

CITY OF SHAWNEE, OKLAHOMA



**Comprehensive
Annual
Financial
Report**

FOR THE FISCAL YEAR ENDED JUNE 30, 1999

City of Shawnee, Oklahoma

Comprehensive Annual Financial Report

For the Fiscal Year ended June 30, 1999

Prepared by:

Office of the City Treasurer

City of Shawnee, Oklahoma
Comprehensive Annual Financial Report
Fiscal Year Ended June 30, 1999

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MAYOR
CHRIS HARDEN

THE CITY OF SHAWNEE

P. O. BOX 1448
SHAWNEE, OKLAHOMA 74802-1448
(405) 273-1250
FAX (405) 878-1581

COMMISSIONERS
TOM CLAYBROOK
RONALD A. GILLHAM SR.
CARL E. YOUNG
BRADIE LEE WINROW
BRAD W. ROACH, DVM
R. J. "BOB" DOWNING

December 28, 1999

Honorable Mayor and City Commission
City of Shawnee
Shawnee, Oklahoma

The comprehensive annual financial report of the City of Shawnee, Oklahoma, for the fiscal year ended June 30, 1999, is hereby submitted in accordance with the requirements of the City Charter and Oklahoma State Statutes. City management is responsible for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures. We believe the information, as presented, is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds, accounts groups, and component units of the City. All disclosures necessary to enable the reader to gain an understanding of the City's activities have been included.

The comprehensive annual financial report is composed of the following three sections:

The Introductory Section, which is unaudited, includes this transmittal letter, the City's organizational chart, and a list of the City's elected and appointed officials.

The Financial Section, which includes the general purpose financial statements, the combining financial statements, and the independent auditor's report on these financial statements.

The Statistical Section, which is unaudited, includes selected financial and demographic information about the City for the last ten years.

The City's financial reporting entity includes all the funds and account groups of the primary government (i.e., the City of Shawnee as legally defined), as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable.

Blended component units, although legally separate entities, are, in substance, part of the primary government's operations and are included as part of the primary government. Accordingly, the Shawnee Municipal Authority (SMA), the Shawnee Airport Authority (SAA), and the Shawnee Civic and Cultural Development Authority (SCCDA) are included as enterprise funds in the financial section of this report.

The City provides a full range of municipal services, which include police and fire protection; water, sewer, and sanitation services; construction and maintenance of streets and airport facilities; recreational and cultural activities; and general government functions.

GOVERNMENTAL STRUCTURE

The City has adopted a charter and operates under a Commission-Manager form of government. The City Commission is the governing body of the City. The Commission is comprised of the Mayor and six Commissioners. The City is divided into six wards with one commissioner from each ward. The members of the City Commission are also the trustees of the Shawnee Municipal Authority and Shawnee Airport Authority. The City Commission appoints the City Manager who is the chief executive officer of the City and is responsible to the City Commission for the administration of all City services.

ECONOMIC CONDITION AND OUTLOOK

The City is located in central Oklahoma approximately 30 miles east of Oklahoma City. The City was incorporated in 1894 and covers an area of 44 square miles. The population of the City is 27,517.

Fiscal Year 1998 - 1999 was another good year for economic growth in Shawnee. Retail sales increased approximately 4.1% during the year to \$363 million, and are expected to grow at a steady rate in the future.

During the past five years, over 900 new jobs have been created in the Shawnee area, and along with these jobs have come over \$23 million of new payroll. The City is investing heavily to bring new businesses to the area, and expects a steady growth in new manufacturing and retail jobs in the future.

The economy in the City of Shawnee has grown at an average rate of approximately 5% per year for the last five years. The inflation rate for this same period has averaged approximately 2.5% per year.

MAJOR INITIATIVES

The City has a number of major initiatives in process or planned in the near future. The City participated with a neighboring City and a public trust of the County in the construction of a new reservoir. The reservoir is owned by the County Trust, but the City (through the Shawnee Municipal Authority) has rights to 85% of the water produced from the reservoir. This lake will meet anticipated water demands for many years. The impoundment of water is now complete, and the lake was opened for public use in July 1999.

The Shawnee Municipal Authority expanded one of its two wastewater treatment plants. The expansion doubled the capacity of the plant. This project is expected to have a very positive impact on the long-term economic development of the City by enhancing the City's ability to attract industries.

The City recently constructed access roads on both sides of Interstate 40. These roads have significantly improved traffic flow as well as promoted additional retail development. State grants, dedicated city sales tax and private funds provided the funding for these roads. An industrial access road, which will serve one of the industrial parks, is planned in the near future.

The City is pursuing an aggressive street improvement program. This program has been funded through the commitment of 50% of a dedicated one-cent sales tax and the issuance of general obligation bonds. The program has been in place for ten years and many major streets have been replaced or improved.

FINANCIAL INFORMATION

The City's accounting records for general governmental operations (General, Special Revenue, Debt Service, and Capital Projects Funds) are reported on a modified accrual basis, with the revenues being recorded when measurable and available, and expenditures being recorded when the services or goods are received and the liabilities are incurred. Accounting records for the City's proprietary funds (Enterprise and Internal Service Funds) are reported on the accrual basis.

Internal Control System. Management is responsible for establishing and maintaining an internal control system. The internal control system is the policies and procedures developed by management, and the overall environment in which the City operates. An internal control system is designed to provide reasonable, but not absolute, assurance that the assets of the City are safeguarded against loss from unauthorized use or disposition, and to insure the integrity of the data collected by the accounting system. The concept of reasonable assurance recognizes that the cost of any element of the internal control structure should not exceed the benefit that is expected to be derived. Management believes that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

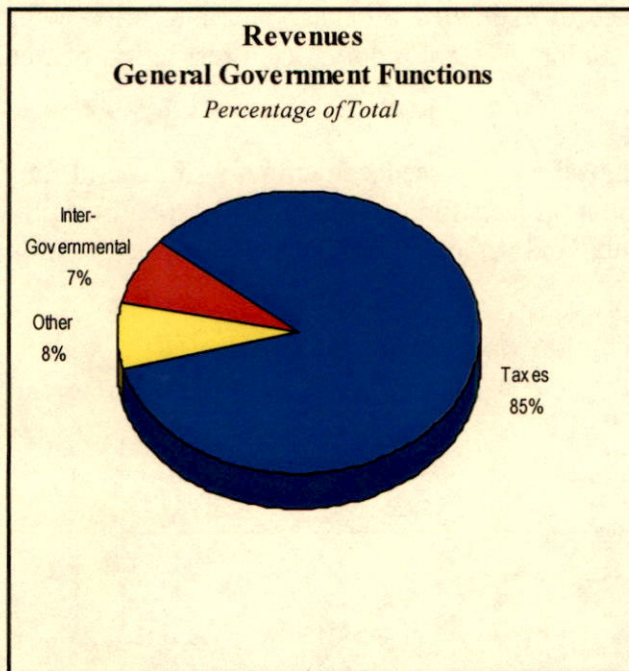
Honorable Mayor and City Commission
December 28, 1999

Budgeting Controls. The administrative level of budgetary control is maintained at the character classification level by the encumbrance of estimated purchase amounts prior to the release of purchase orders to vendors. Open encumbrances are reported as a restriction of fund balance at June 30, 1999.

General Government Functions. The following schedule presents a summary of general fund, special revenue funds, debt service fund, and capital projects funds revenues and expenditures for the fiscal year ended June 30, 1999 and the amount and percentage of increases and decreases in relation to prior year figures.

	Fiscal Year Ending June 30, 1999	Percentage of Total	Increase (Decrease) from Prior Fiscal Year	Percentage Increase (Decrease) from Prior Fiscal Year
Revenues:				
Taxes	\$ 13,253,510	84.79%	\$ 436,782	3.41%
Intergovernmental	1,161,248	7.43%	412,931	55.18%
Licenses & Permits	203,684	1.30%	(13,617)	(6.27%)
Fines & Forfeitures	387,130	2.48%	70,551	22.29%
Interest	293,838	1.88%	(7,256)	(2.41%)
Other	332,032	2.12%	4,548	1.39%
Total Revenues	<u>\$ 15,631,442</u>	<u>100.00%</u>	<u>\$ 903,939</u>	<u>6.14%</u>
Expenditures:				
General Government	\$ 1,715,885	12.26%	\$ (99,315)	(5.47%)
Public Safety	5,797,756	41.44%	88,157	1.54%
Public Works	1,553,702	11.11%	(59,640)	(3.70%)
Cultural & Recreational	472,284	3.38%	68,099	16.85%
Urban Renewal & Housing	656,871	4.70%	166,571	33.97%
Economic Development	130,300	0.93%	3,500	2.76%
Capital Outlay	3,048,877	21.79%	468,345	18.15%
Debt Service	614,876	4.39%	(9,435)	(1.51%)
Total Expenditures	<u>\$ 13,990,551</u>	<u>100.00%</u>	<u>\$ 626,282</u>	<u>4.69%</u>

Honorable Mayor and City Commission
December 28, 1999

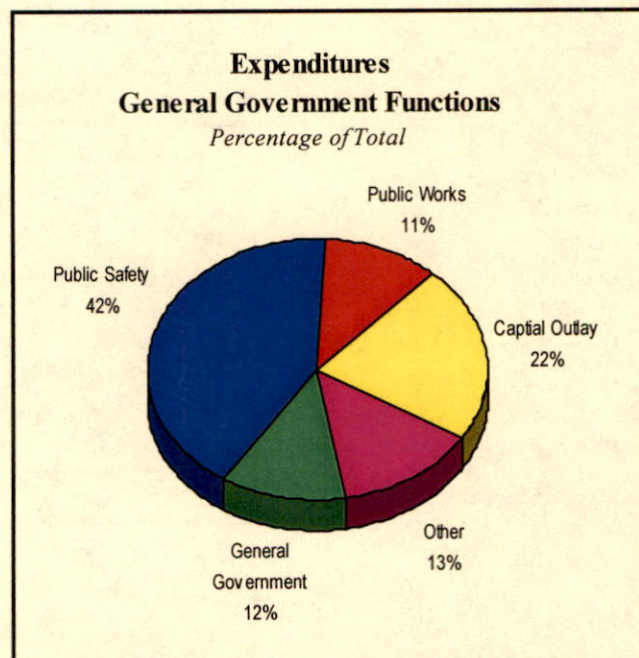


The city continues to enjoy a strong growth in sales tax. Sales tax revenues have increased by an average of approximately 5% each year for the past several years. As a result of the strong area economy, this trend is expected to continue.

Intergovernmental revenues increased during the current year due to increased spending on infrastructure construction funded through federal grant programs.

Expenditures for capital outlay increased sharply over the previous year due to a deferral of major street construction projects to the 1998-1999 fiscal year.

Expenditures for urban renewal & housing increased during the year due to increased spending on infrastructure construction projects funded through federal grant programs. This increase corresponds to the increase in intergovernmental revenue.



General Fund Balance. The unreserved fund balance of the General Fund at June 30, 1999 was \$840,846.

Enterprise Operations. The Shawnee Municipal Authority (SMA), Shawnee Airport Authority (SAA), and Shawnee Civic and Cultural Development Authority (SCCDA) are classified as Enterprise Funds for reporting purposes. Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprise where the purpose is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The following table reflects revenues, expenses and results of operations for the Enterprise Funds for the year ended June 30, 1999.

Fund	Operating Revenue	Operating Expenses	Operating Income (Loss)	Net Non-Operating Revenues & Expenses	Net Operating Transfers In (Out)	Net Income (Loss)
SMA	\$ 6,897,990	\$ 5,062,781	\$ 1,835,209	\$ (1,028,580)	\$ (6,833)	\$ 799,796
SAA	62,507	429,600	(367,093)	14,913	65,181	(286,999)
SCCDA	701,076	1,295,625	(594,549)	7,761	450,924	(135,864)
Total	<u>\$ 7,661,573</u>	<u>\$ 6,788,006</u>	<u>\$ 873,567</u>	<u>\$ (1,005,906)</u>	<u>\$ 509,272</u>	<u>\$ 376,933</u>

Debt Administration. The ratio of net bonded debt to assessed valuation and the amount of bonded debt per capita are useful indicators of the City's debt position to municipal management, citizens and investors. This data for the City at the end of the 1999 fiscal year was as follows:

	Amount	Ratio of Debt to Net Assessed Value	Debt Per Capita
Net Bonded Debt	\$ 1,096,337	1.18%	\$ 39.84

Honorable Mayor and City Commission
December 28, 1999

At June 30, 1999, the outstanding long-term debt (including current portion) to be funded by the City and its authorities was composed of:

	Type of Obligation	Amount Outstanding at June 30, 1999
City of Shawnee:	General Obligation Bonds	\$ 1,300,000
	Capital leases	136,901
	Compensated Absences	785,928
	Claims & Judgments Payable	2,450,615
SMA:	Revenue Bonds & Notes	22,773,546
SAA:	Capital leases	1,636
SCCDA:	Capital leases	33,614
Total		<u>\$ 27,482,240</u>

General obligation bonds are serviced from property tax revenues. Revenue bonds and junior lien revenue notes are serviced by utility system revenues and from a one percent (1%) sales tax.

The City and SMA bonds and notes have the following ratings:

	Moody's	Standard & Poors
Limited Access Facilities Serial Bonds, Series 1994	A -	---
Limited Access Facilities Refunding Serial Bonds, Series 1994	A -	---
Utility Revenue Notes, Series 1993A	AAA	Aaa

The ratings listed for the Utility Revenue Notes, Series 1993A are with AMBAC insurance.

The following table details accrual basis debt service payments made by the City and its authorities during the year ended June 30, 1999:

	Principal	Interest
General Obligation Bonds	\$ 250,000	\$ 75,485
Revenue Bonds & Notes	1,166,489	1,294,256
Capital Leases	301,122	20,434
Total	<u>\$ 1,717,611</u>	<u>\$ 1,390,175</u>

Cash Management. The City generally combines unrestricted cash for investment purposes. Cash temporarily idle during the year was invested in time deposits and U.S. Treasury securities.

The total restricted, unrestricted and pooled cash and investment balances for the City including component units at June 30, 1999 were as follows:

City of Shawnee	\$	7,405,749
SMA		4,130,022
SAA		101,120
SCCDA		546,007
Total	\$	<u>12,182,898</u>

The City Treasurer/Finance Director is responsible for City investment activity.

Risk Management. The City is self-insured for workers compensation, unemployment compensation, and general liability coverage. The City has several policies and procedures regarding safety training of employees, hazardous material communications, accident reporting and investigation, and medical assistance. The City intends to limit their risk exposure through stringent enforcement of these policies.

The municipal building and the public library are structures that if destroyed or heavily damaged, could not be replaced by the self-insurance fund without jeopardizing the integrity of the fund. In recognition of this risk exposure, the Shawnee City Commission authorized building and contents coverage for these facilities. Coverage is also maintained on the water utility facilities as required by the bond indenture.

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Shawnee for its Comprehensive Annual Financial Report (CAFR) for the fiscal years ended June 30, 1997 and 1998. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City of Shawnee has received a Certificate of Achievement for the previous two years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.


OTHER INFORMATION

Independent Audit. The Oklahoma State Statutes and City Charter require an annual audit by a certified public accountant or qualified independent public accountant. In addition to meeting these requirements, the audit also was designed to meet the requirements of the Federal Single Audit Act and related OMB Circular A-133. The City Commission selected the independent certified public accountants that performed the audit.

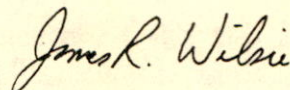
The auditor's report on the general purpose financial statements is included in the financial section of this report. The auditor's reports related specifically to the single audit are not presented in this annual report but have been issued under separate cover.

Acknowledgments. The preparation of this report could not be accomplished without the dedicated services of the entire accounting department staff. In addition, thanks are extended to the members of the City Commission for their interest and support in strengthening and improving the fiscal policies of the City of Shawnee.

Respectfully submitted,



Terry H. Powell
City Manager



James R. Wilsie
Director of Budget and Financial Services

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Shawnee,
Oklahoma

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1998

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Cary Brubaker
President
Jeffrey L. Esser
Executive Director

City of Shawnee, Oklahoma
Municipal Officials
June 30, 1999

City Commission

Chris Harden	Mayor
Robert J. Downing	Vice Mayor - Ward VI
Tom Claybrook	Ward I
Ronald A. Gillham, Sr.	Ward II
Carl E. Young	Ward III
Bradie Lee Winrow	Ward IV
Brad W. Roach, DVM	Ward V

Administration

Terry H. Powell	City Manager
Hank Land	Director of Administration & Public Safety
James R. Wilsie	Director of Budget & Financial Services
Bertha Ann Young	City Treasurer / Finance Director
Robert Jones	Municipal Judge
Allen Benelli	Personnel Director
Diana Hallock	City Clerk
James Roberts	Fire Chief
Ken Etchieson	Exposition Center Manager
Michael A. Southard	Community Development Director
James Cole	Public Works Director
John Krywicki	City Engineer

Citizens of Shawnee

Mayor and Commissioners

City Attorney

Municipal Judge

City Manager

City Treasurer

Advisory Boards

Administration and
Public Safety

Community
Development

Engineering

Public Works

Personnel

Budget and
Financial Services

Fire Department

Exposition Center

Police Department

Code
Enforcement

Planning

CDBG

Action
Center

Streets

Traffic
Control

Lake
Operations

Water
Production

Water
Distribution

Airport

Parks

Cemetery

Waste Water
Treatment

Waste Water
Collection

Finance Director's Office

Municipal Court

Clerk's Office

Accounting

Data
Processing

Equipment
Services

Building
Maintenance

Records and
Licenses

Utility Billing

Prevention

Suppression

Training

Emergency
Management

Patrol

CID

Humane

Auxiliary

Dispatch

Financial Section



MEMBER
AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS
OKLAHOMA SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS



INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the City Commission
City of Shawnee
Shawnee, Oklahoma 74801

I have audited the accompanying general purpose financial statements of the City of Shawnee, Oklahoma, as of and for the year ended June 30, 1999, as listed in the table of contents. These general purpose financial statements are the responsibility of the City of Shawnee, Oklahoma's, management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards 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 I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Shawnee, Oklahoma, as of June 30, 1999, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

The year 2000 supplementary information on page 63 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, I did not audit the information and do not express an opinion on it. In addition, I do not provide assurance that the City of Shawnee, Oklahoma, is or will become year 2000 compliant, that the City of Shawnee,

Oklahoma's, year 2000 remediation efforts will be successful in whole or in part, or that parties with which the City of Shawnee, Oklahoma, does business are or will become year 2000 compliant.

In accordance with *Government Auditing Standards*, I have also issued my report dated December 28, 1999, on my consideration of City of Shawnee, Oklahoma's, internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grants.

My audit was performed for the purpose of forming an opinion on the general purpose financial statements of City of Shawnee, Oklahoma, taken as a whole. The accompanying combining financial statements as listed in the Financial Section of the Table of Contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of City of Shawnee, Oklahoma. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.



Stephen H. Sanders
Certified Public Accountant, Inc

December 28, 1999

General Purpose Financial Statements

City of Shawnee, Oklahoma
Combined Balance Sheet
All Fund Types and Account Groups
June 30, 1999

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Total
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Enterprise Funds	Internal Service Funds	Trust and Agency Funds	General Long-Term Debt	General Fixed Assets	(Memorandum Only)
ASSETS AND OTHER DEBITS										
Cash and cash equivalents	\$ 1,313,873	\$ 354,542	\$ 195,180	\$ 4,612,257	\$ 3,364,546	\$ 306,908	\$ 622,989	\$ ---	\$ ---	\$ 10,770,295
Investments	---	---	---	---	40,000	---	44,976	---	---	84,976
Receivables:										
Accounts receivable (net of allowance for uncollectable accounts of \$114,255)	---	---	---	---	920,776	---	---	---	---	920,776
Accrued interest receivable	7,218	1,213	1,060	17,157	12,574	1,299	1,035	---	---	41,556
Notes receivable - current	---	---	---	---	---	---	107,487	---	---	107,487
Due from other governments	628,517	74,123	---	286,763	---	---	---	---	---	989,403
Due from other funds	25,512	---	---	---	---	382,523	---	---	---	408,035
Deposits held by others	---	---	---	543,428	---	---	---	---	---	543,428
Other receivable	119,882	35,260	7,423	---	5,334	---	---	---	---	167,899
Restricted assets:										
Cash and cash equivalents	---	---	---	---	1,412,603	---	---	---	---	1,412,603
Investments	---	---	---	---	1,120,460	---	---	---	---	1,120,460
Accrued interest receivable	---	---	---	---	38,309	---	---	---	---	38,309
Property, plant and equipment (net where applicable)	---	---	---	---	33,699,552	---	---	---	15,900,335	49,599,887
Bond issuance costs	---	---	---	---	70,982	---	---	---	---	70,982
Water rights contract	---	---	---	---	16,916,119	---	---	---	---	16,916,119
OTHER DEBITS:										
Amount available in debt service fund	---	---	---	---	---	---	---	203,663	---	203,663
Amount to be provided for retirement of general long-term debt	---	---	---	---	---	---	---	4,469,781	---	4,469,781
TOTAL ASSETS AND OTHER DEBITS	\$ 2,095,002	\$ 465,138	\$ 203,663	\$ 5,459,605	\$ 57,601,255	\$ 690,730	\$ 776,487	\$ 4,673,444	\$ 15,900,335	\$ 87,865,659

See accompanying notes to financial statements

City of Shawnee, Oklahoma
Combined Balance Sheet
All Fund Types and Account Groups
June 30, 1999
(Continued)

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Total (Memorandum Only)
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Enterprise Funds	Internal Service Funds	Trust and Agency Funds	General Long-Term Debt	General Fixed Assets	
LIABILITIES										
Accounts payable	\$ 105,795	\$ 59,944	\$ ---	\$ 247,256	\$ 130,512	\$ 3,050	\$ 3,022	\$ ---	\$ ---	\$ 549,579
Accrued liabilities	347,004	---	---	---	59,411	---	107,487	---	---	513,902
Other liabilities	8,217	---	---	40,497	129,291	---	---	---	---	178,005
Due to other funds	382,523	25,512	---	---	---	---	---	---	---	408,035
Accrual for compensated absences	344,431	---	---	---	308,262	---	---	785,928	---	1,438,621
Deposits	---	---	---	---	8,355	---	---	---	---	8,355
Deferred revenue - current	---	---	---	---	287,217	---	---	---	---	287,217
Obligation under capital lease - current	---	---	---	---	25,142	---	---	---	---	25,142
Payable from restricted assets:										
Accrued interest payable	---	---	---	---	610,702	---	---	---	---	610,702
Revenue bonds payable - current	---	---	---	---	506,488	---	---	---	---	506,488
Obligation under capital lease - long-term	---	---	---	---	10,108	---	---	136,901	---	147,009
Revenue bonds payable - long-term	---	---	---	---	22,267,058	---	---	---	---	22,267,058
Amounts held in escrow	---	---	---	---	---	---	94	---	---	94
Due to utility customers	---	---	---	---	---	---	433,443	---	---	433,443
General obligation bonds payable	---	---	---	---	---	382,523	---	1,300,000	---	1,300,000
Claims and judgments payable	---	---	---	---	---	---	---	2,450,615	---	2,833,138
Total Liabilities	<u>1,187,970</u>	<u>85,456</u>	<u>---</u>	<u>287,753</u>	<u>24,342,546</u>	<u>385,573</u>	<u>544,046</u>	<u>4,673,444</u>	<u>---</u>	<u>31,506,788</u>
EQUITY AND OTHER CREDITS										
Contributed capital	---	---	---	---	20,948,618	16,862	---	---	---	20,965,480
Retained Earnings:										
Reserved for capital improvements	---	---	---	---	1,146,047	---	---	---	---	1,146,047
Unreserved	---	---	---	---	11,164,044	288,295	---	---	---	11,452,339
Investment in general fixed assets	---	---	---	---	---	---	---	---	15,900,335	15,900,335
Fund balance:										
Reserved for encumbrances	66,186	562	---	1,678,667	---	---	2,903	---	---	1,748,318
Unreserved	840,846	379,120	203,663	3,493,185	---	---	229,538	---	---	5,146,352
TOTAL EQUITY AND OTHER CREDITS	<u>907,032</u>	<u>379,682</u>	<u>203,663</u>	<u>5,171,852</u>	<u>33,258,709</u>	<u>305,157</u>	<u>232,441</u>	<u>---</u>	<u>15,900,335</u>	<u>56,358,871</u>
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	<u>\$ 2,095,002</u>	<u>\$ 465,138</u>	<u>\$ 203,663</u>	<u>\$ 5,459,605</u>	<u>\$ 57,601,255</u>	<u>\$ 690,730</u>	<u>\$ 776,487</u>	<u>\$ 4,673,444</u>	<u>\$ 15,900,335</u>	<u>\$ 87,865,659</u>

See accompanying notes to financial statements

City of Shawnee, Oklahoma
Combined Statement of Revenues,
Expenditures and Changes in Fund Balances
All Governmental Fund Types and Expendable Trust Funds
For the Fiscal Year Ended June 30, 1999

	Governmental Fund Types				Fiduciary Fund Types	Total (Memorandum Only)
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Expendable Trust Funds	
Revenues:						
Taxes	\$ 8,885,446	\$ 645,020	\$ 278,591	\$ 3,444,453	\$ ---	\$ 13,253,510
Intergovernmental revenues	184,605	825,018	---	151,625	---	1,161,248
Licenses and permits	179,692	23,992	---	---	---	203,684
Fines and forfeitures	387,130	---	---	---	---	387,130
Investment Income	71,923	13,491	11,069	197,355	7,818	301,656
Gifts and donations	500	---	---	---	48,028	48,528
Other revenues	175,381	99,856	6,295	50,000	4,020	335,552
Total Revenues	9,884,677	1,607,377	295,955	3,843,433	59,866	15,691,308
Expenditures:						
Current -						
General government	1,607,680	108,205	---	---	---	1,715,885
Public safety	5,762,537	35,219	---	---	---	5,797,756
Public works	1,317,641	236,061	---	---	545	1,554,247
Culture and recreation	472,284	---	---	---	73,241	545,525
Urban redevelopment and housing	---	656,871	---	---	---	656,871
Economic development	---	130,300	---	---	49,241	179,541
Capital outlay	---	267,743	---	2,781,134	56,285	3,105,162
Debt service -						
Principal retirement	5,206	57,808	250,000	208,675	---	521,689
Interest and fiscal charges	---	9,157	75,485	8,545	---	93,187
Total Expenditures	9,165,348	1,501,364	325,485	2,998,354	179,312	14,169,863
Excess of Revenues Over (Under) Expenditures	719,329	106,013	(29,530)	845,079	(119,446)	1,521,445
Other Financing Sources (Uses):						
Operating transfers in	266,820	2,194	---	---	55,000	324,014
Operating transfers out	(1,062,241)	(15,000)	(11,069)	(248,918)	---	(1,337,227)
Total Other Financing Sources (Uses)	(795,421)	(12,806)	(11,069)	(248,918)	55,000	(1,013,213)
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(76,091)	93,207	(40,599)	596,161	(64,446)	508,232
Fund Balances - Beginning	893,501	279,652	221,765	4,575,691	299,471	6,270,080
Prior Period Adjustments	89,622	6,823	22,497	---	(2,584)	116,358
Fund Balances - Ending	\$ 907,032	\$ 379,682	\$ 203,663	\$ 5,171,852	\$ 232,441	\$ 6,894,670

See accompanying notes to financial statements

City of Shawnee, Oklahoma
Combined Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Non-GAAP Budgetary Basis)
All Governmental Fund Types
For the Fiscal Year Ended June 30, 1999

	General Fund			Special Revenue Funds			Debt Service Fund			Capital Projects Funds		
	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)	Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:												
Taxes	\$ 8,866,466	\$ 8,880,299	\$ 13,833	\$ 616,613	\$ 636,693	\$ 20,080	\$ 352,211	\$ 281,074	\$ (71,137)	\$ 3,432,075	\$ 3,438,633	\$ 6,558
Intergovernmental revenues	239,610	220,743	(18,867)	1,575,900	825,018	(750,882)	---	---	---	796,900	151,625	(645,275)
Licenses and permits	203,013	179,692	(23,321)	10,850	23,992	13,142	---	---	---	---	---	---
Fines and forfeitures	336,179	387,130	50,951	---	---	---	---	---	---	---	---	---
Investment income	118,073	68,083	(49,990)	10,528	12,484	1,956	1,701	10,071	8,370	106,873	190,111	83,238
Other revenues	203,403	227,810	24,407	111,069	99,856	(11,213)	12,591	18,887	6,296	50,000	50,000	---
Total Revenues	9,966,744	9,963,757	(2,987)	2,324,960	1,598,043	(726,917)	366,503	310,032	(56,471)	4,385,848	3,830,369	(555,479)
Expenditures:												
Administration	895,281	817,955	77,326	142,094	130,300	11,794	---	---	---	35,000	---	35,000
Internal services	562,462	538,362	24,100	---	---	---	---	---	---	---	---	---
Community services	466,138	394,387	71,751	48,500	26,929	21,571	---	---	---	---	---	---
Community development	201,437	182,001	19,436	1,424,030	739,310	684,720	---	---	---	---	---	---
Police	3,153,636	3,113,623	40,013	30,356	5,290	25,066	---	---	---	---	---	---
Fire	2,195,083	2,182,197	12,886	9,800	3,000	6,800	---	---	---	---	---	---
Engineering	220,220	201,440	18,780	---	---	---	---	---	---	---	---	---
Public works	1,738,709	1,632,732	105,977	234,945	234,938	7	---	---	---	---	---	---
Centralized costs	988,126	939,511	48,615	---	---	---	---	---	---	---	---	---
Contingencies	173,090	105,279	67,811	---	---	---	---	---	---	---	---	---
Debt service	---	---	---	66,965	66,965	---	329,550	325,485	4,065	222,727	217,220	5,507
Capital outlay	---	---	---	404,441	260,043	144,398	---	---	---	8,002,874	3,351,098	4,651,776
Total Expenditures	10,594,182	10,107,487	486,695	2,361,131	1,466,775	894,356	329,550	325,485	4,065	8,260,601	3,568,318	4,692,283
Excess of Revenues Over (Under) Expenditures	(627,438)	(143,730)	483,708	(36,171)	131,268	167,439	36,953	(15,453)	(52,406)	(3,874,753)	262,051	4,136,804
Other Financing Sources (Uses):												
Operating transfers in	1,014,750	1,000,000	(14,750)	---	---	---	---	---	---	125,000	---	(125,000)
Operating transfers out	(560,000)	(560,000)	---	(154,750)	(15,000)	(139,750)	---	---	---	(251,973)	(248,918)	---
Total Other Financing Sources (Uses)	454,750	440,000	(14,750)	(154,750)	(15,000)	(139,750)	---	---	---	(126,973)	(248,918)	(125,000)
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(172,688)	296,270	468,958	(190,921)	116,268	307,189	36,953	(15,453)	(52,406)	(4,001,726)	13,133	4,014,859
Fund Balances - Beginning	172,688	859,717	687,029	190,921	270,241	79,320	(36,953)	221,701	258,654	4,001,726	4,364,973	363,247
Fund Balances - Ending	\$ ---	\$ 1,155,987	\$ 1,155,987	\$ ---	\$ 386,509	\$ 386,509	\$ ---	\$ 206,248	\$ 206,248	\$ ---	\$ 4,378,106	\$ 4,378,106

See accompanying notes to financial statements

City of Shawnee, Oklahoma
Combined Statement of Revenues,
Expenses and Changes in Retained Earnings
All Proprietary Fund Types
For the Fiscal Year Ended June 30, 1999

	Enterprise Funds	Internal Service Funds	Total (Memorandum Only)
Operating Revenues:			
Charge for services	\$ 6,745,899	\$ ---	\$ 6,745,899
Rental revenue	436,628	---	436,628
Other revenues	479,046	50,083	529,129
Total Operating Revenues	<u>7,661,573</u>	<u>50,083</u>	<u>7,711,656</u>
Operating Expenses:			
Personal services	2,542,445	---	2,542,445
Materials and supplies	442,193	---	442,193
Other services and charges	2,389,487	---	2,389,487
Claims expense	---	608,489	608,489
Total Operating Expenses	<u>5,374,125</u>	<u>608,489</u>	<u>5,982,614</u>
Net Operating Income (Loss) before Depreciation	2,287,448	(558,406)	1,729,042
Less: Depreciation and amortization	<u>(1,413,881)</u>	<u>---</u>	<u>(1,413,881)</u>
Net Operating Income (Loss)	<u>873,567</u>	<u>(558,406)</u>	<u>315,161</u>
Non-Operating Revenues (Expenses):			
Investment Income	276,698	15,323	292,021
Oil and gas revenues	14,384	---	14,384
Interest expense and fiscal charges	<u>(1,296,988)</u>	<u>---</u>	<u>(1,296,988)</u>
Total Non-Operating Revenues (Expenses)	<u>(1,005,906)</u>	<u>15,323</u>	<u>(990,583)</u>
Operating Transfers:			
Operating transfers in	765,023	703,940	1,468,963
Operating transfers out	<u>(255,751)</u>	<u>(200,000)</u>	<u>(455,751)</u>
Net Operating Transfers	<u>509,272</u>	<u>503,940</u>	<u>1,013,212</u>
Net Income (Loss)	376,933	(39,143)	337,790
Retained Earnings - Beginning	11,929,820	327,438	12,257,258
Prior Period Adjustment	3,338	---	3,338
Retained Earnings - Ending	<u>\$ 12,310,091</u>	<u>\$ 288,295</u>	<u>\$ 12,598,386</u>

See accompanying notes to financial statements

City of Shawnee, Oklahoma
Combined Statement of Cash Flows
All Proprietary Fund Types
For the Fiscal Year Ended June 30, 1999

	Enterprise Funds	Internal Service Funds	Total (Memorandum Only)
Cash Flows From Operating Activities:			
Operating Income (Loss)	\$ 873,567	\$ (558,406)	\$ 315,161
Adjustments to Reconcile Operating Income to			
Net Cash Provided by Operating Activities:			
Depreciation and amortization	1,413,881	---	1,413,881
Other non-operating revenue (expense)	6,827	---	6,827
Changes in assets and liabilities:			
Decrease (Increase) in accounts receivable	163,223	---	163,223
Decrease (Increase) in other receivable	(5,334)	---	(5,334)
Decrease (Increase) in due from other funds	---	(283,941)	(283,941)
Increase (Decrease) in accounts payable and accrued liabilities	68,154	(146,936)	(78,782)
Increase (Decrease) in accrued compensated absences	25,499	---	25,499
Increase (Decrease) in other liabilities	29,779	---	29,779
Increase (Decrease) in Claims and judgements payable	---	283,941	283,941
Increase (Decrease) in deferred revenue	49,125	---	49,125
Total adjustments	1,751,154	(146,936)	1,604,218
Net Cash Provided (Used) in Operating Activities	2,624,721	(705,342)	1,919,379
Cash Flows From Non-Capital Financing Activities:			
Operating transfers in	765,023	703,940	1,468,963
Operating transfers out	(255,751)	(200,000)	(455,751)
Net Cash Provided (Used) in Non-Capital Financing Activities	509,272	503,940	1,013,212
Cash Flows From Capital and Related Financing Activities			
Principal paid on revenue bonds	(1,045,000)	---	(1,045,000)
Principal paid on notes payable	(121,488)	---	(121,488)
Principal paid on capital leases	(24,162)	---	(24,162)
Interest paid on long-term debt	(1,286,301)	---	(1,286,301)
Capital grant proceeds	196,094	---	196,094
Acquisition and construction of capital assets	(764,123)	---	(764,123)
Net Cash Provided (Used) in Capital and Related Financing Activities	(3,044,980)	---	(3,044,980)
Cash Flows From Investing Activities:			
Interest	270,953	14,597	285,550
Purchase of investments	---	---	---
Net Cash Provided (Used) in Investing Activities	270,953	14,597	285,550
Net Increase (Decrease) in Cash and Cash Equivalents	359,966	(186,805)	173,161
Cash and cash equivalents - beginning of year	4,417,183	493,713	4,910,896
Cash and cash equivalents - ending of year	\$ 4,777,149	\$ 306,908	\$ 5,084,057
Non-Cash Capital and Related Financing Activities:			
Capital assets contributed by other funds	\$ 214,949	\$ ---	\$ 214,949
Capital assets contributed by lease purchase	15,000	---	15,000
Total of Non-Cash Capital and Related Financing Activities	\$ 229,949	\$ ---	\$ 229,949

See accompanying notes to financial statements

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of the City of Shawnee (the City) conform to generally accepted accounting principles for state and local governmental units. The City maintains its accounting records on the basis of cash received and disbursed; consequently, certain revenues are recognized when received rather than when earned and certain expenditures and expenses are recognized when paid rather than when the liability is incurred. Adjustments and reclassifications have been applied to the City's financial records in order to report the financial statements on the modified accrual basis for its governmental funds (and expendable trust and agency funds) and on the accrual basis for its proprietary funds.

The City has adopted Governmental Accounting Standards Board (GASB) Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*. The City has elected to apply all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) pronouncements, and Accounting Principles Board (APB) Opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

The accounts of the City are organized on the basis of funds, or account groups; each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures/expenses. The various funds are summarized by type in the combined financial statements and are classified as governmental, proprietary, and fiduciary fund types. The City uses the following fund types and account groups:

Governmental Fund Types:

General Fund - The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. All general operating revenues not restricted as to use are recorded in the General Fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts, or major capital projects) that are legally restricted to expenditure for specified purposes.

Debt Service Funds - The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, principal, interest and related costs on general obligation bonds.

Capital Projects Funds - The Capital Projects Funds are used to account for financial resources segregated for the acquisition of capital assets or construction of major capital facilities.

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Proprietary Fund Types:

Enterprise Funds - Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Internal Service Funds - Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis.

Fiduciary Fund Types:

Expendable Trust Funds - Expendable Trust Funds are used to account for assets collected by the City that are designated for a specific function or activity. An expendable trust fund is accounted for in essentially the same manner as the governmental fund types.

Agency Funds - Agency Funds are custodial in nature (i.e., assets equal liabilities) and do not involve the measurement of results of operations. Agency Funds are used to account for assets that the government holds for others in an agency capacity.

Account Groups:

General Long-Term Debt Account Group - This account group is established to account for all long-term obligations of the City, except for those obligations accounted for in the enterprise funds.

General Fixed Asset Account Group - This account group is established to account for all fixed assets of the City, except those assets accounted for in the enterprise funds.

Basis of Accounting and Measurement Focus

Governmental funds, expendable trust funds and agency funds use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded as received or accrued if they are both measurable and available or are not received at the normal time of receipt. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures, other than interest on general obligation bond debt, are recorded when the liability is incurred.

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting and Measurement Focus (Continued)

Certain intergovernmental revenues are accrued when reimbursable expenditures are incurred, because monies must be expended on the specific purpose or project before any amounts are due to the City. Licenses and permits, fines and forfeits, and miscellaneous revenues are recorded as revenues when received in cash because they are generally not measurable until actually received. Sales and property taxes are considered measurable when they are collected by the Oklahoma Tax Commission and the Pottawatomie County, respectively and are recognized as revenue at that time. Interest income is recorded as earned, since it is measurable and available.

Proprietary funds are accounted for on the flow of economic resources measurement focus and the accrual basis of accounting. Under this method, revenues are recognized when they are earned and expenses are recognized when they are incurred.

Encumbrance accounting (under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation) is employed in the governmental funds. Encumbrances are reported as reservations of fund balances, since they do not constitute expenditures or liabilities. Oklahoma Statutes do not specify whether encumbrances are to lapse at year-end. It is the policy of the City that encumbrances outstanding at year-end lapse; the budget for the subsequent year is then supplemented for any encumbrances carried forward. Unencumbered appropriations lapse at year-end.

Basis of Budgeting

All funds with revenues and expenditures are required to have budgets. However, only the General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds have legally-adopted annual budgets. Budgets, as approved by the City Commission, are prepared on a cash basis of accounting.

The legal level of budgetary control for all legally adopted budgets is the character classification level within a department. Character classifications include personal services, materials and supplies, other services and charges, capital outlay and debt service. Transfers of appropriations between classification categories within a department or between departments within a fund require approval of the City Commission.

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Supplemental appropriations reflected in the budget amounts reported in the combined financial statements were properly approved by the City Commission. For the year ended June 30, 1999, the following supplemental appropriations were approved:

<u>Fund Type</u>	<u>Original Appropriations</u>	<u>Supplemental Appropriations</u>	<u>Revised Appropriations</u>
General Fund	\$ 11,026,095	\$ 128,087	\$ 11,154,182
Special Revenue Funds	835,805	1,680,076	2,515,881
Debt Service Fund	329,550	---	329,550
Capital Projects Funds	5,533,346	2,979,228	8,512,574

Ad Valorem Taxes

The City is authorized by state law to levy property taxes, which consist of ad valorem taxes on real and personal property within the city limits. The County Assessor, upon receipt of the certification of tax levies from the County Excise Board, extends the tax levies on the tax rolls for submission to the county treasurer prior to October 1. The County Treasurer must commence tax collection within fifteen days of receipt of the tax rolls. The first half of taxes are due prior to January 1, and the second half is due prior to April 1. If the first installment is not made by the due date, the entire tax becomes due and payable on January 2. The County Treasurer will attempt to collect all delinquent taxes. If the taxes are not collected by September 30, a lien is placed on the property.

Inventory and Prepaids

The City has elected to use the purchase method of accounting for inventories of materials and supplies. Under the purchase method, purchases of materials and supplies are considered expenditures at time of purchase. No significant amounts of inventory are held by the City, and are considered immaterial to the overall financial statement presentation. Expenditures for insurance and other prepaid services which benefit more than one accounting period are considered expenditures in the period incurred, and are not allocated between the accounting periods to which they extend.

Deposit 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 or surety bonds. As required by 12 U.S.C.A, Section 1823(e), all financial institutions pledging collateral to the City must do so with a written collateral agreement approved by the board of directors or loan committee. For the year ended June 30, 1999, the City's uninsured deposits were sufficiently collateralized in accordance with these provisions.

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments of cities (excluding Public Trusts) whose population exceeds 3,000 according to the latest census information are limited by State law to the following:

- a. Direct obligations of the United States 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 and 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 deposits, 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, 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., and d.

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. For the year ended June 30, 1999, the City and its public trusts complied, in all material respects, with the above noted restrictions.

Cash and Cash Equivalents

For the purpose of the combined balance sheet and statement of cash flows, "cash and cash equivalents" includes all demand, savings accounts, money market investments in trust accounts and certificates of deposit or short-term investments with an original maturity of three months or less.

General Fixed Assets

Acquisitions of general fixed assets are accounted for as capital outlay expenditures in the various funds of the City, and are capitalized (recorded and accounted for) in the General Fixed Asset Account Group. No depreciation is recorded on general fixed assets.

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Infrastructure Fixed Assets

General infrastructure assets, such as streets, sidewalks, curbs, gutters, etc., are not capitalized.

Property, Plant and Equipment - Enterprise Funds

Property, plant and equipment owned by the enterprise funds is stated at cost or estimated cost (as further explained in Note 9). Depreciation is provided over the estimated useful lives of the assets using the straight-line method. Interest costs incurred to bring certain assets to the condition and location necessary for their intended use are capitalized as part of the historical cost of acquiring the assets.

Estimated useful lives are as follows:

	<u>Years</u>
Land	N/A
Buildings	40
Improvements other than buildings	20 - 50
Furniture and equipment	5 - 10

Risk management

Workers Compensation - The City is self-insured for workers compensation. A third party workers compensation administrator is used to evaluate claims and estimate the City's liability. Liabilities are recorded when it is probable that a loss has occurred and the amount of the loss can be reasonably determined.

General Liability – The City is exposed to various risks of loss related to torts, property damage, errors and omissions, and personal injury. Commercial insurance is carried to cover these general liability claims (as further explained in Note 25). The City has also established the General Liability Self-Insurance Fund.

Buildings and equipment – Commercial insurance is used to cover the risk of loss to City buildings and mobile equipment. The City does not carry comprehensive insurance on vehicles other than Fire Department Units. An insurance committee was formed and recommendations were made to exclude certain municipal buildings from insurance coverage. These buildings are not considered material to these financial statements.

Inclusion of Component Units in Financial Statements

The financial statements of certain component units are included in these financial statements (as further explained in Note 2).

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Total (Memorandum Only) Columns

The total columns on the combined financial statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns does not present financial position or results of operations in conformity with generally accepted accounting principles; nor is such data comparable to a consolidation. Interfund eliminations have not been made. The totaling of the similar accounts does not indicate that the combined assets are available in any manner other than that provided for in the various funds.

NOTE 2 – REPORTING ENTITY

Financial Reporting Entity - The general purpose financial statements include all activities which should be included as determined by Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*. In accordance with GASB Statement No. 14, the financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The primary government is financially accountable if it appoints a voting majority of the organization's governing body and, (a) it is able to impose its will on that organization, or (b) there is a potential for the organization to provide specific financial benefit to, or impose specific financial burden on, the primary government. The primary government may be financially accountable if an organization is fiscally dependent on the primary government, regardless of whether the organization has (a) a separately elected governing board, (b) a governing board appointed by a higher level of government, or (c) a jointly appointed board.

The financial statements of the reporting entity should present the fund types and account groups of the primary government, including its blended component units which are, in substance, part of the primary government, and provide an overview of the discretely presented component units. A component unit should be included in the reporting entity financial statements using the blended method in either of these circumstances:

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 2 – REPORTING ENTITY (Continued)

- a) The component unit's governing body is substantially the same as the governing body of the primary government.
- b) The component unit provides services entirely, or almost entirely, to the primary government or otherwise exclusively, or almost exclusively, benefits the primary government even though it does not provide services directly to it.

Discrete presentation of component units entails reporting component unit financial data in a column separate from the financial data of the primary government.

Component units which have been included in the reporting entity using the blended method are the Shawnee Municipal Authority, Shawnee Airport Authority, and the Shawnee Civic and Cultural Development Authority. These component units were blended into the primary government since they met both of the criteria above to be included using the blended method.

The Shawnee Urban Renewal Authority is included as part of the reporting entity of the City of Shawnee. This authority has no assets or liabilities, and had no financial activity for the year. The board of the Shawnee Urban Renewal Authority serves in an advisory capacity.

The City has entered into agreements or made other types of commitments to some of these entities. The following is a description of some of the more significant of these agreements or commitments.

Lease of water and sanitary sewer systems to the Shawnee Municipal Authority

To secure the payment of revenue bonds, the City leased the water and sanitary sewer systems to the Shawnee Municipal Authority for a period of thirty years. The revenues of the water and sanitary sewer system are collected by the Utility Department of the City and are deposited with the Shawnee Municipal Authority. The Shawnee Municipal Authority pays the debt service requirements and direct operating expenses of the system. They reimburse the General Fund of the City for all indirect expenses.

Additional one percent sales tax and security agreement with the Shawnee Municipal Authority

In March 1999, the voters of the City approved the continuation of a one percent sales tax which was due to expire in July 1999. The vote made the sales tax permanent and approved the expansion of the purposes for which this additional tax may be used. (The voters originally authorized the additional sales tax on May 25, 1982, and then approved the reassignment of this tax on April 22, 1986 and again on July 19, 1988) The City may use 7/8's of the sales tax or may transfer to any public trust of which the City is a beneficiary to be used for (i) capital improvements, (ii) economic development, or (iii) the payment of debt service and other requirements that may be required by any document securing the payment of bonds issued by the City or a public trust of which the City is the beneficiary. The remaining 1/8th of the sales tax shall be used for Public Safety.

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 2 – REPORTING ENTITY (Continued)

Assignment of Interest in the Airport Facilities to the Shawnee Airport Authority

The City's rights, title and interest in all leases and contracts pertaining to the airport facilities were assigned to the Shawnee Airport Authority to secure indebtedness of the Authority. An operation and maintenance contract was entered into by and between the City of Shawnee and the Trustees of the Shawnee Airport Authority on May 1, 1974. The City is required to maintain the facility, but all costs related thereto are paid by the Authority.

Contract for Economic Development with Shawnee Economic Development Foundation

The Shawnee Economic Development Foundation provides economic development services to the City. The City pays the Foundation annual fees totaling \$100,000 for these contractual services.

NOTE 3 - CASH AND INVESTMENTS

Deposits

The City's policies regarding deposits of cash are discussed in Note 1. The table presented below is designed to disclose the level of custody credit risk assumed by the City based upon how its deposits were insured or secured with collateral at June 30, 1999. The categories of credit risk are defined as follows:

- Category 1 - Insured by FDIC or collateralized with securities held by the City (or public trust) or by its agent in the City's name
- Category 2 - Uninsured but collateralized with securities held by the pledging financial institution's trust department or agent in the City's name
- Category 3 - Uninsured and uncollateralized; or 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 but with no written and approved collateral agreement.

	Total Bank Balance	Custody Credit Risk Category			
		1	2	3	
<u>Type of Deposits</u>					
Insured deposits	\$ 300,000	\$ 300,000	\$ ---	\$ ---	
Uninsured deposits:					
Collateralized	2,032,476	---	2,032,476	---	Total
Uncollateralized	---	---	---	---	Carrying
					Value
Total Deposits	<u>\$ 2,332,476</u>	<u>\$ 300,000</u>	<u>\$ 2,032,476</u>	<u>\$ ---</u>	\$ 1,205,285
Petty cash and cash on hand					13,322
					<u>\$ 1,218,607</u>

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 3 - CASH AND INVESTMENTS (Continued)

Reconciliation to Combined Balance Sheet:	
Unrestricted cash and cash equivalents	\$ 10,770,295
Restricted cash and cash equivalents	1,412,603
Unrestricted investments	<u>84,976</u>
	12,267,874
Less: Investments in mutual funds reported as:	
Restricted cash and cash equivalents	(1,412,603)
Unrestricted cash and cash equivalents	(9,591,688)
Corporate Bonds	<u>(44,976)</u>
	<u>\$ 1,218,607</u>

Note: Custody credit risk is not applicable to investments in open-ended mutual funds.

Investments

The City's policies and applicable laws regarding investments are discussed in Note 1. The table presented below is designed to disclose the level of market risk and custody credit risk assumed by the City (or public trust) based upon whether the investments are insured or registered and upon who holds the security at June 30, 1999. The categories of credit risk are defined as follows:

- Category 1 - Insured or registered, with securities held by the City (or public trust) or by its agent in the City's name
- Category 2 - Uninsured and unregistered, with securities held by counterparty's trust department or agent in the City's name
- Category 3 - Uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the City's name.

Type of Investments	Custody Credit Risk Category			Fair Value
	1	2	3	
Corporate bonds	\$ 44,976	\$ ---	\$ ---	\$ 44,976
Repurchase agreements	---	1,120,460	---	1,120,460
Total Investments	<u>\$ 44,976</u>	<u>\$ 1,120,460</u>	<u>\$ ---</u>	<u>\$ 1,165,436</u>

Reconciliation to Combined Balance Sheet:	
Unrestricted investments	\$ 84,976
Restricted investments	1,120,460
Less: Certificates of deposit reported as Investments	<u>(40,000)</u>
	<u>\$ 1,165,436</u>

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 4 - RESTRICTED ASSETS

Under the terms of the bond or note indentures, the Shawnee Municipal Authority, must maintain certain "funds" with the Trustee Bank. These are not funds in the sense of fiscal and accounting entities with self-balancing sets of accounts; they are merely mandatory asset segregation used to pay principal and interest on revenue bonds and notes as they become due.

NOTE 5 - SOLID WASTE COLLECTION CONTRACT

The City has a contract with Browning Ferris, Inc. (BFI), wherein BFI provides solid waste collection and landfill operation services to the City. In accordance with the contract, the residential sanitation revenues are billed and collected by the City; the City then pays BFI based on the number of residences serviced. The City is not involved in any manner in commercial sanitation services.

NOTE 6 - CONTRACTAL AGREEMENTS

The City has a contract with the State of Oklahoma Department of Transportation for participation on the Federal Street project. The City's commitment is for \$543,428.00 with a total project cost of \$1,821,600. The project has had several delays and is expected to start construction in January 2000.

NOTE 7 - WATER RIGHTS CONTRACT

The Shawnee Municipal Authority (SMA) entered into an agreement with the Pottawatomie County Development Authority (PCDA) for the development of the North Deer Creek Reservoir Project (Reservoir) in which the PCDA issued bonds totaling \$18,180,000 for the construction of the Reservoir. SMA issued its Utility Revenue Note, Series 1990B in the amount of \$18,180,000 to the PCDA. (These notes were defeased during the 1993 fiscal year with the issuance of the SMA Utility Revenue Note, Series 1993A in the amount of \$21,165,000.) The debt service payments made by SMA on their Series 1993A Note will be used by the PCDA to make their debt service payments on their Series 1993 Bonds. (As disclosed in Note 2, SMA is included as part of the reporting entity of the City, however, PCDA is not).

SMA acquired an interest in the water rights contract of the reservoir by issuing their Series 1990B Note. They issued the note totaling \$18,180,000 and received restricted funds back from PCDA to establish a reserve fund totaling \$1,263,881. The net amount of the note face value less the reserve fund represents SMA's investment in the water rights contract with PCDA, which totals \$16,916,119.

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 8 – CONTRIBUTED CAPITAL

Contributed capital of the City was increased during the current fiscal year as described below:

	Enterprise Funds	Internal Service Funds
Contributed capital at June 30, 1998	\$ 20,537,575	\$ 16,862
Shawnee Municipal Authority:		
Purchases of property, plant & equipment through governmental funds	213,949	---
Shawnee Airport Authority:		
Federal grant proceeds - Airport Improvement Project	182,264	---
State grant proceeds - Airport Improvement Project	13,830	
Purchases of property, plant & equipment through governmental funds	1,000	---
Contributed capital at June 30, 1999	<u>\$ 20,948,618</u>	<u>\$ 16,862</u>

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 9 - FIXED ASSETS

All property, plant, and equipment of the Enterprise Funds and all general fixed assets of the City were independently inventoried and capitalized during the fiscal year ending June 30, 1994. Where possible, the original costs of assets were determined by reference to vendor invoices or contracts. If these documents were not available, the original cost was either estimated or determined using a reverse trending technique whereby the current replacement cost of an item is deflated back to the acquisition date. A summary of general fixed assets at June 30, 1999, is as follows:

	Balance June 30, 1998	Additions	Dispositions	Balance June 30, 1999
Land	\$ 2,030,913	\$ 15,000	\$ —	\$ 2,045,913
Buildings	5,070,017	485,025	—	5,555,042
Improvements other than buildings	1,169,103	56,540	—	1,225,643
Furniture and equipment:				
Communication	957,812	23,807	—	981,619
Audiovisual	51,345	15,647	—	66,992
Business machines	600,567	53,402	3,320	650,649
Machinery and tools	221,076	43,321	—	264,397
Appliances	16,231	2,761	—	18,992
Law enforcement	130,440	14,235	—	144,675
Lab and engineering	17,676	—	—	17,676
Fire	132,999	39,727	—	172,726
Furniture	188,320	32,490	—	220,810
Mobile	3,971,896	285,053	—	4,256,949
Parks and recreation	264,670	13,582	—	278,252
Construction in progress	40,927	—	40,927	—
Total General Fixed Assets	<u>\$ 14,863,992</u>	<u>\$ 1,080,590</u>	<u>\$ 44,247</u>	<u>\$ 15,900,335</u>

Investment in General Fixed Assets:

Prior to June 30, 1994	\$ 11,774,432
General Fund	20,595
Capital Projects Funds	3,969,640
Special Revenue Funds	52,563
Expendable Trust Funds	83,105
Total Investment in General Fixed Assets	<u>\$ 15,900,335</u>

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 9 - FIXED ASSETS (Continued)

A summary of Enterprise Fund property, plant and equipment at June 30, 1999, is as follows:

	Balance June 30, 1998	Additions	Retirements	Balance June 30, 1999
Land	\$ 1,711,587	\$ ---	\$ ---	1,711,587
Buildings	4,970,762	1,748	---	4,972,510
Improvements other than buildings	40,083,168	1,116,207	---	41,199,375
Furniture and equipment:				
Communication	88,192	5,671	---	93,863
Audiovisual	1,460	750	---	2,210
Business machines	125,858	10,809	---	136,667
Machinery and tools	194,574	27,550	---	222,124
Appliances	12,211	1,979	---	14,190
Furniture	49,903	18,035	---	67,938
Mobile	1,225,970	100,099	---	1,326,069
Lab and engineering	983,970	7,798	---	991,768
Parks and recreation	5,512			5,512
Construction in progress	338,149	238,244	535,185	41,208
Total	49,791,316	1,528,890	535,185	50,785,021
Less accumulated depreciation	(15,682,287)	(1,403,182)	---	(17,085,469)
Net Property, Plant & Equipment	<u>\$ 34,109,029</u>	<u>\$ 125,708</u>	<u>\$ 535,185</u>	<u>\$ 33,699,552</u>

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 10 - LONG-TERM DEBT

Long-term debt of the City is comprised of the following individual issues and liabilities:

General Long-Term Debt Account Group

General Obligation Bonds:

\$1,400,000 1994 Limited Access Facilities bonds due in annual installments of \$100,000 beginning February 1, 1996; interest at 3.5% to 6.5%	\$ 1,000,000
\$1,020,000 1994 Limited Access Facilities Refunding bonds due in varying installments beginning July 1, 1995 with an initial payment of \$130,000, and ending July 1, 2002 with a final payment of \$80, 000; interest at 4.75% to 10%	300,000
Total General Obligation Bonds:	<u>1,300,000</u>

Capital Lease Obligations:

Capital lease agreement dated December 1, 1992 relating to the lease purchase of radio equipment in the amount of \$488,173 with 96 monthly payments of \$6,705 (including interest) beginning December 15, 1992; interest at 7.4%	107,901
Capital lease agreement dated February 5, 1995 relating to the lease purchase of radio equipment at a purchase price of \$44,206 with 69 monthly payments of \$814.05 (including interest) beginning March 25, 1995; interest at 8.57%	12,985
Capital lease agreement dated November 25, 1995 relating to the lease purchase of financial accounting software at a purchase price of \$50,500 with 60 monthly payments of \$987.25 (including interest) beginning December 25, 1995; interest at 6.29%.	16,015
Total Capital Lease Obligations:	<u>136,901</u>

Other General Long-Term Debt:

Workers compensation claim for injuries sustained to an employee in the line of work. The amount of claim as estimated by a third party administrator. To be converted to judgement and paid with a statutory levy of property taxes.	2,450,615
Accrual for compensated absences	785,928
Total General Long-Term Debt Account Group	<u>\$ 4,673,444</u>

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 10 - LONG-TERM DEBT (Continued)

Enterprise Funds

Revenue bonds and notes:

Shawnee Municipal Authority

\$21,165,000 Utility Revenue Note, Series 1993A due in annual installments of \$165,000 to \$1,375,000 beginning July 1, 1995 through July 1, 2026; interest at 3.5% to 5.9%	\$ 19,950,000
--	---------------

\$1,073,278.84 SRF Promissory Note, Series 1997A due in semi-annual installments of \$28,244.18 beginning February 15, 1998 through August 15, 2016; Non-interest bearing; administrative fee of 5% on the outstanding principal.	988,546
---	---------

\$1,900,000 Promissory Note, Series 1997B due in annual installments of \$65,000 to \$150,000 beginning August 15, 1998 through August 15, 2016; interest at 3.89% to 5.245%	1,835,000
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Obligations under capital lease:

Shawnee Civic & Cultural Development Authority

Capital lease agreement dated August 18, 1995 relating to the lease purchase of air conditioning equipment at a purchase price of \$85,291 with 5 annual payment of \$19,974 (including interest) beginning August 18, 1994; interest at 5.38%	18,614
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Capital lease agreement dated September 15, 1998 relating to the lease purchase of a 1987 International Model 1954 Sanitation Truck at a price of \$15,000 with 3 annual payments of \$5220.87 (including interest) beginning September 15, 1999; interest at 2.19%	15,000
---	--------

Shawnee Airport Authority

Capital lease agreement dated September 1, 1989 relating to the lease purchase of an airplane hangar at a purchase price of \$42,000 with 120 monthly payments of \$555 (including interest) beginning October 15, 1989; interest at 10%	1,636
--	-------

Total Enterprise Funds	22,808,796
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Total Long-Term Debt	\$ 27,482,240
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City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 10 - LONG-TERM DEBT (Continued)

The following schedule analyzes the changes in long-term debt of the City for the year ending June 30, 1999:

	Outstanding Balance June 30, 1998	Issues and Other Increases	Retirements and Other Decreases	Outstanding Balance June 30, 1999
<u>General Long-Term Debt Account Group</u>				
General obligation bonds:				
1994 Limited Access Facilities Bonds	\$ 1,100,000	\$ ---	\$ 100,000	\$ 1,000,000
1994 Limited Access Refunding Bonds	450,000	---	150,000	300,000
Total general obligation bonds	1,550,000	---	250,000	1,300,000
Obligations under capital leases	413,861	---	276,960	136,901
Accrual for compensated absences	758,910	27,018	---	785,928
Claims & Judgments Payable	---	2,450,615	---	2,450,615
Total General Long-Term Debt Account Group	2,722,771	2,477,633	526,960	4,673,444
<u>Enterprise Funds</u>				
Revenue bonds and notes:				
Shawnee Municipal Authority -				
Utility Revenue Note, Series 1993A	20,315,000	---	365,000	19,950,000
Sales Tax and Utility Revenue Refunding Bonds, Series 1995	680,000	---	680,000	---
1997 A - Promissory Note to OWRB	1,045,035	---	56,489	988,546
1997 B - Promissory Note to OWRB	1,900,000	---	65,000	1,835,000
Less: Deferred Loss on Revenue Bond Refunding	(14,866)	---	(14,866)	---
Total revenue bonds	23,925,169	---	1,151,623	22,773,546
Obligations under capital leases	44,412	15,000	24,162	35,250
Total Enterprise Funds	23,969,581	15,000	1,175,785	22,808,796
Total Long-Term Debt	\$ 26,692,352	\$ 2,492,633	\$ 1,702,745	\$ 27,482,240

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 10 – LONG-TERM DEBT (Continued)

The annual requirements to amortize debt outstanding as of June 30, 1999 are as follows:

Fiscal Year Ending June 30,	General Obligation Bonds	Revenue Bonds & Notes	Total
2000	\$ 308,410	\$ 1,741,543	\$ 2,049,953
2001	227,310	1,735,070	1,962,380
2002	221,560	1,663,797	1,885,357
2003	132,450	1,662,747	1,795,197
2004	128,200	1,660,268	1,788,468
2005 - 2009	572,700	8,286,170	8,858,870
2010 - 2014	---	8,250,360	8,250,360
2015 - 2019	---	7,761,789	7,761,789
2020 - 2024	---	7,123,623	7,123,623
2025 - 2028	---	4,254,000	4,254,000
Total Requirements	1,590,630	44,139,367	45,729,997
Less: amount representing interest	(290,630)	(21,365,821)	(21,656,451)
Total Principal	<u>\$ 1,300,000</u>	<u>\$ 22,773,546</u>	<u>\$ 24,073,546</u>

NOTE 11 - OBLIGATIONS UNDER CAPITAL LEASES

Future minimum lease payments under capital leases consisted of the following at June 30, 1999:

Fiscal Year Ending	General Long-Term Debt	Enterprise Funds	Total
June 30, 2000	\$ 102,072	\$ 26,858	\$ 128,930
June 30, 2001	42,530	5,221	47,751
June 30, 2002	---	5,221	5,221
Total Requirements	144,602	37,300	181,902
Less: amount representing interest	(7,701)	(2,050)	(9,751)
Outstanding Capital Leases, June 30, 1999	<u>\$ 136,901</u>	<u>\$ 35,250</u>	<u>\$ 172,151</u>

The terms of the obligations under capital leases are described in Note 10.

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 12 - NOTE ISSUANCE COSTS

The costs incurred in issuing all revenue note are recorded as deferred charges in these financial statements. These costs include attorney fees, trustee fees, financial consultant fees, printing costs and other miscellaneous costs. These costs are amortized over the term of the note on a sum of the years digits basis.

NOTE 13 - DEFEASANCE OF BONDS AND NOTES

The Shawnee Municipal Authority (SMA) has defeased its Utility Revenue Notes, Series 1990B, by placing the proceeds of new bonds, together with funds of the SMA, in irrevocable trusts to provide for all future debt service payments on the defeased bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in these financial statements.

The face amount of the bonds still outstanding at June 30, 1999, were as follows:

Utility Revenue Notes, Series 1990B	<u>\$17,520,000</u>
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NOTE 14 - ACCRUAL FOR COMPENSATED ABSENCES

Governmental accounting standards require that cities recognize in the financial statements a liability for compensated absences (such as vacation and holiday pay). Accordingly, the City's liability for compensated absences is recognized in these financial statements. The total liability for compensated absences at June 30, 1999, was \$1,438,621. The portion of this liability relating to employees of the enterprise funds is recorded entirely in the enterprise funds. The portion of the liability that relates to employees of the governmental funds is recorded in the governmental funds to the extent that the liability would normally be liquidated with unrestricted and available financial resources. The remainder of the liability relating to employees of the governmental funds is recorded in the General Long-Term Debt Account Group.

The accrual for compensated absences was recorded in these financial statements as follows:

General Fund	\$ 344,431
Enterprise Funds:	
Shawnee Municipal Authority	261,284
Shawnee Airport Authority	---
Shawnee Civic & Cultural Development Authority	46,978
General Long-Term Debt Account Group	<u>785,928</u>
	<u>\$ 1,438,621</u>

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 15 – NORTH DEER CREEK RESERVIOR PROJECT RESERVE

The trustees of the Shawnee Municipal Authority created a reserve for additional capital improvements relating to the North Deer Creek Reservoir project. At June 30, 1999, this reserve totaled \$1,146,047, and is presented in the financial statements as a reservation of retained earnings.

NOTE 16 – PRIOR PERIOD ADJUSTMENTS:

Certain adjustments were needed to restate the beginning fund balance/retained earnings of various individual funds. The schedule below outlines the adjustments:

	General Fund	Special Revenue Fund	Debt Service Fund	Expendable Trust Fund	Enterprise Fund
Beginning fund balance/retained earnings (as previously reported)	\$ 893,501	\$ 279,652	\$ 221,765	\$ 299,471	\$ 11,929,820
Correction of previous accounting period:					
Understatement of accounts receivables	---	---	---	---	3,338
Understatement of other receivables	132,951	28,384	22,497	---	---
Understatement of accounts payable	(43,329)	(21,561)	---	(2,584)	---
Total prior period adjustment	89,622	6,823	22,497	(2,584)	3,338
Beginning fund balance/retained earnings (Restated)	<u>\$ 983,123</u>	<u>\$ 286,475</u>	<u>\$ 244,262</u>	<u>\$ 296,887</u>	<u>\$ 11,933,158</u>

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 17 - INTERFUND RECEIVABLES AND PAYABLES

Interfund receivable and payable balances at June 30, 1999, were as follows:

	<u>Receivable</u>	<u>Payable</u>
General Fund:		
Due from FY 95 CDBG Entitlement Fund	\$ 520	\$ ---
Due from FY 96 CDBG Entitlement Fund	838	---
Due from FY 97 CDBG Entitlement Fund	7,050	---
Due from FY 98 CDBG Entitlement Fund	3,383	---
Due from FY 95 Emergency Shelter Grant Fund	10,979	---
Due from FY 96 Emergency Shelter Grant Fund	2,742	---
 Due to Workers Compensation Self-Insurance Fund	 ---	 382,523
Special Revenue Funds:		
FY 95 CDBG Entitlement Fund -		
Due to FY 95 CDBG Entitlement Fund	---	520
FY 96 CDBG Entitlement Fund -		
Due to FY 96 CDBG Entitlement Fund	---	838
FY 97 CDBG Entitlement Fund -		
Due to FY 97 CDBG Entitlement Fund	---	7,050
FY 98 CDBG Entitlement Fund -		
Due to FY 98 CDBG Entitlement Fund	---	3,383
FY 95 Emergency Shelter Grant Fund -		
Due to FY 95 Emergency Shelter Grant Fund	---	10,979
FY 96 Emergency Shelter Grant Fund -		
Due to FY 96 Emergency Shelter Grant Fund	---	2,742
Internal Service Funds:		
Workers Compensation Self-Insurance Fund -		
Due from General Fund	382,523	---
	<u>\$ 408,035</u>	<u>\$ 408,035</u>

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 18 - INTERFUND TRANSFERS

Interfund transfers for the year ended June 30, 1999, consisted of the following:

	Transfers In (From)	Transfers Out (To)
General Fund:		
Transfer from Shawnee Municipal Authority	\$ 255,751	\$ ---
Transfer from Debt Service Fund	11,069	---
Transfer to Street & Alley		2,194
Transfer to Shawnee Airport Authority	---	65,181
Transfer to Shawnee Civic & Cultural Development Authority	---	450,924
Transfer to Workers Compensation Self-Insurance Fund	---	483,940
Transfer to General Liability Self-Insurance Fund	---	15,000
Transfer to Uninsured Loss Fund	---	5,000
Transfer to Library Fund	---	40,000
Special Revenue Funds:		
Street & Alley Fund -		
Transfer from General Fund	2,194	---
Economic Development Fund -		
Transfer to Sister Cities Fund	---	15,000
Debt Service Fund:		
Transfer to General Fund	---	11,069
Capital Projects Funds:		
Capital Improvement Fund -		
Transfer to Shawnee Municipal Authority	---	186,813
Street Improvement Fund -		
Transfer to Shawnee Municipal Authority	---	62,105
Enterprise Funds:		
Shawnee Municipal Authority -		
Transfer from Capital Improvement Fund	186,813	---
Transfer from Street Improvement Fund	62,105	---
Transfer to General Fund	---	255,751
Shawnee Airport Authority -		
Transfer from General Fund	65,181	---
Shawnee Civic & Cultural Development Authority -		
Transfer from General Fund	450,924	---
Internal Service Funds:		
Workers Compensation Self-Insurance Fund -		
Transfer from General Fund	483,940	---
Transfer from General Liability Self-Insurance Fund	200,000	---
General Liability Self-Insurance Fund -		
Transfer to Workers Compensation Self-Insurance Fund	---	200,000
Transfer from General Fund	15,000	---
Uninsured Loss Fund -		
Transfer from General Fund	5,000	---
Trust and Agency Funds:		
Library Fund -		
Transfer from General Fund	40,000	---
Sister Cities Fund -		
Transfer from Economic Development Fund	15,000	---
	<u>\$ 1,792,977</u>	<u>\$ 1,792,977</u>

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 19 - NEW REPORTABLE FUNDS

These financial statements include two new funds as described below:

CDBG FY98 Entitlement Fund - The City created this special revenue fund to account for the current year entitlement of the Community Development Block Grant awarded by the U. S. Department of Housing and Urban Development.

FY 98 HOME Grant Fund - The City created this special revenue fund to account for grant funds received under the HOME program from the U. S. Department of Housing and Urban Development.

NOTE 20 - BUDGET BASIS OF ACCOUNTING

The City prepared its budget on a basis other than generally accepted accounting principles (GAAP basis). The actual results of operations are presented in the combined statement of revenues, expenditures, and changes in fund balances - budget and actual (non-GAAP budgetary basis) - general, debt service, special revenue and capital projects funds in accordance with this budget basis to provide a meaningful comparison of actual results with the budget.

The major difference between the budget and GAAP basis is that revenues and expenditures are recorded when received in cash or paid (budget) as opposed to when susceptible to accrual (GAAP).

Adjustments necessary to convert the results of operations at the end of the year on the GAAP basis to the budget basis are described below:

	Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses			
	General Fund	Special Revenue Fund	Debt Service Funds	Capital Projects Funds
GAAP Basis	\$ (76,091)	\$ 93,207	\$ (40,599)	\$ 596,161
Increase (decrease) due to revenues:				
Received in cash during the year but accrued as revenue in prior year	779,396	62,422	22,560	290,858
Revenues recognized at June 30, 1999 for GAAP reporting but not recognized for budget purposes	(750,400)	(71,757)	(8,483)	(303,919)
Increase (decrease) due to expenditures:				
Paid in cash during the current year but accrued as expenditures in the prior year	(637,479)	(21,561)	---	(24,061)
Expenditures accrued at June 30, 1999 for GAAP reporting but not recognized for budget purposes	1,012,019	48,451	---	---
Other reclassification adjustments	(31,175)	5,506	11,069	(545,906)
Budget Basis	<u>\$ 296,270</u>	<u>\$ 116,268</u>	<u>\$ (15,453)</u>	<u>\$ 13,133</u>

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 21 - BUSINESS SEGMENT INFORMATION

Business segment information for the Enterprise Funds, as of June 30, 1999, and for the year then ended is as follows:

	Shawnee Municipal Authority	Shawnee Airport Authority	Shawnee Civic and Cultural Development Authority	Total
Operating Revenues	\$ 6,897,990	\$ 62,507	\$ 701,076	\$ 7,661,573
Operating Expenses:				
Depreciation	(843,418)	(328,711)	(241,752)	(1,413,881)
Other	(4,219,363)	(100,889)	(1,053,873)	(5,374,125)
Net Operating Income (Loss)	1,835,209	(367,093)	(594,549)	873,567
Non-Operating Revenues (Expenses)	(1,028,580)	14,913	7,761	(1,005,906)
Net Operating Transfers	(6,833)	65,181	450,924	509,272
Net Income (Loss)	799,796	(286,999)	(135,864)	376,933
Current Capital Contributions	213,949	196,094	1,000	411,043
Property, Plant and Equipment Additions	431,954	275,614	71,555	779,123
Net Working Capital	4,508,830	116,111	224,281	4,849,222
Total Assets	48,443,369	4,722,050	4,435,836	57,601,255
Bonds and Other Long-Term Liabilities Payable from Operations	22,267,058	---	10,108	22,277,166
Total Equity	\$ 24,492,999	\$ 4,702,343	\$ 4,063,367	\$ 33,258,709

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 22 – EMPLOYEE PENSION AND OTHER BENEFIT PLANS

The City participates in three employee pension systems as follows:

Name of Plan/System	Type of Plan
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 (OMRF)	Agent Multiple Employer – Defined Benefit Plan

Oklahoma Police and Firefighter's Pension and Retirement Systems

A. Plan Description, Eligibility Factors, Contribution Methods, and Benefit Provisions

The City of Shawnee, as the employer, participates in two statewide cost-sharing multi-employer defined benefit plans on behalf of the police officers and firefighters. The systems are funded by contributions from participants, employers, insurance premium taxes, and state appropriations, as necessary. The following is a summary of eligibility factors, contribution methods, and benefit provisions.

	Oklahoma Police Pension and Retirement System	Oklahoma Firefighter's Pension and Retirement System
Obtaining separately issued financial statements	Police Pension & Retirement 1001 N. W. 63 rd St., Suite 605 Oklahoma City, OK 73116-7335	Firefighter Pension & Retirement 4545 N. Lincoln Blvd., Suite 265 Oklahoma City, OK 73105-3414
Eligibility to participate	All full-time officers, employed by a participating municipality, not less than 21 years of age or more than 45 years of age when hired.	All full-time or voluntary firefighters of a participating municipality hired before age 45.
Authority establishing contribution obligations and benefits	State Statute	State Statute
Employee's contribution rate (percent of covered payroll)	8%	8%
City's contribution rate (percent of covered payroll)	13%	13% full-time \$60 per volunteer

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 22 – EMPLOYEE PENSION AND OTHER BENEFIT PLANS (Continued)

	Oklahoma Police Pension and Retirement System	Oklahoma Firefighter's Pension and Retirement System
State Obligation	State appropriation to fund the unfunded actuarial accrued liability	State appropriation to fund the unfunded actuarial accrued liability
Period required to vest	10 years	10 years
Eligibility and benefits for distribution (full-time)	20 years credited service, 2 ½ % of final average salary multiplied by the years of credited service with a maximum of 30 years considered; if vested, at or after age 50, or after 10 but before 20 years of credited service, with reduced benefits.	20 years credited service, 2 ½ % of final average salary multiplied by the years of credited service with a maximum of 30 years considered; if vested, at or after age 50, or after 10 but before 20 years of credited service, with reduced benefits.
Eligibility and benefits for distribution (volunteer)	-	20 years credited service equal to \$5.46 per month per year of service, with a maximum of 30 years considered.
Deferred retirement option	Yes, 20 years credited service with additional option to participate in Louisiana Plan.	Yes, 20 years credited service with continued service for a maximum of 30 or more years.
Provisions for:		
Cost of living adjustments (normal retirement)	Yes	Yes, if vested by 5/83
Death (duty, non-duty, post retirement)	Yes	Yes
Disability (duty, non-duty)	Yes	Yes
Cost of living allowances	Yes	Yes

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 22 – EMPLOYEE PENSION AND OTHER BENEFIT PLANS (Continued)

B. Trend Information

Employer contributions required by State Statute:

<u>Fiscal Year</u>	<u>Oklahoma Police Pension and Retirement System</u>		<u>Oklahoma Firefighter's Pension and Retirement System</u>	
	<u>Required Contribution</u>	<u>Percentage Contributed</u>	<u>Required Contribution</u>	<u>Percentage Contributed</u>
1997	190,810	100%	199,385	100%
1998	195,816	100%	194,422	100%
1999	212,433	100%	211,161	100%

Trend information showing the progress of the Systems in accumulating sufficient assets to pay benefits when due is presented in their respective separate annual financial statements.

C. Related Party Investments

As of June 30, 1999, the Systems held no related-party investments of the City or its related entities.

Oklahoma Municipal Retirement Fund (OMRF)

A. Plan Description, Eligibility Factors, Contribution Methods, and Benefit Provisions

1. Plan Description

The City contributes to the City of Shawnee Plan and Trust in the form of the Oklahoma Municipal Retirement System Master Defined Benefit Plan and Trust, an agent multiple employer– defined benefit plan. Administration of the City's individual plan rests with the City Commission. The overall operations of OMRF are supervised by a nine-member Board of Trustees elected by the participating municipalities. Bank One of Oklahoma City acts as administrator and securities custodian. OMRF issues separate plan financial statements, which may be obtained by contacting the Oklahoma Municipal Retirement Fund, 100 N. Broadway, Oklahoma City, Oklahoma 73102.

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 22 – EMPLOYEE PENSION AND OTHER BENEFIT PLANS (Continued)

2. Eligibility Factors, Contribution Methods and Benefit Provisions

Provision	OMRF Plan
a. Eligible to Participate	Full-time, non-uniformed employees of the City upon hire if less than age 60.
b. Contribution Requirements:	
-Authorization	By City ordinance
-Actuarially Determined	Yes
-Employer Rate	11.04% of covered payroll
-Employee Rate	4.25% of covered payroll
c. Period required to vest	10 years of credited service
d. Eligibility for Distribution	<ul style="list-style-type: none"> -Normal retirement at age 65 with 10 years of service -Early retirement at age 55 with 10 years of service -Disability retirement upon disability with 10 years of service -Death benefit with 10 years of service for married employees
e. Benefit Determination Base	Final average salary – the average of the five highest consecutive annual salaries out of the last 10 calendar years of service
f. Benefit Determination Methods:	
-Normal Retirement	2.625% of final average salary multiplied by credited years of service
-Early Retirement	Actuarially reduced benefit based upon age, final average salary, and years of service at termination
-Disability Retirement	Same as normal retirement
-In-service Death Benefit	
Before vesting	Return of member contributions with interest
Married, vested	50% of the accrued benefit is payable to the spouse until death or remarriage.
Single, vested	50% of the accrued benefit is payable over 60 months certain.

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 22 – EMPLOYEE PENSION AND OTHER BENEFIT PLANS (Continued)

Provision	OMRF Plan
-Prior to 10 Years Service	Return of employee contributions with accrued interest
g. Form of Benefit Payments	Normal form is a 60 months certain and life thereafter basis. Employee may elect, with City consent, optional form based on actuarial equivalent.

B. Annual Pension Costs

1. Current Year Contribution Information

For the year ended June 30, 1999, the City's annual required contribution and annual pension cost was \$365,994. The City's actual contributions for the year ended June 30, 1999, totaled \$466,579.

2. Actuarial Assumptions:

Date of Last Actuarial Valuation	For Plan Year July 1, 1999
a. Actuarial Cost Method	Aggregate actuarial cost method
b. Rate of Return on Investments	7.5%
c. Projected Salary Increase	5.0%
d. Post Retirement Cost-of-Living Increase	None
e. Inflation Rate	Separate Inflation rate not available, inflation included in projected salary increase.
f. Amortization Method of Unfunded Actuarial Accrued Liability	Level percentage of projected payroll.
g. Remaining Amortization Period	Due to the use of the aggregate actuarial cost method, unfunded actuarial liabilities are not amortized.
h. Asset Valuation Method	A tentative actuarial value, calculated as a 7.5% yield on the actuarial value at the beginning of the period, increased or decreased by a cumulative adjustment using a range of 90% to 110% of the current market value of the fund.

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 22 – EMPLOYEE PENSION AND OTHER BENEFIT PLANS (Continued)

C. Trend Information

Fiscal Year Ending	Annual Required Contribution(ARC)	Percentage of ARC Contributed	Net Pension Obligation (Excess)
June 30, 1997	\$ 395,020	113%	\$ (54,211)
June 30, 1998	447,556	101%	(63,589)
June 30, 1999	365,994	128%	(164,174)

D. Required Supplementary Information – Schedule of Funding Progress

Due to the Aggregate Actuarial Cost Method being used, actuarial liabilities are not identified or separately amortized; therefore, the Required Supplementary Information Table is not presented.

NOTE 23 - CONTINGENT LIABILITIES

Under the terms of federal and state grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to reimbursement to the grantor agencies. City management believes disallowances, if any, would be immaterial to the accompanying general purpose financial statements.

NOTE 24 - DEFICIT RETAINED EARNINGS

The Shawnee Airport Authority and the Shawnee Civic and Cultural Development Authority have a deficit retained earnings of \$1,779,769 and \$1,911,498, respectively, at June 30, 1999.

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 25 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts, theft of, or damage to, or destruction of assets; errors and omissions; injuries to employees; employees' health and life; and natural disasters. The City manages these various risks as follows:

<u>Type of Loss</u>	<u>Method Managed</u>	<u>Risk of Loss Retained</u>
a. General Liability: -Torts -Errors and omission	Participation in Oklahoma Municipal Assurance Group Risk Entity Pool	(1)
b. Physical Property: -Theft -Damage -Natural disasters	Purchased commercial insurance for all major facilities and structures.	Entire risk of loss retained for all minor facilities and structures.
c. Workers Compensation: -Employee injuries	Self-insured with third party administration of the claim process. Risk Management Internal Service Fund used to account for activities with participating funds charged through an estimated annual claim cost.	Entire risk of loss retained. Claim liability determined through estimate of loss by third party administrator.
d. Health and Life: -Medical	Purchased commercial insurance.	None

(1) Oklahoma Municipal Assurance Group (OMAG) Liability Protection Plan

The City participates in the Oklahoma Municipal Assurance Group Liability Protection Plan (the 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 titles 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.

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 25 – RISK MANAGEMENT (Continued)

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.

Claims Liability Analysis

The claims liabilities related to the above noted risks of loss that are retained are determined in accordance with the requirements of Statement of Financial Accounting Standards No. 5., which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

For the internal service self-insurance fund, changes in the liability for the City from July 1, 1996 to June 30, 1999, are as follows:

	Workers Compensation Self-Insurance Fund
Claim liability, July 1, 1997	\$ 241,564
Claims and changes in estimates	384,566
Claims payments	<u>(527,548)</u>
Claim liability, July 1, 1998	98,582
Claims and changes in estimates	538,610
Claims payments	<u>(254,669)</u>
Claim liability, June 30, 1999	<u>\$ 382,523</u>

Based on past experience, no estimated liability for claims incurred but not reported is considered necessary or material. Retained earnings at June 30, 1999 of \$187,039 was the result of the City's attempt to set aside funds for possible future catastrophic losses.

For insured programs, there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

City of Shawnee, Oklahoma
Notes to Financial Statements
June 30, 1999
(Continued)

NOTE 26 - SUBSEQUENT EVENTS

Water Treatment Plant Contract

The City of Shawnee through the public trust engaged in a contract on December 6, 1999 in the amount of \$175,000. The contract was for performance of an engineering study to repair a raw water line, expansion of treatment plant No. 2 to 9.0 MGD, a pilot study to determine the best means of achieving compliance with the new Environmental Protection Agency rules and a distribution system analysis to determine improvements needed to deliver adequate supply to all sections of the system. Currently a three phase approach is under consideration. Phase one which deals with increasing the capacity of the existing plant would be completed by December 2000 with a cost of approximately \$1,710,000. Phases, two and three, which relates to the quality and distribution, would be completed by June 30, 2002 with a cost of \$2,757,000 and \$1,405,000 respectively.

Required Supplementary Information

City of Shawnee, Oklahoma
Required Supplemental Information
June 30, 1999

YEAR 2000 DISCLOSURES

The City could possible incur significant costs related to potential problems on January 1, 2000 when calendars in computer systems change from the year 99 to 00. The year 2000 issue, referred to as Y2K, presents problems in that computers cannot determine in what century to place years stored in a two-digit format. Thus when the computer clock turns to January 1, 2000, the system could report erroneous information if the system is date driven using a two-digit format. The Y2K problem has the potential to affect the City in several different ways.

The City has appointed a Y2K project coordinator to oversee the compliance efforts. The City used a five-phase plan consisting of Assessment, Prioritization, Remediation, Testing and Verification, and Contingency Planning to assess all of the City and Authority's critical systems. The City and its Authorities have expended approximately \$35,000 upgrading and replacing critical systems and equipment. The City and Authorities expect to expend an additional \$240,000 for additional software and equipment.

Y2K problems may also affect suppliers and partners related to the City and its Authorities, which are instrumental in the day-to-day operations. While outside parties are generally aware of the Y2K problems and are working to address and prevent such problems, no assurances can be made that all such problems will be successfully resolved and that Y2K will not affect the City and its Authorities

Combining Financial Statements

General Fund

The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. All general operating revenues not restricted as to use are recorded in the General Fund.

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 1999

	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Taxes	\$ 8,866,466	\$ 8,880,299	\$ 13,833
Intergovernmental revenue	239,610	220,743	(18,867)
Licenses and permits	203,013	179,692	(23,321)
Fines and forfeitures	336,179	387,130	50,951
Interest	118,073	68,083	(49,990)
Other revenue	203,403	227,810	24,407
Total Revenues	9,966,744	9,963,757	(2,987)
EXPENDITURES			
Administration:			
City Manager's Office -			
Personal services	201,163	201,030	133
Materials and supplies	2,840	2,069	771
Other services and charges	208,766	171,234	37,532
Total City Manager's Office	412,769	374,333	38,436
Action Center -			
Personal services	42,851	40,404	2,447
Materials and supplies	1,633	1,373	260
Other services and charges	44,496	21,316	23,180
Total Action Center	88,980	63,093	25,887
City Attorney -			
Other services and charges	94,474	89,649	4,825
Total City Attorney	94,474	89,649	4,825
Personnel -			
Personal services	93,018	90,209	2,809
Materials and supplies	1,872	1,135	737
Other services and charges	45,763	43,973	1,790
Total Personnel	140,653	135,317	5,336
Emergency Management -			
Personal services	133,973	133,955	18
Materials and supplies	4,287	3,739	548
Other services and charges	20,145	17,869	2,276
Total Emergency Management	158,405	155,563	2,842

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 1999
(Continued)

	Final Budget	Actual	Variance Favorable (Unfavorable)
Internal Services:			
Accounting -			
Personal services	233,845	233,546	299
Materials and supplies	4,250	2,782	1,468
Other services and charges	45,779	40,811	4,968
Total Accounting	283,874	277,139	6,735
Purchasing -			
Materials and supplies	960	---	960
Other services and charges	300	145	155
Total Purchasing	1,260	145	1,115
Data Processing -			
Materials and supplies	1,200	64	1,136
Other services and charges	18,500	9,723	8,777
Debt service	15,839	11,847	3,992
Total Data Processing	35,539	21,634	13,905
Building Maintenance -			
Materials and supplies	2,516	2,091	425
Other services and charges	55,235	54,532	703
Total Building Maintenance	57,751	56,623	1,128
Equipment Services -			
Personal services	165,051	164,799	252
Materials and supplies	6,590	5,991	599
Other services and charges	12,397	12,031	366
Total Equipment Services	184,038	182,821	1,217
Community Services:			
Municipal Court -			
Personal services	192,498	192,390	108
Materials and supplies	1,983	1,727	256
Other services and charges	78,650	17,847	60,803
Total Municipal Court	273,131	211,964	61,167
Records and Licenses -			
Personal services	148,580	148,442	138
Materials and supplies	7,125	5,986	1,139
Other services and charges	37,302	27,995	9,307
Total Records and Licenses	193,007	182,423	10,584

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 1999
(Continued)

	Final Budget	Actual	Variance Favorable (Unfavorable)
Community Development:			
Code Enforcement -			
Personal services	\$ 93,994	\$ 92,351	\$ 1,643
Materials and supplies	883	793	90
Other services and charges	6,000	3,057	2,943
Total Code Enforcement	100,877	96,201	4,676
Planning -			
Personal services	65,425	65,222	203
Materials and supplies	600	580	20
Other services and charges	34,535	19,998	14,537
Total Planning	100,560	85,800	14,760
Police:			
Police - Auxiliary -			
Personal services	218,146	217,545	601
Materials and supplies	51,702	40,138	11,564
Other services and charges	29,366	28,491	875
Total Police Auxiliary	299,214	286,174	13,040
Police - Patrol -			
Personal services	1,913,512	1,907,011	6,501
Materials and supplies	14,714	14,109	605
Other services and charges	85,550	82,324	3,226
Total Police Patrol	2,013,776	2,003,444	10,332
Police - CID -			
Personal services	388,354	381,442	6,912
Materials and supplies	12,096	9,725	2,371
Other services and charges	23,909	21,266	2,643
Total Police CID	424,359	412,433	11,926
Police - Humane -			
Personal services	134,292	134,005	287
Materials and supplies	6,847	4,642	2,205
Other services and charges	11,600	11,188	412
Total Police Humane	152,739	149,835	2,904
Police - Dispatch -			
Personal services	259,918	259,531	387
Materials and supplies	1,600	711	889
Other services and charges	2,030	1,495	535
Total Police Dispatch	263,548	261,737	1,811

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 1999
(Continued)

	Final Budget	Actual	Variance Favorable (Unfavorable)
Fire:			
Fire Prevention -			
Personal services	\$ 232,526	\$ 231,035	\$ 1,491
Materials and supplies	1,200	1,049	151
Other services and charges	7,848	6,894	954
Total Fire Prevention	<u>241,574</u>	<u>238,978</u>	<u>2,596</u>
Fire Suppression -			
Personal services	1,809,289	1,807,521	1,768
Materials and supplies	49,704	49,439	265
Other services and charges	65,440	57,458	7,982
Total Fire Suppression	<u>1,924,433</u>	<u>1,914,418</u>	<u>10,015</u>
Fire Training -			
Materials and supplies	200	46	154
Other services and charges	28,876	28,755	121
Total Fire Training	<u>29,076</u>	<u>28,801</u>	<u>275</u>
Engineering:			
Personal services	178,642	177,642	1,000
Materials and supplies	4,213	3,617	596
Other services and charges	37,365	20,181	17,184
Total Engineering	<u>220,220</u>	<u>201,440</u>	<u>18,780</u>
Public Works:			
Public Works - Administration -			
Personal services	139,663	139,482	181
Materials and supplies	1,271	1,236	35
Other services and charges	19,032	18,228	804
Total Public Works Administration	<u>159,966</u>	<u>158,946</u>	<u>1,020</u>
Street Maintenance -			
Personal services	417,433	413,349	4,084
Materials and supplies	42,000	31,196	10,804
Other services and charges	363,958	293,264	70,694
Total Street Maintenance	<u>823,391</u>	<u>737,809</u>	<u>85,582</u>

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 1999
(Continued)

	Final Budget	Actual	Variance Favorable (Unfavorable)
Traffic Control -			
Personal services	\$ 119,635	\$ 119,022	\$ 613
Materials and supplies	25,780	25,096	684
Other services and charges	22,418	21,697	721
Total Traffic Control	167,833	165,815	2,018
Parks Maintenance -			
Personal services	302,676	302,179	497
Materials and supplies	32,252	31,304	948
Other services and charges	73,423	69,651	3,772
Total Parks Maintenance	408,351	403,134	5,217
Cemetery -			
Personal services	90,310	89,505	805
Materials and supplies	7,559	7,313	246
Other services and charges	9,750	8,802	948
Total Cemetery	107,619	105,620	1,999
Municipal Auditorium -			
Materials and supplies	750	294	456
Other services and charges	9,983	7,580	2,403
Total Municipal Auditorium	10,733	7,874	2,859
Community Center -			
Materials and supplies	2,685	1,497	1,188
Other services and charges	6,965	4,634	2,331
Total Community Center	9,650	6,131	3,519
Senior Citizens Center -			
Materials and supplies	200	---	200
Other services and charges	50,966	47,403	3,563
Total Senior Citizens Center	51,166	47,403	3,763

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 1999
(Continued)

	Final Budget	Actual	Variance Favorable (Unfavorable)
Centralized Costs:			
Materials and supplies	\$ 141,500	\$ 115,239	\$ 26,261
Other services and charges	846,626	824,272	22,354
Total Centralized Costs	<u>988,126</u>	<u>939,511</u>	<u>48,615</u>
Contingencies:			
Other services and charges	173,090	105,279	67,811
Total Contingencies	<u>173,090</u>	<u>105,279</u>	<u>67,811</u>
Total Expenditures	<u>10,594,182</u>	<u>10,107,487</u>	<u>486,695</u>
Excess of Revenues Over (Under) Expenditures	<u>(627,438)</u>	<u>(143,730)</u>	<u>483,708</u>
Other Financing Sources (Uses)			
Transfers from other funds	1,014,750	1,000,000	(14,750)
Transfers to other funds	(560,000)	(560,000)	---
Net Other Financing Sources (Uses)	<u>454,750</u>	<u>440,000</u>	<u>(14,750)</u>
Excess of Revenue and Other Sources Over (Under) Expenditures and Other Uses	(172,688)	296,270	468,958
Fund Balance - Beginning	<u>172,688</u>	<u>859,717</u>	<u>687,029</u>
Fund Balance - Ending	<u>\$ ---</u>	<u>\$ 1,155,987</u>	<u>\$ 1,155,987</u>

Special Revenue Funds

Special Revenue funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditure for specified purposes.

Street and Alley Fund - Established to account for the operation and maintenance of local streets and thoroughfares. Financing is provided primarily through motor vehicle and excise taxes collected by the County.

E - 911 Fund - Established to account for the operations and maintenance of the City's 911 emergency services. Financing is provided primarily through telephone service fees.

Revolving Oil and Gas Fund - Established to account for the inspection and monitoring of oil and gas wells. Financing is provided primarily through user licenses and fees.

Economic Development Fund - Established to account for the promotion of economic development. Financing is provided primarily through sales tax revenues.

Spay Neuter Fund - Established to account for the City's animal adoption program. Financing is provided primarily through participant fees.

Hotel/Motel Surcharge Fund - Established to account for the collection of the City's hotel/motel surcharge. Funds received from this surcharge are used for the promotion of tourism.

Community Development Block Grant and Home Grant Funds - Established to account for federal grant funds received by the City, and expenditures related to the operation of these grants.

Emergency Shelter Grant Fund - Established to account for federal grant funds received by the City, and expenditures related to the operation of these grants.

City of Shawnee, Oklahoma
Combining Balance Sheet
All Special Revenue Funds
June 30, 1999

	Street and Alley Fund	E-911 Fund	Revolving Oil and Gas Fund	Economic Development Fund	Spay Neuter Fund	Hotel/Motel Surcharge Fund	CDBG FY 93 Entitlement Fund	CDBG FY 95 Entitlement Fund	CDBG FY 96 Entitlement Fund	CDBG FY 97 Entitlement Fund	CDBG FY 98 Entitlement Fund	FY 96 Home Grant Fund	FY 97 Home Grant Fund	FY 95 Emergency Shelter Grant Fund	FY 96 Emergency Shelter Grant Fund	Total
ASSETS																
Cash and cash equivalents	\$ 2,443	\$ 84,329	\$ 36,450	\$ 161,977	\$ 25,463	\$ 4,271	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 39,609	\$ ---	\$ ---	\$ 354,542
Receivables:																
Accrued interest	54	297	138	628	96	---	---	---	---	---	---	---	---	---	---	1,213
Due from other governments	20,188	---	---	15,093	---	---	---	520	918	7,050	14,647	---	1,986	10,979	2,742	74,123
Due from other funds	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---
Other receivables	---	9,255	---	---	---	26,005	---	---	---	---	---	---	---	---	---	35,260
TOTAL ASSETS	\$ 22,685	\$ 93,881	\$ 36,588	\$ 177,698	\$ 25,559	\$ 30,276	\$ ---	\$ 520	\$ 918	\$ 7,050	\$ 14,647	\$ ---	\$ 41,595	\$ 10,979	\$ 2,742	\$ 465,138
LIABILITIES																
Accounts payable	\$ 22,685	\$ ---	\$ ---	\$ ---	\$ 150	\$ 25,765	\$ ---	\$ ---	\$ 80	\$ ---	\$ 11,264	\$ ---	\$ ---	\$ ---	\$ ---	\$ 59,944
Deferred revenue	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---
Due to other funds	---	---	---	---	---	---	---	520	838	7,050	3,383	---	---	10,979	2,742	25,512
Total Liabilities	22,685	---	---	---	150	25,765	---	520	918	7,050	14,647	---	---	10,979	2,742	85,456
FUND EQUITY																
Fund balance:																
Reserved for encumbrance	---	562	---	---	---	---	---	---	---	---	---	---	---	---	---	562
Unreserved	---	93,319	36,588	177,698	25,409	4,511	---	---	---	---	---	---	41,595	---	---	379,120
Total Fund Equity	---	93,881	36,588	177,698	25,409	4,511	---	---	---	---	---	---	41,595	---	---	379,682
TOTAL LIABILITIES AND FUND EQUITY	\$ 22,685	\$ 93,881	\$ 36,588	\$ 177,698	\$ 25,559	\$ 30,276	\$ ---	\$ 520	\$ 918	\$ 7,050	\$ 14,647	\$ ---	\$ 41,595	\$ 10,979	\$ 2,742	\$ 465,138

City of Shawnee, Oklahoma
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances - All Special Revenue Funds
For the Fiscal Year Ended June 30, 1999

	Street and Alley Fund	E-911 Fund	Revolving Oil and Gas Fund	Economic Development Fund	Spay Neuter Fund	Hotel/Motel Surcharge Fund	CDBG FY 93 Entitlement Fund	CDBG FY 95 Entitlement Fund	CDBG FY 96 Entitlement Fund	CDBG FY 97 Entitlement Fund	CDBG FY 98 Entitlement Fund	FY96 Home Grant Fund	FY97 Home Grant Fund	FY95 Emergency Shelter Grant Fund	FY96 Emergency Shelter Grant Fund	Total
Revenues:																
Taxes	\$ 244,984	\$ 109,463	\$ ---	\$ 181,288	\$ ---	\$ 109,285	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 645,020
Intergovernmental revenues	---	---	---	---	---	---	10,005	40,662	78,331	396,212	237,463	34,765	27,580	---	---	825,018
Licenses and permits	3,332	---	20,660	---	---	---	---	---	---	---	---	---	---	---	---	23,992
Interest	1,654	3,164	1,181	6,394	1,098	---	---	---	---	---	---	---	---	---	---	13,491
Other revenues	---	---	---	---	5,100	---	---	---	1,862	24,071	5,805	21,423	41,595	---	---	99,856
Total Revenues	249,970	112,627	21,841	187,682	6,198	109,285	10,005	40,662	80,193	420,283	243,268	56,188	69,175	---	---	1,607,377
Expenditures:																
Current -																
General government	---	---	---	---	---	108,205	---	---	---	---	---	---	---	---	---	108,205
Public safety	---	26,929	3,000	---	5,290	---	---	---	---	---	---	---	---	---	---	35,219
Public works	236,061	---	---	---	---	---	---	---	---	---	---	---	---	---	---	236,061
Urban redevelopment and housing	---	---	---	---	---	---	10,005	40,662	80,193	308,800	133,443	56,188	27,580	---	---	656,871
Economic development	---	---	---	130,300	---	---	---	---	---	---	---	---	---	---	---	130,300
Capital outlay	46,435	---	---	---	---	---	---	---	---	111,483	109,825	---	---	---	---	267,743
Debt service -																
Principal retirement	---	57,808	---	---	---	---	---	---	---	---	---	---	---	---	---	57,808
Interest and fiscal charges	---	9,157	---	---	---	---	---	---	---	---	---	---	---	---	---	9,157
Total Expenditures	282,496	93,894	3,000	130,300	5,290	108,205	10,005	40,662	80,193	420,283	243,268	56,188	27,580	---	---	1,501,364
Excess of Revenues Over (Under) Expenditures	(32,526)	18,733	18,841	57,382	908	1,080	---	---	---	---	---	---	41,595	---	---	106,013
Other Financing Sources (Uses):																
Operating transfers in	2,194	---	---	---	---	---	---	---	---	---	---	---	---	---	---	2,194
Operating transfers out	---	---	---	(15,000)	---	---	---	---	---	---	---	---	---	---	---	(15,000)
Total Other Financing Sources (Uses)	2,194	---	---	(15,000)	---	---	---	---	---	---	---	---	---	---	---	(12,806)
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(30,332)	18,733	18,841	42,382	908	1,080	---	---	---	---	---	---	41,595	---	---	93,207
Fund Balances - Beginning	32,596	66,061	17,747	135,316	24,501	3,431	---	---	---	---	---	---	---	---	---	279,652
Prior Period Adjustment	(2,264)	9,087	---	---	---	---	---	---	---	---	---	---	---	---	---	6,823
Fund Balances - Ending	\$ ---	\$ 93,881	\$ 36,588	\$ 177,698	\$ 25,409	\$ 4,511	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 41,595	\$ ---	\$ ---	\$ 379,682

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
Street and Alley Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Taxes	\$ 232,873	\$ 244,094	\$ 11,221
Licenses and permits	2,880	3,332	452
Interest	6,869	1,698	(5,171)
Other revenue	433	---	(433)
Total Revenues	243,055	249,124	6,069
EXPENDITURES			
Public Works:			
Street and Alley-			
Other services and charges	234,945	234,938	7
Total Street and Alley	234,945	234,938	7
Capital Outlay:			
Street and Alley	40,000	38,735	1,265
Total Capital Outlay	40,000	38,735	1,265
Total Expenditures	274,945	273,673	1,272
Excess of Revenues Over (Under) Expenditures	(31,890)	(24,549)	7,341
Other Financing Sources (Uses):			
Operating transfers in	---	---	---
Operating transfers out	---	---	---
Total Other Financing Sources (Uses)	---	---	---
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(31,890)	(24,549)	7,341
Fund Balances - Beginning	31,890	32,498	608
Fund Balances - Ending	\$ ---	\$ 7,949	\$ 7,949

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
E - 911 Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Taxes	\$ 106,545	\$ 109,295	\$ 2,750
Interest	---	2,866	2,866
Total Revenues	106,545	112,161	5,616
EXPENDITURES			
Community Services:			
E-911 -			
Other services and charges	48,500	26,929	21,571
Total E-911	48,500	26,929	21,571
Debt Service:			
Debt service	66,965	66,965	---
Total Debt Service	66,965	66,965	---
Total Expenditures	115,465	93,894	21,571
Excess of Revenues Over (Under) Expenditures	(8,920)	18,267	27,187
Other Financing Sources (Uses):			
Operating transfers in	---	---	---
Operating transfers out	---	---	---
Total Other Financing Sources (Uses)	---	---	---
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(8,920)	18,267	27,187
Fund Balances - Beginning	8,920	64,119	55,199
Fund Balances - Ending	\$ ---	\$ 82,386	\$ 82,386

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
Revolving Oil and Gas Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Licenses and permits	\$ 10,850	\$ 20,660	\$ 9,810
Interest	1,587	1,075	(512)
Total Revenues	12,437	21,735	9,298
EXPENDITURES			
Fire:			
Revolving Oil and Gas-			
Materials and supplies	3,000	3,000	---
Other services and charges	6,800	---	6,800
Total Revolving Oil and Gas	9,800	3,000	6,800
Capital Outlay:			
Revolving Oil and Gas	---	---	---
Total Capital Outlay	---	---	---
Total Expenditures	9,800	3,000	6,800
Excess of Revenues Over (Under) Expenditures	2,637	18,735	16,098
Other Financing Sources (Uses):			
Operating transfers out	(14,750)	---	14,750
Total Other Financing Sources (Uses)	(14,750)	---	14,750
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(12,113)	18,735	30,848
Fund Balances - Beginning	12,113	17,714	5,601
Fund Balances - Ending	\$ ---	\$ 36,449	\$ 36,449

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
Economic Development Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Taxes	\$ 180,635	\$ 180,981	\$ 346
Interest	2,072	5,843	3,771
Total Revenues	182,707	186,824	4,117
EXPENDITURES			
Administration:			
Economic Development-			
Other services and charges	142,094	130,300	11,794
Total Economic Development	142,094	130,300	11,794
Capital Outlay:			
Capital outlay	15,000	---	15,000
Total Capital Outlay	15,000	---	15,000
Total Expenditures	157,094	130,300	26,794
Excess of Revenues Over (Under) Expenditures	25,613	56,524	30,911
Other Financing Sources (Uses):			
Operating transfers out	(140,000)	(15,000)	125,000
Total Other Financing Sources (Uses)	(140,000)	(15,000)	125,000
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(114,387)	41,524	155,911
Fund Balances - Beginning	114,387	120,453	6,066
Fund Balances - Ending	\$ ---	\$ 161,977	\$ 161,977

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
Spay Neuter Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Interest	\$ ---	\$ 1,002	\$ 1,002
Other Revenues	5,780	5,100	(680)
Total Revenues	5,780	6,102	322
EXPENDITURES			
Police:			
Spay/Neuter-			
Other services and charges	30,356	5,290	25,066
Total Spay/Neuter	30,356	5,290	25,066
Total Expenditures	30,356	5,290	25,066
Excess of Revenues Over (Under) Expenditures	(24,576)	812	25,388
Other Financing Sources (Uses):			
Operating transfers in	---	---	---
Operating transfers out	---	---	---
Total Other Financing Sources (Uses)	---	---	---
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(24,576)	812	25,388
Fund Balances - Beginning	24,576	24,501	(75)
Fund Balances - Ending	\$ ---	\$ 25,313	\$ 25,313

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
Hotel/Motel Surcharge Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Taxes	\$ 96,560	\$ 102,323	\$ 5,763
Total Revenues	96,560	102,323	5,763
EXPENDITURES			
Community Development:			
Hotel/Motel Surcharge-			
Other services and charges	95,595	82,439	13,156
Total Hotel/Motel Surcharge	95,595	82,439	13,156
Total Expenditures	95,595	82,439	13,156
Excess of Revenues Over (Under) Expenditures	965	19,884	18,919
Other Financing Sources (Uses):			
Operating transfers in	---	---	---
Operating transfers out	---	---	---
Total Other Financing Sources (Uses)	---	---	---
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	965	19,884	18,919
Fund Balances - Beginning	(965)	10,956	11,921
Fund Balances - Ending	\$ ---	\$ 30,840	\$ 30,840

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
FY 93 CDBG Entitlement Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Intergovernmental revenues	\$ 10,529	\$ 10,005	\$ (524)
Total Revenues	10,529	10,005	(524)
EXPENDITURES			
Community Development:			
Housing Rehabilitation-			
Other services and charges	10,529	10,005	524
Total Housing Rehabilitation	10,529	10,005	524
Total Expenditures	10,529	10,005	524
Excess of Revenues Over (Under) Expenditures	---	---	---
Other Financing Sources (Uses):			
Operating transfers in	---	---	---
Operating transfers out	---	---	---
Total Other Financing Sources (Uses)	---	---	---
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	---	---	---
Fund Balances - Beginning	---	---	---
Fund Balances - Ending	\$ ---	\$ ---	\$ ---

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
FY 94 CDBG Entitlement Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Intergovernmental revenues	\$ 10,203	\$ ---	\$ (10,203)
Total Revenues	10,203	---	(10,203)
EXPENDITURES			
Community Development:			
CDBG Administration-			
Materials and supplies	17	---	17
Total CDBG Administration	17	---	17
Housing Rehabilitation-			
Other services and charges	4,875	---	4,875
Total Housing Rehabilitation	4,875	---	4,875
Capital Outlay:			
Capital outlay	5,311	---	5,311
Total Capital Outlay	5,311	---	5,311
Total Expenditures	10,203	---	10,203
Excess of Revenues Over (Under) Expenditures	---	---	---
Other Financing Sources (Uses):			
Operating transfers in	---	---	---
Operating transfers out	---	---	---
Total Other Financing Sources (Uses)	---	---	---
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	---	---	---
Fund Balances - Beginning	---	---	---
Fund Balances - Ending	\$ ---	\$ ---	\$ ---

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
FY 95 CDBG Entitlement Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Intergovernmental revenues	\$ 71,302	\$ 40,662	\$ (30,640)
Total Revenues	<u>71,302</u>	<u>40,662</u>	<u>(30,640)</u>
EXPENDITURES			
Community Development:			
CDBG Administration-			
Personal services	6,169	6,169	---
Materials and supplies	---	---	---
Other services and charges	<u>315</u>	<u>---</u>	<u>315</u>
Total CDBG Administration	<u>6,484</u>	<u>6,169</u>	<u>315</u>
Housing Rehabilitation-			
Other services and charges	<u>39,222</u>	<u>34,493</u>	<u>4,729</u>
Total Housing Rehabilitation	<u>39,222</u>	<u>34,493</u>	<u>4,729</u>
Capital Outlay:			
Capital outlay	<u>25,596</u>	<u>---</u>	<u>25,596</u>
Total Capital Outlay	<u>25,596</u>	<u>---</u>	<u>25,596</u>
Total Expenditures	<u>71,302</u>	<u>40,662</u>	<u>30,640</u>
Excess of Revenues Over (Under) Expenditures	<u>---</u>	<u>---</u>	<u>---</u>
Other Financing Sources (Uses):			
Operating transfers in	---	---	---
Operating transfers out	<u>---</u>	<u>---</u>	<u>---</u>
Total Other Financing Sources (Uses)	<u>---</u>	<u>---</u>	<u>---</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>---</u>	<u>---</u>	<u>---</u>
Fund Balances - Beginning	<u>---</u>	<u>---</u>	<u>---</u>
Fund Balances - Ending	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
FY 96 CDBG Entitlement Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Intergovernmental revenues	\$ 181,364	\$ 78,331	\$ (103,033)
Other revenue	1,862	1,862	---
Total Revenues	183,226	80,193	\$ (103,033)
EXPENDITURES			
Community Development:			
CDBG Administration-			
Personal services	---	---	---
Materials and supplies	78	---	78
Other services and charges	---	---	---
Total CDBG Administration	78	---	78
Housing Rehabilitation-			
Personal services	---	---	---
Other services and charges	164,614	80,193	84,421
Total Housing Rehabilitation	164,614	80,193	84,421
Capital Outlay:			
Capital outlay	18,534	---	18,534
Total Capital Outlay	18,534	---	18,534
Total Expenditures	183,226	80,193	103,033
Excess of Revenues Over (Under) Expenditures	---	---	---
Other Financing Sources (Uses):			
Operating transfers in	---	---	---
Operating transfers out	---	---	---
Total Other Financing Sources (Uses)	---	---	---
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	---	---	---
Fund Balances - Beginning	---	---	---
Fund Balances - Ending	\$ ---	\$ ---	\$ ---

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
FY 97 CDBG Entitlement Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Intergovernmental revenues	\$ 446,457	\$ 396,212	\$ (50,245)
Other Revenue	24,071	24,071	---
Total Revenues	470,528	420,283	(50,245)
EXPENDITURES			
Community Development:			
CDBG Administration-			
Personal services	34,450	34,450	---
Materials and supplies	2,300	1,553	747
Other services and charges	17,500	9,085	8,415
Total CDBG Administration	54,250	45,088	9,162
Housing Rehabilitation-			
Personal services	41,607	41,607	---
Other services and charges	224,671	222,105	2,566
Total Housing Rehabilitation	266,278	263,712	2,566
Capital Outlay:			
Capital outlay	150,000	111,483	38,517
Total Capital Outlay	150,000	111,483	38,517
Total Expenditures	470,528	420,283	50,245
Excess of Revenues Over (Under) Expenditures	---	---	---
Other Financing Sources (Uses):			
Operating transfers in	---	---	---
Operating transfers out	---	---	---
Total Other Financing Sources (Uses)	---	---	---
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	---	---	---
Fund Balances - Beginning	---	---	---
Fund Balances - Ending	\$ ---	\$ ---	\$ ---

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
FY 98 CDBG Entitlement Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Intergovernmental revenues	\$ 538,000	\$ 237,463	\$ (300,537)
Other Revenue	15,000	5,805	(9,195)
Total Revenues	553,000	243,268	(309,732)
EXPENDITURES			
Community Development:			
CDBG Administration-			
Personal services	42,794	15,987	26,807
Materials and supplies	5,800	175	5,625
Other services and charges	21,800	3,393	18,407
Total CDBG Administration	70,394	19,555	50,839
Housing Rehabilitation-			
Personal services	120,891	87,627	33,264
Other services and charges	211,715	26,261	185,454
Total Housing Rehabilitation	332,606	113,888	218,718
Capital Outlay:			
Capital outlay	150,000	109,825	40,175
Total Capital Outlay	150,000	109,825	40,175
Total Expenditures	553,000	243,268	309,732
Excess of Revenues Over (Under) Expenditures	---	---	---
Other Financing Sources (Uses):			
Operating transfers in	---	---	---
Operating transfers out	---	---	---
Total Other Financing Sources (Uses)	---	---	---
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	---	---	---
Fund Balances - Beginning	---	---	---
Fund Balances - Ending	\$ ---	\$ ---	\$ ---

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
FY 96 Home Grant Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Intergovernmental revenues	\$ 34,765	\$ 34,765	\$ ---
Other revenue	21,423	21,423	---
Total Revenues	56,188	56,188	---
EXPENDITURES			
Community Development:			
Home Administration-			
Personal services	740	740	---
Total Home Administration	740	740	---
Development Hard Costs-			
Other services and charges	55,448	55,448	---
Total Development Hard Costs	55,448	55,448	---
Total Expenditures	56,188	56,188	---
Excess of Revenues Over (Under) Expenditures	---	---	---
Other Financing Sources (Uses):			
Operating transfers in	---	---	---
Operating transfers out	---	---	---
Total Other Financing Sources (Uses)	---	---	---
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	---	---	---
Fund Balances - Beginning	---	---	---
Fund Balances - Ending	\$ ---	\$ ---	\$ ---

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
FY 97 Home Grant Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Intergovernmental revenues	\$ 155,000	\$ 27,580	\$ (127,420)
Other revenue	42,500	41,595	(905)
Total Revenues	197,500	69,175	(128,325)
EXPENDITURES			
Community Development:			
Home Administration-			
Personal services	7,381	2,580	4,801
Total Home Administration	7,381	2,580	4,801
Development Hard Costs-			
Other services and charges	147,619	25,000	122,619
Total Development Hard Costs	147,619	25,000	122,619
Housing Rehab			
Other services and charges	42,500	---	42,500
Total Housing Rehab	42,500	---	42,500
Total Expenditures	197,500	27,580	169,920
Excess of Revenues Over (Under) Expenditures	---	41,595	41,595
Other Financing Sources (Uses):			
Operating transfers in	---	---	---
Operating transfers out	---	---	---
Total Other Financing Sources (Uses)	---	---	---
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	---	41,595	41,595
Fund Balances - Beginning	---	---	---
Fund Balances - Ending	\$ ---	\$ 41,595	\$ 41,595

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
FY 98 Home Grant Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Intergovernmental revenues	\$ 125,400	\$ ---	\$ (125,400)
Total Revenues	125,400	---	(125,400)
EXPENDITURES			
Community Development:			
Home Administration-			
Personal services	11,400	---	11,400
Total Home Administration	11,400	---	11,400
Development Hard Costs-			
Other services and charges	114,000	---	114,000
Total Development Hard Costs	114,000	---	114,000
Total Expenditures	125,400	---	125,400
Excess of Revenues Over (Under) Expenditures	---	---	---
Other Financing Sources (Uses):			
Operating transfers in	---	---	---
Operating transfers out	---	---	---
Total Other Financing Sources (Uses)	---	---	---
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	---	---	---
Fund Balances - Beginning	---	---	---
Fund Balances - Ending	\$ ---	\$ ---	\$ ---

Capital Projects Funds

The Capital Projects funds are used to account for financial resources segregated for the acquisition of capital assets or construction of major capital facilities.

Capital Improvement Fund - Established to account for the purchase of capital equipment and construction of facilities. Financing is provided primarily through sales tax.

Street Improvement Fund - Established to account for the construction or major reconstruction of street projects. Financing is provided primarily through sales tax.

1994 Street Improvement Projects Fund - Established to account for general obligation bond proceeds designated for the construction of specific street projects.

City of Shawnee, Oklahoma
Combining Balance Sheet
All Capital Projects Funds
June 30, 1999

	Capital Improvement Fund	Street Improvement Fund	1994 Street Improvement Project Fund	Total
ASSETS				
Cash and cash equivalents	\$ 1,277,336	\$ 3,113,966	\$ 220,955	\$ 4,612,257
Receivables:				
Accrued interest	4,651	11,669	837	17,157
Due from other governments	135,835	150,928	---	286,763
Deposits held by others	---	---	543,428	543,428
	<u>\$ 1,417,822</u>	<u>\$ 3,276,563</u>	<u>\$ 765,220</u>	<u>\$ 5,459,605</u>
LIABILITIES				
Accounts payable	\$ 93,214	\$ 414	\$ 153,628	\$ 247,256
Other liabilities	---	40,497	---	40,497
Total Liabilities	<u>93,214</u>	<u>40,911</u>	<u>153,628</u>	<u>287,753</u>
FUND EQUITY				
Fund balance:				
Reserved for encumbrances	264,022	1,414,645	---	1,678,667
Unreserved	<u>1,060,586</u>	<u>1,821,007</u>	<u>611,592</u>	<u>3,493,185</u>
Total Fund Equity	<u>1,324,608</u>	<u>3,235,652</u>	<u>611,592</u>	<u>5,171,852</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 1,417,822</u>	<u>\$ 3,276,563</u>	<u>\$ 765,220</u>	<u>\$ 5,459,605</u>

City of Shawnee, Oklahoma
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances - All Capital Projects Funds
For the Fiscal Year Ended June 30, 1999

	Capital Improvement Fund	Street Improvement Fund	1994 Street Improvement Project Fund	Total
Revenues:				
Taxes	\$ 1,631,583	\$ 1,812,870	\$ ---	\$ 3,444,453
Intergovernmental	4,500	147,125	---	151,625
Interest	55,576	118,740	23,039	197,355
Other Revenue	---	50,000	---	50,000
Total Revenues	<u>1,691,659</u>	<u>2,128,735</u>	<u>23,039</u>	<u>3,843,433</u>
Expenditures:				
Capital outlay	1,256,906	1,470,370	53,858	2,781,134
Debt Service -				
Principal retirement	143,959	64,716	---	208,675
Interest and fiscal charges	<u>6,634</u>	<u>1,911</u>	<u>---</u>	<u>8,545</u>
Total Expenditures	<u>1,407,499</u>	<u>1,536,997</u>	<u>53,858</u>	<u>2,998,354</u>
Excess of Revenues Over (Under) Expenditures	<u>284,160</u>	<u>591,738</u>	<u>(30,819)</u>	<u>845,079</u>
Other Financing Sources (Uses):				
Operating transfers out	<u>(186,813)</u>	<u>(62,105)</u>	<u>---</u>	<u>(248,918)</u>
Total Other Financing Sources (Uses)	<u>(186,813)</u>	<u>(62,105)</u>	<u>---</u>	<u>(248,918)</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	97,347	529,633	(30,819)	596,161
Fund Balances - Beginning	1,227,261	2,706,019	642,411	4,575,691
Prior Period Adjustments	---	---	---	---
Fund Balances - Ending	<u>\$ 1,324,608</u>	<u>\$ 3,235,652</u>	<u>\$ 611,592</u>	<u>\$ 5,171,852</u>

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
Capital Improvement Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Taxes	\$ 1,625,720	\$ 1,628,826	\$ 3,106
Intergovernmental revenues	52,500	4,500	(48,000)
Interest	48,222	54,984	6,762
Total Revenues	<u>1,726,442</u>	<u>1,688,310</u>	<u>(38,132)</u>
EXPENDITURES			
Administration:			
General Administration-			
Other services and charges	---	---	---
Total General Administration	<u>---</u>	<u>---</u>	<u>---</u>
Capital Outlay:			
General administration	82,000	33,800	48,200
Internal services	122,600	70,290	52,310
Community services	62,500	790	61,710
Exposition center	117,925	---	117,925
Community development	1,400	1,386	14
Engineering	148,000	20,825	127,175
Police	290,212	68,249	221,963
Fire	550,058	545,315	4,743
Public works	326,236	205,169	121,067
Public works - SMA	389,537	104,181	285,356
Other expenditures	233,353	209,377	23,976
Total Capital Outlay	<u>2,323,821</u>	<u>1,259,382</u>	<u>1,064,439</u>
Debt Service	<u>156,097</u>	<u>150,593</u>	<u>5,504</u>
Total Expenditures	<u>2,479,918</u>	<u>1,409,975</u>	<u>1,069,943</u>
Excess of Revenues Over (Under) Expenditures	<u>(753,476)</u>	<u>278,335</u>	<u>1,031,811</u>
Other Financing Sources (Uses):			
Operating transfers out	(186,813)	(186,813)	---
Total Other Financing Sources (Uses)	<u>(186,813)</u>	<u>(186,813)</u>	<u>---</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>(940,289)</u>	<u>91,522</u>	<u>1,031,811</u>
Fund Balances - Beginning	<u>940,289</u>	<u>1,090,124</u>	<u>149,835</u>
Fund Balances - Ending	<u>\$ ---</u>	<u>\$ 1,181,646</u>	<u>\$ 1,181,646</u>

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
Street Improvements Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Taxes	\$ 1,806,355	\$ 1,809,807	\$ 3,452
Intergovernmental revenues	744,400	147,125	(597,275)
Interest	38,651	110,862	72,211
Other revenues	50,000	50,000	---
Total Revenues	<u>2,639,406</u>	<u>2,117,794</u>	<u>(521,612)</u>
EXPENDITURES			
Capital Outlay:			
New Streets	3,552,901	1,185,380	2,367,521
Open Sections	253,941	2,825	251,116
Overlays	315,793	159,558	156,235
Rehabs and Restorations	779,880	72,967	706,913
Utility Systems	173,038	73,700	99,338
Total Capital Outlay	<u>5,075,553</u>	<u>1,494,430</u>	<u>3,581,123</u>
Debt Service	<u>66,630</u>	<u>66,627</u>	<u>3</u>
Total Expenditures	<u>5,142,183</u>	<u>1,561,057</u>	<u>3,581,126</u>
Excess of Revenues Over (Under) Expenditures	<u>(2,502,777)</u>	<u>556,737</u>	<u>3,059,514</u>
Other Financing Sources (Uses):			
Operating transfers in	125,000	---	(125,000)
Operating transfers out	(65,160)	(62,105)	3,055
Total Other Financing Sources (Uses)	<u>59,840</u>	<u>(62,105)</u>	<u>(121,945)</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>(2,442,937)</u>	<u>494,632</u>	<u>2,937,569</u>
Fund Balances - Beginning	<u>2,442,937</u>	<u>2,634,501</u>	<u>191,564</u>
Fund Balances - Ending	<u>\$ ---</u>	<u>\$ 3,129,133</u>	<u>\$ 3,129,133</u>

City of Shawnee, Oklahoma
Schedule of Departmental Revenues,
Expenditures and Changes in Fund Balance
Budget to Actual (Non-GAAP Budgetary Basis)
1994 Street Improvement Project Fund
For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance - Favorable (Unfavorable)
REVENUES			
Interest	\$ 20,000	\$ 24,265	\$ 4,265
Total Revenues	20,000	24,265	4,265
EXPENDITURES			
Administration:			
General Administration-			
Other Services & Charges	35,000	---	35,000
Total General Administration	35,000	---	35,000
Capital Outlay			
Street improvements	603,500	597,286	6,214
Total Capital Outlay	603,500	597,286	6,214
Total Expenditures	638,500	597,286	41,214
Excess of Revenues Over (Under) Expenditures	(618,500)	(573,021)	45,479
Other Financing Sources (Uses):			
Operating transfers in	---	---	---
Operating transfers out	---	---	---
Total Other Financing Sources (Uses)	---	---	---
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(618,500)	(573,021)	45,479
Fund Balances - Beginning	618,500	640,348	21,848
Fund Balances - Ending	\$ ---	\$ 67,327	\$ 67,327

Enterprise Funds

Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Shawnee Municipal Authority - Established to account for operation, maintenance, and capital facility construction relating to water, sewer, and sanitary services. Financing is provided primarily through user charges.

Shawnee Airport Authority - Established to account for operation, maintenance, and capital facility construction relating to the Shawnee Municipal Airport.

Shawnee Civic and Cultural Development Authority - Established to account for operation, maintenance, and capital facility construction relating to the Heart of Oklahoma Exposition Center.

City of Shawnee, Oklahoma
Combining Balance Sheet
All Enterprise Funds
June 30, 1999

	Shawnee Municipal Authority	Shawnee Airport Authority	Shawnee Civic & Cultural Development Authority	Total
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 2,717,419	\$ 101,120	\$ 546,007	\$ 3,364,546
Investments	---	---	40,000	40,000
Accounts receivable (net of allowance for uncollectible accounts of \$114,255)	886,078	34,698	---	920,776
Accrued interest receivable	11,939	---	635	12,574
Other receivables	5,334	---	---	5,334
Total Current Assets	3,620,770	135,818	586,642	4,343,230
Restricted Assets:				
Cash and cash equivalents	1,412,603	---	---	1,412,603
Investments	1,120,460	---	---	1,120,460
Accrued interest receivable	38,309	---	---	38,309
Total Restricted Assets	2,571,372	---	---	2,571,372
Property, Plant and Equipment:				
Land	1,066,733	550,361	94,493	1,711,587
Buildings	341,629	370,711	4,260,170	4,972,510
Improvements other than buildings	32,686,456	6,446,432	2,066,487	41,199,375
Machinery and equipment	219,274	500	2,350	222,124
Mobile equipment	895,809	76,050	354,210	1,326,069
Office furniture and equipment	10,668	4,226	53,044	67,938
Communication equipment	69,891	2,731	21,241	93,863
Audiovisual equipment	750	---	1,460	2,210
Business machines	106,615	5,839	24,213	136,667
Appliances	8,480	676	5,034	14,190
Lab & engineering equipment	991,768	---	---	991,768
Parks & recreation equipment	---	---	5,512	5,512
Construction in process	41,208	---	---	41,208
	36,439,281	7,457,526	6,888,214	50,785,021
Less: accumulated depreciation	(11,175,155)	(2,871,294)	(3,039,020)	(17,085,469)
Net Property, Plant and Equipment	25,264,126	4,586,232	3,849,194	33,699,552
Other Assets:				
Bond and note issuance costs	70,982	---	---	70,982
Water rights contract	16,916,119	---	---	16,916,119
Total Other Assets	16,987,101	---	---	16,987,101
TOTAL ASSETS	\$ 48,443,369	\$ 4,722,050	\$ 4,435,836	\$ 57,601,255

(Continued)

City of Shawnee, Oklahoma
Combining Balance Sheet
All Enterprise Funds
June 30, 1999
(Continued)

	Shawnee Municipal Authority	Shawnee Airport Authority	Shawnee Civic & Cultural Development Authority	Total
LIABILITIES AND FUND EQUITY				
Current Liabilities:				
Accounts payable	\$ 130,277	\$ 235	\$ ---	\$ 130,512
Accrued liabilities	47,809	---	11,602	59,411
Other liabilities	126,752	---	2,539	129,291
Accrual for compensated absences	261,284	---	46,978	308,262
Deposits	---	---	8,355	8,355
Deferred revenue - current	---	17,836	269,381	287,217
Obligations under capital lease - current	---	1,636	23,506	25,142
Total Current Liabilities	566,122	19,707	362,361	948,190
Current Liabilities Payable from Restricted Assets:				
Accrued interest payable	610,702	---	---	610,702
Revenue bonds and notes payable - current	506,488	---	---	506,488
Total Current Liabilities Payable from Restricted Assets	1,117,190	---	---	1,117,190
Long-Term Liabilities:				
Obligations under capital lease - long-term	---	---	10,108	10,108
Revenue bonds and notes payable (net of unamortized discounts) - long-term	22,267,058	---	---	22,267,058
Total Long-Term Liabilities	22,267,058	---	10,108	22,277,166
Fund Equity:				
Contributed capital	8,491,641	6,482,112	5,974,865	20,948,618
Retained earnings - reserved for capital improvements	1,146,047	---	---	1,146,047
Retained earnings (deficit) - unreserved	14,855,311	(1,779,769)	(1,911,498)	11,164,044
Total Fund Equity	24,492,999	4,702,343	4,063,367	33,258,709
TOTAL LIABILITIES AND FUND EQUITY	\$ 48,443,369	\$ 4,722,050	\$ 4,435,836	\$ 57,601,255

City of Shawnee, Oklahoma
Combining Statement of Revenues,
Expenses and Changes in Retained Earnings
All Enterprise Funds
For the Fiscal Year Ended June 30, 1999

	Shawnee Municipal Authority	Shawnee Airport Authority	Shawnee Civic & Cultural Development Authority	Total
Operating Revenues:				
Charge for services	\$ 6,745,899	\$ ---	\$ ---	\$ 6,745,899
Rental revenue	17,264	62,507	356,857	436,628
Other revenues	134,827	---	344,219	479,046
Total Operating Revenues	6,897,990	62,507	701,076	7,661,573
Operating Expenses:				
Personal services	2,124,162	54,321	363,962	2,542,445
Materials and supplies	372,875	3,003	66,315	442,193
Other services and charges	1,722,326	43,565	623,596	2,389,487
Total Operating Expenses	4,219,363	100,889	1,053,873	5,374,125
Net Operating Income (Loss) before Depreciation	2,678,627	(38,382)	(352,797)	2,287,448
Less: Depreciation and amortization	(843,418)	(328,711)	(241,752)	(1,413,881)
Net Operating Income (Loss)	1,835,209	(367,093)	(594,549)	873,567
Non-operating Revenues (Expenses):				
Interest revenues	265,676	1,031	9,991	276,698
Oil and gas revenues	---	14,384	---	14,384
Interest expense and fiscal charges	(1,294,256)	(502)	(2,230)	(1,296,988)
Total Non-operating Revenues (Expenses)	(1,028,580)	14,913	7,761	(1,005,906)
Operating Transfers:				
Operating transfers in	248,918	65,181	450,924	765,023
Operating transfers out	(255,751)	---	---	(255,751)
Net Operating Transfers	(6,833)	65,181	450,924	509,272
Net Income (Loss)	799,796	(286,999)	(135,864)	376,933
Retained Earnings (Deficit) - Beginning	15,201,562	(1,496,108)	(1,775,634)	11,929,820
Prior Period Adjustment	---	3,338	---	3,338
Retained Earnings (Deficit) - Ending	\$ 16,001,358	\$ (1,779,769)	\$ (1,911,498)	\$ 12,310,091

City of Shawnee, Oklahoma
Combining Statement of Cash Flows
All Enterprise Funds
For the Fiscal Year Ended June 30, 1999

	Shawnee Municipal Authority	Shawnee Airport Authority	Shawnee Civic & Cultural Development Authority	Total
Cash Flows From Operating Activities:				
Operating Income (Loss)	\$ 1,835,209	\$ (367,093)	\$ (594,549)	\$ 873,567
Adjustments to Reconcile Operating Income to				
Net Cash Provided by Operating Activities:				
Depreciation and amortization	843,418	328,711	241,752	1,413,881
Other non-operating revenue (expense)	(7,557)	14,384	---	6,827
Changes in assets and liabilities:				
Decrease (Increase) in accounts receivable	168,568	(5,345)	---	163,223
Decrease (Increase) in other receivable	(5,334)	---	---	(5,334)
Increase (Decrease) in accounts payable and accrued liabilities	66,362	(1,071)	2,863	68,154
Increase (Decrease) in accrued compensated absences	23,557	(5,665)	7,607	25,499
Increase (Decrease) in other liabilities	32,526	---	(2,747)	29,779
Increase (Decrease) in deferred revenue	---	(3,835)	52,960	49,125
Total adjustments	1,121,540	327,179	302,435	1,751,154
Net Cash Provided (Used) in Operating Activities	2,956,749	(39,914)	(292,114)	2,624,721
Cash Flows From Non-Capital Financing Activities:				
Operating transfers in	248,918	65,181	450,924	765,023
Operating transfers out	(255,751)	---	---	(255,751)
Net Cash Provided (Used) in Non-Capital Financing Activities	(6,833)	65,181	450,924	509,272
Cash Flows From Capital and Related Financing Activities				
Principal paid on revenue bonds	(1,045,000)	---	---	(1,045,000)
Principal paid on notes payable	(121,488)	---	---	(121,488)
Principal paid on capital leases	---	(6,158)	(18,004)	(24,162)
Interest paid on long-term debt	(1,283,829)	(502)	(1,970)	(1,286,301)
Capital grant proceeds	---	196,094	---	196,094
Acquisition and construction of capital assets	(431,954)	(275,614)	(56,555)	(764,123)
Net Cash Provided (Used) in Capital and Related Financing Activities	(2,882,271)	(86,180)	(76,529)	(3,044,980)
Cash Flows From Investing Activities:				
Interest	259,841	1,031	10,081	270,953
Net Cash Provided (Used) in Investing Activities	259,841	1,031	10,081	270,953
Net Increase (Decrease) in Cash and Cash Equivalents	327,486	(59,882)	92,362	359,966
Cash and cash equivalents - beginning of year	3,802,536	161,002	453,645	4,417,183
Cash and cash equivalents - ending of year	\$ 4,130,022	\$ 101,120	\$ 546,007	\$ 4,777,149
Non-Cash Capital and Related Financing Activities:				
Capital assets contributed by other funds	213,949	1,000	---	214,949
Capital assets contributed by lease purchase	---	---	15,000	15,000
Total Non-Cash Capital and Related Financing Activities	\$ 213,949	\$ 1,000	\$ 15,000	\$ 229,949

Internal Service Funds

Internal Service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis.

Workers Compensation Self-Insurance Fund - Established to account for activities related to the City's self-insurance for workers compensation. Financing is provided through General Fund transfers.

General Liability Self-Insurance Fund - Established to account for activities related to the City's self-insurance for general liability tort claims. Financing is provided through General Fund transfers.

Uninsured Loss Fund - Established as a contingency for losses or damages which are not covered by insurance.

City of Shawnee, Oklahoma
Combining Balance Sheet
All Internal Service Funds
June 30, 1999

	Workers Compensation Self-Insurance Fund	General Liability Self-Insurance Fund	Uninsured Loss Fund	Total
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 206,427	\$ 99,108	\$ 1,373	\$ 306,908
Accrued interest receivable	524	775	---	1,299
Due from other funds	382,523	---	---	382,523
TOTAL ASSETS	\$ 589,474	\$ 99,883	\$ 1,373	\$ 690,730
LIABILITIES AND FUND EQUITY				
Current Liabilities:				
Accounts payable	\$ 3,050	\$ ---	\$ ---	\$ 3,050
Claims and judgments payable	382,523	---	---	382,523
Total Liabilities	385,573	---	---	385,573
Fund Equity:				
Contributed capital	16,862	---	---	16,862
Retained earnings	187,039	99,883	1,373	288,295
Total Fund Equity	203,901	99,883	1,373	305,157
TOTAL LIABILITIES AND FUND EQUITY	\$ 589,474	\$ 99,883	\$ 1,373	\$ 690,730

City of Shawnee, Oklahoma
Combining Statement of Revenues,
Expenses and Changes in Retained Earnings
All Internal Service Funds
For the Fiscal Year Ended June 30, 1999

	Workers Compensation Self-Insurance Fund	General Liability Self-Insurance Fund	Uninsured Loss Fund	Total
Operating Revenues:				
Other revenue	\$ ---	\$ 50,083	\$ ---	\$ 50,083
Total Operating Revenues	---	50,083	---	50,083
Operating Expenses:				
Claims Settlement	538,610	65,710	4,169	608,489
Total Operating Expenses	538,610	65,710	4,169	608,489
Net Operating Income (Loss)	(538,610)	(15,627)	(4,169)	(558,406)
Non-operating Revenues:				
Interest revenues	2,889	12,434	---	15,323
Total Non-operating Revenues	2,889	12,434	---	15,323
Operating Transfers:				
Operating transfers in	683,940	15,000	5,000	703,940
Operating transfers out	---	(200,000)	---	(200,000)
Net Operating Transfers	683,940	(185,000)	5,000	503,940
Net Income	148,219	(188,193)	831	(39,143)
Retained Earnings - Beginning	38,820	288,076	542	327,438
Retained Earnings - Ending	\$ 187,039	\$ 99,883	\$ 1,373	\$ 288,295

City of Shawnee, Oklahoma
Combining Statement of Cash Flows
All Internal Service Funds
For the Fiscal Year Ended June 30, 1999

	Workers Compensation Self-Insurance Fund	General Liability Self-Insurance Fund	Uninsured Loss Fund	Total
Cash Flows From Operating Activities:				
Operating Income (Loss)	\$ (538,610)	\$ (15,627)	\$ (4,169)	\$ (558,406)
Adjustments to Reconcile Operating Income to				
Net Cash Provided by Operating Activities:				
Decrease (Increase) in due from other funds	(283,941)	---	---	(283,941)
Increase (Decrease) in accounts payable and accrued liabilities	(146,936)	---	---	(146,936)
Increase (Decrease) in claims and judgements payable	283,941	---	---	283,941
Total adjustments	(146,936)	---	---	(146,936)
Net Cash Provided (Used) in Operating Activities	(685,546)	(15,627)	(4,169)	(705,342)
Cash Flows From Non-Capital Financing Activities:				
Operating transfers in	683,940	15,000	5,000	703,940
Operating transfers out	---	(200,000)	---	(200,000)
Net Cash Provided (Used) in Non-Capital Financing Activities	683,940	(185,000)	5,000	503,940
Cash Flows From Investing Activities:				
Interest	2,365	12,232	---	14,597
Net Cash Provided (Used) in Investing Activities	2,365	12,232	---	14,597
Net Increase (Decrease) in Cash and Cash Equivalents	759	(188,395)	831	(186,805)
Cash and cash equivalents - beginning of year	205,668	287,503	542	493,713
Cash and cash equivalents - ending of year	\$ 206,427	\$ 99,108	\$ 1,373	\$ 306,908

Trust and Agency Funds

Trust and Agency funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

Library Fund - An expendable trust fund established to account for maintenance of the Municipal Library. The Shawnee municipal library is part of the Pioneer Library System, a multi-county system.

Cemetery Care Fund - An expendable trust fund established for the continuing care and maintenance of the City owned cemetery, which is funded by a portion of the proceeds of every cemetery lot sale in accordance with state statutes.

Meter Deposit Fund - An agency fund established to account for deposits made by utility customers.

Senior Citizens Fund - An expendable trust established to account for the maintenance of the senior citizens center.

CDBG Loan Escrow Fund - An agency fund established to account for low income housing loans relating to the Community Development Block Grant program.

Gifts and Contributions Fund - An expendable trust fund established to account for monies donated for park projects and economic development.

Sister Cities Fund - An expendable trust fund established to account for the financial activity of our sister cities program.

City of Shawnee, Oklahoma
Combining Balance Sheet
All Trust and Agency Funds
June 30, 1999

	Expendable Trust					Agency		
	Library Fund	Cemetery Care Fund	Senior Citizens Fund	Gifts and Contributions Fund	Sister Cities Fund	Meter Deposit Fund	CDBG Loan Escrow Fund	Total
ASSETS								
Cash and cash equivalents	\$ 30,031	\$ 62,987	\$ 25,033	\$ 28,507	\$ 42,894	\$ 433,443	\$ 94	\$ 622,989
Investments	---	---	---	44,976	---	---	---	44,976
Receivables:								
Accrued interest	127	235	96	419	158	---	---	1,035
Notes receivable	---	---	---	---	---	---	107,487	107,487
TOTAL ASSETS	\$ 30,158	\$ 63,222	\$ 25,129	\$ 73,902	\$ 43,052	\$ 433,443	\$ 107,581	\$ 776,487
LIABILITIES								
Accounts payable	\$ 2,946	\$ ---	\$ ---	\$ 76	\$ ---	\$ ---	\$ ---	\$ 3,022
Accrued liabilities	---	---	---	---	---	---	107,487	107,487
Due to other funds	---	---	---	---	---	---	---	---
Amounts held in escrow	---	---	---	---	---	---	94	94
Due to utility customers	---	---	---	---	---	433,443	---	433,443
Total Liabilities	2,946	---	---	76	---	433,443	107,581	544,046
FUND EQUITY								
Fund balance:								
Reserved for encumbrances	260	---	---	393	2,250	---	---	2,903
Unreserved	26,952	63,222	25,129	73,433	40,802	---	---	229,538
Total Fund Equity	27,212	63,222	25,129	73,826	43,052	---	---	232,441
TOTAL LIABILITIES AND FUND EQUITY	\$ 30,158	\$ 63,222	\$ 25,129	\$ 73,902	\$ 43,052	\$ 433,443	\$ 107,581	\$ 776,487

City of Shawnee, Oklahoma
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances - All Expendable Trust Funds
For the Fiscal Year Ended June 30, 1999

	Library Fund	Cemetery Care Fund	Senior Citizens Fund	Gifts and Contributions Fund	Sister Cities Fund	Total
Revenues:						
Interest	\$ 1,580	\$ 2,860	\$ 1,071	\$ 539	\$ 1,768	\$ 7,818
Gifts and donations	---	---	---	29,167	18,861	48,028
Other revenues	---	4,020	---	---	---	4,020
Total Revenues	1,580	6,880	1,071	29,706	20,629	59,866
Expenditures:						
Current -						
Public Works	---	545	---	---	---	545
Culture and recreation	45,964	---	---	27,277	---	73,241
Economic development	---	---	---	---	49,241	49,241
Capital Outlay	2,880	53,405	---	---	---	56,285
Total Expenditures	48,844	53,950	---	27,277	49,241	179,312
Excess of Revenues Over (Under) Expenditures	(47,264)	(47,070)	1,071	2,429	(28,612)	(119,446)
Other Financing Sources (Uses):						
Operating transfers in	40,000	---	---	---	15,000	55,000
Total Other Financing Sources (Uses)	40,000	---	---	---	15,000	55,000
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(7,264)	(47,070)	1,071	2,429	(13,612)	(64,446)
Fund Balances - Beginning	37,060	110,292	24,058	71,397	56,664	299,471
Prior Period Adjustment	(2,584)	---	---	---	---	(2,584)
Fund Balances - Ending	\$ 27,212	\$ 63,222	\$ 25,129	\$ 73,826	\$ 43,052	\$ 232,441

City of Shawnee, Oklahoma
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 1999

	Balance June 30, 1998	Additions	Deletions	Balance June 30, 1999
METER DEPOSIT FUND				
ASSETS				
Cash	\$ 406,345	\$ 144,249	\$ 117,151	\$ 433,443
Total Assets	<u>\$ 406,345</u>	<u>\$ 144,249</u>	<u>\$ 117,151</u>	<u>\$ 433,443</u>
LIABILITIES				
Due to Other Funds	\$ 245	\$ ---	\$ 245	\$ -
Due to Utility Customers	406,100	144,593	117,250	433,443
Total Liabilities	<u>\$ 406,345</u>	<u>\$ 144,593</u>	<u>\$ 117,495</u>	<u>\$ 433,443</u>
CDBG ESCROW				
ASSETS				
Cash	\$ 565	\$ 130,008	\$ 130,479	\$ 94
Notes Receivable	162,430	34,087	89,030	107,487
Total Assets	<u>\$ 162,995</u>	<u>\$ 164,095</u>	<u>\$ 219,509</u>	<u>\$ 107,581</u>
LIABILITIES				
Accrued Liabilities	\$ 162,430	\$ 34,087	\$ 89,030	\$ 107,487
Amounts Held in Escrow	565	2,030	2,501	94
Total Liabilities	<u>\$ 162,995</u>	<u>\$ 36,117</u>	<u>\$ 91,531</u>	<u>\$ 107,581</u>
TOTAL - ALL AGENCY FUNDS				
ASSETS				
Cash	\$ 406,910	\$ 274,257	\$ 247,630	\$ 433,537
Notes Receivable	162,430	34,087	89,030	107,487
Total Assets	<u>\$ 569,340</u>	<u>\$ 308,344</u>	<u>\$ 336,660</u>	<u>\$ 541,024</u>
LIABILITIES				
Accrued Liabilities	\$ 162,430	\$ 34,087	\$ 89,030	\$ 107,487
Amounts Held in Escrow	565	2,030	2,501	94
Due to Other Funds	245	---	245	---
Due to Utility Customers	406,100	144,593	117,250	433,443
Total Liabilities	<u>\$ 569,340</u>	<u>\$ 180,710</u>	<u>\$ 209,026</u>	<u>\$ 541,024</u>

Statistical Section

City of Shawnee, Oklahoma
General Fund Revenues by Source
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Taxes</u>	<u>Inter- Governmental</u>	<u>Licenses & Permits</u>	<u>Fines & Forfeitures</u>	<u>Interest</u>	<u>Other Revenues</u>	<u>Total</u>
1999	\$ 8,885,446	\$ 184,605	\$ 179,692	\$ 387,130	\$ 71,923	\$ 175,881	\$ 9,884,677
1998	8,605,846	194,095	201,932	316,579	118,144	172,141	9,608,737
1997	8,299,213	132,319	178,021	261,097	124,802	239,564	9,235,016
1996	7,903,692	239,320	96,191	281,689	136,270	221,742	8,878,904
1995	7,394,495	176,537	81,980	300,620	141,514	203,431	8,298,577
1994	7,054,466	144,095	76,298	332,142	98,238	211,630	7,916,869
1993	6,801,114	205,657	58,315	364,661	69,672	174,205	7,673,624
1992	6,471,918	92,551	56,413	285,730	93,204	233,778	7,233,594
1991	6,360,669	144,367	62,739	255,247	171,079	316,523	7,310,624
1990	5,983,862	61,727	72,083	367,693	175,172	325,487	6,986,024

City of Shawnee, Oklahoma
General Fund Expenditures by Function
Last Ten Fiscal Years

115	Fiscal Year	General Government	Public Safety	Public Works	Cultural & Recreational	Urban Renewal & Housing	Economic Development	Capital Outlay	Debt Service	Total
	1999	\$ 1,607,680	\$ 5,762,537	\$ 1,317,641	\$ 472,284	\$ ---	\$ ---	\$ ---	\$ 5,206	\$ 9,165,348
	1998	1,714,406	5,675,652	1,387,288	404,185	---	---	---	---	9,181,531
	1997	1,579,657	5,296,757	1,342,368	395,654	---	---	---	17,074	8,631,510
	1996	1,622,565	5,112,128	1,371,351	381,800	771	---	775	19,456	8,508,846
	1995	1,462,452	4,952,681	1,316,008	391,448	438	---	5,267	16,846	8,145,140
	1994	1,382,565	4,609,427	1,289,973	354,999	3,622	---	10,302	22,866	7,673,754
	1993	1,385,742	4,426,482	1,263,309	353,378	---	---	45,538	22,866	7,497,315
	1992	1,344,334	4,202,225	1,608,098	393,135	5,345	---	250,595	56,603	7,860,335
	1991	1,291,999	3,694,747	1,625,399	326,771	6,759	132,472	422,991	39,431	7,540,569
	1990	1,049,194	3,786,542	1,174,177	441,007	---	49,159	166,280	---	6,666,359

City of Shawnee, Oklahoma
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year	Total Tax Levy	Current Tax Collections	Percentage of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Percentage of Total Collections to Total Levy	Mill Levy
1999	\$ 243,393	\$ 270,718	111%	\$ 7,873	\$ 278,591	114%	2.62
1998	291,504	281,742	97%	8,017	289,759	99%	3.12
1997	352,660	375,570	106%	319	375,889	107%	4.57
1996	312,036	312,014	100%	1,942	313,956	101%	4.17
1995	401,648	392,797	98%	4,681	397,478	99%	5.44
1994	230,090	223,458	97%	6,409	229,867	100%	3.29
1993	190,038	184,323	97%	5,356	189,679	100%	2.79
1992	237,514	228,138	96%	6,501	234,639	99%	3.40
1991	261,574	252,769	97%	6,113	258,882	99%	3.71
1990	283,976	281,984	99%	9,694	291,678	103%	4.12

City of Shawnee, Oklahoma
Ratio of Annual Debt Service Expenditures for General
Obligation Bonded Debt to Total General Fund Expenditures
Last Ten Fiscal Years

Fiscal Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures	Ratio of Debt Service to Total General Fund Expenditure
1999	\$ 250,000	\$ 75,485	\$ 325,485	\$ 9,165,348	3.6%
1998	250,000	90,535	340,535	9,181,531	3.7%
1997	245,000	109,610	354,610	8,631,510	4.1%
1996	245,000	128,935	373,935	8,508,846	4.4%
1995	130,000	154,847	284,847	8,145,140	3.5%
1994	279,501	22,879	302,380	7,673,754	3.9%
1993	140,000	105,288	245,288	7,497,315	3.3%
1992	140,000	119,283	259,283	7,860,335	3.3%
1991	140,000	133,303	273,303	7,540,569	3.6%
1990	140,000	145,638	285,638	6,666,359	4.3%

Total debt service represents debt service on general obligation debt only.

City of Shawnee, Oklahoma
Assessed Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year	Real Property	Personal Property	Public Service Property	Total Assessed Value	Homestead Exemption	Net Assessed Value	Total Estimated Actual Value	Ratio of Net Assessed to Actual Value
1999	\$ 67,075,324	\$ 22,532,692	\$ 9,774,514	\$ 99,382,530	\$ 6,314,027	\$ 93,068,503	\$ 762,685,700	12.2%
1998	65,277,184	25,020,362	9,408,440	99,705,986	6,303,848	93,402,138	763,868,196	12.3%
1997	57,975,185	16,187,021	9,032,222	83,194,428	5,996,094	77,198,334	728,286,170	10.6%
1996	56,760,452	15,976,866	8,262,660	80,999,978	6,121,498	74,878,480	706,992,222	10.6%
1995	55,757,010	15,639,160	8,576,818	79,972,988	6,145,106	73,827,882	699,032,736	10.6%
1994	54,978,525	13,055,610	8,105,934	76,140,069	6,204,286	69,935,783	670,660,567	10.4%
1993	54,393,613	11,739,670	8,250,515	74,383,798	6,270,556	68,113,242	658,143,820	10.3%
1992	55,084,691	12,154,908	8,795,523	76,035,122	6,178,277	69,856,845	670,641,522	10.4%
1991	55,661,251	12,340,506	8,637,336	76,639,093	6,134,932	70,504,161	675,092,464	10.4%
1990	55,519,410	11,399,090	8,126,322	75,044,822	6,119,296	68,925,526	662,797,306	10.4%

Note: The assessed value of taxable property as certified by the County Assessors Office to be used for the fiscal year ending June 30, 2000 is as follows:

69,342,184	22,670,881	9,571,130	101,584,195	6,206,795	95,377,400	781,673,181	12.2%
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City of Shawnee, Oklahoma
Property Tax Rates - All Direct and Overlapping Governments
Last Ten Fiscal Years

Fiscal Year	City of Shawnee Debt Service Fund	Shawnee Public School Districts	Gordon Cooper Vo-Tech	Pottawotomie County	Total Tax Levy
1999	2.62	53.88	12.00	16.50	85.00
1998	3.12	54.69	12.00	16.50	86.31
1997	4.57	54.69	12.00	16.50	87.76
1996	4.17	55.42	12.00	20.60	92.19
1995	5.44	55.53	9.00	21.19	91.16
1994	3.29	55.10	12.00	20.94	91.33
1993	2.79	55.98	12.00	18.51	89.28
1992	3.40	55.59	12.00	18.50	89.49
1991	3.71	56.21	9.00	18.63	87.55
1990	4.12	52.81	9.00	18.66	84.59

Per \$1,000 assessed value

City of Shawnee, Oklahoma
Ratio of Net General Bonded Debt to Assessed
Value and Net Bonded Debt Per Capita
Last Ten Fiscal Years

Fiscal Year	Population (1)	Net Assessed Value	Gross Bonded Debt (2)	Debt Service Funds Available	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1999	27,517	\$ 93,068,503	\$ 1,300,000	\$ 203,663	\$ 1,096,337	1.18%	39.84
1998	27,517	93,402,138	1,550,000	221,765	1,328,235	1.42%	48.27
1997	27,517	77,198,334	1,800,000	194,819	1,605,181	2.08%	58.33
1996	26,304	74,878,480	2,045,000	156,031	1,888,969	2.52%	71.81
1995	26,304	73,827,882	2,290,000	213,643	2,076,357	2.81%	78.94
1994	26,250	69,935,783	2,420,000	47,343	2,372,657	3.39%	90.69
1993	26,190	68,113,242	1,230,000	145,661	1,084,339	1.59%	41.40
1992	26,135	69,856,845	1,370,000	146,740	1,223,260	1.75%	46.81
1991	26,075	70,504,161	1,510,000	155,662	1,354,338	1.92%	51.94
1990	26,017	68,925,526	1,650,000	134,679	1,515,321	2.20%	58.24

- (1) Source: Oklahoma Department of Commerce, 1990 Census of Population & Housing; U.S. Bureau of Census
- (2) Represents only general obligation bonds financed through ad valorem tax levies.

City of Shawnee, Oklahoma
Computation of Legal Debt Margin
June 30, 1999

Net Assessed Valuation	<u>\$ 95,377,400</u>
Allowable debt of non-utility bonds is limited by State Constitution Article 10, Section 26 to 10% of net Assessed Value	9,537,740
Less: general obligation debt outstanding	<u>1,300,000</u>
Legal Debt Margin	<u>\$ 8,237,740</u>

Note: The assessed value used in computing the above legal debt margin is the basis on which property taxes will be levied and billed in the City's fiscal year ending June 30, 2000.

City of Shawnee, Oklahoma
Shawnee Municipal Authority
Revenue Bond Coverage
Last Ten Fiscal Years

Fiscal Year	Gross Operating Revenues (1)	Direct Operating Expenses	Net Revenue Available for Debt Service	Debt Service Requirements	Revenue Bond Coverage
1999	\$ 7,146,908	\$ 4,219,363	\$ 2,927,545	\$ 2,455,468	1.19
1998	7,276,186	4,207,671	3,068,515	2,229,663	1.23
1997	6,911,325	4,098,880	2,812,445	2,233,320	1.26
1996	7,362,002	3,958,252	3,403,750	2,592,115	1.31
1995	7,051,328	3,749,545	3,301,783	1,233,240	2.68
1994	6,530,800	3,604,544	2,926,256	1,233,953	2.37
1993	5,906,302	3,393,518	2,512,784	1,230,063	2.04
1992	5,414,599	3,428,431	1,986,168	1,226,583	1.62
1991	5,202,554	3,279,467	1,923,087	1,161,269	1.66
1990	4,513,916	2,905,862	1,608,054	1,234,054	1.30

- (1) Gross operating revenues includes a portion of the dedicated one cent sales tax which is designated to pay debt service on the Sales Tax and Utility Revenue Bonds.

City of Shawnee, Oklahoma
 Computation of Direct and Overlapping Bonded Debt
 June 30, 1999

<u>Jurisdiction</u>	<u>Net General Obligation Debt Outstanding</u>	<u>Percentage Applicable to City of Shawnee</u>	<u>Amount Applicable to City of Shawnee</u>
Direct:			
City of Shawnee	\$ 1,300,000	100%	\$ 1,300,000
Overlapping:	<u>---</u>		<u>---</u>
Total	<u>\$ 1,300,000</u>		<u>\$ 1,300,000</u>

City of Shawnee
Construction and Bank Deposits
Last 10 Fiscal Years

Fiscal Year	Residential Construction (1)				Commercial Construction		
	Single Family Residence	Multi- Family Residence	Apartment Units	Value	Number of Units	Value	Bank Deposits
1999	46	7	64	\$ 6,844,100	40	\$ 8,612,581	\$ 481,638,000
1998	94	1	64	9,613,400	37	8,157,254	479,264,000
1997	85	2	244	13,111,374	23	3,587,823	464,447,000
1996	59	1	78	9,111,030	23	2,880,670	471,824,000
1995	51	---	---	3,492,072	29	13,963,559	459,909,000
1994	62	---	---	7,025,960	26	3,939,000	457,530,000
1993	65	1	---	4,661,800	17	7,682,100	462,101,000
1992	42	---	---	2,698,500	21	6,872,937	463,249,000
1991	32	---	---	2,057,850	31	5,051,720	465,911,000
1990	58	---	32	5,432,000	24	1,492,000	471,842,000

(1) Source: City of Shawnee Planning Department

City of Shawnee, Oklahoma Miscellaneous Information

Major Employers

Company	Product	Number of Employees
TDK Ferrites Corp.	Ceramic magnets	1,000
Wolverine Tube	Copper tubing	556
Shawnee Public Schools	Education	458
Mobil Chemical Co.	Plastic film	460
Central Plastics Co.	Oil & gas field products	450
Eaton Corp.	Hydraulic motors	425
Shawnee Regional Hospital	Health care	395
Oklahoma Baptist University	Education	363
City of Shawnee	Municipal government	268
Shawnee Milling	Animal feed and flour	215
Shawnee Medical Center	Health care	215
Mission Hill Hospital	Health care	200
Uponor Aldyl	Fittings & insulated unions	157
Al-Ko-Kober	Axles/Brakes	140

Tinker Air Force Base which is located 35 miles west of Shawnee
in the Oklahoma City Metro Area.

Source: Shawnee Economic Development Foundation

Population Information

Year	Population	Demographic Breakdown	
1997	27,517	Caucasian	82.62%
1990	26,017	Black	3.41%
1980	26,506	Native American	12.46%
1970	25,075	Others	1.51%
1960	24,326		
1950	22,948		

Source: Department of Economic and Community Affairs, Oklahoma State
Data Center; U.S. Bureau of Census; Oklahoma Department of
Commerce

City of Shawnee, Oklahoma

Miscellaneous Information

Education

Schools	8 Schools (K - 12)
Vo-tech Schools	Gordon Cooper AVTS
Universities	2 Private Schools (2,800 Students)

Cultural & Recreation

Swimming Pool	1 Pool - City Operated
Golf Courses	3 Private Courses - 45 Holes
Parks	21 City Operated
Lakes	Shawnee Twin Lakes
Tennis Courts	15 Courts - Public
Ball Diamonds	12 Fields - Public
Auditorium	City Operated
Community Center	City Operated
Exposition Center	Rodeo Arena, RV Park, Show Buildings

Public Services & Other Utilities

Water & Sewer Services	City Operated
Garbage Services	Browning - Ferris (contracted by City)
Electric Service	Oklahoma Gas & Electric
Gas Service	Oklahoma Natural Gas
Fire Protection	4 Stations, 46 Firefighters
Police Protection	1 Station, 50 Officers

Other

Hospitals	2 - Private
Airports	1 - Municipal
Public Library	1 - Part of a Multi-County system
