retirement:

- Hired Prior to November 1, 2013
Normal retirement is attained upon completing 20 years of service. The normal retirement benefit is equal to 50% of the member's final average compensation. Final average compensation is defined as the monthly average of the highest 30 consecutive months of the last 60 months of participating service. For volunteer firefighters, the monthly pension benefit for normal retirement is \$150.60 per month
- Hired After November 1, 2013
Normal retirement is attained upon completing 22 years of service. The normal retirement benefit is equal to 55% of the member's final average compensation. Final average compensation is defined as the monthly average of the highest 30 consecutive months of the last 60 months of participating service. Also participants must be age 50 to begin receiving benefits. For volunteer firefighters, the monthly pension benefit for normal retirement is \$165.66 per month.

All firefighters are eligible for immediate disability benefits. For paid firefighters, the disability in-the-line-of-duty benefit for firefighters with less than 20 years of service is equal to 50% of final average monthly compensation, based on the most recent 30 months of service. For firefighters with over 20 years of service, a disability in the line of duty is calculated based on 2.5% of final average monthly compensation, based on the most recent 30 months, per year of service, with a maximum of 30 years of service. For disabilities not in the line of duty, the benefit is limited to only those with less than 20 years of service and is 50% of final average monthly compensation, based on the most recent 60-month salary as opposed to 30 months. For volunteer firefighters, the not-in-the-line-of-duty disability is also limited to only those with less than 20 years of service and is \$7.53 per year of service. For volunteer firefighters, the in-the-line-of-duty pension is \$150.60 with less than 20 years of service or \$7.53 per year of service, with a maximum of 30 years.

A \$5,000 lump sum death benefit is payable to the qualified spouse or designated recipient upon the participant's death. The \$5,000 death benefit does not apply to members electing the vested benefit.

Contributions - The contributions requirements of the Plan are at an established rate determine by Oklahoma Statute and are not based on actuarial calculations. Employees are required to contribute 9% percent of their annual pay. Participating cities are required to contribute 14% of the employees' annual pay. Contributions to the pension plan from the City were \$442,833. The State of Oklahoma also made on-behalf contributions to FPRS in the amount of \$777,490 (modified-accrual). These on-behalf payments did not meet the criteria of a special funding situation. For full-accrual reporting the amount of on-behalf payments made were \$1,033,914.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2021, the City reported a net pension liability of \$12,295,321 for its proportionate share of the net pension liability. 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 July 1, 2020.

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The City's proportion of the net pension liability was based on the City's contributions received by the pension plan relative to the total contributions received by the pension plan for all participating employers as of June 30, 2020. Based upon this information, the City's proportion was 0.998067%.

For the year ended June 30, 2021, the City recognized pension expense of \$2,364,409. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,567,043	\$ 164,973
Changes of assumptions	-	208,357
actual earnings on pension plan investments	180,728	-
Changes in proportion and differences between City contributions and proportionate share of contributions	424,785	219,983
City contributions during the measurement date	2,401	8,746
City contributions subsequent to the measurement date	442,833	-
Total	\$ 2,617,790	\$ 602,059

The \$442,833 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2022	\$ 271,551
2023	575,262
2024	446,263
2025	279,822
Total	\$ 1,572,898

Actuarial Assumptions-The total pension liability was determined by an actuarial valuation as of July 1, 2020, using the following actuarial assumptions, applied to all prior periods included in the measurement:

Inflation:	2.75%
Salary increases:	2.75% to 10.5% average, including inflation
Investment rate of return:	7.5% net of pension plan investment expense

Mortality rates were based on the Pub-2010 Public Safety Table, with adjustments for generational mortality improvement using scale MP-2018 for healthy lives and no mortality improvement for disabled lives.

The actuarial assumptions used in the July 1, 2020, valuation were based on the results of an actuarial experience study for the period July 1, 2013, to June 30, 2018.

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The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2020, are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed income	20%	4.38%
Domestic equity	47%	7.41%
International equity	15%	9.82%
Real estate	10%	7.70%
Other assets	8%	5.67%

Discount Rate-The discount rate used to measure the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at contractually required rates, determined by State statutes. Projected cash flows also assume the State of Oklahoma will continue contributing 36% of the insurance premium, as established by statute. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate-The following presents the city's proportionate share of the net pension liability calculated using the discount rate of 7.5%, as well as what the city's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.5%) or 1-percentage-point higher (8.5%) than the current rate:

	<u>1% Decrease 6.5%</u>	<u>Current Discount Rate 7.5%</u>	<u>1% Increase 8.5%</u>
City's proportionate share of the net pension liability	\$ 15,967,740	\$ 12,295,321	\$ 9,222,760

Pension plan fiduciary net position - Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report of the FPRS which can be located at www.ok.gov/fprs.

Defined Contribution Plan - Oklahoma Municipal Retirement Fund (OkMRF)

The City has also provided a defined contribution plan and trust known as the City of Sapulpa Plan and Trust (the "Plan") in the form of The Oklahoma Municipal Retirement System Master Defined Contribution Plan (OkMRF). OkMRF operations are supervised by a nine-member Board of Trustees elected by the participating municipalities. The plan is administered by Bank One of Oklahoma City. The defined contribution plan is available to all full-time employees except those participating in state fire or police program. Benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate on the employee's employment commencement date, and may make contributions to the plan up to 15% at their option. By City ordinance, the City, as employer, is required to make contributions to the plan, based upon employee contributions under the thrift option, at rates presently varying from 0% - 8% of covered payroll. The City's contributions for each employee (and interest allocated to the employee's account) are vested at a rate of 20% per year of completed service, thus fully vested after five years.

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City contributions for, and interest forfeited by, employees who leave employment prior to fully vesting shall be added to employer contribution. The authority to establish and amend the provisions of the plan rest with the City Council.

For the year ended June 30, 2021, the following amounts related to the defined contribution plan:

Employee contributions made	\$ 119,782
Employer (City) contributions made	\$ 126,258

Defined Contribution Plan – Oklahoma Municipal Retirement Fund (OkMRF) CMO Plan

The City has also provided a defined contribution plan in the form of The Oklahoma Municipal Retirement System Master Defined Contribution Plan (OkMRF). The defined contribution plan is available to any person who is in the position of City Manager as of May 31, 2016. Employees are eligible on the employee’s employment commencement date. The City has elected the variable funding option. The City intends to contribute to the Plan for the benefit of the participants on a monthly basis. The contribution may be varied from year to year by the City. The City’s contributions for each employee (and interest allocated to the employee’s account) are vested at 100% immediately upon the participation date. Benefits depend solely on amounts contributed to the plan plus investment earnings. The authority to establish and amend the provisions of the plan rests with the City Council. The City contributes 8% to the plan and the employee contributes 8% to the plan. The total contributions by the City for fiscal year 2021 were \$11,154 which is 100% of the required contribution.

Other Post-Employment Benefits

Plan description – The City’s defined benefit OPEB plan, provides OPEB to eligible retirees and their dependents. The City Council has the authority to establish and amend benefit provisions. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits provided – The City provides medical and prescription drug benefits to eligible retirees and their dependents. The benefits are provided in accordance with State law, police and firefighter's union contracts and the Consolidated Omnibus Budget Reconciliation Act of 1985 (COBRA). The retirees and dependents pay 110% of the active employee coverage rates. This results in the retirees and beneficiaries receiving an implicit rate subsidy. Retirees and dependents coverage ceases at age 65 and are no longer eligible for the City’s OPEB plan.

Employees covered by benefit terms - At fiscal year-end the following employees were covered by the benefit terms:

Active Employees	183
Inactives or beneficiaries currently receiving benefit payments	<u>7</u>
Total	<u>190</u>

Total OPEB Liability – The City’s total OPEB liability of \$1,517,524 was measured as of June 30, 2021, and was determined by an actuarial valuation as of June 30, 2020.

Actuarial Assumptions - The total OPEB liability as of June 30, 2021 was determined based on an actuarial valuation prepared as of June 30, 2020 using the following actuarial assumptions:

- Actuarial Cost Method - Entry Age Normal
- Discount Rate – 2.21%, based on June 30, 2020 published Bond Buyer GO 20 Index
- Termination – Civilian employees are based on withdrawal assumptions used in the OkMRF 2020 actuarial report. Rates for police and firefighters are based on termination assumptions in the 2017 OPPRS and OFPRS 2017 actuarial valuation reports.
- Retirement Age:

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<i>Civilian</i>	
<i>Retirement</i>	
<u>Age</u>	<u>Rate</u>
55	25.00%
60	17.00%
61	17.00%
62	30.00%
63	20.00%
64	15.00%
65	30.00%
70	100.00%

<u>Years of Service</u>	<u>Retirement Rate</u>	
	<u>Police</u>	<u>Fire</u>
20	20%	10%
25	20%	15%
30	100%	20%
35		100%

- Participation – 25% of currently covered civilian employees are assumed to elect retiree medical coverage and 50% for police and firefighters. Dependents are assumed acceptance rate is 50%
- Healthcare cost trend rate - Level 5.50%
- Mortality Rates - The RPH-2014 Total mortality table is a current mortality table used for valuation purposes and the MP-2019 mortality projection used is the most current available.

Changes in Total OPEB Liability –The following table reports the components of changes in total OPEB liability:

	<u>Total OPEB</u> <u>Liability</u>
Balances Beginning of Year	\$ 1,414,323
Changes for the Year:	
Service cost	80,259
Interest expense	56,257
Changes in assumptions	7,592
Benefits paid	<u>(40,907)</u>
Net changes	<u>103,201</u>
Balances Ending of Year	<u>\$ 1,517,524</u>
Governmental Activities	\$ 1,215,458
Business-Type Activities	<u>302,066</u>
	<u>\$ 1,517,524</u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate–The following presents the total OPEB liability of the employer calculated using the discount rate of 2.21%, as well as what the Plan's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (1.21%) or 1-percentage-point higher (3.21) than the current rate:

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	1% Decrease 1.21%	Current Discount Rate - 2.21%	1% Increase 3.21%
Employer's Total OPEB Liability	\$ 1,680,438	\$ 1,517,524	\$ 1,370,505

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate-The following presents the total OPEB liability of the employer calculated using the healthcare cost trend rate of 5.50%, as well as what the Plan's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage point lower (4.50%) or 1-percentage-point higher (6.50%) than the current rate:

	1% Decrease 4.50%	Healthcare Costs Trend Rates 5.50%	1% Increase 6.50%
Employer's Total OPEB Liability	\$ 1,313,720	\$ 1,517,524	\$ 1,762,606

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB-The total OPEB liability was measured as of June 30, 2021 and was determined by an actuarial valuation as of June 30, 2020.

For the year ended June 30, 2021, the employer recognized OPEB expenses of \$121,274. At June 30, 2021, the employer reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 6,817	\$ 124,937
Changes in proportion	83,864	83,864
Total	\$ 90,681	\$ 208,801
Governmental Activities	\$ 75,787	\$ 100,067
Business-Type Activities	14,894	108,734
	\$ 90,681	\$ 208,801

The amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	
2022	\$ (15,242)
2023	(15,242)
2024	(15,242)
2025	(15,242)
2026	(15,242)
Thereafter	(41,910)
Total	\$ (118,120)

4.B. 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; employees health and life; and natural disasters. The City manages these various risks of loss as follows:

<u>Type of Loss</u>	<u>Method Managed</u>	<u>Risk of Loss Retained</u>
a. Torts, errors and omissions; asset loss and natural disasters	Participation in Oklahoma Municipal Assurance Group risk entity pool	(1)
b. Injuries to employees (workers compensation)	Participation in Oklahoma Municipal Assurance Group risk entity pool	(2)
c. Employee health and life	Purchased commercial insurance through Community Care	No risk of loss

The City participates in the Oklahoma Municipal Assurance Group Liability Protection Plan and Worker’s Compensation Plan (risk entity pool) as follows.

(1) Liability Protection Plan

The basic insurance agreements cover claims against municipalities for all government functions, utilities, and services covered in the Plan. These include bodily injury, property damage, wrongful acts, personal injury, and related torts under the state tort claims law and federal civil rights laws. All public officials, employees, services, and municipal functions are covered unless they are specifically listed as exclusions in the Plan.

The title to all assets acquired by the Plan are vested in the Group. In the event of termination of the Group, such property shall belong to the then members of the Group in equal shares. Each participating City pays all costs, premiums, or other fees attributable to its respective participation in the Plan, and is responsible for its obligation under any contract entered into with the Plan.

Reserves for claim losses include provisions for reported claims on a case basis and an estimate of claims incurred but not reported limited by aggregate and individual loss levels as specified by the Plan’s reinsurance contracts. These credits, if any, represent contingent liabilities of the Plan if the reinsurer was unable to meet its obligations under the reinsurance agreement.

The Plan’s insurance agreements are reinsured for excess losses based upon the contract year. The significant components of each reinsurance contract can be obtained from the Plan’s annual financial report.

(2) Worker’s Compensation Plan

The title to all assets acquired by the Plan are vested in the Group. In the event of termination of the Group, such property shall belong to the then members of the Group in equal shares. Each participating City pays all costs, premiums, or other fees attributable to its respective participation in the Plan, and is responsible for its obligation under any contract entered into with the Plan.

Reserves for policy and contract claims provide for reported claims on a case basis and a provision for incurred but not reported claims limited to specific retention levels for each member as outlined in the Plan’s reinsurance agreement.

The Plan's worker's compensation coverage is reinsured for losses in excess of respective retention levels. The reinsurance agreement covers losses incurred within the effective period of the agreement. Each Plan member's liability for claims losses is limited to their individual retention levels as outlined in the Plan's reinsurance agreement.

Management believes such coverage is sufficient to preclude any significant uninsured losses to the City. Settled claims have not exceeded this insurance coverage in any of the past three fiscal years.

4.C. COMMITMENTS AND CONTINGENCIES

Commitments:

Construction Commitments

The City had the following construction commitments outstanding at June 30, 2021 with balances left on the contract:

1. Construction on Wastewater Treatment Plant Improvements; Contractors – Crossland Heavy; original contract - \$3,759,646; change orders - \$309,556; remaining contract - \$403,684.
2. Construction of Frankoma Road Sanitary Sewer Improvements; Contractors – Cherokee Pride Construction, Inc.; original contract -\$1,448,261; remaining contract – \$147,326.
3. Construction of Canyon Road Improvements; Contractors – Cherokee Pride Construction, Inc.; original contract -\$1,739,810; remaining contract – \$215,524.
4. Construction of waterline from Highway 66 to Spogee Street; Contractors – Cherokee Pride Construction, Inc.; original contract \$247,597; remaining contract – \$62,017.
5. South Hickory Stormwater Improvement Projects; Contractors – Klaus Inc.; Original contract - \$136,625; remaining contract - \$136,625.
6. Golf Course Irrigation; Contractors – Mid America Golf and Landscape, Inc.; Original contract – \$768,538; change orders - \$22,250; remaining contract - \$790,788.

U.S. Army Corps of Engineer – Water Storage Space in Skiatook Lake

The City is under contract with the U.S. Army Corps of Engineer for the right to utilize an undivided 1.52 percent of the usable storage space in the Skiatook Lake Project. This storage space is to be used to impound water for anticipated future demand or need for municipal and industrial water supply. The City is also required to pay annual operations and maintenance (O&M) costs related to this contract. The total O&M costs paid during fiscal year 2020-2021 totaled \$69,996. See Note 3.F. for further debt disclosures.

Contingencies:

Grant Program Involvement

In the normal course of operations, the City participates in various federal or state grant/loan programs from year-to-year. The grant/loan programs are often subject to additional audits by agents of the granting or loaning agency, the purpose of which is to ensure compliance with the specific conditions of the grant or loan. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time.

CITY OF SAPULPA
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

Litigation

The City is a party to various legal proceedings which normally occur in the course of governmental operations. The financial statements do not include accrual or provisions for loss contingencies that may result from these proceedings. State statutes provide for the levy of an ad valorem tax over a three-year period by a City "Sinking Fund" for the payment of any court assessed judgment rendered against the City.

While the outcome of the above noted proceedings cannot be predicted, due to the insurance coverage maintained by the City and the State statute relating to judgments, the City feels that any settlement or judgment not covered by insurance would not have a material adverse effect on the financial condition of the City. This statutory taxing ability is not available to the City's public trusts (Authorities).

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF SAPULPA, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE (Budgetary Basis)
GENERAL FUND
For the fiscal year ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Beginning Budgetary Fund Balance:	\$ 2,009,618	\$ 2,032,390	\$2,231,413	\$199,023
Resources (Inflows):				
TAXES:				
Sales tax	12,003,048	15,603,048	15,211,627	(391,421)
Use tax	950,000	950,000	1,748,790	798,790
Franchise tax	725,000	725,000	850,082	125,082
Payment in lieu of tax	280,000	280,000	286,955	6,955
Total Taxes	<u>13,958,048</u>	<u>17,558,048</u>	<u>18,097,454</u>	<u>539,406</u>
LICENSES AND PERMITS:				
Building permits	34,000	34,000	86,426	52,426
Trade permits	30,000	30,000	57,465	27,465
Resident construction park/rec fees	10,000	14,000	13,450	(550)
Occupation/business	70,000	70,000	82,613	12,613
Other permits	7,200	7,200	7,305	105
Total License and Permits	<u>151,200</u>	<u>155,200</u>	<u>247,259</u>	<u>92,059</u>
INTERGOVERNMENTAL:				
Alcoholic beverage tax	180,000	180,000	214,057	34,057
Cigarette/tobacco tax	120,000	120,000	141,720	21,720
Grant revenue	-	-	1,691,051	1,691,051
Total Intergovernmental	<u>300,000</u>	<u>300,000</u>	<u>2,046,828</u>	<u>1,746,828</u>
CHARGES FOR SERVICES:				
Fire run fees	490,000	490,000	547,960	57,960
Fire run charges	5,000	5,000	3,750	(1,250)
Inspection fees	40,000	40,000	64,967	24,967
Special assessments	1,000	1,000	490	(510)
Other fees	19,500	19,500	24,608	5,108
Court collection fees	60,000	60,000	51,560	(8,440)
Shelter fees	3,500	3,500	3,919	419
Engineering fees	5,000	5,000	10,000	5,000
Weed abatement	10,000	10,000	14,634	4,634
Pet adoption	2,500	2,500	2,952	452
Total Charges for Services	<u>636,500</u>	<u>636,500</u>	<u>724,840</u>	<u>88,340</u>
FINES AND FORFEITURES	<u>453,800</u>	<u>453,800</u>	<u>271,183</u>	<u>(182,617)</u>
INVESTMENT INCOME	<u>12,200</u>	<u>12,200</u>	<u>8,573</u>	<u>(3,627)</u>
MISCELLANEOUS:				
Antenna tower rental	81,417	81,417	82,584	1,167
Reimbursements	20,000	1,679,170	(8,516)	(1,687,686)
Donations	14,000	16,180	14,265	(1,915)
Rental income	9,000	9,000	2	(8,998)
Miscellaneous	10,000	10,000	5,986	(4,014)
Total Miscellaneous	<u>134,417</u>	<u>1,795,767</u>	<u>94,321</u>	<u>(1,701,446)</u>
OTHER FINANCING SOURCES:				
Transfers from other funds	5,191,220	5,911,220	5,805,634	(105,586)
Total Other Financing Sources	<u>5,191,220</u>	<u>5,911,220</u>	<u>5,805,634</u>	<u>(105,586)</u>
Total Resources (Inflows)	<u>20,837,385</u>	<u>26,822,735</u>	<u>27,296,092</u>	<u>473,357</u>
Amounts available for appropriation	<u>\$22,847,003</u>	<u>\$28,855,125</u>	<u>\$29,527,505</u>	<u>\$672,380</u> (Continued)

CITY OF SAPULPA, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE (Budgetary Basis)
GENERAL FUND
For the fiscal year ended June 30, 2021

(Continued)

Charges to Appropriations (Outflows):	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive (Negative)
ADMINISTRATION:				
City Council:				
Materials and supplies	200	250	236	14
Other services and charges	43,900	43,850	17,149	26,701
Total City Council	<u>44,100</u>	<u>44,100</u>	<u>17,385</u>	<u>26,715</u>
City Manager:				
Personal services	231,373	242,773	242,429	344
Materials and supplies	5,850	1,750	1,642	108
Other services and charges	12,375	5,075	3,386	1,689
Total City Manager	<u>249,598</u>	<u>249,598</u>	<u>247,457</u>	<u>2,141</u>
City Clerk:				
Personal services	209,231	209,231	191,572	17,659
Materials and supplies	5,375	5,375	2,108	3,267
Other services and charges	10,240	10,240	7,864	2,376
Total City Clerk	<u>224,846</u>	<u>224,846</u>	<u>201,544</u>	<u>23,302</u>
Finance:				
Personal services	347,476	354,739	346,804	7,935
Materials and supplies	4,500	4,548	2,789	1,759
Other services and charges	141,500	135,528	127,954	7,574
Total Finance	<u>493,476</u>	<u>494,815</u>	<u>477,547</u>	<u>17,268</u>
Treasurer:				
Personal services	29,350	30,511	30,132	379
Other services and charges	140	140	80	60
Total Treasurer	<u>29,490</u>	<u>30,651</u>	<u>30,212</u>	<u>439</u>
Personnel:				
Personal services	108,519	108,792	107,604	1,188
Materials and supplies	1,230	1,626	1,035	591
Other services and charges	22,090	21,646	5,640	16,006
Total Personnel	<u>131,839</u>	<u>132,064</u>	<u>114,279</u>	<u>17,785</u>
Code Enforcement:				
Personal services	48,975	48,975	47,273	1,702
Materials and supplies	3,350	2,800	1,063	1,737
Other services and charges	26,300	26,850	14,160	12,690
Total Central Purchasing	<u>78,625</u>	<u>78,625</u>	<u>62,496</u>	<u>16,129</u>
Central Purchasing:				
Personal services	73,120	73,120	72,100	1,020
Materials and supplies	1,100	1,100	86	1,014
Other services and charges	1,800	1,800	1,345	455
Total Central Purchasing	<u>76,020</u>	<u>76,020</u>	<u>73,531</u>	<u>2,489</u>
Building Inspector:				
Personal services	127,845	127,830	122,974	4,856
Materials and supplies	3,300	3,122	1,501	1,621
Other services and charges	9,435	9,490	7,661	1,829
Capital outlay	-	138	138	-
Total Building Inspector	<u>140,580</u>	<u>140,580</u>	<u>132,274</u>	<u>8,306</u>
TOTAL ADMINISTRATION	<u>1,468,574</u>	<u>1,471,299</u>	<u>1,356,725</u>	<u>114,574</u>

(Continued)

CITY OF SAPULPA, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE (Budgetary Basis)
GENERAL FUND
For the fiscal year ended June 30, 2021

(Continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
GENERAL GOVERNMENT:				
Central Garage:				
Personal services	118,820	120,776	117,813	2,963
Materials and supplies	5,500	6,373	5,386	987
Other services and charges	13,700	10,871	8,198	2,673
Total Central Garage	<u>138,020</u>	<u>138,020</u>	<u>131,397</u>	<u>6,623</u>
General Government:				
Personal services	70,000	30,000	18,470	11,530
Materials and supplies	35,750	35,750	20,426	15,324
Other services and charges	671,540	716,579	659,232	57,347
Capital Outlay	30,600	30,600	14,408	16,192
Debt Service	27,924	28,143	28,143	-
Total General Government	<u>835,814</u>	<u>841,072</u>	<u>740,679</u>	<u>100,393</u>
Reserve:				
Other services and charges	110,000	1,225,336	658,097	567,239
Capital Outlay	87,500	90,789	90,788	1
Total Reserve	<u>197,500</u>	<u>1,316,125</u>	<u>748,885</u>	<u>567,240</u>
TOTAL GENERAL GOVERNMENT	<u>1,171,334</u>	<u>2,295,217</u>	<u>1,620,961</u>	<u>674,256</u>
LEGAL AND JUDICIAL:				
City Attorney:				
Personal services	216,394	216,394	209,495	6,899
Materials and supplies	3,100	3,100	1,113	1,987
Other services and charges	61,825	69,198	21,645	47,553
Capital outlay	20,000	20,000	6,602	13,398
Total City Attorney	<u>301,319</u>	<u>308,692</u>	<u>238,855</u>	<u>69,837</u>
Municipal Court:				
Personal services	44,792	44,792	42,181	2,611
Materials and supplies	2,200	2,200	934	1,266
Other services and charges	81,975	81,975	69,354	12,621
Total Municipal Court	<u>128,967</u>	<u>128,967</u>	<u>112,469</u>	<u>16,498</u>
TOTAL LEGAL AND JUDICIAL	<u>430,286</u>	<u>437,659</u>	<u>351,324</u>	<u>86,335</u>

(Continued)

CITY OF SAPULPA, OKLAHOMA
 BUDGETARY COMPARISON SCHEDULE (Budgetary Basis)
 GENERAL FUND
 For the fiscal year ended June 30, 2021

(Continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
PUBLIC SAFETY:				
Police:				
Personal services	4,026,135	3,944,135	3,737,026	207,109
Materials and supplies	154,657	168,800	129,547	39,253
Other services and charges	276,400	345,021	278,377	66,644
Capital outlay	-	18,872	17,411	1,461
Total Police	4,457,192	4,476,828	4,162,361	314,467
Fire:				
Personal services	5,022,810	5,008,418	4,858,454	149,964
Materials and supplies	118,420	116,230	81,420	34,810
Other services and charges	220,704	252,876	206,656	46,220
Debt Service	1,800	1,581	1,581	-
Total Fire	5,363,734	5,379,105	5,148,111	230,994
Animal Control:				
Personal services	186,400	191,704	190,967	737
Materials and supplies	12,050	9,101	8,981	120
Other services and charges	17,300	27,202	25,348	1,854
Total Animal Control	215,750	228,007	225,296	2,711
Civil Defense:				
Personal services	15,450	15,224	14,423	801
Other services and charges	13,050	13,276	11,481	1,795
Total Civil Defense	28,500	28,500	25,904	2,596
TOTAL PUBLIC SAFETY	10,065,176	10,112,440	9,561,672	550,768
URBAN DEVELOPMENT:				
Personal services	138,808	138,808	137,189	1,619
Materials and supplies	5,900	5,975	2,066	3,909
Other services and charges	45,340	46,656	18,601	28,055
TOTAL URBAN DEVELOPMENT	190,048	191,439	157,856	33,583
OTHER FINANCING USES:				
Transfers to other funds	9,152,287	12,380,900	12,025,361	355,539
Total Other Financing Uses	9,152,287	12,380,900	12,025,361	355,539
Total Charges to Appropriations	22,477,705	26,888,954	25,073,899	1,815,055
Ending Budgetary Fund Balance	\$369,298	\$1,966,171	\$4,453,606	\$2,487,435

**CITY OF SAPULPA, OKLAHOMA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
For the fiscal year ended June 30, 2021**

Budget Law

The City has adopted the provisions of the Municipal Budget Act of 1979 (the “Budget Act”). In accordance with the Budget Act, the following process is used to adopt the annual budget:

- a. Prior to June 1, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1.
- b. Public hearings are conducted to obtain citizen comments. At least one public hearing must be held no later than 15 days prior to July 1.
- c. Subsequent to the public hearings but no later than seven days prior to July 1, the budget is adopted by resolution of the City Council.
- d. By July 1, the adopted budget is filed with the Office of State Auditor and Inspector.

Per State law, the legal level of control at which expenditures may not legally exceed appropriations is the department level within a fund. All transfers of appropriation between departments in separate funds and supplemental appropriations require City Council approval. The City Manager may transfer appropriations between object categories within a department within the same fund without City Council approval. Supplemental appropriations must also be filed with the Office of State Auditor and Inspector. No departments exceeded appropriations.

Budgetary Accounting

The annual operating budgets are prepared and presented on the modified accrual basis of accounting.

However, for budgetary purposes, sales tax revenues, both dedicated and undedicated, are recognized first in the General Fund, with appropriated transfers out of the dedicated portions of sales tax to the respective dedicated sales tax funds. This differs from the City’s treatment of dedicated sales taxes in the basic financial statements which recognizes sales tax as revenue in the respective dedicated sales tax funds. Also, the State on-behalf payments for the police and firefighter’s pension are excluded in the budgetary schedule as are capital lease proceeds and related capital outlay.

The City utilizes encumbrance accounting under which all purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve a portion of the applicable appropriation. Encumbrances outstanding at year-end are not considered expenditures for budgetary purposes since the City intends to honor the commitments and provide for supplemental appropriations in the following budget year. All appropriations lapse at year end.

CITY OF SAPULPA, OKLAHOMA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
For the fiscal year ended June 30, 2021

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

	<u>General Fund</u>
Sources/Inflows of resources	
Actual amounts (budgetary basis) "total resources" from the budgetary comparison schedule	\$ 27,296,092
Differences - budget to GAAP:	
Sales tax recognized as inflows of budgetary resources but are not revenues for financial reporting purposes.	(8,366,395)
State payments made on-behalf of police and fire pension not considered a budgetary resources	972,153
Revenues from combined accounts:	
Hunting & Fishing Account	58,241
Library Account	208,705
Library Account - Transfer In	220,000
Swimming Pool Account	28,379
Swimming Pool Account - Transfer In	15,000
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balance - governmental funds	\$ 20,432,175
Total Revenues - General Fund	\$ 14,391,541
Transfer In - General Fund	6,040,634
Total revenues and transfers in - General Fund	\$ 20,432,175
Uses/Outflows of appropriations	
Actual amounts (budgetary basis) "total appropriations" from the budgetary comparison schedule	\$ 25,073,899
Differences - budget to GAAP:	
Transfer of sales tax to various funds recognized as outflows of budgetary resources but are not uses for financial reporting purposes.	(8,366,395)
State payments made on-behalf of police and fire pension not considered a budgetary expenditure	972,153
Impact of intra-account transfers	(489,613)
Expenditures from combined accounts:	
Hunting & Fishing Account	52,065
Library Account	429,666
Swimming Pool Account	43,406
Total expenditures and transfers out as reported on the statement of revenues, expenditures, and changes in fund balance - governmental funds	\$ 17,715,181
Total expenditures - General Fund	\$ 14,545,825
Transfer out - General Fund	3,169,356
Total expenditures and transfers out - General Fund	\$ 17,715,181

**CITY OF SAPULPA, OKLAHOMA
OTHER POST-EMPLOYMENT BENEFITS
June 30, 2021**

OPEB Schedule of Changes in Total OPEB Liability and Related ratios – Last 10 Years*

Schedule of Changes in Total OPEB Liability and Related Ratios Last 10 Years*

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability				
Service cost	\$ 80,259	\$ 80,259	\$ 80,529	\$ 77,521
Interest	56,257	59,453	52,957	52,911
Change in assumptions	7,592	(156,970)	-	-
Benefit payments	<u>(40,907)</u>	<u>(40,907)</u>	<u>(51,729)</u>	<u>(51,729)</u>
Net change in total OPEB liability	103,201	(58,165)	81,757	78,703
Total OPEB liability - beginning	<u>1,414,323</u>	<u>1,472,488</u>	<u>1,390,731</u>	<u>1,312,028</u>
Total OPEB liability - ending	<u>\$ 1,517,524</u>	<u>\$ 1,414,323</u>	<u>\$ 1,472,488</u>	<u>\$ 1,390,731</u>
Covered payroll	\$ 8,382,035	\$ 8,059,649	\$ 8,048,015	\$ 7,045,261
Total OPEB liability as a percentage of covered employee payroll	18.10%	17.55%	18.30%	19.74%

Notes to Schedule:

*Only four years are presented because 10 year data is not yet available

*No assets are accumulating in a trust to offset the OPEB liability reflected above.

CITY OF SAPULPA, OKLAHOMA
PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
June 30, 2021

Schedules of Required Supplementary Information
SCHEDULE OF THE CITY OF SAPULPA PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
OKLAHOMA POLICE PENSION & RETIREMENT SYSTEM
Last 10 Fiscal Years*

	2015	2016	2017	2018	2019
City's proportion of the net pension liability (asset)	0.8341%	0.8076%	0.7622211%	0.7224646%	0.7520145%
City's proportionate share of the net pension liability (asset)	\$ (280,848)	\$ 32,930	\$ 1,167,296	\$ 55,572	\$ (358,222)
City's covered payroll	\$ 2,414,739	\$ 2,279,608	\$ 2,249,462	\$ 2,151,923	\$2,298,985
City's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	11.63%	1.44%	51.89%	2.58%	15.58%
Plan fiduciary net position as a percentage of the total pension liability	101.53%	99.82%	93.50%	99.68%	101.89%
	2020	2021			
City's proportion of the net pension liability (asset)	0.730370%	0.709155%			
City's proportionate share of the net pension liability (asset)	\$ (46,627)	\$ 814,429			
City's covered payroll	\$ 2,383,608	\$ 2,316,969			
City's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	1.96%	35.15%			
Plan fiduciary net position as a percentage of the total pension liability	100.24%	95.8%			

*The amounts present for each fiscal year were determined as of 6/30

Notes to Schedule:

*Only seven years are presented because 10-year data is not yet available.

CITY OF SAPULPA, OKLAHOMA
SCHEDULE OF CITY CONTRIBUTIONS
June 30, 2021

SCHEDULE OF CITY CONTRIBUTIONS
OKLAHOMA POLICE PENSION & RETIREMENT SYSTEM
Last 10 Fiscal Years*

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Statutorially required contribution	\$ 296,349	\$ 292,430	\$ 279,750	\$ 298,868	\$ 309,869
Contributions in relation to the statutorially required contribution	<u>296,349</u>	<u>292,430</u>	<u>279,750</u>	<u>298,868</u>	<u>309,869</u>
Contribution deficiency (excess)	<u>\$ -</u>				
City's covered payroll	\$ 2,279,608	\$ 2,249,462	\$ 2,151,923	\$ 2,298,985	\$ 2,383,608
Contributions as a percentage of covered-employee payroll	13.00%	13.00%	13.00%	13.00%	13.00%
	<u>2020</u>	<u>2021</u>			
Statutorially required contribution	\$ 301,206	\$ 310,074			
Contributions in relation to the statutorially required contribution	<u>301,206</u>	<u>310,074</u>			
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>			
City's covered payroll	\$ 2,316,969	\$ 2,385,185			
Contributions as a percentage of covered-employee payroll	13.00%	13.00%			

Notes to Schedule:

*Only seven years are presented because 10-year data is not yet available.

CITY OF SAPULPA, OKLAHOMA
PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
June 30, 2021

Schedules of Required Supplementary Information
SCHEDULE OF THE CITY OF SAPULPA'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
OKLAHOMA FIREFIGHTERS PENSION & RETIREMENT SYSTEM
Last 10 Fiscal Years*

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
City's proportion of the net pension liability	1.004270%	0.988614%	0.951429%	0.984476%	0.959416%
City's proportionate share of the net pension liability	\$ 10,327,388	\$ 10,493,224	\$ 11,623,741	\$ 12,381,986	\$ 10,799,633
City's covered payroll	\$ 2,727,320	\$ 2,697,814	\$ 2,701,350	\$ 2,759,207	\$ 2,775,664
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	379%	389%	430%	449%	389%
Plan fiduciary net position as a percentage of the total pension liability	68.12%	68.27%	64.87%	66.61%	70.73%
	<u>2020</u>	<u>2021</u>			
City's proportion of the net pension liability	0.966577%	0.998067%			
City's proportionate share of the net pension liability	\$10,213,494	\$12,295,321			
City's covered payroll	\$ 2,992,914	\$ 3,213,800			
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	341%	383%			
Plan fiduciary net position as a percentage of the total pension liability	72.85%	69.98%			

*The amounts present for each fiscal year were determined as of 6/30

Notes to Schedule:

*Only seven years are presented because 10-year data is not yet available.

CITY OF SAPULPA, OKLAHOMA
SCHEDULE OF CITY CONTRIBUTIONS
June 30, 2021

SCHEDULE OF CITY CONTRIBUTIONS
OKLAHOMA FIREFIGHTERS PENSION & RETIREMENT SYSTEM
Last 10 Fiscal Years*

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Statutorially required contribution	\$ 377,694	\$ 378,189	\$ 386,289	\$ 388,593	\$ 419,008
Contributions in relation to the statutorially required contribution	<u>377,694</u>	<u>378,189</u>	<u>386,289</u>	<u>388,593</u>	<u>419,008</u>
Contribution deficiency (excess)	<u>\$ -</u>				
City's covered payroll	\$ 2,697,814	\$ 2,701,350	\$ 2,759,207	\$ 2,775,664	\$2,992,914
Contributions as a percentage of coverd-employee payroll	14.00%	14.00%	14.00%	14.00%	14.00%
	<u>2020</u>	<u>2021</u>			
Statutorially required contribution	\$ 449,932	\$ 442,833			
Contributions in relation to the statutorially required contribution	<u>449,932</u>	<u>442,833</u>			
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>			
City's covered payroll	\$ 3,213,800	\$ 3,163,093			
Contributions as a percentage of coverd-employee payroll	14.00%	14.00%			

Notes to Schedule:

*Only seven years are presented because 10-year data is not yet available.

OTHER SUPPLEMENTARY INFORMATION

City of Sapulpa
Combining Balance Sheet - General Fund Accounts
June 30, 2021

	<u>General Fund</u>	<u>Hunting & Fishing Account</u>	<u>Library Account</u>	<u>Swimming Pool Account</u>	<u>Stabilization Account</u>	<u>Total General Fund Accounts</u>
ASSETS						
Cash and cash equivalents	\$ 843,261	\$ 57,769	\$ 102,431	\$ 51,263	\$ 489,613	\$ 1,544,337
Investments	1,533,390	-	-	-	-	1,533,390
Deposits with insurance pool	6,870	-	-	-	-	6,870
Accrued interest receivable	1,226	-	-	-	-	1,226
Due from other funds	1,382,000	-	-	-	-	1,382,000
Due from other governments	1,201,512	-	25,452	-	-	1,226,964
Franchise tax receivable	175,892	-	-	-	-	175,892
Court fine receivable, net	472,733	-	-	-	-	472,733
Other receivables	75	737	-	569	-	1,381
Inventory	8,753	-	-	-	-	8,753
Total assets	<u>\$ 5,625,712</u>	<u>\$ 58,506</u>	<u>\$ 127,883</u>	<u>\$ 51,832</u>	<u>\$ 489,613</u>	<u>\$ 6,353,546</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 205,150	\$ 2,797	\$ 19,852	\$ 17,774	\$ -	\$ 245,573
Accrued payroll liabilities	77,526	-	7,429	2,975	-	87,930
Due to other governments	4,151	-	-	-	-	4,151
Escrow deposits	38,033	-	-	-	-	38,033
Refundable court bonds	3,535	-	-	-	-	3,535
Total liabilities	<u>328,395</u>	<u>2,797</u>	<u>27,281</u>	<u>20,749</u>	<u>-</u>	<u>379,222</u>
DEFERRED INFLOW OF RESOURCES						
Unavailable revenue	<u>430,528</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>430,528</u>
Fund balances:						
Non-spendable	8,753	-	-	-	-	8,753
Assigned	2,146,015	55,709	100,602	31,083	-	2,333,409
Unassigned	2,712,021	-	-	-	489,613	3,201,634
Total fund balances	<u>4,866,789</u>	<u>55,709</u>	<u>100,602</u>	<u>31,083</u>	<u>489,613</u>	<u>5,543,796</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 5,625,712</u>	<u>\$ 58,506</u>	<u>\$ 127,883</u>	<u>\$ 51,832</u>	<u>\$ 489,613</u>	<u>\$ 6,353,546</u>

City of Sapulpa
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - General Fund Accounts
For the Year Ended June 30, 2021

	<u>General Fund</u>	<u>Hunting & Fishing Account</u>	<u>Library Account</u>	<u>Swimming Pool Account</u>	<u>Stabilization Account</u>	<u>Total General Fund Accounts</u>
REVENUES						
Taxes	\$ 9,731,059	\$ -	\$ 190,145	\$ -	\$ -	\$ 9,921,204
Intergovernmental	3,018,981	-	12,577	-	-	3,031,558
Charges for services	724,840	13,078	120	28,134	-	766,172
Fines and forfeitures	271,183	-	687	-	-	271,870
Licenses and permits	247,259	45,579	-	-	-	292,838
Investment income	8,573	97	158	53	-	8,881
Miscellaneous	94,321	(513)	5,018	192	-	99,018
Total revenues	<u>14,096,216</u>	<u>58,241</u>	<u>208,705</u>	<u>28,379</u>	<u>-</u>	<u>14,391,541</u>
EXPENDITURES						
Current:						
Administration	1,356,587	-	-	-	-	1,356,587
General government	1,487,622	-	-	-	-	1,487,622
Legal and judicial	344,722	-	-	-	-	344,722
Public safety	10,522,830	-	-	-	-	10,522,830
Urban development	157,856	-	-	-	-	157,856
Culture and recreation	-	35,018	386,629	43,406	-	465,053
Capital Outlay	121,347	17,047	43,037	-	-	181,431
Debt Service:						
Principal	28,117	-	-	-	-	28,117
Interest	1,607	-	-	-	-	1,607
Total expenditures	<u>14,020,688</u>	<u>52,065</u>	<u>429,666</u>	<u>43,406</u>	<u>-</u>	<u>14,545,825</u>
Excess (deficiency) of revenues over expenditures	<u>75,528</u>	<u>6,176</u>	<u>(220,961)</u>	<u>(15,027)</u>	<u>-</u>	<u>(154,284)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	5,805,634	-	220,000	15,000	-	6,040,634
Intra-account transfers in	-	-	-	-	489,613	489,613
Intra-account transfers out	(489,613)	-	-	-	-	(489,613)
Transfers out	(3,169,356)	-	-	-	-	(3,169,356)
Total other financing sources and uses	<u>2,146,665</u>	<u>-</u>	<u>220,000</u>	<u>15,000</u>	<u>489,613</u>	<u>2,871,278</u>
Net change in fund balances	2,222,193	6,176	(961)	(27)	489,613	2,716,994
Fund balances - beginning	2,644,596	49,533	101,563	31,110	-	2,826,802
Fund balances - ending	<u>\$ 4,866,789</u>	<u>\$ 55,709</u>	<u>\$ 100,602</u>	<u>\$ 31,083</u>	<u>\$ 489,613</u>	<u>\$ 5,543,796</u>

City of Sapulpa
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2021

Special Revenue Funds

	Cemetery Maintenance Fund	Street and Alley Fund	Parks & Recreation Fund	Federal SAF Fund	Major Thoroughfare Fund	Water & Sewer Sales Tax Fund	Spay & Neuter Fund	E911 Fund	Juvenile Justice Fund	Hotel/Motel Tax Fund	Sapulpa Development Authority	Polson Apportionment Fund	Grants & Aid Fund
ASSETS													
Cash and cash equivalents	\$ 108,158	\$ 227,847	\$ 223,013	\$ 100,183	\$ 451,502	\$ 295,623	\$ 5,928	\$ 90,040	\$ 36,411	\$ 294,814	\$ 140	\$ 66,183	\$ 65,563
Investments	35,946	5,000	-	33,731	233,654	13,000	-	-	-	-	-	-	-
Deposits with fiscal agent	-	-	-	-	-	-	-	-	-	-	-	-	-
Due from other governments	25,452	19,321	50,904	-	50,904	101,808	-	37,937	-	-	-	-	-
Interest receivable	-	-	-	51	343	-	-	-	-	-	-	-	-
Court fines receivable, net of allowance	-	-	-	-	-	-	-	-	12,985	-	-	-	-
Other receivable	-	-	136	-	-	662	100	-	1,558	4,714	-	-	-
Inventory	-	-	-	-	23,370	41,657	-	-	-	-	-	-	-
Total assets	\$ 169,556	\$ 252,168	\$ 274,053	\$ 133,965	\$ 759,773	\$ 452,750	\$ 6,028	\$ 127,977	\$ 50,954	\$ 299,528	\$ 140	\$ 66,183	\$ 65,563
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES													
Liabilities:													
Accounts payable	\$ 2,925	\$ 2,503	\$ 16,011	\$ -	\$ 44,542	\$ 5,847	\$ 1,790	\$ 2,719	\$ 1,280	\$ 15,016	\$ -	\$ -	\$ 37
Accrued payroll payable	7,533	11,001	11,550	-	-	14,336	-	12,903	231	3,804	-	-	-
Due to other funds	-	-	-	-	-	-	-	-	-	-	-	-	100,000
Due to other governments	-	-	-	-	-	-	-	-	292	-	-	-	-
Accrued interest payable	-	-	-	-	-	-	-	-	-	-	-	-	-
Total liabilities	10,458	13,504	27,561	-	44,542	20,183	1,790	15,622	1,803	18,820	-	-	100,037
DEFERRED INFLOW OF RESOURCES													
Deferred revenue	-	-	-	37	259	-	-	-	11,395	-	-	-	(1)
Fund balances:													
Non-spendable	-	-	-	-	23,370	41,657	-	-	-	-	-	-	-
Restricted	-	-	-	133,928	534,188	-	3,609	-	36,619	225,922	-	66,183	(60,463)
Assigned	159,098	238,664	246,492	-	157,414	390,910	629	112,355	1,137	54,786	140	-	25,990
Total fund balances	159,098	238,664	246,492	133,928	714,972	432,567	4,238	112,355	37,756	280,708	140	66,183	(34,473)
Total liabilities, deferred inflows, and fund balances	\$ 169,556	\$ 252,168	\$ 274,053	\$ 133,965	\$ 759,773	\$ 452,750	\$ 6,028	\$ 127,977	\$ 50,954	\$ 299,528	\$ 140	\$ 66,183	\$ 65,563

City of Sapulpa
 Combining Balance Sheet
 Non-Major Governmental Funds
 June 30, 2021

	Capital Project Funds										Debt Service Fund		Total Governmental Funds	
	Restricted Construction Park/Rec Fund	Park Development Fund	Fire Cash Fund	Police Cash Fund	Cemetery Care Fund	Capital Improvement Fund	Water Resources Fund	Economic Development Sales Tax Fund	Street Improvement Sales Tax Fund	Sewer Plant Sales Tax Fund	Series 2014 Str Cap Imp	ARTICLE X, SEC 35, GO BOND		G.O. Sinking Fund
ASSETS														
Cash and cash equivalents	\$ 45,000	\$ 137,643	\$ 40,417	\$ 169,830	\$ 67,301	\$ 459,461	\$ 276,841	\$ 596,566	\$ 2,418,800	\$ 377,834	\$ 39,783	\$ 656,780	\$ 964,669	\$ 8,216,330
Investments	-	-	143,822	-	-	104,288	206,556	586,046	1,172,488	-	-	1,300,000	377,356	4,211,887
Deposits with fiscal agent	-	-	-	-	-	-	-	-	-	-	-	-	158	188
Due from other governments	-	-	25,452	25,452	-	101,808	203,617	39,146	254,521	254,521	-	-	335,979	1,526,822
Interest receivable	-	-	76	-	-	-	303	758	3,153	-	-	1,611	483	6,778
Court fines receivable, net of allowance	-	-	-	-	-	-	-	-	-	-	-	-	-	12,985
Other receivable	-	-	-	-	-	-	-	-	2,500	-	-	-	-	9,748
Inventory	-	-	-	-	-	-	52,078	-	-	-	-	-	-	117,105
Total assets	\$ 45,000	\$ 137,643	\$ 209,767	\$ 195,282	\$ 67,301	\$ 665,557	\$ 739,395	\$ 1,222,516	\$ 3,851,462	\$ 632,355	\$ 39,861	\$ 1,958,391	\$ 1,678,675	\$ 14,101,843
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES														
Liabilities:														
Accounts payable	\$ -	\$ -	\$ 56,107	\$ -	\$ -	\$ 11,000	\$ 4,513	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 164,290
Accrued payroll payable	-	-	-	-	-	-	-	-	-	-	-	-	-	61,358
Due to other funds	-	-	-	-	-	-	-	-	-	50,000	-	-	-	150,000
Due to other governments	-	-	-	-	-	-	-	-	-	-	-	-	-	292
Accrued interest payable	-	-	-	-	-	-	-	-	-	-	-	-	4,253	4,253
Total liabilities	-	-	56,107	-	-	11,000	4,513	-	-	50,000	-	-	4,253	380,193
DEFERRED INFLOW OF RESOURCES														
Deferred revenue	-	-	58	-	-	-	229	573	362	-	-	995	311,527	325,434
Fund balances:														
Non-spendable	-	-	-	-	-	-	52,078	-	-	-	-	-	-	117,105
Restricted	-	-	107,249	134,062	-	264,750	666,336	1,198,542	3,490,255	575,327	29,046	1,953,360	1,362,895	10,721,808
Assigned	45,000	137,643	46,353	61,220	67,301	389,807	16,239	23,401	360,845	7,028	10,815	4,036	-	2,557,303
Total fund balances	45,000	137,643	153,602	195,282	67,301	654,557	734,653	1,221,943	3,851,100	582,355	39,861	1,957,396	1,362,895	13,396,216
Total liabilities, deferred inflows, and fund balances	\$ 45,000	\$ 137,643	\$ 209,767	\$ 195,282	\$ 67,301	\$ 665,557	\$ 739,395	\$ 1,222,516	\$ 3,851,462	\$ 632,355	\$ 39,861	\$ 1,958,391	\$ 1,678,675	\$ 14,101,843

City of Sapulpa
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Non-Major Governmental Funds
 For the Year Ended June 30, 2021

Special Revenue Funds

	Cemetery Maintenance Fund	Street and Alley Fund	Parks & Recreation Fund	Federal SAF Fund	Major Thoroughfare Fund	Water & Sewer Sales Tax Fund	Spay & Neuter Fund	E911 Fund	Juvenile Justice Fund	Hotel/Motel Tax Fund	Sapulpa Development Authority	Poison Apportionment Fund	Grants & Aid Fund
REVENUES													
Taxes	\$ 190,145	\$ -	\$ 380,291	\$ -	\$ 380,291	\$ 760,581	\$ -	\$ -	\$ -	\$ 242,481	\$ -	\$ 828,693	\$ -
Intergovernmental	-	192,598	-	-	-	-	-	-	-	-	-	-	441,829
Charges for services	116,325	-	10,624	-	-	-	7,629	351,206	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	18,038	-	-	-	-
Investment income	376	284	419	657	3,687	763	16	232	58	456	-	67	199
Miscellaneous	20	-	148,472	-	22,321	8,574	-	-	-	-	140	-	191,512
Total revenues	306,866	192,882	539,806	657	406,299	769,918	7,645	351,438	18,096	242,937	140	828,760	633,540
EXPENDITURES													
Current:													
General government	410,890	-	-	-	-	-	11,525	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	538,604	10,435	-	-	-	-
Streets	-	561,982	-	-	371,367	-	-	-	-	-	-	-	-
Culture and recreation	-	-	619,777	-	-	-	-	-	-	-	-	-	-
Urban development	-	-	-	-	-	-	-	-	-	116,522	-	-	-
Water	-	-	-	-	-	823,274	-	-	-	-	-	-	-
Wastewater	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital outlay	4,643	-	152,230	93,644	-	-	-	-	-	-	86,223	757,600	787,774
Debt service:													
Principal	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	415,533	561,982	772,007	93,644	371,367	823,274	11,525	538,604	10,435	116,522	86,223	757,600	787,774
Excess (deficiency) of revenues over expenditures	(108,667)	(369,100)	(232,201)	(92,987)	34,932	(53,356)	(3,880)	(187,166)	7,661	126,415	(86,083)	71,160	(154,234)
OTHER FINANCING SOURCES (USES)													
Transfers in	180,000	525,000	310,000	-	-	80,000	-	140,000	-	-	-	-	36,900
Transfers out	(14,541)	-	-	-	-	-	-	-	-	(49,073)	-	(5,000)	-
Proceeds from long-term debt	-	-	-	-	-	-	-	-	-	-	86,223	-	-
Bond premium	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	165,459	525,000	310,000	-	-	80,000	-	140,000	-	(49,073)	86,223	(5,000)	36,900
Net change in fund balances	56,792	155,900	77,799	(92,987)	34,932	26,644	(3,880)	(47,166)	7,661	77,342	140	66,160	(117,334)
Fund balances - beginning	102,306	82,764	168,693	226,915	680,040	405,923	8,118	159,521	30,095	203,366	-	23	82,861
Fund balances - ending	\$ 159,098	\$ 238,664	\$ 246,492	\$ 133,928	\$ 714,972	\$ 432,567	\$ 4,238	\$ 112,355	\$ 37,756	\$ 280,708	\$ 140	\$ 66,183	\$ (34,473)

City of Sapulpa
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the Year Ended June 30, 2021

	Capital Project Funds											Debt Service Fund	Total Governmental Funds	
	Restricted Construction Park/Rec Fund	Park Development Fund	Fire Cash Fund	Police Cash Fund	Cemetery Care Fund	Capital Improvement Fund	Water Resources Fund	Economic Development Sales Tax Fund	Street Improvement Sales Tax Fund	Sewer Plant Sales Tax Fund	Series 2014 Str Cap Imp	ARTICLE X, SEC 35, GO BOND		G.O. Sinking Fund
REVENUES														
Taxes	\$ -	\$ -	\$ 190,145	\$ 190,145	\$ -	\$ 760,581	\$ 1,521,162	\$ 304,156	\$ 1,901,454	\$ 1,901,453	\$ -	\$ -	\$ 2,430,445	\$ 11,982,023
Intergovernmental	-	-	-	-	-	-	-	-	-	-	-	-	-	634,427
Charges for services	-	-	-	-	-	-	-	-	-	-	-	-	-	485,784
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	-	-	18,038
Investment income	82	195	3,539	233	110	1,489	2,967	8,075	14,778	516	179	3,791	6,160	49,328
Miscellaneous	-	-	-	50,000	-	-	-	-	-	-	-	-	-	421,039
Total revenues	<u>82</u>	<u>195</u>	<u>193,684</u>	<u>240,378</u>	<u>110</u>	<u>762,070</u>	<u>1,524,129</u>	<u>312,231</u>	<u>1,916,232</u>	<u>1,901,969</u>	<u>179</u>	<u>3,791</u>	<u>2,436,605</u>	<u>13,590,639</u>
EXPENDITURES														
Current:														
General government	-	-	6,791	-	-	-	-	-	-	-	-	-	51,728	480,934
Public safety	-	-	-	-	-	44,226	-	-	-	-	-	-	-	593,265
Streets	-	-	-	-	-	-	-	-	16,415	-	-	-	-	949,764
Culture and recreation	-	-	-	-	-	-	-	-	-	-	-	-	-	619,777
Urban development	-	-	-	-	-	-	-	-	-	-	-	-	-	116,522
Water	-	-	-	-	-	38,750	16,364	-	-	-	-	-	-	878,388
Wastewater	-	-	-	-	-	-	-	-	-	31,266	-	-	-	31,266
Capital outlay	20,000	-	443,393	107,322	-	422,940	202,933	-	442,214	-	933,619	-	-	4,454,535
Debt service:														
Principal	-	-	-	-	-	101,154	48,507	-	485,000	-	-	-	1,556,667	2,191,328
Interest	-	-	-	-	-	8,129	2,235	-	143,228	-	-	-	732,340	885,932
Total expenditures	<u>20,000</u>	<u>-</u>	<u>450,184</u>	<u>107,322</u>	<u>-</u>	<u>615,199</u>	<u>270,039</u>	<u>-</u>	<u>1,086,857</u>	<u>31,266</u>	<u>933,619</u>	<u>-</u>	<u>2,340,735</u>	<u>11,201,711</u>
Excess (deficiency) of revenues over expenditures	<u>(19,918)</u>	<u>195</u>	<u>(256,500)</u>	<u>133,056</u>	<u>110</u>	<u>146,871</u>	<u>1,254,090</u>	<u>312,231</u>	<u>829,375</u>	<u>1,870,703</u>	<u>(933,440)</u>	<u>3,791</u>	<u>95,870</u>	<u>2,388,928</u>
OTHER FINANCING SOURCES (USES)														
Transfers in	13,450	49,073	-	-	14,541	40,000	-	-	71,420	-	-	-	-	1,460,384
Transfers out	-	-	(56,900)	(20,000)	-	-	(1,111,457)	-	-	(1,500,000)	(71,420)	-	(9,728)	(2,838,119)
Proceeds from long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-	86,223
Bond Premium	-	-	-	-	-	-	-	-	-	-	-	-	-	159,542
Total other financing sources (uses)	<u>13,450</u>	<u>49,073</u>	<u>(56,900)</u>	<u>(20,000)</u>	<u>14,541</u>	<u>40,000</u>	<u>(1,111,457)</u>	<u>-</u>	<u>71,420</u>	<u>(1,500,000)</u>	<u>(71,420)</u>	<u>-</u>	<u>149,814</u>	<u>(1,131,970)</u>
Net change in fund balances	(6,468)	49,268	(313,400)	113,056	14,651	186,871	142,633	312,231	900,795	370,703	(1,004,860)	3,791	245,684	1,256,958
Fund balances - beginning	51,468	88,375	467,002	82,226	52,650	467,686	592,020	909,712	2,950,305	211,652	1,044,721	1,953,605	1,117,211	12,139,258
Fund balances - ending	<u>\$ 45,000</u>	<u>\$ 137,643</u>	<u>\$ 153,602</u>	<u>\$ 195,282</u>	<u>\$ 67,301</u>	<u>\$ 654,557</u>	<u>\$ 734,653</u>	<u>\$ 1,221,943</u>	<u>\$ 3,851,100</u>	<u>\$ 582,355</u>	<u>\$ 39,861</u>	<u>\$ 1,957,396</u>	<u>\$ 1,362,895</u>	<u>\$ 13,396,216</u>

City of Sapulpa
Schedule of Revenues, Expenditures, and Changes in Fund Balance - (Budgetary Basis)
Budget and Actual - Nonmajor Governmental Funds
For the Year ended June 30, 2021

	<u>Cemetery Maintenance Fund</u>			<u>Street and Alley</u>		
	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES						
Taxes	\$ -	\$ 190,145	\$ 190,145	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	182,500	192,598	10,098
Charges for services	124,000	116,325	(7,675)	-	-	-
Investment income	750	376	(374)	500	284	(216)
Miscellaneous	-	20	20	-	-	-
Total revenues	<u>124,750</u>	<u>306,866</u>	<u>182,116</u>	<u>183,000</u>	<u>192,882</u>	<u>9,882</u>
EXPENDITURES						
Departmental:						
General government	474,748	415,533	59,215	-	-	-
Streets	-	-	-	769,404	561,982	207,422
Total Expenditures	<u>474,748</u>	<u>415,533</u>	<u>59,215</u>	<u>769,404</u>	<u>561,982</u>	<u>207,422</u>
Excess (deficiency) of revenues over expenditures	<u>(349,998)</u>	<u>(108,667)</u>	<u>241,331</u>	<u>(586,404)</u>	<u>(369,100)</u>	<u>217,304</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	375,038	180,000	(195,038)	525,000	525,000	-
Transfers out	(15,500)	(14,541)	959	-	-	-
Total other financing sources and uses	<u>359,538</u>	<u>165,459</u>	<u>(194,079)</u>	<u>525,000</u>	<u>525,000</u>	<u>-</u>
Net change in fund balances	9,540	56,792	47,252	(61,404)	155,900	217,304
Fund balances - beginning	90,112	102,306	12,194	70,355	82,764	12,409
Fund balances - ending	<u>\$ 99,652</u>	<u>\$ 159,098</u>	<u>\$ 59,446</u>	<u>\$ 8,951</u>	<u>\$ 238,664</u>	<u>\$ 229,713</u>

(Continued)

City of Sapulpa
Schedule of Revenues, Expenditures, and Changes in Fund Balance - (Budgetary Basis)
Budget and Actual - Nonmajor Governmental Funds
For the Year ended June 30, 2021

(Continued)

	Parks & Recreation Fund			Federal SAF Fund		
	Final	Actual Amounts, Budgetary Basis	Variance with Final Budget - Positive (Negative)	Final	Actual Amounts, Budgetary Basis	Variance with Final Budget - Positive (Negative)
REVENUES						
Taxes	\$ -	\$ 380,291	\$ 380,291	\$ -	\$ -	\$ -
Charges for services	12,500	10,624	(1,876)	-	-	-
Investment income	1,010	419	(591)	1,500	657	(843)
Miscellaneous	155,420	148,472	(6,948)	-	-	-
Total revenues	<u>168,930</u>	<u>539,806</u>	<u>370,876</u>	<u>1,500</u>	<u>657</u>	<u>(843)</u>
EXPENDITURES						
Departmental:						
Culture and recreation	893,685	772,007	121,678	-	-	-
Public Safety	-	-	-	224,130	93,644	130,486
Total Expenditures	<u>893,685</u>	<u>772,007</u>	<u>121,678</u>	<u>224,130</u>	<u>93,644</u>	<u>130,486</u>
Excess (deficiency) of revenues over expenditures	<u>(724,755)</u>	<u>(232,201)</u>	<u>492,554</u>	<u>(222,630)</u>	<u>(92,987)</u>	<u>129,643</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	700,076	310,000	(390,076)	-	-	-
Total other financing sources and uses	<u>700,076</u>	<u>310,000</u>	<u>(390,076)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(24,679)	77,799	102,478	(222,630)	(92,987)	129,643
Fund balances - beginning	134,064	168,693	34,629	225,123	226,915	1,792
Fund balances - ending	<u>\$ 109,385</u>	<u>\$ 246,492</u>	<u>\$ 137,107</u>	<u>\$ 2,493</u>	<u>\$ 133,928</u>	<u>\$ 131,435</u>

City of Sapulpa
Schedule of Revenues, Expenditures, and Changes in Fund Balance - (Budgetary Basis)
Budget and Actual - Nonmajor Governmental Funds
For the Year ended June 30, 2021

(Continued)

	Major Thoroughfare Fund			Water & Sewer Sales Tax Fund		
	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES						
Taxes	\$ -	\$ 380,291	\$ 380,291	\$ -	\$ 760,581	\$ 760,581
Investment income	3,000	3,687	687	1,500	763	(737)
Miscellaneous	22,321	22,321	-	-	8,574	8,574
Total revenues	<u>25,321</u>	<u>406,299</u>	<u>380,978</u>	<u>1,500</u>	<u>769,918</u>	<u>768,418</u>
EXPENDITURES						
Departmental:						
Streets	548,430	371,367	177,063	-	-	-
Water	-	-	-	1,016,279	823,274	193,005
Total Expenditures	<u>548,430</u>	<u>371,367</u>	<u>177,063</u>	<u>1,016,279</u>	<u>823,274</u>	<u>193,005</u>
Excess (deficiency) of revenues over expenditures	<u>(523,109)</u>	<u>34,932</u>	<u>558,041</u>	<u>(1,014,779)</u>	<u>(53,356)</u>	<u>961,423</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	390,076	-	(390,076)	865,153	80,000	(785,153)
Total other financing sources and uses	<u>390,076</u>	<u>-</u>	<u>(390,076)</u>	<u>865,153</u>	<u>80,000</u>	<u>(785,153)</u>
Net change in fund balances	(133,033)	34,932	167,965	(149,626)	26,644	176,270
Fund balances - beginning	578,070	680,040	101,970	357,062	405,923	48,861
Fund balances - ending	<u>\$ 445,037</u>	<u>\$ 714,972</u>	<u>\$ 269,935</u>	<u>\$ 207,436</u>	<u>\$ 432,567</u>	<u>\$ 225,131</u>

City of Sapulpa
Schedule of Revenues, Expenditures, and Changes in Fund Balance - (Budgetary Basis)
Budget and Actual - Nonmajor Governmental Funds
For the Year ended June 30, 2021

(Continued)

	<u>Spay & Neuter Fund</u>			<u>E911 Fund</u>		
	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES						
Charges for services	\$ 15,000	\$ 7,629	\$ (7,371)	\$ 299,500	\$ 351,206	\$ 51,706
Investment income	81	16	(65)	500	232	(268)
Total revenues	<u>15,081</u>	<u>7,645</u>	<u>(7,436)</u>	<u>300,000</u>	<u>351,438</u>	<u>51,438</u>
EXPENDITURES						
Departmental:						
General government	13,000	11,525	1,475	-	-	-
Public safety	-	-	-	581,236	538,604	42,632
Total Expenditures	<u>13,000</u>	<u>11,525</u>	<u>1,475</u>	<u>581,236</u>	<u>538,604</u>	<u>42,632</u>
Excess (deficiency) of revenues over expenditures	<u>2,081</u>	<u>(3,880)</u>	<u>(5,961)</u>	<u>(281,236)</u>	<u>(187,166)</u>	<u>94,070</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	140,000	140,000	-
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>140,000</u>	<u>140,000</u>	<u>-</u>
Net change in fund balances	2,081	(3,880)	(5,961)	(141,236)	(47,166)	94,070
Fund balances - beginning	7,668	8,118	450	150,581	159,521	8,940
Fund balances - ending	<u>\$ 9,749</u>	<u>\$ 4,238</u>	<u>\$ (5,511)</u>	<u>\$ 9,345</u>	<u>\$ 112,355</u>	<u>\$ 103,010</u>

**Schedule of Revenues, Expenditures, and Changes in Fund Balance - (Budgetary Basis)
Budget and Actual - Nonmajor Governmental Funds
For the Year ended June 30, 2021**

(Continued)

	Juvenile Justice Fund			Hotel/Motel Tax Fund		
	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ 265,000	\$ 242,481	\$ (22,519)
Fines and forfeitures	22,500	18,038	(4,462)	-	-	-
Investment income	200	58	(142)	2,500	456	(2,044)
Total revenues	<u>22,700</u>	<u>18,096</u>	<u>(4,604)</u>	<u>267,500</u>	<u>242,937</u>	<u>(24,563)</u>
EXPENDITURES						
Departmental:						
Public safety	26,050	10,435	15,615	-	-	-
Urban development	-	-	-	314,603	116,522	198,081
Total Expenditures	<u>26,050</u>	<u>10,435</u>	<u>15,615</u>	<u>314,603</u>	<u>116,522</u>	<u>198,081</u>
Excess (deficiency) of revenues over expenditures	<u>(3,350)</u>	<u>7,661</u>	<u>11,011</u>	<u>(47,103)</u>	<u>126,415</u>	<u>173,518</u>
OTHER FINANCING SOURCES (USES)						
Transfers out	-	-	-	(49,688)	(49,073)	615
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>(49,688)</u>	<u>(49,073)</u>	<u>615</u>
Net change in fund balances	(3,350)	7,661	11,011	(96,791)	77,342	174,133
Fund balances - beginning	24,096	30,095	5,999	189,151	203,366	14,215
Fund balances - ending	<u>\$ 20,746</u>	<u>\$ 37,756</u>	<u>\$ 17,010</u>	<u>\$ 92,360</u>	<u>\$ 280,708</u>	<u>\$ 188,348</u>

City of Sapulpa
Schedule of Revenues, Expenditures, and Changes in Fund Balance - (Budgetary Basis)
Budget and Actual - Nonmajor Governmental Funds
For the Year ended June 30, 2021

(Continued)

	<u>Polson Apportionment Fund</u>			<u>Economic Development Sales Tax</u>		
	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES						
Taxes	\$ 1,320,000	\$ 828,693	\$ (491,307)	\$ 253,000	\$ 304,156	\$ 51,156
Investment income	100	67	(33)	15,000	8,075	(6,925)
Total revenues	<u>1,320,100</u>	<u>828,760</u>	<u>(491,340)</u>	<u>268,000</u>	<u>312,231</u>	<u>44,231</u>
EXPENDITURES						
Departmental:						
General government	1,315,000	757,600	557,400	-	-	-
Total Expenditures	<u>1,315,000</u>	<u>757,600</u>	<u>557,400</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>5,100</u>	<u>71,160</u>	<u>66,060</u>	<u>268,000</u>	<u>312,231</u>	<u>44,231</u>
OTHER FINANCING SOURCES (USES)						
Transfers out	(5,000)	(5,000)	-	-	-	-
Total other financing sources and uses	<u>30,000</u>	<u>(5,000)</u>	<u>(35,000)</u>	<u>35,000</u>	<u>-</u>	<u>(35,000)</u>
Net change in fund balances	35,100	66,160	31,060	303,000	312,231	9,231
Fund balances - beginning	104	23	(81)	903,232	909,712	6,480
Fund balances - ending	<u>\$ 35,204</u>	<u>\$ 66,183</u>	<u>\$ 30,979</u>	<u>\$ 1,206,232</u>	<u>\$ 1,221,943</u>	<u>\$ 15,711</u>

City of Sapulpa
Schedule of Revenues, Expenditures, and Changes in Fund Balance - (Budgetary Basis)
Budget and Actual - Nonmajor Governmental Funds
For the Year ended June 30, 2021

(Continued)

	Restricted Construction Park/Rec Fund			Series 2014 Str Cap Imp		
	Final	Actual Amounts, Budgetary Basis	Variance with Final Budget - Positive (Negative)	Final	Actual Amounts, Budgetary Basis	Variance with Final Budget - Positive (Negative)
REVENUES						
Investment income	\$ 500	\$ 82	\$ (418)	\$ 5,000	\$ 179	\$ (4,821)
Total revenues	<u>500</u>	<u>82</u>	<u>(418)</u>	<u>5,000</u>	<u>179</u>	<u>(4,821)</u>
EXPENDITURES						
Departmental:						
Culture and recreation	20,000	20,000	-	-	-	-
Streets	-	-	-	946,083	933,619	12,464
Total Expenditures	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>946,083</u>	<u>933,619</u>	<u>12,464</u>
Excess (deficiency) of revenues over expenditures	<u>(19,500)</u>	<u>(19,918)</u>	<u>(418)</u>	<u>(941,083)</u>	<u>(933,440)</u>	<u>7,643</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	14,000	13,450	(550)	-	-	-
Transfers out	-	-	-	(71,420)	(71,420)	-
Total other financing sources and uses	<u>14,000</u>	<u>13,450</u>	<u>(550)</u>	<u>(71,420)</u>	<u>(71,420)</u>	<u>-</u>
Net change in fund balances	(5,500)	(6,468)	(968)	(1,012,503)	(1,004,860)	7,643
Fund balances - beginning	49,517	51,468	1,951	1,012,503	1,044,721	32,218
Fund balances - ending	<u>\$ 44,017</u>	<u>\$ 45,000</u>	<u>\$ 983</u>	<u>\$ -</u>	<u>\$ 39,861</u>	<u>\$ 39,861</u>

City of Sapulpa
Schedule of Revenues, Expenditures, and Changes in Fund Balance - (Budgetary Basis)
Budget and Actual - Nonmajor Governmental Funds
For the Year ended June 30, 2021

(Continued)

	<u>Park Development Fund</u>			<u>Fire Cash Fund</u>		
	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 190,145	\$ 190,145
Investment income	500	195	(305)	6,000	3,539	(2,461)
Total revenues	<u>500</u>	<u>195</u>	<u>(305)</u>	<u>6,000</u>	<u>193,684</u>	<u>187,684</u>
EXPENDITURES						
Departmental:						
Public safety	-	-	-	477,520	450,184	27,336
Total Expenditures	-	-	-	477,520	450,184	27,336
Excess (deficiency) of revenues over expenditures	<u>500</u>	<u>195</u>	<u>(305)</u>	<u>(471,520)</u>	<u>(256,500)</u>	<u>215,020</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	49,688	49,073	(615)	195,038	-	(195,038)
Transfers out	-	-	-	(56,900)	(56,900)	-
Total other financing sources and uses	<u>49,688</u>	<u>49,073</u>	<u>(615)</u>	<u>138,138</u>	<u>(56,900)</u>	<u>(195,038)</u>
Net change in fund balances	50,188	49,268	(920)	(333,382)	(313,400)	19,982
Fund balances - beginning	83,747	88,375	4,628	467,002	467,002	-
Fund balances - ending	<u>\$ 133,935</u>	<u>\$ 137,643</u>	<u>\$ 3,708</u>	<u>\$ 133,620</u>	<u>\$ 153,602</u>	<u>\$ 19,982</u>

City of Sapulpa
Schedule of Revenues, Expenditures, and Changes in Fund Balance - (Budgetary Basis)
Budget and Actual - Nonmajor Governmental Funds
For the Year ended June 30, 2021

(Continued)

	<u>Police Cash Fund</u>			<u>Cemetery Care Fund</u>		
	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES						
Taxes	\$ -	\$ 190,145	\$ 190,145	\$ -	\$ -	\$ -
Investment income	1,000	233	(767)	300	110	(190)
Miscellaneous	50,000	50,000	-	-	-	-
Total revenues	<u>51,000</u>	<u>240,378</u>	<u>189,378</u>	<u>300</u>	<u>110</u>	<u>(190)</u>
EXPENDITURES						
Departmental:						
Public safety	200,350	107,322	93,028	-	-	-
Total Expenditures	<u>200,350</u>	<u>107,322</u>	<u>93,028</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(149,350)</u>	<u>133,056</u>	<u>282,406</u>	<u>300</u>	<u>110</u>	<u>(190)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	195,038	-	(195,038)	15,500	14,541	(959)
Transfers out	(20,000)	(20,000)	-	-	-	-
Total other financing sources and uses	<u>175,038</u>	<u>(20,000)</u>	<u>(195,038)</u>	<u>15,500</u>	<u>14,541</u>	<u>(959)</u>
Net change in fund balances	25,688	113,056	87,368	15,800	14,651	(1,149)
Fund balances - beginning	75,068	82,226	7,158	51,411	52,650	1,239
Fund balances - ending	<u>\$ 100,756</u>	<u>\$ 195,282</u>	<u>\$ 94,526</u>	<u>\$ 67,211</u>	<u>\$ 67,301</u>	<u>\$ 90</u>

City of Sapulpa
Schedule of Revenues, Expenditures, and Changes in Fund Balance - (Budgetary Basis)
Budget and Actual - Nonmajor Governmental Funds
For the Year ended June 30, 2021

(Continued)

	Capital Improvement Fund			Water Resources Fund		
	Final	Actual Amounts, Budgetary Basis	Variance with Final Budget - Positive (Negative)	Final	Actual Amounts, Budgetary Basis	Variance with Final Budget - Positive (Negative)
REVENUES						
Taxes	\$ -	\$ 760,581	\$ 760,581	\$ -	\$ 1,521,162	\$ 1,521,162
Investment income	3,500	1,489	(2,011)	3,743	2,967	(776)
Total revenues	<u>3,500</u>	<u>762,070</u>	<u>758,570</u>	<u>3,743</u>	<u>1,524,129</u>	<u>1,520,386</u>
EXPENDITURES						
Departmental:						
General government	214,000	193,262	20,738	-	-	-
Culture and recreation	168,785	123,636	45,149	-	-	-
Public safety	286,725	153,519	133,206	-	-	-
Streets	13,000	11,045	1,955	-	-	-
Water	301,447	133,737	167,710	561,406	270,039	291,367
Wastewater	125,000	-	125,000	-	-	-
Total Expenditures	<u>1,108,957</u>	<u>615,199</u>	<u>493,758</u>	<u>561,406</u>	<u>270,039</u>	<u>291,367</u>
Excess (deficiency) of revenues over expenditures	<u>(1,105,457)</u>	<u>146,871</u>	<u>1,252,328</u>	<u>(557,663)</u>	<u>1,254,090</u>	<u>1,811,753</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	820,153	40,000	(780,153)	1,560,305	-	(1,560,305)
Transfers out	-	-	-	(1,116,457)	(1,111,457)	5,000
Total other financing sources and uses	<u>820,153</u>	<u>40,000</u>	<u>(780,153)</u>	<u>443,848</u>	<u>(1,111,457)</u>	<u>(1,555,305)</u>
Net change in fund balances	(285,304)	186,871	472,175	(113,815)	142,633	256,448
Fund balances - beginning	467,686	467,686	-	513,645	592,020	78,375
Fund balances - ending	<u>\$ 182,382</u>	<u>\$ 654,557</u>	<u>\$ 472,175</u>	<u>\$ 399,830</u>	<u>\$ 734,653</u>	<u>\$ 334,823</u>

City of Sapulpa
Schedule of Revenues, Expenditures, and Changes in Fund Balance - (Budgetary Basis)
Budget and Actual - Nonmajor Governmental Funds
For the Year ended June 30, 2021

(Continued)

	<u>Street Improvement Sales Tax Fund</u>			<u>Sewer Plant Sales Tax Fund</u>		
	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES						
Taxes	\$ -	\$ 1,901,454	\$ 1,901,454	\$ -	\$ 1,901,453	\$ 1,901,453
Investment income	25,000	14,778	(10,222)	650	516	(134)
Total revenues	<u>25,000</u>	<u>1,916,232</u>	<u>1,891,232</u>	<u>650</u>	<u>1,901,969</u>	<u>1,901,319</u>
EXPENDITURES						
Departmental:						
Streets	1,918,869	1,086,857	832,012	-	-	-
Wastewater	-	-	-	100,000	31,266	68,734
Total Expenditures	<u>1,918,869</u>	<u>1,086,857</u>	<u>832,012</u>	<u>100,000</u>	<u>31,266</u>	<u>68,734</u>
Excess (deficiency) of revenues over expenditures	<u>(1,893,869)</u>	<u>829,375</u>	<u>2,723,244</u>	<u>(99,350)</u>	<u>1,870,703</u>	<u>1,970,053</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	2,021,801	71,420	(1,950,381)	1,950,381	-	(1,950,381)
Transfers out	-	-	-	(1,500,000)	(1,500,000)	-
Total other financing sources and uses	<u>2,021,801</u>	<u>71,420</u>	<u>(1,950,381)</u>	<u>450,381</u>	<u>(1,500,000)</u>	<u>(1,950,381)</u>
Net change in fund balances	127,932	900,795	772,863	351,031	370,703	19,672
Fund balances - beginning	2,918,311	2,950,305	31,994	130,433	211,652	81,219
Fund balances - ending	<u>\$ 3,046,243</u>	<u>\$ 3,851,100</u>	<u>\$ 804,857</u>	<u>\$ 481,464</u>	<u>\$ 582,355</u>	<u>\$ 100,891</u>

City of Sapulpa
Schedule of Revenues, Expenditures, and Changes in Fund Balance - (Budgetary Basis)
Budget and Actual - Nonmajor Governmental Funds
For the Year ended June 30, 2021

	<u>Grants & Aid Fund</u>			<u>G.O. Sinking Fund</u>		
	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ 2,745,000	\$ 2,430,445	\$ (314,555)
Intergovernmental	2,487,232	441,829	(2,045,403)	-	-	-
Investment income	-	199	199	12,000	6,160	(5,840)
Miscellaneous	1,180,740	191,512	(989,228)	159,542	159,542	-
Total revenues	<u>3,667,972</u>	<u>633,540</u>	<u>(3,034,432)</u>	<u>2,916,542</u>	<u>2,596,147</u>	<u>(320,395)</u>
EXPENDITURES						
Departmental:						
General government	-	-	-	2,360,856	2,340,735	20,121
Public safety	519,789	403,533	116,256	-	-	-
Streets	511,697	70,129	441,568	-	-	-
Wastewater	2,685,864	314,112	2,371,752	-	-	-
Total Expenditures	<u>3,717,350</u>	<u>787,774</u>	<u>2,929,576</u>	<u>2,360,856</u>	<u>2,340,735</u>	<u>20,121</u>
Excess (deficiency) of revenues over expenditures	<u>(49,378)</u>	<u>(154,234)</u>	<u>(104,856)</u>	<u>555,686</u>	<u>255,412</u>	<u>(300,274)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	36,900	36,900	-	-	-	-
Transfers out	-	-	-	(10,610)	(9,728)	(882)
Total other financing sources and uses	<u>36,900</u>	<u>36,900</u>	<u>-</u>	<u>(10,610)</u>	<u>(9,728)</u>	<u>(882)</u>
Net change in fund balances	(12,478)	(117,334)	(104,856)	545,076	245,684	(299,392)
Fund balances - beginning	103,508	82,861	(20,647)	791,075	1,117,211	326,136
Fund balances - ending	<u>\$ 91,030</u>	<u>\$ (34,473)</u>	<u>\$ (125,503)</u>	<u>\$ 1,336,151</u>	<u>\$ 1,362,895</u>	<u>\$ 26,744</u>

City of Sapulpa
Schedule of Revenues, Expenditures, and Changes in Fund Balance - (Budgetary Basis)
Budget and Actual - Major and Nonmajor Governmental Funds
For the Year ended June 30, 2021

	<u>Sapulpa Development Authority</u>			<u>ARTICLE X, SEC 35, GO BOND</u>		
	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES						
Investment income	\$ -	\$ -	\$ -	\$ 25,000	\$ 3,791	\$ (21,209)
Miscellaneous	86,224	86,363	139	-	-	-
Total revenues	<u>86,224</u>	<u>86,363</u>	<u>139</u>	<u>25,000</u>	<u>3,791</u>	<u>(21,209)</u>
EXPENDITURES						
Departmental:						
Economic development	-	-	-	1,953,360	-	1,953,360
Urban Development	121,224	86,223	35,001	-	-	-
Administration	-	-	-	-	-	-
Total Expenditures	<u>121,224</u>	<u>86,223</u>	<u>35,001</u>	<u>1,953,360</u>	<u>-</u>	<u>1,953,360</u>
Excess (deficiency) of revenues over expenditures	<u>(35,000)</u>	<u>140</u>	<u>35,140</u>	<u>(1,928,360)</u>	<u>3,791</u>	<u>1,932,151</u>
OTHER FINANCING SOURCES (USES)						
Proceeds from long-term debt	-	-	-	-	-	-
Transfers in	35,000	-	35,000	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources and uses	<u>35,000</u>	<u>-</u>	<u>35,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
SPECIAL ITEM						
Proceeds from sale capital assets	-	-	-	-	-	-
Net change in fund balances	-	140	140	(1,928,360)	3,791	1,932,151
Fund balances - beginning	-	-	-	1,953,360	1,953,605	245
Fund balances - ending	<u>\$ -</u>	<u>\$ 140</u>	<u>\$ 140</u>	<u>\$ 25,000</u>	<u>\$ 1,957,396</u>	<u>\$ 1,932,396</u>

City of Sapulpa
Schedule of Revenues, Expenditures, and Changes in Fund Balance - (Budgetary Basis)
Budget and Actual - Major and Nonmajor Governmental Funds
For the Year ended June 30, 2021

	Major Capital Project Fund		
	G.O. Bond Construction fund		
	<u>Final</u>	<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Investment income	\$ 50,000	\$ 24,702	\$ (25,298)
Miscellaneous	5,750,000	5,750,000	-
Total revenues	5,800,000	5,774,702	(25,298)
EXPENDITURES			
Departmental:			
General government	2,817,324	248,631	2,568,693
Culture and recreation	4,673,007	608,072	4,064,935
Public safety	5,691,541	1,770,648	3,920,893
Streets	5,428,040	132,793	5,295,247
Water	93,000	-	93,000
Wastewater	600,454	347,784	252,670
Total Expenditures	19,303,366	3,107,928	16,195,438
Excess (deficiency) of revenues over expenditures	(13,503,366)	2,666,774	16,170,140
Net change in fund balances	(13,503,366)	2,666,774	16,170,140
Fund balances - beginning	13,563,697	13,563,697	-
Fund balances - ending	\$ 60,331	\$ 16,230,471	\$ 16,170,140

City of Sapulpa
Combining Schedule of Net Position
SMA Utility Fund Accounts
June 30, 2021

	Enterprise Fund Accounts			Total
	SMA Utility	Stormwater Management Account	Sewer System Development Account	
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 373,049	\$ 156,324	\$ 717	\$ 530,090
Restricted cash and cash equivalents	1,055,885	-	-	1,055,885
Investments	-	1,352,716	-	1,352,716
Interest receivable	203	1,959	-	2,162
Accounts receivable, net	820,925	76,725	-	897,650
Other receivables	530,717	-	500	531,217
Total current assets	<u>2,780,779</u>	<u>1,587,724</u>	<u>1,217</u>	<u>4,369,720</u>
Non-current assets:				
Restricted investments	283,779	-	-	283,779
Prepaid bond insurance	305,177	-	-	305,177
Capital Assets:				
Land and other non-depreciable assets	13,522,907	-	-	13,522,907
Other capital assets, net of depreciation	51,626,935	-	-	51,626,935
Total non-current assets	<u>65,738,798</u>	<u>-</u>	<u>-</u>	<u>65,738,798</u>
Total assets	<u>68,519,577</u>	<u>1,587,724</u>	<u>1,217</u>	<u>70,108,518</u>
DEFERRED OUTFLOWS OF RESOURCES				
Related to OPEB	14,668	-	-	14,668
Deferred amount on refunding	7,284,431	-	-	7,284,431
Total deferred outflows	<u>7,299,099</u>	<u>-</u>	<u>-</u>	<u>7,299,099</u>
LIABILITIES				
Current liabilities:				
Accounts payable	333,984	9,369	68,475	411,828
Accrued payroll liabilities	40,432	5,345	-	45,777
Due to other funds	-	-	1,232,000	1,232,000
Accrued interest payable	373,718	-	-	373,718
Unearned revenue	-	1,465	-	1,465
Current portion of:				
Due to depositors	66,766	-	-	66,766
Notes payable	220,000	-	-	220,000
Water contract obligations	38,653	-	-	38,653
Revenue bonds payable	2,440,000	-	-	2,440,000
Accrued compensated absences	18,717	-	-	18,717
Total current liabilities	<u>3,532,270</u>	<u>16,179</u>	<u>1,300,475</u>	<u>4,848,924</u>
Non-current liabilities:				
Due to depositors	267,065	-	-	267,065
Notes payable	4,603,117	-	-	4,603,117
Water contract obligations	604,516	-	-	604,516
Revenue bonds payable, net	62,405,000	-	-	62,405,000
Accrued compensated absences	168,453	6,306	-	174,759
Total OPEB liability	251,722	-	-	251,722
Total non-current liabilities	<u>68,299,873</u>	<u>6,306</u>	<u>-</u>	<u>68,306,179</u>
Total liabilities	<u>71,832,143</u>	<u>22,485</u>	<u>1,300,475</u>	<u>73,155,103</u>
DEFERRED INFLOWS OF RESOURCES:				
Related to OPEB	37,960	-	-	37,960
NET POSITION				
Net investment in capital assets	6,946,104	-	-	6,946,104
Restricted for debt service	615,820	-	-	615,820
Unrestricted (deficit)	(3,613,351)	1,565,239	(1,299,258)	(3,347,370)
Total net position	<u>\$ 3,948,573</u>	<u>\$ 1,565,239</u>	<u>\$ (1,299,258)</u>	<u>\$ 4,214,554</u>

City of Sapulpa
Combining Schedule of Revenues, Expenses and Changes in Net Position
SMA Utility Fund Accounts
For the Year Ended June 30, 2021

Enterprise Fund Accounts				
	SMA Utility	Stormwater Management Account	Sewer System Development Account	Total
REVENUES				
Water charges	\$ 4,577,971	\$ -	\$ -	\$ 4,577,971
Sewer charges	4,253,834	-	-	4,253,834
Sanitation	1,117,638	-	-	1,117,638
Water taps	47,620	-	-	47,620
Sewer taps	32,500	-	4,235	36,735
Late charges	172,546	-	-	172,546
Recycling center	680	-	-	680
Trucked water	138,467	-	-	138,467
Stormwater	-	869,924	-	869,924
Miscellaneous	142,588	-	-	142,588
Total operating revenues	<u>10,483,844</u>	<u>869,924</u>	<u>4,235</u>	<u>11,358,003</u>
OPERATING EXPENSES				
General government	214,322	-	-	214,322
Administration	229,927	-	-	229,927
Utility collections	357,967	-	-	357,967
Water treatment plant	1,775,657	-	-	1,775,657
Industrial pretreatment	68,797	-	-	68,797
Wastewater treatment plant	1,002,483	-	-	1,002,483
Stormwater management	-	573,708	-	573,708
Sanitation	760,738	-	-	760,738
Depreciation expense	2,104,534	-	-	2,104,534
Total Operating Expenses	<u>6,514,425</u>	<u>573,708</u>	<u>-</u>	<u>7,088,133</u>
Operating income (loss)	<u>3,969,419</u>	<u>296,216</u>	<u>4,235</u>	<u>4,269,870</u>
NON-OPERATING REVENUES (EXPENSES)				
Investment income	6,786	12,061	236	19,083
Miscellaneous	117,946	16,978	-	134,924
Bond issue costs	(1,680,683)	-	-	(1,680,683)
Interest expense and fiscal charges	(2,703,085)	-	-	(2,703,085)
Total non-operating revenue (expenses)	<u>(4,259,036)</u>	<u>29,039</u>	<u>236</u>	<u>(4,229,761)</u>
Income (loss) before contributions and transfers	<u>(289,617)</u>	<u>325,255</u>	<u>4,471</u>	<u>40,109</u>
Capital contributions	1,466,128	-	-	1,466,128
Interaccount transfers - net	1,122,797	(201,229)	(921,568)	-
Transfers in	5,627,363	-	-	5,627,363
Transfers out	(7,465,906)	(20,000)	-	(7,485,906)
Change in net position	<u>460,765</u>	<u>104,026</u>	<u>(917,097)</u>	<u>(352,306)</u>
Total net position - beginning	<u>3,487,808</u>	<u>1,461,213</u>	<u>(382,161)</u>	<u>4,566,860</u>
Total net position - ending	<u>\$ 3,948,573</u>	<u>\$ 1,565,239</u>	<u>\$ (1,299,258)</u>	<u>\$ 4,214,554</u>

STATISTICAL SECTION

Statistical Section

This part of the City of Sapulpa's Annual Comprehensive Financial Report presents detailed information as a way to help understand the information in the financial statements, note disclosures, and required supplementary information and what it says about the City's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the government's financial performance and financial position have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant revenue sources.

Debt Capacity

These schedules help the reader evaluate the affordability of the City's current level of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

Source: Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Reports for the relevant year.

CITY OF SAPULPA, OKLAHOMA
NET ASSETS/NET POSITION BY COMPONENT
Last Ten Fiscal Years
June 30, 2021
TABLE 1

	FISCAL YEAR									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental activities										
Invested in capital assets, net of related debt	\$ 25,864,472	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net investment in capital assets	-	24,658,364	28,299,654	34,911,581	37,695,132	39,647,053	42,314,122	41,159,105	41,197,880	41,471,321
Restricted	2,440,222	3,982,888	3,508,280	2,177,147	2,246,070	3,460,194	4,468,667	5,187,945	6,270,449	7,637,793
Unrestricted	908,507	14,733	(525,971)	(11,149,035) *	(10,551,864) *	(9,865,680) *	(10,122,305) *	(8,008,802) *	(6,670,805) *	(4,966,222) *
Total governmental activities net assets	<u>\$ 29,213,201</u>	<u>\$ 28,655,985</u>	<u>\$ 31,281,963</u>	<u>\$ 25,939,693</u>	<u>\$ 29,389,338</u>	<u>\$ 33,241,567</u>	<u>\$ 36,660,484</u>	<u>\$ 38,338,248</u>	<u>\$ 40,797,524</u>	<u>\$ 44,142,892</u>
Business-type activities										
Invested in capital assets, net of related debt	\$ (5,593,983)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net investment in capital assets	-	(6,020,714)	(4,880,098)	(4,661,216)	(4,739,349)	(1,481,179)	(204,354)	2,852,099	3,706,724	7,459,904
Restricted	2,852,635	383,690	764,732	1,250,754	694,330	697,854	721,995	915,268	993,315	1,857,483
Unrestricted	4,131,268	6,956,283	2,802,982	1,074,381	3,096,006	2,345,547	2,368,358	2,495,276	1,758,281	(2,582,631)
Total business-type activities net assets	<u>\$ 1,389,920</u>	<u>\$ 1,319,259</u>	<u>\$ (1,312,384)</u>	<u>\$ (2,336,081)</u>	<u>\$ (949,013)</u>	<u>\$ 1,562,222</u>	<u>\$ 2,885,999</u>	<u>\$ 6,262,643</u>	<u>\$ 6,458,320</u>	<u>\$ 6,734,756</u>
Primary government										
Invested in capital assets, net of related debt	\$ 20,270,489	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net investment in capital assets	-	18,637,650	23,419,556	30,250,365	32,955,783	38,165,874	42,109,768	44,011,204	44,904,604	48,931,225
Restricted	5,292,857	4,366,578	4,273,012	3,427,901	2,940,400	4,158,048	5,190,662	6,103,213	7,263,764	9,495,276
Unrestricted	5,039,775	6,971,016	2,277,011	(10,074,654)	(7,455,858)	(7,520,133)	(7,753,947)	(5,513,526)	(4,912,524)	(7,548,853)
Total primary government net assets	<u>\$ 30,603,121</u>	<u>\$ 29,975,244</u>	<u>\$ 29,969,579</u>	<u>\$ 23,603,612</u>	<u>\$ 28,440,325</u>	<u>\$ 34,803,789</u>	<u>\$ 39,546,483</u>	<u>\$ 44,600,891</u>	<u>\$ 47,255,844</u>	<u>\$ 50,877,648</u>

* 2015 and after unrestricted net position includes net pension liabilities with the implementation of GASB 68. Prior years have not been restated because the information is not available.

CITY OF SAPULPA, OKLAHOMA
CHANGES IN NET ASSETS/POSITION
 Last Ten Fiscal Years
 June 30, 2021
TABLE 2

	FISCAL YEAR											
	2004	2007	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses												
Governmental activities:												
Administration	\$ 940,635	\$ 938,846	\$ 1,111,318	\$ 1,176,999	\$ 1,161,305	\$ 1,147,479	\$ 1,222,715	\$ 1,351,137	\$ 1,306,270	\$ 1,392,780	\$ 1,772,609	\$ 1,425,897
General government	1,464,350	1,767,315	1,408,140	1,389,891	1,355,737	1,498,532	1,310,220	1,206,167	1,364,855	1,461,436	1,963,610	1,822,882
Legal and judicial	206,910	239,239	311,262	326,787	356,413	360,529	351,084	345,408	310,484	385,385	369,390	351,067
Public safety	6,713,637	10,179,831	10,504,023	10,848,677	10,949,137	10,313,168	10,138,938	10,465,597	11,096,287	10,226,923	12,029,227	14,488,219
Urban development	342,323	414,096	435,616	485,346	502,722	487,448	412,479	307,727	240,837	768,945	496,708	1,053,445
Streets	1,222,276	1,763,423	2,703,737	1,745,231	1,271,007	2,555,471	1,754,903	1,306,127	1,769,022	1,760,452	2,077,081	2,170,664
Culture and recreation	805,605	951,804	1,395,653	1,483,769	1,479,655	1,541,965	1,463,855	1,437,105	1,524,113	1,521,404	1,476,399	1,425,240
Interest on long-term debt	220,479	468,799	627,376	628,875	500,720	645,615	670,007	725,486	600,320	649,405	543,310	837,911
Total governmental activities expenses	11,916,215	16,723,353	18,497,125	18,085,575	17,576,696	18,550,207	17,324,201	17,144,754	18,212,188	18,166,730	20,728,324	23,575,325
Business-type activities:												
Water operations	3,300,634	3,885,257	4,304,460	4,920,543	4,353,733	4,065,753	4,061,194	3,967,948	4,206,034	4,284,903	4,397,586	4,986,506
Wastewater operations	5,303,576	5,482,432	6,783,694	6,013,722	5,496,979	5,457,768	5,056,817	5,061,205	4,931,561	4,837,348	4,980,514	5,363,491
Sanitation operations	1,095,914	1,127,731	1,318,230	1,326,338	1,320,618	1,402,766	1,398,335	1,485,048	1,546,076	1,584,119	816,601	1,069,443
Stormwater maintenance	31,107	60,901	363,981	307,344	382,874	471,518	407,900	479,443	458,541	569,553	722,966	736,415
Golf course operations	510,724	635,283	777,581	763,120	766,627	845,914	795,604	816,663	808,562	746,335	760,332	771,134
Interest charges - governmental activities	-	219,826	135,689	3,320	1,910	-	-	-	-	-	-	-
Total business-type activities expenses	10,241,955	11,211,430	13,683,635	13,334,387	12,322,741	12,243,719	11,719,850	11,810,307	11,950,774	12,012,258	11,677,999	12,926,989
Total primary government expenses	\$ 22,158,170	\$ 27,934,783	\$ 32,180,760	\$ 31,419,962	\$ 29,899,437	\$ 30,793,926	\$ 29,044,051	\$ 28,955,061	\$ 30,162,962	\$ 30,178,988	\$ 32,406,323	\$ 36,502,314
Program Revenues												
Governmental activities:												
Charges for services:												
General government	299,911	309,286	\$ 305,011	\$ 351,610	\$ 346,197	\$ 383,677	\$ 416,739	\$ 370,386	\$ 413,385	\$ 438,957	\$ 431,281	\$ 543,842
Public safety	693,095	1,404,493	1,296,598	1,336,141	1,562,331	1,566,859	1,313,925	1,277,984	1,212,768	868,830	715,823	846,317
Streets	-	3,580	2,200	2,025	2,160	2,985	3,950	4,295	4,210	2,537	680	490
Culture and recreation	85,042	53,858	231,450	251,688	231,384	249,950	236,603	219,787	224,696	215,526	114,291	111,529
Operating grants and contributions	414,183	1,790,870	1,480,098	1,755,551	1,454,026	1,367,842	1,507,551	1,482,451	1,394,624	1,680,814	1,819,058	2,043,523
Capital grants and contributions	248,938	280,910	247,842	653,744	3,013,628	5,940,352	2,504,535	2,628,693	888,960	110,323	156,219	1,763,880
Total governmental activities program revenues	1,741,169	3,842,997	3,563,199	4,350,759	6,609,726	9,511,665	5,983,303	5,983,596	4,138,643	3,316,987	3,237,352	5,309,581

(Continued)

TABLE 2
(Continued)

	FISCAL YEAR											
	2004	2007	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Business-type activities:												
Charges for services:												
Water operations	3,190,050	3,863,474	4,489,675	4,567,882	4,550,607	4,269,833	4,857,419	4,944,803	5,085,638	4,897,220	4,971,089	4,940,725
Wastewater operations	2,784,866	3,089,967	3,227,839	3,519,075	3,367,955	3,557,465	3,701,235	3,628,741	3,772,659	3,979,941	4,174,685	4,290,569
Sanitation operations	1,050,023	1,160,271	1,375,304	1,433,791	1,446,311	1,605,453	1,658,509	1,737,669	1,848,351	1,917,216	1,217,922	1,256,785
Stormwater operations	-	-	850,247	904,277	925,114	861,917	860,229	860,819	866,218	864,438	870,016	869,924
Golf course operations	433,915	474,354	339,711	374,750	465,583	356,469	377,844	352,376	362,914	341,908	301,596	439,027
Capital grants and contributions	-	320,395	-	82,868	-	65,587	-	709,501	904,740	-	-	1,200
Total business-type activities program revenues	7,458,854	8,908,461	10,282,776	10,882,643	10,755,570	10,716,724	11,455,236	12,233,909	12,840,520	12,000,723	11,535,308	11,798,230
Total primary government program revenues	\$ 9,200,023	\$ 13,346,007	\$ 13,845,975	\$ 15,233,402	\$ 17,365,296	\$ 20,228,389	\$ 17,438,539	\$ 18,217,505	\$ 16,979,163	\$ 15,317,710	\$ 14,772,660	\$ 17,107,811
Net (Expense)/Revenue												
Governmental activities:	\$ (10,175,046)	\$ (13,739,933)	\$ (13,734,816)	\$ (10,966,970)	\$ (10,966,970)	\$ (9,038,542)	\$ (11,340,898)	\$ (11,161,158)	\$ (14,073,545)	\$ (14,849,743)	\$ (17,490,972)	\$ (18,265,744)
Business-type activities:	(2,783,101)	(2,499,856)	(3,051,611)	(1,440,098)	(1,567,171)	(1,526,995)	(264,614)	423,602	889,746	(11,535)	(142,691)	(1,128,759)
Total primary government net expense	\$ (12,958,147)	\$ (16,239,789)	\$ (16,786,427)	\$ (12,407,068)	\$ (12,534,141)	\$ (10,565,537)	\$ (11,605,512)	\$ (10,737,556)	\$ (13,183,799)	\$ (14,861,278)	\$ (17,633,663)	\$ (19,394,503)
General Revenues and Other Changes in Net Assets/Position												
Governmental activities:												
Taxes:												
Sales and use taxes	\$ 6,485,061	\$ 11,796,326	\$ 12,526,584	\$ 11,819,642	\$ 12,283,297	\$ 12,700,633	\$ 12,574,124	\$ 12,738,375	\$ 13,551,549	\$ 14,656,635	\$ 15,417,647	\$ 17,264,571
Ad valorem property taxes	669,302	1,203,946	1,708,703	1,630,259	1,281,765	1,880,483	1,299,375	2,001,667	1,870,647	2,120,808	2,057,748	1,813,505
Franchise and public service taxes	401,248	427,556	566,894	536,362	543,345	559,510	654,804	537,161	760,254	730,599	600,551	850,082
Payment in lieu of taxes	334,819	420,570	428,810	489,500	471,073	550,090	515,291	657,214	251,431	420,288	272,625	785,973
Hotel/motel taxes	-	136,286	191,443	215,883	196,538	233,668	233,289	226,145	238,006	264,140	220,138	242,481
Tax apportionment revenue	-	-	-	-	-	-	-	61,120	125,004	204,860	198,531	828,693
E-911 taxes	174,611	170,803	201,751	212,641	218,150	194,726	178,383	239,336	302,246	299,922	313,845	351,206
Intergovernmental revenue not restricted to specific programs	76,338	251,636	275,705	256,192	243,731	260,352	259,548	270,648	272,745	278,062	327,898	355,777
Investment income	90,928	175,066	57,462	34,713	21,745	19,857	41,612	62,587	98,796	144,570	119,840	82,603
Miscellaneous	340,129	163,589	250,669	181,936	335,570	150,704	339,546	139,931	137,061	581,060	537,273	274,365
Transfers-Internal activity	1,474,343	(253,100)	(2,517,292)	(879,543)	(1,316,581)	(346,991)	(1,305,429)	(1,920,797)	(590,258)	(3,173,437)	(115,848)	(1,238,144)
Total governmental activities	10,085,285	14,492,678	13,690,729	14,497,585	14,278,633	16,203,032	14,790,543	15,013,387	17,017,481	16,527,507	19,950,248	21,611,112
Business-type activities:												
Investment earnings	356,820	367,690	13,163	29,845	25,728	15,902	8,173	10,328	20,108	62,710	62,212	23,553
Miscellaneous	87,325	63,597	148,998	151,710	154,862	140,405	338,080	156,508	160,082	152,032	160,308	143,498
Transfers - Internal activity	(1,474,343)	253,100	2,517,292	879,543	1,316,581	346,991	1,305,429	1,920,797	590,258	3,173,437	115,848	1,238,144
Total business-type activities	1,328,840	684,387	2,679,453	1,061,098	1,497,171	503,298	1,651,682	2,087,633	770,448	3,388,179	338,368	1,405,195
Total primary government	\$ 11,414,125	\$ 15,177,065	\$ 16,370,182	\$ 15,558,683	\$ 15,775,804	\$ 16,706,330	\$ 16,442,225	\$ 17,101,020	\$ 17,787,929	\$ 19,915,686	\$ 20,288,616	\$ 23,016,307
Change in Net Assets/Position												
Governmental activities	\$ (89,761)	\$ 752,745	\$ (44,087)	\$ 3,530,615	\$ 3,311,663	\$ 7,164,490	\$ 3,449,645	\$ 3,852,229	\$ 2,943,936	\$ 1,677,764	\$ 2,459,276	\$ 3,345,368
Business-type activities	(1,454,261)	(1,815,469)	(372,158)	(379,000)	(70,000)	(1,023,697)	1,387,068	2,511,235	1,660,194	3,376,644	195,677	276,436
Total primary government	\$ (1,544,022)	\$ (1,062,724)	\$ (416,245)	\$ 3,151,615	\$ 3,241,663	\$ 6,140,793	\$ 4,836,713	\$ 6,363,464	\$ 4,604,130	\$ 5,054,408	\$ 2,654,953	\$ 3,621,804

CITY OF SAPULPA, OKLAHOMA
FUND BALANCES - GOVERNMENTAL FUNDS
 Last Ten Fiscal Years
 June 30, 2021
TABLE 3

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved										
Nonspendable	28,251	10,187	8,903	8,790	8,772	8,757	8,753	8,753	8,753	8,753
Committed	-	7,753	7,074	8,912	12,467	-	-	-	-	-
Assigned	1,327,870	476,068	642,999	1,527,532	1,275,512	1,061,401	951,579	1,335,272	1,822,526	2,333,409
Unassigned	530,398	632,889	873,660	680,328	385,543	661,453	714,052	814,506	995,523	3,201,634
Total general fund	<u>\$ 1,886,519</u>	<u>\$ 1,126,897</u>	<u>\$ 1,532,636</u>	<u>\$ 2,225,562</u>	<u>\$ 1,682,294</u>	<u>\$ 1,731,611</u>	<u>\$ 1,674,384</u>	<u>\$ 2,158,531</u>	<u>\$ 2,826,802</u>	<u>\$ 5,543,796</u>
All Other Governmental Funds										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue funds	-	-	-	-	-	-	-	-	-	-
Debt service funds	-	-	-	-	-	-	-	-	-	-
Capital project funds	-	-	-	-	-	-	-	-	-	-
Nonspendable	102,348	71,860	72,754	75,111	78,884	91,939	82,509	124,605	118,272	117,105
Restricted	4,605,853	4,733,237	3,389,744	11,623,625	11,982,145	11,777,932	11,337,476	9,946,966	23,436,988	26,952,280
Assigned	954,633	539,397	576,895	897,512	1,141,779	1,283,031	1,532,310	1,534,606	2,147,696	2,557,303
Unassigned	-	(80,945)	(278,756)	(260,993)	(43,051)	(492)	(143,493)	25,705	-	-
Total all other governmental funds	<u>\$ 5,662,834</u>	<u>\$ 5,263,549</u>	<u>\$ 3,760,637</u>	<u>\$ 12,335,255</u>	<u>\$ 13,159,757</u>	<u>\$ 13,152,410</u>	<u>\$ 12,808,802</u>	<u>\$ 11,631,882</u>	<u>\$ 25,702,956</u>	<u>\$ 29,626,688</u>
GRAND TOTAL	<u>\$ 7,549,353</u>	<u>\$ 6,390,446</u>	<u>\$ 5,293,273</u>	<u>\$ 14,560,817</u>	<u>\$ 14,842,051</u>	<u>\$ 14,884,021</u>	<u>\$ 14,483,186</u>	<u>\$ 13,790,413</u>	<u>\$ 28,529,758</u>	<u>\$ 35,170,484</u>

CITY OF SAPULPA, OKLAHOMA
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
Last Ten Fiscal Years
June 30, 2021
TABLE 4

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Sales and use taxes	\$ 12,526,584	\$ 11,819,642	\$ 12,283,297	\$ 12,700,633	\$ 12,574,124	\$ 12,738,375	\$ 13,551,549	\$ 14,656,635	\$ 15,417,647	\$ 17,264,571
Franchise and public service taxes	568,534	543,696	543,345	559,510	654,804	537,161	760,254	730,599	600,551	850,082
Ad valorem taxes	1,708,703	1,630,259	1,279,523	1,880,483	1,669,375	2,062,787	1,995,651	2,325,668	2,256,279	3,259,138
Payment in lieu of tax	432,744	457,178	471,073	465,666	327,694	509,743	326,330	290,124	283,266	286,955
Hotel/motel taxes	191,443	215,883	196,538	233,668	233,289	226,145	238,006	264,140	220,138	242,481
Intergovernmental	1,856,450	1,875,191	2,496,953	2,779,875	4,535,982	2,223,951	1,931,682	2,110,914	2,359,390	3,665,985
Charges for services	1,031,133	1,075,463	1,069,476	1,082,318	1,062,759	1,118,387	1,177,610	1,203,387	1,154,165	1,251,956
Fines and forfeitures	792,458	819,632	1,005,125	825,191	702,745	699,366	548,370	525,568	368,383	289,908
Licenses and permits	144,708	170,794	171,406	201,452	224,647	178,401	200,685	222,183	165,339	292,325
Investment income	57,562	36,161	21,284	20,611	36,837	61,256	95,513	156,233	126,637	83,103
Miscellaneous	442,424	348,064	435,900	307,719	551,099	295,327	238,084	1,173,917	651,891	520,378
Total Revenues	19,752,743	18,991,963	19,973,920	21,057,126	22,573,355	20,650,899	21,063,734	23,659,368	23,603,686	28,006,882
Expenditures:										
Administration	1,101,748	1,142,548	1,171,955	1,146,026	1,200,718	1,271,459	1,284,305	1,287,628	1,408,399	1,356,587
General government	1,196,497	1,587,391	1,138,947	1,416,531	1,391,966	1,188,280	1,224,546	1,317,933	2,154,763	2,324,100
Legal and judicial	283,797	295,223	324,632	330,599	313,227	308,989	308,234	358,609	351,489	344,722
Public safety	10,262,800	10,464,141	10,301,401	10,212,606	10,392,436	10,176,360	10,563,840	11,176,840	11,457,452	11,116,095
Urban development	430,531	481,545	502,286	658,295	430,378	337,512	231,899	378,953	304,451	274,378
Streets	837,637	989,421	856,310	1,759,652	921,631	675,147	801,925	817,806	981,786	949,764
Culture and recreation	1,115,128	1,123,818	1,094,492	1,167,813	1,254,560	1,201,433	1,238,370	1,182,568	1,109,800	1,160,048
Water	762,727	807,385	852,745	840,011	824,241	887,295	830,353	832,954	818,980	839,638
Wastewater	-	379	111,708	-	-	-	26,000	134,704	107,133	70,016
Capital outlay	4,806,244	3,059,420	3,801,541	3,710,229	6,319,488	3,312,081	4,101,086	5,984,619	4,803,732	7,313,132
Debt service:										
Principal	1,424,883	1,908,668	2,149,087	2,660,090	2,973,312	1,783,508	1,872,172	1,929,981	2,055,964	2,219,445
Interest and fiscal charges	623,224	660,062	510,795	644,865	666,696	765,209	633,839	895,419	726,702	887,539
Total Expenditures	22,845,216	22,520,001	22,815,899	24,546,717	26,688,653	21,907,273	23,116,569	26,298,014	26,280,651	28,855,464
Excess of revenues over/(under) expenditures	(3,092,473)	(3,528,038)	(2,841,979)	(3,489,591)	(4,115,298)	(1,256,374)	(2,052,835)	(2,638,646)	(2,676,965)	(848,582)
Other financing sources(uses) and special item:										
Transfers in	6,425,466	6,795,543	7,530,391	7,348,812	5,981,157	6,145,938	6,124,230	7,022,232	7,865,200	7,501,018
Transfers out	(6,715,298)	(5,905,112)	(6,270,528)	(5,786,493)	(5,756,942)	(5,130,338)	(5,272,230)	(5,664,542)	(5,780,708)	(6,007,475)
Payment to escrow	-	(6,002,824)	-	-	-	-	-	-	(4,072,826)	-
Debt proceeds	-	6,450,534	153,643	11,160,000	4,172,317	133,712	-	588,183	19,404,644	5,836,223
Bond premium	-	-	-	34,816	-	-	-	-	-	159,542
Judgements	416,000	24,312	331,300	-	-	129,000	800,000	-	-	-
Special item - proceeds from sale of capital assets	-	8,881	-	-	-	20,032	-	-	-	-
Total other financing sources(uses) and special item	126,168	1,371,334	1,744,806	12,757,135	4,396,532	1,298,344	1,652,000	1,945,873	17,416,310	7,489,308
Net change in fund balances	\$ (2,966,305)	\$ (2,156,704)	\$ (1,097,173)	\$ 9,267,544	\$ 281,234	\$ 41,970	\$ (400,835)	\$ (692,773)	\$ 14,739,345	\$ 6,640,726
Debt service as a percentage of noncapital expenditures	11.4%	13.2%	16.3%	15.9%	17.9%	13.7%	15.5%	14.3%	13.8%	12.9%

CITY OF SAPULPA, OKLAHOMA
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
Last Ten Fiscal Years
June 30, 2021
TABLE 5

Fiscal Year	Ad Valorem Tax	Sales Tax	Use Tax	Franchise Tax	Payment in lieu of Tax	Hotel/Motel Tax	E-911 Tax	Totals
2012	1,708,703	11,812,789	713,795	566,894	428,810	191,443	201,751	15,624,185
2013	1,630,259	11,427,776	391,866	543,696	457,178	215,883	212,641	14,879,299
2014	1,279,523	11,692,608	590,689	543,345	471,073	196,538	218,150	14,991,926
2015	1,880,483	12,087,467	613,166	559,510	465,666	233,668	194,726	16,034,686
2016	1,669,375	12,080,526	493,598	654,804	327,694	233,289	178,383	15,637,669
2017	2,062,787	12,178,833	559,542	537,161	509,743	226,145	239,336	16,313,547
2018	1,995,651	12,877,535	674,014	760,254	326,330	238,006	302,246	17,174,036
2019	2,325,668	13,490,546	1,166,089	730,599	290,124	264,140	299,922	18,567,088
2020	2,256,279	14,146,410	1,271,237	600,551	283,266	220,138	313,845	19,091,726
2021	3,259,138	15,515,781	1,748,790	850,082	286,955	242,481	351,206	22,254,433

CITY OF SAPULPA, OKLAHOMA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
June 30, 2021
TABLE 6

Fiscal Year	Real Property	Personal Property	Public Service Property	Total Assessed Value	Homestead Exemption	Net Assessed Value	Estimated Actual Value
2012	99,214,387	18,249,449	7,887,602	125,351,438	5,137,937	120,213,501	1,001,779,175
2013	103,002,397	17,782,728	8,378,146	129,163,271	5,250,466	123,912,805	1,032,606,708
2014	105,689,967	17,282,094	6,514,937	129,486,998	4,309,270	125,177,728	1,043,147,733
2015	108,275,772	19,619,921	6,417,131	134,312,824	5,291,198	129,021,626	1,075,180,217
2016	121,505,565	19,116,798	6,436,969	147,059,332	5,363,384	141,695,948	1,180,799,567
2017	125,527,260	20,068,645	6,210,808	151,806,713	5,395,672	146,411,041	1,220,092,008
2018	121,831,628	21,044,890	6,452,728	149,329,246	5,534,604	143,794,642	1,198,288,683
2019	127,563,572	23,354,204	6,494,676	157,412,452	5,579,948	151,832,504	1,265,270,867
2020	125,893,482	25,560,129	6,499,910	157,953,521	5,805,513	152,148,008	1,267,900,067
2021	132,335,721	24,589,521	6,853,104	163,778,346	5,925,873	157,852,473	1,315,437,275

Note: County Excise Board

Note: Property in the county is reassessed annually. The ratio of assessed value to true value cannot be less than 11 percent nor more than 13 1/2 percent.
Tax rates are per \$1,000 of assessed value.

CITY OF SAPULPA, OKLAHOMA
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUE)
Last Ten Fiscal Years
June 30, 2021
TABLE 7

Fiscal Year	City Direct Rate		(1) Overlapping Rates		Total Levy
	Sinking Fund	Sapulpa School District	County	Vo Tech School District	
2012	14.19	65.66	21.84	13.26	114.95
2013	13.44	66.08	20.16	13.26	112.94
2014	10.24	67.39	20.22	13.26	111.11
2015	15.23	67.36	21.30	13.26	117.15
2016	13.11	66.28	21.00	13.26	113.65
2017	14.89	66.29	20.01	13.26	114.45
2018	13.45	73.66	20.01	13.26	120.38
2019	14.35	73.40	20.01	13.26	121.02
2020	13.61	71.66	20.01	13.26	118.54
2021	15.04	69.66	20.01	13.26	117.97

Note: City property tax may only be levied to repay principal and interest on general obligation bonded debt approved by the voters and any court-assessed judgments.

(1) Overlapping rates are those of local and county governments that apply to property owners within the City of Sapulpa

CITY OF SAPULPA, OKLAHOMA
 PRINCIPAL PROPERTY TAXPAYERS
 CURRENT YEAR
 June 30, 2021
 TABLE 8

<u>2021</u>				
<u>Taxpayer</u>	<u>Type of Business</u>	<u>Rank</u>	<u>Taxable Assessed Value</u>	<u>Percentage of Net Total Assessed Value</u>
Nov Process & Flow Technologies	Oil	1	3,907,497	2.475%
Oklahoma Gas & Electric	Utility	2	3,486,745	2.209%
Solaray Corp	Distribution/Sunglasses	3	3,171,148	2.009%
Timbers Apartments LLC	Real Estate/Rentals	4	2,079,500	1.317%
Rolled Alloys LP	Stainless Steel/ Manufacturing	5	1,707,174	1.081%
Sagebrush Pipeline Equip., Inc.	Pipeline	6	1,585,497	1.004%
Coxcom LLC	Leased Equipment	7	1,531,264	0.970%
Miller Realty Group LLC	Real Estate	8	1,377,022	0.872%
Sulzer Chemtech, Inc.	Chemical Engineering/ Manufacturing	9	1,348,149	0.854%
Oklahoma Natural Gas ONEOK	Gas/Pipeline	10	1,232,856	0.781%
Totals			<u>\$ 21,426,852</u>	<u>13.57%</u>

Source: County Assessors Office - Marie Stevens - 918-224-4508

CITY OF SAPULPA, OKLAHOMA
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
June 30, 2021
TABLE 9

Fiscal Year	Total Tax Levy	Current Tax Collections	Percentage of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Percentage of Total Collected to Total Levy	Net Assessed Value	Mill Levy
2012	1,705,446	1,580,190	93%	61,300	1,641,490	96.2%	120,213,501	14.19
2013	1,665,883	1,579,411	95%	58,253	1,637,664	98.3%	123,912,805	13.44
2014	1,281,372	1,224,170	96%	55,353	1,279,523	99.9%	125,177,728	10.24
2015	1,965,293	1,808,677	92%	71,806	1,880,483	95.7%	129,021,626	15.23
2016	1,856,971	1,597,337	86%	73,208	1,670,545	90.0%	141,695,948	13.11
2017	2,180,147	1,921,206	88%	141,735	2,062,941	94.6%	146,411,041	13.45
2018	1,933,983	1,909,674	99%	73,495	1,983,169	102.5%	143,794,642	13.45
2019	2,178,249	1,992,664	91%	91,511	2,084,175	95.7%	151,832,504	14.35
2020	2,070,473	1,956,525	94%	67,431	2,023,956	97.8%	152,148,008	13.61
2021	2,374,493	2,293,390	97%	104,216	2,397,606	101.0%	157,852,473	15.04

Estimate of Needs, County Report

CITY OF SAPULPA, OKLAHOMA
SALES TAX RATES OF DIRECT AND OVERLAPPING GOVERNMENTS
Last Ten Fiscal Years
June 30, 2021
TABLE 10

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
City	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%
Creek County	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
State of Oklahoma	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%
Total	9.50%	9.50%	9.50%	9.50%	9.50%	9.50%	9.50%	9.50%	9.50%	9.50%

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
City	4.000%	4.000%	4.000%	4.000%	4.000%	4.500%	4.500%	4.500%	4.500%	4.500%
Tulsa County	0.850%	0.850%	0.917%	0.917%	0.917%	0.367%	0.367%	0.367%	0.367%	0.367%
State of Oklahoma	4.500%	4.500%	4.500%	4.500%	4.500%	4.500%	4.500%	4.500%	4.500%	4.500%
Total	9.350%	9.350%	9.417%	9.417%	9.417%	9.367%	9.367%	9.367%	9.367%	9.367%

Oklahoma Tax Commission

CITY OF SAPULPA, OKLAHOMA
TAXABLE SALES BY CATEGORY
Last Ten Fiscal Years
June 30, 2021
TABLE 11

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Agriculture, forestry, and fishing	\$ 944	\$ 287	\$ (11)	\$ 2	\$ 12	\$ 63	\$ 22	\$ 224	\$ 10,019	60,794
Mining	362,179	87,504	72,905	99,305	58,055	56,750	51,380	2,240	5,157	15,034
Construction	18,846	24,992	32,766	22,196	5,583	16,947	(2,013)	17,866	10,446	10,316
Manufacturing	176,357	198,718	191,519	191,415	182,869	245,049	186,922	204,878	176,811	232,141
Transportation	5,074	130,867	211,423	200,910	235,295	252,317	261,441	261,884	238,601	289,041
Communications and utilities:										
Communications	478,749	364,050	264,794	281,842	286,571	357,230	342,486	253,926	246,370	244,786
Electric, gas, and sanitary services	934,241	904,052	912,652	914,509	855692	873,048	875,324	903,233	882,548	916,716
Wholesale trade	1,041,494	1,008,727	1,031,499	1,180,595	1161478	1,187,704	1,423,865	1,651,388	1,598,397	1,667,578
Retail trade:										
Building materials, hardware, garden supply and mobile home dealer	415,583	455,622	468,238	510,290	510416	650,171	722,616	827,498	874,856	1,042,758
General merchandise stores	2,779,177	2,734,168	2,730,900	2,986,164	2936387	2,976,458	3,041,583	3,179,313	3,395,968	3,676,227
Food stores	1,441,341	1,148,175	1,104,023	1,291,229	1317747	1,043,474	965,874	824,575	808,023	900,718
Automotive dealers and gasoline service stations	643,713	703,990	731,878	747,507	752321	745,614	757,065	769,683	826,602	901,412
Apparel and accessory stores	161,950	155,788	147,636	139,801	148863	147,220	148,593	139,065	136,815	151,689
Furniture, home furnishings and equipment stores	335,028	450,360	175,198	193,479	157939	139,403	163,277	179,050	133,987	204,386
Eating and drinking places	1,597,674	1,580,635	1,572,118	1,680,998	1685045	1,737,414	1,834,286	1,858,664	1,925,502	2,024,419
Miscellaneous retail	588,785	642,640	1,021,678	910,867	1044786	1,139,562	1,284,497	1,596,919	1,889,011	2,248,469
Finance, insurance, and real estate	19,559	26,121	174,950	168,302	177994	200,296	190,877	202,629	203,915	188,679
Services:										
Hotels and motels	128,824	173,262	257,499	200,200	229848	175,919	228,797	260,960	213,599	252,323
Personal services	29,263	54,574	50,175	79,379	99646	53,082	51,006	31,944	17,128	32,721
Business services	207,055	175,085	29,697	37,775	39154	74,717	86,412	103,216	118,298	156,895
Automotive repair services and garages	81,241	51,634	47,919	53,676	53766	70,751	76,371	83,484	86,853	148,684
Miscellaneous repair services	10,905	13,919	7,936	7,629	14131	12,441	18,117	20,104	18,529	15,824
Motion pictures	58,141	18,203	38,868	35,062	32460	27,098	37,869	49,451	35,023	10,588
Other services	372,786	217,979	116,619	60,567	27289	21,575	11,175	27,168	32,049	20,755
Nonclassifiable establishments	55,412	122,392	379,110	219,190	109585	89604	37,218	46,500	159,978	33,830
	<u>\$ 11,944,321</u>	<u>\$ 11,443,743</u>	<u>\$ 11,771,988</u>	<u>\$ 12,212,889</u>	<u>\$ 12,122,933</u>	<u>\$ 12,293,906</u>	<u>\$ 12,795,060</u>	<u>\$ 13,495,861</u>	<u>\$ 14,044,485</u>	<u>\$ 15,446,783</u>

CITY OF SAPULPA, OKLAHOMA
RATIO FOR OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years
June 30, 2021
TABLE 12

Fiscal Year	Governmental Activities			Business-Type Activities			Total Primary Government	Per Capita	
	General Obligation Bonds	Notes Payable	Revenue Bonds	Capital Leases Payable	Revenue Bonds Payable	Notes Payable			Water Contract Obligations
2012	13,895,000	-	-	349,476	68,006,852	266,883	2,647,690	85,165,901	4,125
2013	13,130,000	-	1,920,000	343,534	69,995,000	137,079	2,361,740	87,887,353	4,227
2014	11,905,000	-	1,315,000	343,109	69,335,000	201,663	2,064,317	85,164,089	4,087
2015	14,450,000	-	7,605,000	225,130	67,940,000	118,880	1,754,960	92,093,970	4,483
2016	16,365,000	-	6,700,000	474,466	65,870,000	76,321	1,433,192	90,918,979	4,418
2017	15,300,000	-	6,255,000	445,824	64,345,000	32,965	1,098,515	87,477,304	4,180
2018	14,025,000	-	5,795,000	351,154	62,780,000	172,313	750,412	83,873,879	4,024
2019	12,745,000	-	5,325,000	809,488	61,170,000	720,263	716,061	81,485,812	3,917
2020	25,955,000	-	4,850,000	629,945	59,530,000	1,150,599	680,334	92,795,878	4,386
2021	31,442,395	86,223.00	4,377,769	452,168	64,845,000	4,823,117	643,172	106,669,844	4,924

Note: Beginning in fiscal year 2021 in accordance with a GFOA comment recommendation, the Judgments Payable category was removed from the calculations above.

CITY OF SAPULPA, OKLAHOMA
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED
VALUE AND NET BONDED DEBT PER CAPITA
Last Ten Fiscal Years
June 30, 2021
TABLE 13

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Net Assessed Value</u>	<u>Gross Bonded Debt</u>	<u>Less Debt Service Funds</u>	<u>Net Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt Per Capita</u>
2012	20,648	120,213,501	13,895,000	930,536	12,964,464	10.78%	628
2013	20,793	123,912,805	13,130,000	889,056	12,240,944	9.88%	589
2014	20,836	125,177,728	11,905,000	354,392	11,550,608	9.23%	554
2015	20,544	129,021,626	14,450,000	368,329	14,081,671	10.91%	685
2016	20,579	141,695,948	16,365,000	525,880	15,839,120	11.18%	770
2017	20,928	146,411,041	15,300,000	792,264	14,507,736	9.91%	693
2018	20,843	143,794,642	14,025,000	896,692	13,128,308	9.13%	630
2019	20,802	151,832,504	12,745,000	970,059	11,774,941	7.76%	566
2020	21,156	152,148,008	25,955,000	1,117,211	24,837,789	16.32%	1,174
2021	21,664	157,852,473	30,415,000	745,955	29,669,045	18.80%	1,370

(1) Oklahoma Department of Commerce Projection

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

**CITY OF SAPULPA, OKLAHOMA
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
TABLE 14**

<u>Jurisdiction</u>	<u>Net (1) Debt Outstanding</u>	<u>Percentage (2) Applicable to City of Sapulpa</u>	<u>Amount Applicable to City of Sapulpa</u>
Direct - City of Sapulpa	\$ 29,519,045	100.00%	\$29,519,045
Overlapping: Sapulpa School District	\$ 10,788,560	66.09%	\$7,130,665
Overlapping: Tulsa School District	\$178,013,270	0.24%	\$423,491
Overlapping: Lone Star School District	\$ 628,008	51.65%	\$324,386
Overlapping: Kellyville School District	\$ 1,835,930	1.57%	\$28,760
Overlapping: Pretty Water School District	\$ 488,041	0.57%	\$2,779
Total	<u>\$218,320,875</u>		<u>\$37,484,560</u>

Outstanding bond debt-06-30-20

- (1) Gross general bonded debt outstanding less debt service reserves.
- (2) Determined by ratio of assessed valuation of property subject to taxation in overlapping unit to valuation of property subject to taxation in the City of Sapulpa.

CITY OF SAPULPA, OKLAHOMA
LEGAL DEBT MARGIN INFORMATION
 Last Ten Fiscal Years
 June 30, 2021
TABLE 15

	Fiscal Year									
	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Debt limit	\$ 12,021,350	\$ 12,391,281	\$ 12,517,773	\$ 12,902,163	\$ 14,169,595	\$ 14,641,104	\$ 14,379,464	\$ 15,183,250	\$ 15,214,801	\$ 15,785,247
Total net debt applicable to limit	<u>3,982,350</u>	<u>8,465,000</u>	<u>7,765,000</u>	<u>8,995,000</u>	<u>9,355,000</u>	<u>8,810,000</u>	<u>8,115,000</u>	<u>7,415,000</u>	-	-
Legal debt margin	<u>\$ 8,039,000</u>	<u>\$ 3,926,281</u>	<u>\$ 4,752,773</u>	<u>\$ 3,907,163</u>	<u>\$ 4,814,595</u>	<u>\$ 5,831,104</u>	<u>\$ 6,264,464</u>	<u>\$ 7,768,250</u>	<u>\$ 15,214,801</u>	<u>\$ 15,785,247</u>
Total net debt applicable to the limit as a percentage of debt limit	33.13%	68.31%	62.03%	69.72%	66.02%	60.17%	56.43%	48.84%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2021

Net assessed valuation	\$ 157,852,473
Debt limit (10% of total assessed value)	15,785,247
Debt applicable to limit:	
General obligation bonds	30,415,000
Less: bonds issued without debt limit in accordance with Article 10, Section 27	28,415,000
Less: bonds issued without debt limit in accordance with Article 10, Section 35	<u>2,000,000</u>
Total net debt applicable to limit	<u>-</u>
Legal debt margin	<u>\$ 15,785,247</u>

Note: Article 10, Section 26 of the Constitution of the State of Oklahoma limits municipal debt to 10% of net assessed valuation.
 Article 10, Section 27 of the Constitution of the State of Oklahoma limits municipal debt to various purposes based upon City ownership of property that are excluded from the 10% debt limit.
 Article 10, Section 35 of the Constitution of the State of Oklahoma excludes economic development purposes from the 10% debt limit.

Note 2: During fiscal year 2020 a further understanding of Article 10, Section 27 was obtained, and it was determined that all current general obligation debt is exempt from the 10% debt limit of total assessed value. As such, the debt limit margin remaining in previous fiscal years likely should have been greater than reflected above.

CITY OF SAPULPA, OKLAHOMA
THE SAPULPA MUNICIPAL AUTHORITY
UTILITY SYSTEMS DIVISION
PLEDGED REVENUE COVERAGE
Last Ten Fiscal Years
June 30, 2021
TABLE 16

		<u>Eligible Revenues</u>	<u>Eligible Expenses (1)</u>	<u>Net Revenue Available for Debt Service</u>	<u>Average Annual/ Annual Debt Service</u>	<u>Revenue Bond Coverage</u>
2012	Series 2002 A and Series 2006	13,942,643	4,954,359	8,988,284	2,975,546	3.02
	Series 2002 A	9,952,205	4,954,359	4,997,846	2,975,546	1.68
	Series 2003 A & B	13,942,643	4,954,359	8,988,284	3,158,256	2.85
	Series 2009 A & B	13,942,643	4,954,359	8,988,284	3,158,256	2.85
2013	Series 2012 and 2013 Refunding	14,266,099	5,033,068	9,233,031	4,095,687	2.25
2014	Series 2012 and 2013 Refunding	14,042,548	5,571,732	8,470,816	4,095,687	2.07
2015	Series 2012 and 2013 Refunding	14,171,125	5,154,402	9,016,723	4,095,687	2.20
2016	Series 2012 and 2013 Refunding	15,106,791	4,964,475	10,142,316	4,095,687	2.48
2017	Series 2012 and 2013 Refunding	15,068,058	5,423,023	9,645,035	4,095,687	2.35
2018	Series 2012 and 2013 Refunding	15,615,611	5,620,951	9,994,660	4,103,235	2.44
2019	Series 2012 and 2013 Refunding	15,959,581	5,728,300	10,231,281	4,102,794	2.49
2020	Series 2012 and 2013 Refunding	16,721,370	5,661,575	11,059,795	4,113,715	2.69
2021	Seres 2020 Refunding	15,892,992	4,983,599	10,909,393	4,109,623	2.65

(1) Excludes depreciation and amortization expense.

CITY OF SAPULPA, OKLAHOMA
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 Last Ten Calendar Years
 June 30, 2021
 TABLE 17

<u>Calendar Year</u>	<u>Population (1)</u>	<u>Personal Income (in thousands)</u>	<u>Per Capita Personal Income (2)</u>	<u>Median Age of Population (3)</u>	<u>School Enrollment (4)</u>	<u>Unemployment Rate (5)</u>
2012	20,648	872,089	42,236	34.8	5,596	5.6%
2013	20,793	942,962	45,350	34.7	5,654	5.2%
2014	20,836	983,875	47,220	34.9	5,782	4.6%
2015	20,544	1,089,777	53,046	34.0	5,672	4.3%
2016	20,579	1,132,997	55,056	39.4	5,612	5.4%
2017	20,928	1,208,111	57,727	38.3	5,449	4.6%
2018	20,843	1,080,521	51,841	37.7	5,410	3.6%
2019	20,802	1,141,322	54,866	37.3	5,311	3.4%
2020	21,156	1,196,160	56,540	37.7	5,089	2.1%
2021	21,664	1,258,050	58,071	38.0	5,087	3.90%

Sources:

- (1) Oklahoma Department of Commerce Projection
- (2) Per Capital Personal Income - US Bureau of Economic Analysis for the Tulsa metropolitan area
- (3) U.S. Census Bureau
- (4) Sapulpa School District, Independent School Districts
- (5) www.bls.gov

CITY OF SAPULPA, OKLAHOMA
PRINCIPAL EMPLOYERS
CURRENT YEAR
June 30, 2021
TABLE 18

			2021
Employer	Product/Business	Rank	Employees
BIOS Corporation	Health Care and Social Assistance	1	1,038
Sapulpa Public Schools	Education Services	2	669
TD Williamson	Manufacturing/Engineering Equipment	3	450
Paragon Industries	Pipe Manufacturing	4	420
Ardagh	Manufacturing/Glass Bottles	5	387
American Heritage Bank	Financial Institution	6	283
Walmart Supercenter	Retail	7	275
John Christner Trucking	Transportation	8	244
Bennett Steel	Commercial Steel Fabrication	9	200
St. John Sapulpa	Health Services	10	160
Green Bay Packing	Corrugated Boxes	11	130
Totals			4,256
Sapulpa Chamber of Commerce			

CITY OF SAPULPA, OKLAHOMA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
 Last Ten Fiscal Years
 June 30, 2021
TABLE 19

<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
5	5	5	5	5	5	5	5	5	5
5	5	5	5	5	5	5	5	5	5
3	3	3	3	3	3	3	3	3	5
2	2	2	2	2	2	2	2	2	3
1	1	1	1	1	1	1	1	1	1
3	3	3	3	3	3	3	3	3	3
1	1	1	1	1	1	1	1	1	1
2	2	2	2	2	2	2	2	2	2
6	6	6	6	6	6	6	6	6	7
5	5	5	5	5	5	5	5	5	2
6	6	6	6	6	6	6	6	6	3
39	37								
47	43	43	43	43	47	46	47	47	50
12	11	11	11	11	11	12	12	11	13
2	2	2	2	2	2	2	3	3	5
49	49	49	47	47	49	50	50	53	54
1	1	1	1	1	1	1	1	1	2
111	106	106	104	104	110	111	113	115	124
12	12	12	12	12	12	12	12	12	9
12	9								
7	7	7	7	7	7	7	7	8	10
5	5	5	5	5	5	5	5	5	5
5	5	5	5	5	6	5	7	8	8
17	17	17	17	17	18	17	19	21	23
0	0	0	0	0	0	0	0	0	0
11	11	11	12	12	11	11	11	11	10
8	8	8	8	8	8	8	8	8	8
12	12	13	13	13	12	12	12	12	10
4	3	4	4	4	3	3	4	4	4
35	34	36	37	37	34	34	35	35	32
214	208	210	209	209	213	213	218	222	225

CITY OF SAPULPA, OKLAHOMA
Capital Asset Statistics by Function/Program
 Last Ten Fiscal Years
 June 30, 2021
TABLE 20

Function/Program	<u>FY</u> <u>2012</u>	<u>FY</u> <u>2013</u>	<u>FY</u> <u>2014</u>	<u>FY</u> <u>2015</u>	<u>FY</u> <u>2016</u>	<u>FY</u> <u>2017</u>	<u>FY</u> <u>2018</u>	<u>FY</u> <u>2019</u>	<u>FY</u> <u>2020</u>	<u>FY</u> <u>2021</u>
General Government										
Buildings	17	17	17	17	17	17	17	17	17	17
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Zone Offices	1	1	1	1	1	1	1	1	1	1
Patrol units	35	35	33	32	32	32	35	44	44	46
Fire										
Stations	4	4	4	4	4	4	4	4	4	4
Trucks	14	13	12	12	12	11	14	14	15	10
Vehicles	8	8	8	10	10	11	9	11	12	14
Trailer Vans			4	4	4	4	4	4	4	2
Boats			2	2	2	2	1	2	2	2
Refuse Collection										
Collection trucks	-	-	-	-	-	-	-	-	-	-
Streets										
Street miles	209	209	209	209	209	209	209	209	209	209
Streetlights	1,410	1,410	1,410	1,410	1,410	1,410	1,410	1,410	1,410	1,410
Traffic signals	23	23	23	23	23	23	23	23	23	23
Parks and recreation										
Acreage	487	487	487	487	487	487	487	487	487	481
Playgrounds	12	12	12	12	12	12	12	12	12	10
Baseball/softball diamonds	14	14	14	14	14	14	14	14	16	8
Soccer/football fields	12	12	12	12	12	12	12	12	14	11
Community Center	1	1	1	1	1	1	1	1	1	1
Pool	1	1	1	1	1	1	1	1	1	1
Golf course	1	1	1	1	1	1	1	1	1	1
Library										
Buildings	2	2	2	2	2	2	2	2	2	2
Public Transportation										
Buses	N/A									
Trolley	N/A									
Cemetery										
Plots	46,725	52,850	35,750	34,150	34,150	46,925	27,225	100	102	150
Vehicles & Machinery	17	17	17	17	17	17	17	17	17	19
Water										
Water mains (miles)	94	94	94	94	94	94	94	94	94	94
Fire hydrants	822	888	860	547	547	547	570	578	578	1,400
Storage capacity (thousands of	6,250	6,250	6,250	6,250	6,250	6,250	6,250	6,250	6,250	6,250
Wastewater										
Sanitary sewers (miles)	106	106	106	106	106	106	106	106	106	106
Storm sewers (feet)	159,679	159,679	159,679	159,679	159,679	159,679	159,679	159,679	159,679	159,679
Daily Treatment Capacity	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000

CITY OF SAPULPA, OKLAHOMA
Operating Indicators by Function/Program
Last Ten Fiscal Years
June 30, 2021
TABLE 21

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Police										
Physical Arrests	917	1106	863	1078	1021	1135	990	899	748	422
*Parking Violations	48	42	17	12	7	4	6	2	4	0
Traffic Violations	8137	8159	8728	5830	4350	4340	4180	3425	2251	2013
Fire										
Emergency Responses	2741	2901	3137	2924	2587	3475	3537	3873	4329	4936
Fires Extinguished	287	295	206	224	143	234	154	147	172	161
Inspections	130	210	310	175	44	140	189	125	78	78
Solid Waste Collection										
Solid Waste Collected (Tons Per Day)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Recyclables Collected (Tons Per Day)	N/A	NA	NA	NA	NA	NA	NA	NA	NA	NA
Other Public Works										
Potholes Repaired:										
Asphalt Patching (Tons)	597	640	452	485	404	572	420	226	356	542
Concrete Patching (Cubic Yards)	4	10	10	10	10	0	6	5	0	0
Parks & Recreation										
Athletic Field-Agreements										
Sapulpa Little League (# of Fields Used)	14	14	14	14	14	14	14	14	14	14
Sapulpa Youth Soccer (# of Fields Used)	12	12	12	12	12	12	12	12	14	14
Sapulpa Girls Softball (# of Fields Used)	10	10	10	10	10	10	10	10	14	14
Community Center/Park Rentals	81	83	97	143	140	140	163	193	79	200
Senior Citizen- Meals Served	7500	4780	4000	5750	5769	1476	1100	2131	1602	0
-Sr. Center Lunch Program										
Water										
Connections	6486	6498	6552	6557	6537	6544	6504	6541	6609	6265
Water Main Breaks	50-100	100-150	50	50-100	50-100	50-100	50-100	50-100	50-100	50-100
Average Daily Consumption (Thousands of Gallons)	3062	2991	3036	2612	3014	2666	2482	2452	2221	2397
Peak Daily Consumption (Thousands of Gallons)	5932	5063	4643	3974	4795	4068	3634	3587	3498	5278
Wastewater										
Average Daily Sewage Treatment (Thousands of Gallons)	3000	3000	3000	3000	3000	3000	3000	3000	3000	3000
Transit										
Total Route Miles-Trolleys & Broncho	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total Route Miles-Rt-37	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Passengers	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Source: Various City Departments