

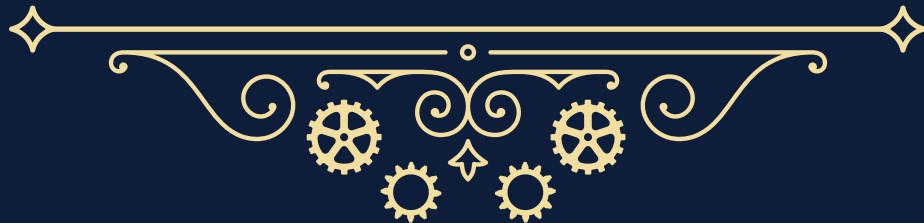


CITY OF SAND SPRINGS

OKLAHOMA

**Annual Comprehensive
Financial Report**

For Fiscal Year Ended June 30, 2021



**WORKING
TOGETHER**

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

Prepared By:
City of Sand Springs Department of Finance
Kelly Lamberson, Finance Director

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

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

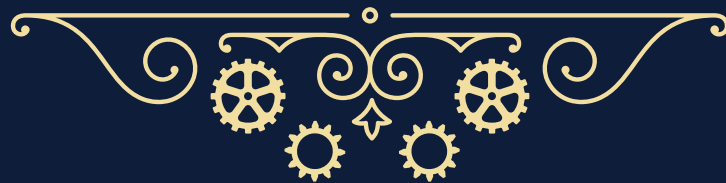
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Introduction Section



Annual Comprehensive Financial Report For Fiscal Year Ended June 30, 2021





CITY OF SAND SPRINGS

100 E. Broadway St. • P.O. Box 338 • Sand Springs, Oklahoma 74063
Phone: 918.246.2500 • sandspringsok.org

December 31, 2021

Honorable Mayor, members of the City Council, and the Citizens of the City of Sand Springs, Oklahoma:

The Comprehensive Annual Financial Report of the City of Sand Springs (the “City”) for the year ended June 30, 2021, is hereby submitted as mandated by the City Charter and state statutes. The City is required to publish, within six months of the close of each fiscal year, a complete set of financial statements presented in conformance with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accounts.

Responsibility of both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with management. Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. We believe the information, as presented, is accurate in all material aspects and that all disclosures necessary to enable the reader to gain an adequate understanding of the City’s financial activities have been included.

The City’s financial statements have been audited by Arledge & Associates, P.C., a firm of licensed certified public accountants. The independent audit was conducted to provide reasonable assurance that the financial statements of the City are free of material misstatement. The independent auditor has issued an unmodified (“clean”) opinion on the City’s financial statements for the year ended June 30, 2021. The independent auditor’s report is presented as the first component of the financial section of this report.

Management provides a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A).

This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the independent auditor's report.

Profile of the Government

Sand Springs is located in Northeast Oklahoma, six miles west of Tulsa. The City was incorporated as a city in 1912, just five years after statehood. The city is continually flourishing with an area of 22 square miles, an extended growth area of 150 square miles, and a city population estimated by INCOG at 20,682.

The City has been governed by the Council-Manager form of government since the adoption of a charter in 1969. This form of government most closely resembles the private sector with the Manager serving as the Chief Executive Officer, the Mayor as the Chairman of the Board, and the Council as the Board of Directors.

The City Council is the legislative body for the City of Sand Springs. It is comprised of the Mayor, Vice-Mayor, and five council members who are elected to serve three-year terms. The seven members represent each of the City's six wards; one member serving an at-large position. The City Council members are also the Trustees of the Sand Springs Municipal Authority.

The duties of the Council include, but are not limited to, adopting the City's annual budget, adopting ordinances, establishing personnel policies, appointing or electing members of all quasi-legislative boards and commissions, enacting legislation, regulating all other fiscal affairs of the City, and appointing the City Manager.

The City provides its residents with a variety of municipal services, including police and fire protection, comprehensive land use, planning and zoning services, parks and recreational activities, cultural events, and the construction and maintenance of highways, streets, and other infrastructure. The City also provides water, wastewater, stormwater, and solid waste services to its residents under the legal entity of the Sand Springs Municipal Authority (SSMA). SSMA is a public trust created under applicable Oklahoma statutes on March 14, 1966, with the City named as the beneficiary thereof. These utility systems operate for the benefit of the City of Sand Springs and are an integral part of City operations. The City owns and operates an 18-hole golf course, The Canyons at Blackjack Ridge, and the Sand Springs-Pogue Airport under the SSMA. SSMA's financial statements are blended into the City's financial statements, and together they comprise the City's primary financial presentation. The City is also financially accountable for a legally separate economic development authority (SSEDA) and a legally separate cultural – historical trust; the Sand Springs Cultural and Historical Museum Trust Authority (SSCHMTA) is reported separately within the City's financial statements. Additional information on these legally separate entities can be found in the notes to the financial statements (see Note 1.A).

The City operates on a fiscal year basis, beginning July 1, and ending June 30. All funds of the City with revenues and expenditures are required to have annual budgets. The City Manager's proposed operating budget for the fiscal year, commencing the following July 1, is submitted to the City Council prior to June 1. A public hearing is held prior to June 15, to obtain citizen comments. Subsequent to the public hearing but not later than seven days prior to July 1, the budget is adopted by resolution of the City Council. The adopted budget is filed with the Office of The State Auditor and Inspector. The appropriated budget is prepared by fund, function, and department. All supplemental appropriations require City Council approval. The City Manager may transfer appropriations between departments without City Council approval. Supplemental appropriations must also be filed with the Office of the State Auditor and Inspector.

The City maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

In accordance with Title 60 of the Oklahoma State Statutes, the Sand Springs Municipal Authority, Sand Springs Economic Development Authority, and the Sand Springs Cultural and Historical Museum Trust Authority prepare an annual budget and submit a copy to the City as beneficiary.

Local Economy

The local economy for Sand Springs continued to hold steady during fiscal year 2021 despite the ongoing coronavirus pandemic. Taxable sales went up by 8% in the areas of manufacturing, retail- building materials, and retail- restaurants. Net assessed valuation for Sand Springs also went up 4.7%. The unemployment rate continues to go down in the metro area to 2.1%. Although building permits issued during the year slowed down some due to availability of lots, new projects in the planning stage should correct this. City staff hopes to see an increase in construction as the City continues to work on the major initiatives listed below.

Major Initiatives

The City of Sand Springs worked on several large projects throughout the year designed to improve quality of life and enhance economic development opportunities. Following is a brief listing of current projects:

- **Sheffield Crossing Development-** The City purchased an additional 9 acres at this site to be used in conjunction with the existing 18 acres for commercial and retail business activities. The City made its first sale to Chick-fil-A in December 2019 and the restaurant opened by the end of the fiscal year. The City also purchased three additional acres on Highway 97 to the North of Chick-fil-A and anticipates closing on a restaurant to occupy that location in the first quarter of

2022. The infrastructure to serve the entire Sheffield Crossing development is nearing completion and should be finished in the first quarter of 2022.

- **River West Development-** The City began the RiverWest development in 2004, with the purchase of approximately 180 lots. The project envisioned a new retail development that would enhance the retail base of the city. Since 2004, the City (with the benefit of County Vision 2025 fund for economic development) has invested approximately 21 million dollars into the project and has received proceeds from land sales, taxes and utilities to generate approximately 16 million dollars. The project currently generates approximately \$900,000 per year in sales tax revenue for the City. Additionally, the City owns remaining land to be sold with an approximate value of \$2.2 million. A restaurant pad was sold to Schlotzsky's and it is currently in construction. This leaves only two sites remaining for sale within the development.
- **52 Acre Development-** The City purchased a 52 acre parcel of land in the spring of 2020 for future residential development. The site is currently in design and we anticipate the start of development construction to begin in the second quarter of 2022.
- **Main Street Project-** This project was awarded Federal Funding and is being managed directly by ODOT. The project will improve Main Street from 1st Street to Morrow Road by rebuilding this section to 5 lanes and adding access to the Highway 412 on-ramp at Lincoln Avenue. Main Street south of Morrow Road will be constructed to two lanes and will connect to Highway 97 with a new, signalized intersection. A major storm water upgrade will also be installed under the roadway and will convey water directly to the Arkansas River through a much larger concrete pipe. This project is substantially complete and will open to the public by December of 2021.

Highway 97 Widening Project – This project will widen Highway 97 from 2nd Street to the Main Street Intersection. It will also improve signal light communication allowing the corridor to move traffic more efficiently and serve the area in a more flexible manner with changes in traffic patterns. ODOT will administer this project which will also include upgrades to the storm water system and reduce the impact of heavy rains upon the local shopping district. We expect this project to Start in the second quarter of 2022.

Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to the City for its annual comprehensive financial report for the fiscal year ended June 30, 2020. This was the 31st consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized Annual Comprehensive Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program’s requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The City also received its 25th consecutive Award for Outstanding Achievement in Popular Annual Financial Reporting for the fiscal year 2020. This award recognizes conformance with the highest standards for preparation of state and local popular reports. The popular report is an easily understandable financial report on all activities for the general public at large.

The preparation of this Annual Comprehensive Financial Report is a combined effort of the Accounting staff of the Finance Department with the professional assistance of Crawford & Associates, P.C. Our sincere appreciation is extended to all whom contributed to its preparation.

We would also like to thank the Mayor and the members of the City Council for their leadership, encouragement, and support in strengthening and improving the fiscal policies of the City of Sand Springs.

Respectfully Submitted,



Michael S. Carter
City Manager



Kelly A Lamberson
Finance Director

CITY OF SAND SPRINGS, OKLAHOMA

PRINCIPAL OFFICIALS AND STAFF

JUNE 30, 2021

MAYOR AND CITY COUNCIL

Phil Nollan	Councilmember	Ward 1	Patty Dixon	Vice Mayor	Ward 2
Mike Burdge	Councilmember	Ward 3	Nancy Riley	Councilmember	Ward 4
Beau Wilson	Councilmember	Ward 5	Brian Jackson	Councilmember	Ward 6
James O. Spoon	Mayor	At-Large			

FINANCE COMMITTEE

Mike Burdge	Chairman	Mike Carter	Staff Member
Patty Dixon	Councilmember	Kelly Lamberson	Staff Member
James O. Spoon	Councilmember	Arlena Barnes	Staff Member

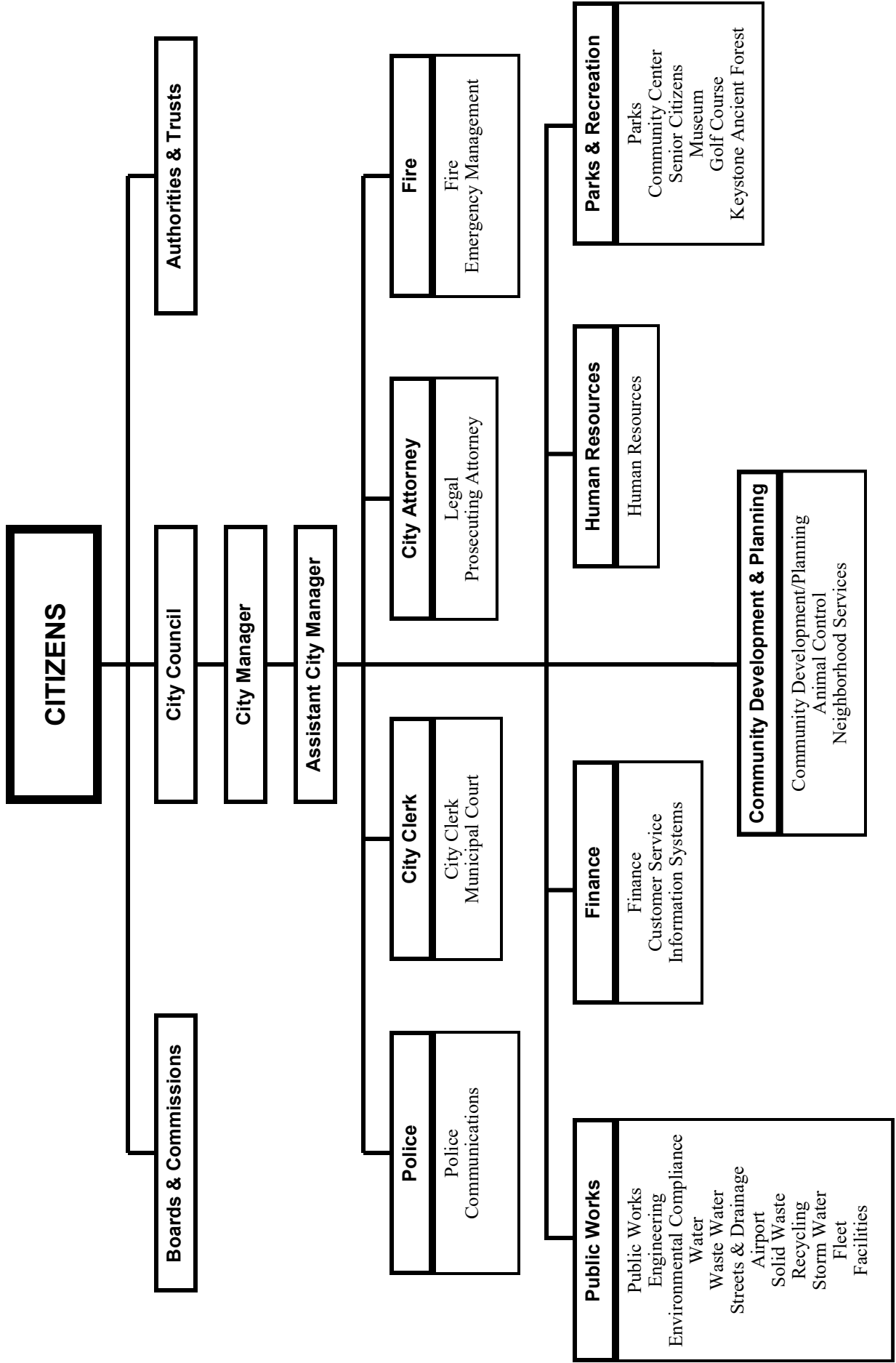
ADMINISTRATION

Mike Carter	City Manager	Daniel Bradley	Interim Asst City Manager
David Weatherford	City Attorney	Derek Campbell	Public Works Director
Kelly Lamberson	Finance Director	Janice Almy	City Clerk
Brad Bates	City Planner	Amy Fairchild	Human Resources
John Mars	Police Chief	Mike Wood	Fire Chief
	Jeff Edwards	Parks Director	

ACCOUNTING STAFF

Kelly Lamberson	Finance Director	Arlena Barnes	Budget Officer
Melissa Banker	Purchasing Agent	Jamie Muns-Dobson	Accountant
Nadine Rogers	Accounts Payable Specialist	Twyla Miller	Payroll Specialist

CITY OF SAND SPRINGS





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Sand Springs
Oklahoma**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

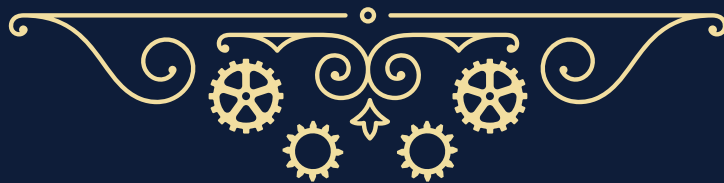
June 30, 2020

Christopher P. Morill

Executive Director/CEO



Financial Section



Annual Comprehensive Financial Report For Fiscal Year Ended June 30, 2021



INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the City Council of the
City of Sand Springs, Oklahoma

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Sand Springs, Oklahoma (the "City"), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

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

Other Matters

Required Supplementary Information

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

Other Information

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

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

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2021 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Arlidge & Associates, P.C.

December 15, 2021



MANAGEMENT'S DISCUSSION & ANALYSIS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021

As Management of the City of Sand Springs, we offer readers this narrative overview and analysis of the financial activities of the City of Sand Springs for the fiscal year ended June 30, 2021. We encourage readers to use this information in conjunction with the City's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- The City's total net position increased by \$7.0 million and the assets and deferred outflows of the City continued to exceed its liabilities and deferred inflows at June 30, 2021, by \$155.1 million (net position). Of this amount, \$30.2 million (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- At June 30, 2021, the City's governmental funds reported combined ending fund balances of \$52.1 million.
- At the end of fiscal year 2021, unassigned fund balance for the General Fund was \$5.7 million or 33.5% of General Fund revenues.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial statements presented herein include all of the activities of the City of Sand Springs (the "City"), the Sand Springs Municipal Authority (the "Authority") and a discretely presented component unit. Included in this report are government-wide statements for each of two categories of activities – governmental and business-type, along with one discretely presented component unit. In the prior years, the City included a second discretely presented component unit; however, its activity is immaterial and not included in this report. See also Note 1.A.

The government-wide financial statements present the complete financial picture of the City from the economic resources measurement focus using the accrual basis of accounting. They present governmental activities and business-type activities separately and combined. For governmental activities, these statements tell how these services were financed in the short term, as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. These statements include all assets of the City (including infrastructure) and deferred outflows as well as all liabilities (including long-term debt) and deferred inflows.

Reporting the City as a Whole - Statements of Net Position and Activities

This discussion and analysis is intended to serve as an introduction to the City of Sand Springs' basic financial statements. The Statement of Net Position and the Statement of Activities (on pages 21 & 22, respectively) report information about the City as a whole and about its activities in a way that helps answer questions. These statements include all assets, deferred outflows, liabilities, and deferred inflows using the accrual basis of accounting. All of the current year's revenues, expenses and deferrals are taken into account regardless of when cash is received or paid.

These two statements report the City's net position and changes in net position from the prior year. You can think of the City's net position – the difference between assets, deferred outflows, liabilities, and deferred inflows – as one way to measure the City's financial condition, or position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving, deteriorating, or remaining steady. However, you must consider other non-financial factors, such as changes in the City's tax base, the condition of the City's roads, and the quality of services to assess the overall health of the City.

The Statement of Net Position and the Statement of Activities are divided into three types of activities:

- Governmental activities -- Most of the City's basic services are reported here, including the police, fire, general administration, streets, and parks. Sales taxes, franchise fees, fines, and state and federal grants finance most of these activities.
- Business-type activities -- The City charges a fee to customers to help cover all or most of the cost of certain services it provides. The City's water, sewer, stormwater and refuse utilities are reported here, along with the golf course and airport enterprises.
- Discretely presented component unit -- This accounts for activities of the City's reporting entity that do not meet the criteria for blending.

Reporting the City's Most Significant Funds - Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds – not the City as a whole. The City of Sand Springs, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Some funds are required to be established by State law and by bond covenants. However, management establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants and other money. All of the funds of the City of Sand Springs can be divided into two categories: governmental funds and proprietary funds.

MANAGEMENT'S DISCUSSION & ANALYSIS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021

Governmental funds -- Most of the City's basic services are reported in governmental funds, which focus on near-term inflows and outflows of spendable resources, as well as spendable resources available at the end of the fiscal year. These funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available". The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic service it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The differences of results in the Governmental Fund financial statements to those in the Government-Wide financial statements are explained in a reconciliation following each Governmental Fund financial statement.

Proprietary funds -- When the City charges customers for the services it provides – whether to outside customers or to other units of the City – these services are generally reported in proprietary funds. Enterprise funds are one type of proprietary fund and are used to report the same functions presented as business-type activities in the governmental-wide financial statements. The City uses enterprise fund to account for its water and sewer operations, solid waste collection and disposal services, stormwater drainage, the operations of the municipal golf course, and the operations of the municipal airport. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

Notes to the Financial Statements

The notes provide additional information that is essential to gain understanding of the data provided in the government-wide and fund financial statements. The Notes to the Financial Statements can be found on pages 31-73 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information which includes General Fund Budgetary Comparison Schedule, Notes to Required Supplemental Information Budgetary Comparison Schedule, Schedules of Share of Net Pension Liability (Asset) for both Police and Firefighter's Pension, Schedule of City Contributions for Police and Firefighter's Retirement Systems, and a Schedule of Changes in Total OPEB Liability and Related Ratios. Other supplementary information includes Combining and Individual Fund Financial Statements and Schedules, Budgetary Comparison Combining Schedules for Nonmajor Governmental Funds, Cash Flow Statements for the component unit, a Schedule of Debt Service and Schedule of Federal Awards. This information can be found on pages 75-103 of this report.

**MANAGEMENT'S DISCUSSION & ANALYSIS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

Also included in this report is the Statistical Section which can be found on pages 105-127. This section presents detailed information, typically in ten-year trends, that assists users in utilizing the basic financial statements, notes to basic financial statements, and required supplementary information to assess the economic condition of the City of Sand Springs.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The largest portion of the City's net position reflects investment in capital assets (e.g., land, buildings, machinery, equipment, and infrastructure); less any related debt used to acquire those assets that is still outstanding. This year the net investment in capital assets amounted to \$105.2 million. Although the City's investment in its capital assets is reported net of related debt, the resources needed to repay this debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities. The Discretely Presented Component Unit is excluded from the following table.

The City of Sand Springs' Net Position
(expressed in \$ 000's)

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Assets:						
Current and other assets	\$ 39,758	\$ 32,623	\$ 29,035	\$ 33,786	\$ 68,793	\$ 66,409
Capital assets	74,221	71,911	88,481	88,507	162,702	160,418
Total assets	113,979	104,534	117,516	122,293	231,495	226,827
Deferred outflows of resources:						
Deferred amount on refunding	-	-	89	-	89	-
Deferred amounts related to pension	3,578	2,374	-	-	3,578	2,374
Deferred amounts related to OPEB	301	79	200	49	501	128
Total deferred outflows	3,879	2,453	289	49	4,168	2,502
Liabilities:						
Long-term liabilities	46,813	45,252	29,230	31,034	76,043	76,286
Other liabilities	2,052	1,967	850	779	2,902	2,746
Total liabilities	48,865	47,219	30,080	31,813	78,945	79,032
Deferred inflows of resources:						
Deferred amounts related to pension	1,016	1,691	-	-	1,016	1,691
Deferred amounts related to OPEB	352	316	250	229	602	545
Total deferred inflows	1,368	2,007	250	229	1,618	2,236
Net position:						
Net investment in capital assets	44,253	44,058	60,950	60,182	105,203	104,240
Restricted	18,963	12,906	727	2,532	19,690	15,438
Unrestricted	4,409	797	25,798	27,586	30,207	28,383
Total net position	\$ 67,625	\$ 57,761	\$ 87,475	\$ 90,300	\$ 155,100	\$ 148,061

**MANAGEMENT'S DISCUSSION & ANALYSIS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

The following table reflects the changes in the City's net position as a result of revenue earnings and the incurring of expenses during the fiscal year. A comparison is made between the two fiscal years to show the change in net position.

The City of Sand Springs' Change in Net Position
(expressed in \$ 000's)

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program revenues:						
Charges for Services	\$ 1,193	\$ 1,283	\$ 16,810	\$ 15,999	\$ 18,003	\$ 17,282
Grants & Contributions	2,933	1,983	2	573	2,935	2,556
Capital Grants & Contributions	563	277	1,052	436	1,615	713
General Revenues:						
Sales & Use Tax	16,888	15,300	-	-	16,888	15,300
Other Taxes	5,695	4,017	-	-	5,695	4,017
Other General Revenues	1,153	3,214	59	439	1,212	3,653
Total Revenues	28,425	26,074	17,923	17,447	46,348	43,521
Program Expenses:						
General Government	2,080	2,266	-	-	2,080	2,266
Planning & Zoning	199	184	-	-	199	184
Financial Administration	1,019	964	-	-	1,019	964
Public Safety	11,487	10,419	-	-	11,487	10,419
Highways & Streets	2,606	2,432	-	-	2,606	2,432
Health & Welfare	2	27	-	-	2	27
Culture & Recreation	2,202	3,370	-	-	2,202	3,370
Economic Development	1,584	864	-	-	1,584	864
General Properties	644	549	-	-	644	549
Interest on Long-term Debt	1,572	834	-	-	1,572	834
Water	-	-	8,547	7,969	8,547	7,969
Wastewater	-	-	3,619	4,307	3,619	4,307
Solid Waste	-	-	1,524	1,554	1,524	1,554
Storm Water	-	-	393	412	393	412
Airport	-	-	824	750	824	750
Golf Course	-	-	1,007	776	1,007	776
Total Expenses	23,395	21,909	15,914	15,768	39,309	37,677
Excess/(Deficiency)	5,030	4,165	2,009	1,679	7,039	5,844
Net Transfers	4,834	(3,502)	(4,834)	3,502	-	-
Increase (decrease) in Net Position	9,864	663	(2,825)	5,181	7,039	5,844
Beginning net position	57,761	57,098	90,300	85,119	148,061	142,217
Ending net position	\$ 67,625	\$ 57,761	\$ 87,475	\$ 90,300	\$ 155,100	\$ 148,061

MANAGEMENT'S DISCUSSION & ANALYSIS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021

Governmental Activities

The City's governmental activities' increase in net position of \$9.9 million represents a 17.1% increase. The increase was due to the increase in net transfers from business-type activities. In governmental activities, operating grants and contributions increased from prior year by \$0.9 million. This increase was due to the grant monies related to the pandemic. Public Safety and Economic Development expenses increased for a combined total of approximately \$1.8 million from prior year while Culture & Recreation decreased by approximately \$1.2 million from prior year. Public safety's increase continued to be due to updated pay scales for the police and fire departments as well as bulk purchases of PPE for pandemic response. Culture and recreation's decrease was due primarily to flooding disaster clean up and repairs in the prior year.

Business-type Activities

The business-type activities' decrease in net position of \$2.8 million represents a 3.1% decrease. This decrease is due to the decrease in net transfers in from governmental activities for capital improvements.

Overall, total business-type activities' revenues are sufficient to cover their total business-type activities' expenses. Individually, Water, Wastewater, Solid Waste, and Stormwater revenues cover their expenses, and make up for the revenue deficiencies in the Airport, and Golf business-type functions.

A FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As the City completed its 2021 fiscal year, the governmental funds reported a combined fund balance of \$52.1 million, or a 12.6% increase from the prior year. The enterprise funds reported combined net position of \$72.5 million, or a 0.9% decrease from 2020. The fund balance and net position restrictions are listed below.

Fund Balance Classifications:		
Nonspendable	\$	19,491
Restricted		31,359,223
Assigned		15,047,508
Unassigned		5,715,044
Total Fund Balance		<u>\$ 52,141,266</u>
Enterprise Funds Net Position Restrictions:		
Restricted for debt service	\$	726,744
Total Net Position Restrictions		<u>\$ 726,744</u>

Other fund highlights include:

For the year ended June 30, 2021, the General Fund's total fund balance increased by \$3.4 million, or 53.3%. The primary reason for the increase is due to pandemic relief monies of approximately \$1.6 million. The Council has established a policy for maintaining the unassigned fund balance in the General Fund at not less than 10% of revenues. The total unassigned fund balance at year end was 33.5% of revenues.

General Fund Budgetary Highlights

Comparing the fiscal year 2021 original budget (or adopted) General Fund expenditures and transfers amount of \$15,935,342 to the final budgeted amount of \$16,701,382 shows a net increase of \$766,040 or 4.8%. Total original budgeted revenues and transfers were revised from \$14,149,902 to \$16,576,895, an increase of \$2,426,993 or 17.1%.

General Fund actual revenues and transfers totaled \$1,682,210 more than final estimates, while expenditures and transfers out were under final appropriations by \$1,830,885. General government, public safety and highways and streets were the primary reason, coming in approximately \$1.3 million under budget appropriations.

The expenditure budget increase was due to several various reasons; (1) purchase order and project rollovers from prior year of approximately \$270,000, (2) pay plan update of approximately \$175,000, (3) storm damage and traffic signal repairs covered by insurance settlements of approximately \$80,000, (4) pandemic expenditures of approximately \$100,000, and (5) various other budget adjustments of approximately \$76,000. Actual revenues exceeded budget estimates due to sales and use tax revenues exceeding projections.

CAPITAL ASSETS & DEBT ADMINISTRATION

Capital Assets

At the end of June 30, 2021, the City had \$162.7 million invested in capital assets including land, buildings, machinery and equipment, park facilities, water, sewer and stormwater systems, roads and bridges. This represents a net increase of \$2.3 million over last year.

Following are details regarding the change in the City's capital assets for the year ending June 30, 2021.¹

¹ For more detailed information on capital asset activity please refer to page 51, Note 3.D. Capital Assets

**MANAGEMENT'S DISCUSSION & ANALYSIS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

The City of Sand Springs' Capital Assets
(expressed in \$ 000's)

	Governmental Activities		Business-type Activities		Totals	
	2021	2020	2021	2020	2021	2020
Land	\$ 19,906	\$ 16,969	\$ 2,169	\$ 2,169	\$ 22,075	\$ 19,138
Buildings	26,335	11,354	47,917	47,859	74,252	59,213
Improvements & Other	8,908	8,557	47,006	44,590	55,914	53,147
Equipment	12,868	12,450	7,711	7,614	20,579	20,064
Infrastructure	47,345	46,681	60,121	58,244	107,466	104,925
Intangible	-	-	6,703	6,703	6,703	6,703
Construction-in-progress	6,712	21,322	1,847	3,140	8,559	24,462
Totals	122,074	117,333	173,474	170,319	295,548	287,652
Less Depreciation	(47,853)	(45,422)	(84,993)	(81,812)	(132,846)	(127,234)
Totals, Net	\$ 74,221	\$ 71,911	\$ 88,481	\$ 88,507	\$ 162,702	\$ 160,418

This year's more significant capital asset additions include:

- Sheffield Crossing \$1.5 million
- Land South Main St \$1.8 million
- Street sweeper \$0.3 million
- Traffic Signal improvements/replacements \$0.4 million
- Street improvements \$0.4 million

Debt Administration

At year-end, the City had \$60.5 million in long-term debt outstanding, which represents a \$6.2 million decrease from the prior year. These debts are further detailed as follows: ²

The City of Sand Springs' Long-term Debt
(expressed in \$ 000's)

	Governmental Activities		Business-type Activities		Totals	
	2021	2020	2021	2020	2021	2020
General Obligation Bonds	\$ 19,585	\$ 20,845	\$ -	\$ -	\$ 19,585	\$ 20,845
Capital Lease Obligations	108	279	-	-	108	279
Judgment Payable	165	-	-	-	165	-
Notes Payable	-	-	3,251	3,985	3,251	3,985
Revenue Bonds	14,120	14,605	21,920	25,645	36,040	40,250
Accrued Compensation	1,021	983	308	287	1,329	1,270
Totals	\$ 34,999	\$ 36,712	\$ 25,479	\$ 29,917	\$ 60,478	\$ 66,629

² For more detailed information on long-term debt activity please refer to page 52, Note 3.E. Long-Term Debt

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Sand Springs' local economy remained strong in 2021, despite the continuing global pandemic. This was evident with an increase in sales and use tax revenues by over 10%, due to an increase in taxable sales from manufacturing, wholesale trade, restaurants, online sales, and other retail sales. The unemployment rate for the metro area went down to 2.1%. Per capita personal income increased by 5.4%. The net assessed valuation for Sand Springs increased by 4.7%.

The FY22 budget assumed revenues generated from sales tax would exceed FY21 budget by 6.7% and remain flat in FY22 due to the ongoing uncertainty of the COVID pandemic. However, actual FY21 revenues reflected a 10.7% increase in sales tax over budget, and continue to outperform projections during the first quarter of FY22. Use tax revenues were budgeted to increase by 67% over FY21 budget, and so far in FY22 have exceeded projections during the first quarter as well. As a result of this, and the receipt of CARES Act funding for the reimbursement of pandemic related expenses, the City was able to fully fund its 30% reserves policy set forth by City ordinance. Council and staff was also able to include in the FY22 budget the funding to provide 4% wage increases to all city employees as well as continued funding for projects to enhance economic development for the City. Furthermore, the FY22 budget allows for a one-year freeze on sewer, refuse, and stormwater rates and a reduction of the annual water rate increase from 3% to 1%. This will provide some financial relief to our utility customers during the continuing global pandemic.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Office at 100 E. Broadway, Sand Springs, Oklahoma or phone at (918) 246-2518. This report may be found on the City's website, www.sandspringsok.org.

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BASIC FINANCIAL STATEMENTS

The basic financial statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-wide financial statements
- Fund financial statements:
 - Governmental funds
 - Proprietary (enterprise) funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

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City of Sand Springs, Oklahoma
Statement of Net Position
June 30, 2021

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Museum Trust Authority
ASSETS				
Cash and equivalents	\$ 28,965,568	\$ 19,202,023	\$ 48,167,591	\$ 125,795
Investments	6,318,936	7,407,000	13,725,936	-
Deposit with insurance pool	1,174,056	-	1,174,056	-
Interest receivable	1,834	5,135	6,969	-
Accounts receivable, net	266,226	1,704,307	1,970,533	-
Due from other governmental agencies	3,012,628	491,339	3,503,967	-
Inventories	18,768	224,689	243,457	-
Other assets	723	1,087	1,810	-
Capital assets:				
Capital assets, nondepreciable	26,618,124	10,718,632	37,336,756	-
Other capital assets, net of depreciation	47,602,463	77,762,170	125,364,633	-
Total Assets	113,979,326	117,516,382	231,495,708	125,795
DEFERRED OUTFLOWS OF RESOURCES				
Deferred amount on refunding	-	89,102	89,102	-
Deferred amounts related to pension	3,578,247	-	3,578,247	-
Deferred amounts related to OPEB	300,423	200,394	500,817	-
Total Deferred Outflows of Resources	3,878,670	289,496	4,168,166	-
LIABILITIES				
Accounts payable and accrued expenses	1,157,295	540,195	1,697,490	3,736
Accrued interest payable	374,389	127,767	502,156	-
Accrued payroll liabilities	477,989	174,147	652,136	219
Due to other governmental agencies	1,257	3,918	5,175	38
Amounts held in escrow	40,519	-	40,519	-
Unearned revenue	-	3,626	3,626	-
Long-term liabilities:				
Due within one year	2,150,082	1,426,263	3,576,345	-
Due in more than one year	33,166,027	26,938,282	60,104,309	-
Net pension liability	9,700,896	-	9,700,896	-
Total OPEB liability	1,796,238	866,044	2,662,282	-
Total Liabilities	48,864,692	30,080,242	78,944,934	3,993
DEFERRED INFLOWS OF RESOURCES				
Deferred amounts related to pension	1,015,797	-	1,015,797	-
Deferred amounts related to OPEB	352,261	250,474	602,735	-
Total Deferred Inflows of Resources	1,368,058	250,474	1,618,532	-
NET POSITION				
Net investment in capital assets	44,253,029	60,949,849	105,202,878	-
Restricted for:				
Capital projects	10,816,187	-	10,816,187	-
Public safety	974,050	-	974,050	-
Debt service	1,558,563	726,744	2,285,307	-
Economic development	5,478,571	-	5,478,571	-
Other projects	135,756	-	135,756	-
Unrestricted	4,409,090	25,798,569	30,207,659	121,802
Total Net Position	\$ 67,625,246	\$ 87,475,162	\$ 155,100,408	\$ 121,802

See accompanying notes to the Basic Financial Statements.

**City of Sand Springs, Oklahoma
Statement of Activities
For the Year Ended June 30, 2021**

Functions/Programs Primary government	Program Revenue				Net (Expense) Revenue and Changes in Net Position			Component Unit
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
					Governmental Activities	Business-type Activities	Total	
Governmental Activities	\$ 2,079,767	\$ 261,996	\$ -	\$ -	\$ (1,817,771)	\$ -	\$ (1,817,771)	\$ -
General government	198,610	15,150	-	-	(183,460)	-	(183,460)	-
Planning and zoning	1,019,307	-	-	-	(1,019,307)	-	(1,019,307)	-
Financial administration	11,487,138	805,963	2,752,684	1,620	(7,926,871)	-	(7,926,871)	-
Public safety	2,605,660	469	180,093	139,864	(2,285,234)	-	(2,285,234)	-
Highways and streets	2,257	-	-	-	(2,257)	-	(2,257)	-
Health and welfare	2,201,588	95,430	-	421,056	(1,685,102)	-	(1,685,102)	-
Culture and recreation	1,584,029	13,650	-	-	(1,570,379)	-	(1,570,379)	-
Economic development	644,355	-	-	-	(644,355)	-	(644,355)	-
Facilities management and fleet maintenance	1,572,123	-	-	-	(1,572,123)	-	(1,572,123)	-
Interest on long-term debt	23,394,834	-	-	-	(18,706,859)	-	(18,706,859)	-
Total governmental activities		1,192,658	2,932,777	562,540				
Business-type activities	8,546,991	8,819,294	349	307,550	-	580,202	580,202	-
Water operations	3,619,192	3,503,813	65	232,100	-	116,786	116,786	-
Wastewater operations	1,523,893	2,176,448	1,524	-	-	654,079	654,079	-
Solid waste operations	392,304	1,411,568	-	262,300	-	1,281,564	1,281,564	-
Stormwater operations	824,049	374,251	-	250,254	-	(199,544)	(199,544)	-
Airport operations	1,007,133	525,134	-	-	-	(481,999)	(481,999)	-
Golf course operations	15,913,562	16,810,508	1,938	1,052,204	-	1,951,088	1,951,088	-
Total business-type activities	\$ 39,308,396	\$ 18,003,166	\$ 2,934,715	\$ 1,614,744	(18,706,859)	1,951,088	(16,755,771)	-
Total primary government		\$ 5,372	\$ 17,163	\$ -				(15,586)
Culture and recreation	\$ 38,121	\$ 5,372	\$ 17,163	\$ -				(15,586)
Total component units	\$ 38,121	\$ 5,372	\$ 17,163	\$ -				(15,586)
General revenues:								
Taxes:								
Sales and use taxes					16,887,650	-	16,887,650	-
Property taxes					3,051,201	-	3,051,201	-
Franchise taxes					817,525	-	817,525	-
Abatement taxes					23,489	-	23,489	-
E-911 taxes					181,108	-	181,108	-
Hotel/Motel taxes					318,544	-	318,544	-
Payment in lieu of tax					1,303,484	-	1,303,484	-
Grants and contributions not restricted to specific programs					369,678	-	369,678	-
Unrestricted investment earnings					383,074	35,198	418,272	1,373
Miscellaneous					400,154	23,923	424,077	-
Transfers					4,834,693	(4,834,693)	-	-
Total general revenues and transfers					28,570,600	(4,775,572)	23,795,028	1,373
Change in net position					9,863,741	(2,824,484)	7,039,257	(14,213)
Net position - beginning					57,761,505	90,299,646	148,061,151	136,015
Net position - ending					\$ 67,625,246	\$ 87,475,162	\$ 155,100,408	\$ 121,802

See accompanying notes to the Basic Financial Statements.

City of Sand Springs, Oklahoma
Balance Sheet
Governmental Funds
June 30, 2021

	<u>General Fund</u>	<u>Street Improvement</u>	<u>Capital Improvement Water/Wastewater</u>	<u>Public Safety Capital Improvement Fund</u>	<u>2018 General Obligation Bond City Project Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS							
Cash and cash equivalents	\$ 6,561,302	\$ 5,525,628	\$ 5,823,331	\$ 1,310,902	\$ 4,162,407	\$ 16,178,956	\$ 39,562,526
Investments	1,253,712	4,685,551	2,869,681	-	-	1,534,793	10,343,737
Deposit with insurance pool	1,174,056	-	-	-	-	-	1,174,056
Accrued interest receivable	74	1,677	335	-	-	1,257	3,343
Taxes receivable, net	445,020	-	-	-	-	-	445,020
Due from other governments	1,235,278	245,670	491,339	221,103	-	865,557	3,058,947
Court fines receivable, net	113,766	-	-	-	-	-	113,766
Other receivables	66,596	-	-	-	-	85,864	152,460
Inventories	18,768	-	-	-	-	-	18,768
Prepaid items	723	-	-	-	-	-	723
Total assets	<u>\$ 10,869,295</u>	<u>\$ 10,458,526</u>	<u>\$ 9,184,686</u>	<u>\$ 1,532,005</u>	<u>\$ 4,162,407</u>	<u>\$ 18,666,427</u>	<u>\$ 54,873,346</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 277,421	\$ 7,346	\$ 106,960	\$ 240	\$ 44,963	\$ 863,958	\$ 1,300,888
Payable to other governments	1,257	-	-	-	-	-	1,257
Other accrued expenditures	465,373	-	-	238,266	-	-	703,639
Amounts held in escrow	28,417	-	-	-	-	-	28,417
Other payables	24,718	-	-	-	-	-	24,718
Total liabilities	<u>797,186</u>	<u>7,346</u>	<u>106,960</u>	<u>238,506</u>	<u>44,963</u>	<u>863,958</u>	<u>2,058,919</u>
Deferred inflows of resources:							
Unavailable revenues	340,688	1,587	244	-	-	330,642	673,161
Fund balances:							
Nonspendable	19,491	-	-	-	-	-	19,491
Restricted	771,408	9,811,799	8,498,329	908,825	4,117,444	7,251,418	31,359,223
Assigned	3,225,478	637,794	579,153	384,674	-	10,220,409	15,047,508
Unassigned	5,715,044	-	-	-	-	-	5,715,044
Total fund balances	<u>9,731,421</u>	<u>10,449,593</u>	<u>9,077,482</u>	<u>1,293,499</u>	<u>4,117,444</u>	<u>17,471,827</u>	<u>52,141,266</u>
Total liabilities, deferred inflows and fund balance	<u>\$ 10,869,295</u>	<u>\$ 10,458,526</u>	<u>\$ 9,184,686</u>	<u>\$ 1,532,005</u>	<u>\$ 4,162,407</u>	<u>\$ 18,666,427</u>	<u>\$ 54,873,346</u>

See accompanying notes to the Basic Financial Statements.

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

Total fund balance, governmental funds	\$ 52,141,266
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds, net of accumulated depreciation of \$47,853,256	74,220,587
Certain long-term and other assets are not available to pay current period expenditures and therefore are not reported, or reported as unavailable in the funds:	
Accrued interest receivable	1,698
Court fines receivable	81,123
Other receivables	584,050
Receivable from other governments	5,000
Deferred outflows of resources are not outflows that relate to the current period and therefore are not reported in the funds:	
Pension related deferred outflows	3,578,247
OPEB related deferred outflows	300,423
Capital project funds are used by management to purchase or construct certain capital assets for the City. The assets and liabilities of certain capital project funds are included in the business-type activities in the Statement of Net Position:	
Fund balance of the Water and Wastewater CIP Fund	(9,077,482)
Fund balance of the SSMA CIP Fund	(1,048,483)
Fund balance of the Airport CIP Fund	(148,463)
Fund balance of the Stormwater CIP Fund	(4,671,932)
Fund balance of the Golf Course CIP Fund	(23,604)
Certain long-term liabilities and related accounts are not due and payable from current financial resources and therefore they, along with deferred inflows, are not reported in the funds:	
Net pension liability	(9,700,896)
Pension related deferred inflows	(1,015,797)
OPEB related deferred inflows	(352,261)
Accrued interest payable	(135,883)
General obligation bonds payable	(19,585,000)
Revenue bonds payable	(14,120,000)
Capital lease payable	(108,354)
Judgment payable	(165,000)
Unamortized premium on debt	(316,611)
Accrued compensated absences	(1,021,144)
Total OPEB liability	(1,796,238)
Net Position of Governmental Activities in the Statement of Net Position	\$ 67,625,246

See accompanying notes to the Basic Financial Statements.

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

	General Fund	Street Improvement	Capital Improvement Water/Wastewater	Public Safety Capital Improvement Fund	2018 General Obligation Bond City Project Fund	Other Governmental Funds	Total Governmental Funds
REVENUES							
Taxes	\$ 11,716,971	\$ 1,856,388	\$ 3,712,775	\$ 1,670,749	\$ -	\$ 3,563,260	\$ 22,520,143
Fees and fines	157,256	-	-	-	-	-	157,256
Licenses and permits	161,229	-	-	-	-	13,650	174,879
Intergovernmental	3,812,478	-	-	-	10,315	390,118	4,212,911
Charges for services	964,759	-	144,775	-	-	32,882	1,142,416
Investment earnings	57,088	51,316	9,366	1,450	718	11,631	131,569
Miscellaneous	182,673	-	-	-	4,245	379,601	566,519
Total revenues	<u>17,052,454</u>	<u>1,907,704</u>	<u>3,866,916</u>	<u>1,672,199</u>	<u>15,278</u>	<u>4,391,142</u>	<u>28,905,693</u>
EXPENDITURES							
Current:							
General government	1,177,325	-	-	-	-	-	1,177,325
Planning and zoning	186,100	-	-	-	-	-	186,100
Financial administration	1,002,749	-	-	-	-	-	1,002,749
Public safety	9,413,782	-	-	-	-	-	9,413,782
Highways and streets	815,522	-	-	-	-	-	815,522
Health and welfare	3,460	-	-	-	-	-	3,460
Culture and recreation	1,496,453	-	-	-	-	-	1,496,453
Community and economic development	431,697	-	-	-	-	911,819	1,343,516
Facilities management and fleet maintenance	753,135	-	-	-	-	-	753,135
Debt Service:							
Principal	170,260	-	-	485,000	-	1,145,000	1,800,260
Interest and other charges	1,704	-	-	492,027	-	861,980	1,355,711
Capital Outlay	5,281	226,795	1,273,842	148,519	2,304,433	5,230,286	9,189,156
Total expenditures	<u>15,457,468</u>	<u>226,795</u>	<u>1,273,842</u>	<u>1,125,546</u>	<u>2,304,433</u>	<u>8,149,085</u>	<u>28,537,169</u>
Excess of revenues over (under) expenditures	<u>1,594,986</u>	<u>1,680,909</u>	<u>2,593,074</u>	<u>546,653</u>	<u>(2,289,155)</u>	<u>(3,757,943)</u>	<u>368,524</u>
OTHER FINANCING SOURCES (USES)							
Issuance of long-term debt	-	-	-	-	-	1,510,000	1,510,000
Premiums from issuance of long-term debt	-	-	-	-	-	74,035	74,035
Payment to refunding/escrow account	-	-	-	-	-	(1,625,000)	(1,625,000)
Transfers in	1,899,585	-	-	-	-	12,669,055	14,568,640
Transfers out	(113,300)	(650,000)	(2,850,000)	(100,000)	-	(5,365,225)	(9,078,525)
Total other financing sources and uses	<u>1,786,285</u>	<u>(650,000)</u>	<u>(2,850,000)</u>	<u>(100,000)</u>	<u>-</u>	<u>7,262,865</u>	<u>5,449,150</u>
Net change in fund balances	3,381,271	1,030,909	(256,926)	446,653	(2,289,155)	3,504,922	5,817,674
Fund balances - beginning	6,350,150	9,418,684	9,334,408	846,846	6,406,599	13,966,905	46,323,592
Fund balances - ending	<u>\$ 9,731,421</u>	<u>\$ 10,449,593</u>	<u>\$ 9,077,482</u>	<u>\$ 1,293,499</u>	<u>\$ 4,117,444</u>	<u>\$ 17,471,827</u>	<u>\$ 52,141,266</u>

See accompanying notes to the Basic Financial Statements.

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

Net change in fund balances - total governmental funds: \$ 5,817,674

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

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

Capital asset purchases capitalized	4,739,455
Book value of capital assets disposed or sold	(110,982)
Capital assets donated	421,056
Depreciation expense	(2,740,535)

In the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as an element of pension expense. The fund financial statements report pension contributions as expenditures. (1,068,112)

Governmental funds do not present revenues that are not available to pay current obligations. In contrast, such revenues are reported in the Statement of Activities when earned. This is the change in unavailable revenues. (802,255)

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

Capital lease obligation principal payments	170,260
General obligation bond principal payments	1,145,000
General obligation bond proceeds	(1,510,000)
Judgment principal payment	82,500
Judgment payable	(247,500)
Revenue bond principal payments	485,000
Premium on bonds issued	(74,035)
Amortization of bond premium	617
Transfer to escrow agent due to refunding	1,625,000

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

Changes in:	
Accrued interest	(80,206)
Amortization expense	28,189
Accrued compensated absences	(38,069)
Total OPEB liability	(132,184)

Capital project funds are used by management to purchase or construct certain capital assets for the City. The net change in fund balances of certain capital project funds are included in the business-type activities column of the Statement of Activities:

Water and Wastewater CIP	256,926
SSMA Capital Fund	(962,994)
Airport CIP Fund	(17,501)
Stormwater CIP Fund	2,849,750
Golf Course CIP Fund	26,687

Change in net position of governmental activities	\$ 9,863,741
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See accompanying notes to the Basic Financial Statements.

City of Sand Springs, Oklahoma
Statement of Net Position
Proprietary Funds
June 30, 2021

	SSMA Water Utility Fund	SSMA Wastewater Utility Fund	SSMA Solid Waste Utility Fund	SSMA Airport Fund	SSMA Golf Fund	SSMA Stormwater Fund	Total
ASSETS							
Current assets:							
Cash and cash equivalents	\$ 3,609,219	\$ 2,072,179	\$ 1,667,829	\$ 235,013	\$ 110,231	\$ 9,644	\$ 7,704,115
Restricted cash and cash equivalents	655,890	115,394	-	-	-	-	771,284
Investments	2,384,659	505,550	-	-	-	-	2,890,209
Interest receivable	3,626	-	-	-	-	-	3,626
Accounts receivable, net	971,572	361,118	220,448	14,805	2,014	134,350	1,704,307
Inventories	191,979	-	-	32,710	-	-	224,689
Prepaid expenses	1,087	-	-	-	-	-	1,087
Total current assets	<u>7,818,032</u>	<u>3,054,241</u>	<u>1,888,277</u>	<u>282,528</u>	<u>112,245</u>	<u>143,994</u>	<u>13,299,317</u>
Noncurrent assets:							
Restricted cash and cash equivalents	-	129,666	-	-	-	-	129,666
Restricted investments	460,540	31,450	-	-	-	-	491,990
Capital assets, nondepreciable	8,722,652	392,762	-	598,056	535,720	469,442	10,718,632
Other capital assets, net	35,004,503	29,545,670	576,017	4,611,102	2,715,232	5,309,646	77,762,170
Total noncurrent assets	<u>44,187,695</u>	<u>30,099,548</u>	<u>576,017</u>	<u>5,209,158</u>	<u>3,250,952</u>	<u>5,779,088</u>	<u>89,102,458</u>
Total assets	<u>52,005,727</u>	<u>33,153,789</u>	<u>2,464,294</u>	<u>5,491,686</u>	<u>3,363,197</u>	<u>5,923,082</u>	<u>102,401,775</u>
DEFERRED OUTFLOWS OF RESOURCES:							
Deferred amounts on refunding	89,102	-	-	-	-	-	89,102
Deferred amounts related to OPEB	114,986	61,069	20,976	2,841	-	522	200,394
Total Deferred Outflows of Resources	<u>204,088</u>	<u>61,069</u>	<u>20,976</u>	<u>2,841</u>	<u>-</u>	<u>522</u>	<u>289,496</u>
LIABILITIES							
Current liabilities:							
Accounts payable	191,504	73,250	14,081	35,006	82,365	748	396,954
Accrued payroll liabilities	103,864	41,801	23,002	5,368	-	-	174,035
Accrued interest payable	115,789	11,978	-	-	-	-	127,767
Payable to other governments	-	3,918	-	-	-	-	3,918
Unearned revenue	3,626	-	-	-	-	-	3,626
Current portion of:							
Compensated absences	31,802	14,400	12,712	1,381	-	-	60,295
Deposits subject to refund	105,043	-	-	-	-	-	105,043
Notes payable	125,451	630,517	-	-	-	-	755,968
Revenue bonds payable	610,000	-	-	-	-	-	610,000
Total current liabilities	<u>1,287,079</u>	<u>775,864</u>	<u>49,795</u>	<u>41,755</u>	<u>82,365</u>	<u>748</u>	<u>2,237,606</u>
Noncurrent liabilities:							
Compensated absences	127,206	57,600	50,850	12,430	-	-	248,086
Deposits subject to refund	420,172	-	-	-	-	-	420,172
Total OPEB liability	481,135	224,530	144,341	16,038	-	-	866,044
Notes payable	1,103,142	1,402,636	-	-	-	-	2,505,778
Revenue bonds payable	23,659,203	-	-	-	-	-	23,659,203
Total non-current liabilities	<u>25,790,858</u>	<u>1,684,766</u>	<u>195,191</u>	<u>28,468</u>	<u>-</u>	<u>-</u>	<u>27,699,283</u>
Total liabilities	<u>27,077,937</u>	<u>2,460,630</u>	<u>244,986</u>	<u>70,223</u>	<u>82,365</u>	<u>748</u>	<u>29,936,889</u>
DEFERRED OUTFLOWS OF RESOURCES:							
Deferred amounts related to OPEB	126,391	62,929	44,043	3,293	-	13,818	250,474
NET POSITION							
Net investment in capital assets	18,229,359	27,905,275	576,017	5,209,158	3,250,952	5,779,088	60,949,849
Restricted for debt service	462,211	264,533	-	-	-	-	726,744
Unrestricted	6,313,917	2,521,491	1,620,224	211,853	29,880	129,950	10,827,315
Total net position	<u>\$ 25,005,487</u>	<u>\$ 30,691,299</u>	<u>\$ 2,196,241</u>	<u>\$ 5,421,011</u>	<u>\$ 3,280,832</u>	<u>\$ 5,909,038</u>	<u>72,503,908</u>

Capital project funds are used by management to purchase or construct certain capital assets for the City. The assets and liabilities of certain capital project governmental funds are included in the business-type activities in the Statement of Net Position:

Water and Wastewater CIP	9,077,482
SSMA Capital Fund	1,048,483
Airport CIP Fund	148,463
Stormwater CIP Fund	4,671,932
Golf Course CIP Fund	23,604

Revenue deferred in governmental capital project funds because the revenue is not available to pay fund liabilities has been recognized as revenue in the Statement of Activities for capital project funds classified as business type activities.

Total net position per Government-Wide financial statements \$ 87,475,162

See accompanying notes to the Basic Financial Statements.

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

	SSMA Water Utility Fund	SSMA Wastewater Utility Fund	SSMA Solid Waste Utility Fund	SSMA Airport Fund	SSMA Golf Fund	SSMA Stormwater Fund	Total
OPERATING REVENUES							
Charges for services	\$ 8,637,031	\$ 3,490,876	\$ 2,167,565	\$ 125,483	\$ 498,201	\$ 1,410,659	\$ 16,329,815
Operating grants	-	65	-	-	-	-	65
Miscellaneous	-	-	-	243,831	-	-	243,831
Total operating revenues	<u>8,637,031</u>	<u>3,490,941</u>	<u>2,167,565</u>	<u>369,314</u>	<u>498,201</u>	<u>1,410,659</u>	<u>16,573,711</u>
OPERATING EXPENSES							
Personal services	2,417,150	1,045,764	635,995	109,726	400	26,257	4,235,292
Operations and maintenance	3,243,491	1,359,080	733,146	365,160	746,268	209,205	6,656,350
Depreciation	1,601,744	1,033,426	111,318	344,185	192,423	155,963	3,439,059
Total operating expenses	<u>7,262,385</u>	<u>3,438,270</u>	<u>1,480,459</u>	<u>819,071</u>	<u>939,091</u>	<u>391,425</u>	<u>14,330,701</u>
Operating income (loss)	<u>1,374,646</u>	<u>52,671</u>	<u>687,106</u>	<u>(449,757)</u>	<u>(440,890)</u>	<u>1,019,234</u>	<u>2,243,010</u>
NON-OPERATING REVENUES (EXPENSES)							
Interest and investment revenue	14,889	2,533	190	36	9	20	17,677
Miscellaneous revenue	5,119	316	1,524	258	3,629	30	10,876
Grants and contributions	349	-	-	-	-	-	349
Loss on disposal of capital asset	(478)	-	-	-	-	-	(478)
Interest expense and fiscal agent charges	(815,132)	(50,281)	-	-	-	-	(865,413)
Total non-operating revenue (expenses)	<u>(795,253)</u>	<u>(47,432)</u>	<u>1,714</u>	<u>294</u>	<u>3,638</u>	<u>50</u>	<u>(836,989)</u>
Income (loss) before contributions and transfers	579,393	5,239	688,820	(449,463)	(437,252)	1,019,284	1,406,021
Capital contributions	1,398,512	255,004	207,841	283,770	681,061	587,409	3,413,597
Transfers in	800,000	-	-	100,000	200,000	-	1,100,000
Transfers out	(3,462,089)	(885,160)	(858,438)	-	(39,428)	(1,345,000)	(6,590,115)
Change in net position	(684,184)	(624,917)	38,223	(65,693)	404,381	261,693	(670,497)
Total net position - beginning	25,689,671	31,316,216	2,158,018	5,486,704	2,876,451	5,647,345	73,174,405
Total net position - ending	<u>\$ 25,005,487</u>	<u>\$ 30,691,299</u>	<u>\$ 2,196,241</u>	<u>\$ 5,421,011</u>	<u>\$ 3,280,832</u>	<u>\$ 5,909,038</u>	<u>\$ 72,503,908</u>

Change in net position, per above \$ (670,497)

Capital project funds are used by management to purchase or construct certain capital assets for the City. The activities of certain capital project governmental funds are included in the business-type activities in the Statement of Activities:

Water and Wastewater CIP	(256,926)
SSMA Capital Fund	962,994
Airport CIP Fund	17,501
Stormwater CIP Fund	(2,849,750)
Golf Course CIP Fund	(26,687)

Revenue deferred in governmental capital project funds because the revenue is not available to pay fund liabilities has been recognized as revenue in the Statement of Activities for capital project funds classified as business type activities. (1,119)

Change in Business-Type Activities in Net Position per Government-Wide Financial Statements \$ (2,824,484)

See accompanying notes to the Basic Financial Statements.

City of Sand Springs, Oklahoma
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2021

	SSMA Water Utility Fund	SSMA Wastewater Utility Fund	SSMA Solid Waste Utility Fund	SSMA Airport Fund	SSMA Golf Fund	SSMA Stormwater Fund	Total Proprietary Funds
CASH FLOWS FROM OPERATING ACTIVITIES							
Receipts from customers	\$ 9,026,634	\$ 3,930,521	\$ 2,188,623	\$ 409,512	\$ 526,982	\$ 1,413,207	\$ 17,495,479
Payments to suppliers	(3,357,958)	(1,350,078)	(741,195)	(358,308)	(711,651)	(209,205)	(6,728,395)
Payments to employees	(2,340,361)	(1,007,589)	(608,427)	(107,251)	(400)	(30,068)	(4,094,096)
Receipts of customer meter deposits	92,885	-	-	-	-	-	92,885
Refunds of customer meter deposits	(81,533)	-	-	-	-	-	(81,533)
Net Cash Provided by (Used in) Operating Activities	3,339,667	1,572,854	839,001	(56,047)	(185,069)	1,173,934	6,684,340
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Transfers from other funds	800,000	-	-	100,000	200,000	-	1,100,000
Transfers to other funds	(3,462,089)	(885,160)	(858,438)	-	(39,428)	(1,345,000)	(6,590,115)
Net Cash Provided by (Used in) Noncapital Financing Activities	(2,662,089)	(885,160)	(858,438)	100,000	160,572	(1,345,000)	(5,490,115)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Proceeds from capital debt	21,920,000	-	-	-	-	-	21,920,000
Principal paid on capital debt	(121,862)	(612,822)	-	-	-	-	(734,684)
Interest paid on capital debt	(489,481)	(60,469)	-	-	-	-	(549,950)
Premium from issuance of capital debt	2,441,691	-	-	-	-	-	2,441,691
Transfer to refunding escrow	(26,106,167)	-	-	-	-	-	(26,106,167)
Net Cash Provided by (Used in) Capital and Related Financing Activities	(2,355,819)	(673,291)	-	-	-	-	(3,029,110)
CASH FLOWS FROM INVESTING ACTIVITIES							
Sale of investments	1,747,282	6,313	-	-	-	-	1,753,595
Interest and dividends	14,889	2,533	190	36	9	20	17,677
Net Cash Provided by Investing Activities	1,762,171	8,846	190	36	9	20	1,771,272
Net Increase (Decrease) in Cash and Cash Equivalents	83,930	23,249	(19,247)	43,989	(24,488)	(171,046)	(63,613)
Balances - beginning of the year	4,181,179	2,293,990	1,687,076	191,024	134,719	180,690	8,668,678
Balances - end of the year	\$ 4,265,109	\$ 2,317,239	\$ 1,667,829	\$ 235,013	\$ 110,231	\$ 9,644	\$ 8,605,065
Reconciliation to Statement of Net Position:							
Cash and cash equivalents	\$ 3,609,219	\$ 2,072,179	\$ 1,667,829	\$ 235,013	\$ 110,231	\$ 9,644	\$ 7,704,115
Restricted cash and cash equivalents	655,890	115,394	-	-	-	-	771,284
Noncurrent restricted cash and cash equivalents	-	129,666	-	-	-	-	129,666
	\$ 4,265,109	\$ 2,317,239	\$ 1,667,829	\$ 235,013	\$ 110,231	\$ 9,644	\$ 8,605,065

(Continued)

City of Sand Springs, Oklahoma
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2021

(Continued)

	SSMA Water Utility Fund	SSMA Wastewater Utility Fund	SSMA Solid Waste Utility Fund	SSMA Airport Fund	SSMA Golf Fund	SSMA Stormwater Fund	Total Proprietary Funds
	\$ 1,374,646	\$ 52,671	\$ 687,106	\$ (449,757)	\$ (440,890)	\$ 1,019,234	\$ 2,243,010
	1,601,744	1,033,426	111,318	344,185	192,423	155,963	3,439,059
	5,119	316	1,524	258	3,629	30	10,876
	384,135	439,264	19,534	39,940	25,152	2,518	910,543
	(12,026)	-	-	(21,813)	-	-	(33,839)
	175	-	-	-	-	-	175
	(107,855)	(23,603)	(18,469)	(1,961)	-	368	(151,530)
	(102,266)	8,192	(8,049)	28,663	34,617	-	(38,843)
	11,352	-	-	-	-	-	11,352
	-	810	-	-	-	-	810
	134,823	38,054	24,464	2,718	-	(13,319)	186,740
	38,625	12,196	11,424	2,174	-	(1,396)	63,023
	4,437	9,370	9,327	(869)	-	(395)	21,870
	6,758	2,158	822	415	-	10,941	21,094
	\$ 3,339,667	\$ 1,572,854	\$ 839,001	\$ (56,047)	\$ (185,069)	\$ 1,173,934	\$ 6,684,340
	\$ 1,398,512	\$ 255,004	\$ 207,841	\$ 283,770	\$ 681,061	\$ 587,409	\$ 3,413,597
	\$ 1,398,512	\$ 255,004	\$ 207,841	\$ 283,770	\$ 681,061	\$ 587,409	\$ 3,413,597

Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:

Operating income (loss)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:
Depreciation expense
Other non-operating revenues (expenses)
Change in assets and liabilities:
Receivables, net
Inventory
Prepaid expenses
Deferred outflows related to OPEB
Accounts payables
Customer meter deposits payable
Payable to other governments
Total OPEB liability
Accrued payroll liabilities
Accrued compensated absences
Deferred inflows related to OPEB

Net Cash Provided by (Used in) Operating Activities

Noncash activities:

Contributed capital assets
Total Noncash Activities

See accompanying notes to the basic financial statements.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- A. FINANCIAL REPORTING ENTITY
- B. BASIS OF PRESENTATION
- C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING
- D. ASSETS, DEFERRED OUTFLOWS, LIABILITIES, DEFERRED INFLOWS AND EQUITY
- E. REVENUES, EXPENDITURES AND EXPENSES
- F. INTERNAL AND INTERFUND BALANCES AND ACTIVITIES
- G. USE OF ESTIMATES
- H. PENSIONS

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

- A. FUND ACCOUNTING REQUIREMENTS
- B. DEPOSITS AND INVESTMENTS LAWS AND REGULATIONS
- C. REVENUE RESTRICTIONS
- D. DEBT RESTRICTIONS AND COVENANTS
- E. FUND EQUITY / NET POSITION RESTRICTIONS
- F. BUDGETARY COMPLIANCE

NOTE 3. DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS

- A. DEPOSIT AND INVESTMENT RISKS
- B. ACCOUNTS RECEIVABLE
- C. RESTRICTED ASSETS
- D. CAPITAL ASSETS
- E. LONG-TERM DEBT
- F. INTERFUND TRANSACTIONS AND BALANCES
- G. FUND EQUITY

NOTE 4. OTHER NOTES

- A. EMPLOYEE PENSION AND OTHER BENEFIT PLANS
- B. TAX ABATEMENTS
- C. RISK MANAGEMENT
- D. COMMITMENTS AND CONTINGENCIES

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**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with generally accepted accounting principles (GAAP). Generally accepted accounting principles (GAAP) include all relevant Governmental Accounting Standards Board (GASB) pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note.

1.A. FINANCIAL REPORTING ENTITY

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

Primary Government:	City of Sand Springs
Blended Component Unit:	Sand Springs Municipal Authority
Discretely Presented Component Unit:	Sand Springs Cultural and Historical Museum Trust Authority

In determining the financial reporting entity, the City complies with the provisions of Governmental Accounting Standards Board Statement No. 14, “The Financial Reporting Entity” as amended by Statement 61 and includes all component units of which the City is fiscally accountable.

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

BLENDED COMPONENT UNITS

Blended component units are separate legal entities that meet the component unit criteria described above and whose governing body is the same or substantially the same as the City Council or the component unit provides services entirely to the City. These component units’ funds are blended into those of the City by appropriate fund category to comprise the primary government presentation.

The component unit that is blended into the primary government’s fund categories is presented below:

<u>Component Unit</u>	<u>Brief Description/Inclusion Criteria</u>	<u>Included Funds</u>
Sand Springs Municipal Authority (SSMA)	Created March 14, 1966, to finance, develop and operate the water, wastewater, stormwater, and solid waste disposal facilities. Also, the Authority operates and maintains the golf course and airport facilities. The current City Council serves as the entire governing body (Trustees) of the SSMA. Any issuances of debt would require a two-thirds approval of the City Council. Management and staff of the City also serve as management and staff of the Authority.	Enterprise Funds: Water Fund Wastewater Fund Solid Waste Fund Airport Fund Golf Fund Stormwater Fund

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

DISCRETELY PRESENTED COMPONENT UNITS

Discretely presented component units are separate legal entities that meet the component unit criteria described above but do not meet the criteria for blending.

Component units that would normally be discretely presented in the City's report are presented below:

Sand Springs Economic Development Authority (Economic Development Authority)	Created October 24, 1980, to promote and encourage development of industry and commerce on behalf of the City. This Trust was primarily set up to be the loan servicing agent for Community Development Block Grant Economic Development Loans, and lender for Oklahoma Industrial Finance Authority Loans to private enterprises. The SSEDAA governing body is comprised of eight members; two appointed council members and six other members appointed by the full City Council. Any issuances of debt would require a two-thirds approval of the City Council. <i>(Component Unit activity deemed immaterial; therefore, it is not included)</i>
Sand Springs Cultural and Historical Museum Trust Authority (Museum Trust Authority)	Created December 20, 1990, to promote cultural and historical activities within the City. The governing body is comprised of seven members appointed by the full City Council. No current City Council members serve on the board. Any issuance of debt would require a two-thirds approval of the City Council.

The discretely presented component units of the City do not issue separately audited component unit financial statements.

RELATED ORGANIZATIONS

The following related organizations are not included in the financial reporting entity:

Sand Springs Development Authority	An Authority created on February 14, 1983, pursuant to Title 11 of Oklahoma Statutes, Sections 38-101, regarding urban renewal through private and public resources. This authority was created to formulate a workable program of urban renewal. The City appoints a voting majority of the organization's governing body; however, the City does not have the ability to impose its will on the governing body, nor does a financial benefit or burden relationship exist between the two. Of the governing body appointed, no member shall hold any other public office under the City.
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1.B. BASIS OF PRESENTATION

Government-Wide Financial Statements:

The statement of net position and statement of activities display information about the City as a whole. They include all funds of the reporting entity. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

Fund Financial Statements:

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

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

The funds of the financial reporting entity are described below.

GOVERNMENTAL FUNDS

General Fund

The General Fund is the primary operating fund of the City and always classified as a major fund. It is used to account for and report all financial resources not accounted for and reported in another fund. It includes the Special Programs account for reporting purposes. This accounts for revenues assigned for specific public safety activities and recreational services provided by the City.

Special Revenue Funds

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

Vision 2025 Fund

Debt Service Fund

The Debt Service Fund is used to account for restricted ad-valorem taxes levied by the City for use in retiring general obligation bonds, court-assessed judgments, and their related interest and fiscal agent fees.

Capital Project Funds

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

Street Improvement Fund
Community Development Block Grant (CDBG) Fund – EDIF
Park and Recreation Fund
T.I.D. Cimarron Center Fund
Short-term Capital Improvements Fund
Capital Improvement Fund
Airport Construction Fund

**NOTES TO BASIC FINANCIAL STATEMENTS
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Stormwater Capital Improvement Fund
 SSMA Capital Fund
 2014 General Obligation Bond Capital Improvement Fund
 Capital Improvement Water and Wastewater Fund
 Golf Course Capital Improvement Fund
 Public Safety Capital Improvement Fund
 Economic Development Capital Improvement Fund
 2018 General Obligation Bond City Project Fund
 2019 General Obligation Bond Economic Development Fund
 Development Capital Improvement Fund

PROPRIETARY FUNDS

Enterprise Funds

Enterprise funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector. The reporting entity includes the following enterprise funds:

Sand Springs Municipal Authority (SSMA) - Water
 Sand Springs Municipal Authority (SSMA) - Wastewater
 Sand Springs Municipal Authority (SSMA) - Solid Waste
 Sand Springs Municipal Authority (SSMA) - Airport
 Sand Springs Municipal Authority (SSMA) - Golf
 Sand Springs Municipal Authority (SSMA) – Stormwater

COMPONENT UNITS

Discretely presented component units are separate legal entities whose governing body (in majority) is appointed by the Mayor or City Council, but whose governing body is not substantially the same as the City Council nor is an entity established to provide services primarily to the primary government. Since these component units are not as closely associated with the City as are the blended component units, they are reported in discretely presented columns on the government-wide financial statements. The reporting entity includes the following discretely presented component unit:

- Sand Springs Cultural and Historical Museum Trust Authority (Museum Trust Authority)

Major and Nonmajor Funds

The funds are further classified as major or nonmajor as follows:

<u>Fund</u>	<u>Brief Description</u>
<i>Major:</i> General	See previous description.
Capital Project Funds: Street Improvement	Accounts for the permanent half-cent sales tax extension approved by the voters on September 11, 2007 with effective date of January 1, 2008. These funds are to be used to make capital improvements to the roads, streets and bridges.
Capital Improvement Water and Wastewater	Accounts for the one-cent increase in sales tax approved by the citizens in 1979. These funds are to be expended for water and wastewater capital improvement projects and retirement of debt as provided in the ordinance.

**NOTES TO BASIC FINANCIAL STATEMENTS
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JUNE 30, 2021**

Public Safety Capital Improvement	Accounts for the forty-five hundredths of one-cent increase in sales tax approved by citizens in 2015 which went into effect January 2017 to repay the debt. Also, accounts for the bonds proceeds to be expended for building and improving public safety facilities and land acquisition for public safety facilities for the benefit of the City as provided in the ordinance.
2018 General Obligation Bond City Project	Accounts for the proceeds of general obligation bond issues. These funds are to be expended for streets, bridges, public safety equipment, park improvement, and municipal facilities improvements.
Enterprise Funds:	
SSMA Water Fund	Accounts for activities of the public trust in providing water services to the citizens.
SSMA Wastewater Fund	Accounts for activities of the public trust in providing wastewater services to the citizens.
SSMA Solid Waste Fund	Accounts for activities of the public trust in providing solid waste services to the citizens.
SSMA Airport Fund	Accounts for revenues and expenses related to the operations of the airport facility and financing for future airport improvements.
SSMA Golf Fund	Accounts for revenues and expenses related to the operation of the golf course, payment of debt service requirements on the debt issued related to the golf course and financing for future golf improvements.
SSMA Stormwater Fund	Accounts for revenues and expenses related to the maintenance of stormwater operations.
Nonmajor:	
Special Revenue Fund	
Vision 2025	Accounts for grants received from Tulsa County restricted for the river park project.
Capital Project Funds:	
Community Development Block Grant - EDIF	Accounts for grants received from the U.S. Department of Housing and Urban Development and transfers from the City for infrastructure.
Park and Recreation	Accounts for revenues from housing developers restricted for park improvements.
Short-term Capital Improvements	Accounts for revenues, transfers from other City funds and certain bond proceeds as the City Council may designate for the City's short-term capital needs, consisting of items having a useful life of ten years or less.
T.I.D. #1 Cimarron Center	Accounts for tax increment financing revenues initially collected by the General Fund and related economic development expenditures.
Capital Improvement	Accounts for contributions and specific revenues and transfers from other City funds and expenditures for various capital projects as the City Council may designate.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

Stormwater Capital Improvement	Accounts for transfers from the Municipal Authority stormwater revenues set aside for stormwater capital improvement projects.
Airport Construction	Accounts for governmental grants and transfers from the City set aside for capital improvement projects of the airport.
SSMA Capital	Accounts for transfers from the Municipal Authority water, wastewater, solid waste, airport and golf revenues set aside for capital improvement projects.
2014 General Obligation Bond CIP Fund	Accounts for the proceeds of general obligation bond issues. These funds are to be expended for public parks and park land and culture and recreation facilities.
Golf Course Capital Improvement	Accounts for transfers from the Golf Course Fund set aside for golf course capital improvement projects.
Economic Development Capital Improvement	Accounts for the ten hundredths of one-cent increase in sales tax approved by citizens in 2015 which went into effect January 2017 for the purpose of promoting economic development and repayment of any debt issued for that purpose for the benefit of the City as provided in the ordinance.
2018 General Obligation Economic Development	Accounts for the proceeds of land sale that was purchased with general obligation bond monies. These funds will be used to purchase additional land for economic development.
Development Capital Improvement	Accounts for transfers from the SSMA Water Fund for land purchase.
Debt Service Fund	Accounts for restricted ad-valorem taxes levied by the City for use in retiring general obligation bonds, court-assessed judgments, and their related interest and fiscal agent fees.

1.C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities both governmental and business-like activities are presented using the economic resources measurement focus as defined in item 2. below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

1. All governmental fund types and similar component units utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

2. Proprietary fund types and similar component units utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position and cash flows. All assets and liabilities (whether current or noncurrent, financial or nonfinancial) and deferred outflows and deferred inflows associated with their activities are reported. Proprietary fund equity is classified as net position.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, deferred outflows, liabilities and deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available”.

Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or soon enough thereafter (defined by the City as 60 days after year end) to pay current liabilities. Sales tax and franchise taxes are major revenues that meet this criteria. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recorded when due.

All proprietary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

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

Cash and Cash Equivalents

For the purposes of financial reporting, “cash and cash equivalents” includes all demand, savings accounts, and certificates of deposit or short-term investments with an original maturity of three months or less. Revenue bond and promissory note trust account investments in open-ended mutual fund shares are also considered cash equivalents.

Investments

Investments consist of money market investments and government securities that are reported at fair value unless they had remaining maturities of one year or less at the time of purchase, in which case they are carried at amortized cost. All non-negotiable certificates of deposit are carried at cost. Additional investment risk disclosures are presented in Notes 2.B. and 3.A.

Receivables and Related Deferred Inflows

In the government-wide statements, receivables consist of all revenues earned at year end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivable balances for the governmental activities include sales and use taxes, franchise taxes, grants and court fines. Business-type activities report utilities and interest earnings as its major receivables.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

In the fund financial statements, material receivables in governmental funds include revenue accruals such as sales tax, franchise tax, and grants and other similar intergovernmental revenues since they are usually both measurable and available. Non-exchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis. Interest and investment earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available. Proprietary fund material receivables consist of all revenues earned at year end and not yet received. Utility accounts receivable and interest earnings comprise the majority of proprietary fund receivables. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

Inventories and Prepaids

The City has chosen to record consumable materials and supplies as inventory in the governmental funds at the time of purchase and expense when consumed. In addition, in the Sand Springs Municipal Authority Water Fund and Sand Springs Municipal Authority Airport Enterprise Funds, the water and airport fuel inventories, respectively, are recorded as an asset when purchased and expensed when consumed. Such inventory is valued at lower of cost or net realizable value on a first-in, first-out basis. Prepaid expenses are recorded as expense when goods or services are received.

Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether the assets are used in governmental fund operations and similar discretely presented component unit operations or proprietary fund operations and similar discretely presented component unit operations and whether they are reported in the government-wide or fund financial statements. The City's capitalization threshold is \$5,000.

Government-Wide Statements

In the government-wide financial statements, property, plant and equipment are accounted for as capital assets. All capital assets are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated capital assets which are recorded at their estimated acquisition value at the date of donation.

Prior to July 1, 2000, governmental activities' infrastructure assets were not capitalized. These assets (dating back to July 1, 1980) have been valued at estimated historical cost.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset are as follows:

Buildings	20-100 years
Other Improvements	20-100 years
Equipment and vehicles	3-25 years
Infrastructure	25-50 years

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same as in the government-wide statements.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

Restricted Assets

Restricted assets reported in the fund financial statements include current assets of enterprise funds and similar discretely presented component units that are legally restricted as to their use. The primary restricted assets are related to revenue bond and promissory note trustee accounts restricted for debt service and deposits held for refund.

Long-Term Debt

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

All long-term debt to be repaid from governmental and similar discretely presented component unit resources and business-type and similar discretely presented component unit resources are reported as liabilities in the government-wide statements. The long-term debt consists primarily of accrued compensated absences, other post employment benefits payable, general obligation bonds payable, capital leases payable, notes payable and revenue bonds payable.

Long-term debt of governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary funds is the same in the fund statements as it is in the government-wide statements.

Compensated Absences

All regular and part-time employees are granted vacation benefits in amounts from 10 to 20 days depending upon tenure with the City. These benefits accumulate pro rata by pay period. Accumulated vacation leave vests and the City is obligated to make payment even if the employee terminates. After a probationary period, police officers receive vacation ranging from 168 to 248 hours per year depending upon years of service. Members of the Fire Department receive vacation ranging from 4 to 15 shifts per year, after a probationary period, depending upon years of service. Employees may accrue ten days of sick leave per year up to a maximum of 100 days accrued. Employees with accrued sick leave in excess of 100 days on or about December 15 of each year are paid for the excess accrual at the rate of one day's pay for each three days of accumulated sick leave. The City did not have a liability for this excess leave at June 30, 2021. However, any employee leaving the service of the City after a period of 10 years are paid at the rate of one day's pay for each four days of accumulated leave and the City reports a liability for this leave type.

The liability for these compensated absences is recorded as long-term debt in the government-wide statements. The current portion of this debt is estimated based on historical trends. In the fund financial statements, governmental funds report only the compensated absence liability that has matured and is payable from expendable available financial resources, while the proprietary funds report the liability as it is incurred. The compensated absence obligation of the governmental funds is typically liquidated through the use of General Fund resources.

Deferred Outflows and Inflows

Deferred outflows and inflows are the consumption or acquisition of net position by the City that are applicable to a future reporting period. At June 30, 2021, the City's deferred outflows and deferred inflows of resources were comprised of pension and OPEB related deferrals. Certain pension and OPEB amounts are deferred, some as outflows and other as inflows, amortized as a component of pension and insurance expense in future periods.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

Equity Classifications

Government-Wide Financial Statements:

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

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

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

Fund Financial Statements:

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

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

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

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

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

1.E. REVENUES, EXPENDITURES AND EXPENSES

Sales Tax

The City levies a four and 5 hundredths (4.05) cent sales tax on taxable sales within the City. The sales tax is collected by the Oklahoma Tax Commission and remitted to the City in the month following receipt by the Tax Commission. The Tax Commission receives the sales tax approximately one month after collection by vendors. The entire sales tax is recorded as revenue within the General Fund. Upon receipt, the General Fund distributes the dedicated portion of the sales tax as follows:

- 2 cents retained by the General Fund
- 1 cent recorded to the Capital Improvement Water and Wastewater Fund.
- 1/2 cent recorded to the Street Improvement Fund as required by city ordinance.
- 9/20 cent recorded to Public Safety Capital Improvement Fund as required by city ordinance and as required by revenue bond indenture.
- 1/10 cent recorded to Economic Development Capital Improvement Fund as required by city ordinance.

Property Tax

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

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

Property taxes levied by the City are billed and collected by the County Treasurer's Office and remitted to the City in the month following collection. Property taxes are levied normally in October and are due in equal installments on December 31 and March 31. Property taxes unpaid for the fiscal year are attached by an enforceable lien on property in the following October. Property taxes levied, but not collected during the year or within 60 days of year end are reported as deferred revenue.

For the year ended June 30, 2021, the City's net assessed valuation of taxable property was \$146,604,349. The taxes levied by the City per \$1,000 of net assessed valuation for the year ended June 30, 2021 was \$10.00.

Program Revenues

In the Statement of Activities, revenues that are derived directly from each activity or from parties outside the City's taxpayers are reported as program revenues. The City has the following program revenues in each activity:

General government	Inspection fees, rent and royalties, special assessment fees, other fees, licenses and permits, state operating grants and capital grants.
Planning and zoning	Zoning charges.

**NOTES TO BASIC FINANCIAL STATEMENTS
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Public safety	Fine and forfeiture revenue, court costs and fees, fire run fees, rentals, donations; operating grants include Federal Emergency Management Agency and Oklahoma Highway Safety Office grants, state on-behalf pension contributions, individual donations, and Homeland Security grants.
Highways and streets	Street and curb permits; capital grants and contributions from the Department of Housing and Urban Development, motor fuel and commercial vehicle revenues.
Culture and recreation	Park and recreation fees; and state operating grant
Economic development	Federal operating grant

All other governmental revenues are reported as general. It is important to note that all taxes are classified as general revenue even if restricted for a specific purpose.

Pledge of Future Revenues

Sales Tax and Utility Net Revenues Pledge - The City has pledged one cent (or 24.7%) of future sales tax revenues to repay \$21,920,000 of the Series 2020 Revenue Bonds and \$14,606,515 of OWRB Notes Payable Series 2003, 2004, 2005, 2006, 2009, 2012, and 2013. Proceeds from the bonds and notes provided financing for capital assets. The bonds and notes are payable from pledged sales tax revenues and further secured by net water and wastewater revenues. The bonds and notes are payable through 2023, 2024, 2027, 2026, 2030, 2023, and 2023 respectively. If the net utility revenues are sufficient to service the debt, the pledged sales taxes are transferred to the Capital Improvement Water and Wastewater Fund to be used for capital purchases. The total principal and interest payable for the remainder of the life of these bonds and notes is \$33,436,815. Pledged sales taxes received in the current year were \$3,712,775 and the net utility revenues were \$4,062,452. Debt service payments of \$1,260,272 for the current fiscal year were 71.7% of the pledged sales taxes and 16.2% of both pledged sales taxes and utility revenues.

Sales Tax Revenues Pledge – The City, as approved by a vote of the citizens, added an additional .45% of one cent of sales tax for the repayment of the Series 2015 and 2016 Capital Improvement Revenue Bonds. This sales tax went into effect January 2017. Proceeds of these bonds provided financing for public safety capital assets, including facilities. These bonds are payable through 2042. The total principal and interest payable for the remainder of the life of these bonds and notes is \$20,210,771. Pledged sales taxes received in the current year were \$1,670,749. Debt service payments of \$973,850 for the current fiscal year were 58.3% of the pledged sales taxes. If the pledged sales tax is not sufficient at any time, the remaining net utility revenues can be used to service the debt.

Operating Revenues and Expenses

Operating revenues and expenses for proprietary funds and similar discretely presented component units are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

Expenditures/Expenses

In the government-wide financial statements, expenses are reported on the accrual basis and are classified by function for both governmental and business-type activities.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

In the fund financial statements, expenditures/expenses are classified as follows:

Governmental Funds - By Character:	Current (further classified by function)
	Capital outlay
	Debt service
Proprietary Funds - By Operating and Non-Operating	

In the fund financial statements, governmental funds report expenditures of financial resources. Proprietary funds report expenses relating to use of economic resources.

1.F. INTERNAL AND INTERFUND BALANCES AND ACTIVITIES

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

Fund Financial Statements:

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

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

Government-Wide Financial Statements:

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

1. Internal balances - amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the governmental and business-type activities columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities, which are reported as Internal Balances.
2. Internal activities - amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide statement of activities except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers - Internal Activities.

The effect of interfund services between funds are not eliminated in the statement of activities.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

3. Primary government and component unit activity and balances - resource flows between the primary government and the discretely presented component units are reported as if they were external transactions.

1.G. USE OF ESTIMATES

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

1.H. PENSIONS

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

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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

2.A. FUND ACCOUNTING REQUIREMENTS

The City complies, in all material respects, with all state and local laws and regulations requiring the use of separate funds. The legally required funds used by the City include the following:

<u>Fund</u>	<u>Required By</u>
Airport Construction Fund	State Law
Debt Service Fund	State Law
Sand Springs Municipal Authority Utility Funds	Trust Indenture
Sand Springs Economic Development Authority Fund	Trust Indenture
Sand Springs Cultural and Historical Museum Trust Authority Fund	Trust Indenture

2.B. DEPOSITS AND INVESTMENTS LAWS AND REGULATIONS

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

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

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

- a. Direct obligations of the U. S. Government, its agencies and instrumentalities to which the full faith and credit of the U.S. Government is pledged, or obligations to the payment of which the full faith and credit of the State of Oklahoma is pledged.
- b. Certificates of deposit or savings accounts that are either insured or secured with acceptable collateral with in-state financial institutions, and fully insured certificates of deposit or savings accounts in out-of-state financial institutions.
- c. With certain limitations, negotiable certificates of deposit, prime bankers acceptances, prime commercial paper and repurchase agreements.
- d. County, municipal or school district tax-supported debt obligations, bond or revenue anticipation notes, money judgments, or bond or revenue anticipation notes of public trusts whose beneficiary is a county, municipality or school district.
- e. Notes or bonds secured by mortgage or trust deed insured by the Federal Housing Administrator and debentures issued by the Federal Housing Administrator, and in obligations of the National Mortgage Association.
- f. Money market funds regulated by the SEC and in which investments consist of the investments mentioned in the previous paragraphs a., b., c. 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, 2021, the City and its public trusts complied, in all material respects, with these investment restrictions.

2.C. REVENUE RESTRICTIONS

The City has various restrictions placed over certain revenue sources from state or local requirements. The primary restricted revenue sources include:

<u>Revenue Source</u>	<u>Legal Restrictions of Use</u>
Sales Tax	See Note 1.E.
Gasoline Excise & Commercial Vehicle Tax	Street and Alley Purposes
E-911 Revenue	E-911 Emergency Services Purposes
Water, Wastewater and Solid Waste Revenue	Debt Service and Utility Operations
Ad Valorem Tax	Debt Service on Bonds and Judgments (Also see Note 1.E.)
Airport Revenue	Airport Operations
Grants Revenue	Based upon Individual Grant Agreements
Hotel/Motel Tax	Economic Development
Special Program Fund Revenue	Public Safety and Parks and Recreation
Park and Recreation Developer Fees	Park Improvements

For the year ended June 30, 2021, the City complied, in all material respects, with these revenue restrictions.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

2.D. DEBT RESTRICTIONS AND COVENANTS

General Obligation Debt

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

Other Long-Term Debt

As required by the Oklahoma State Constitution, the City (excluding Public Trusts) may not incur any indebtedness that would require payment from resources beyond the current fiscal year revenue, without first obtaining voter approval. For the year ended June 30, 2021, no such debt was incurred by the City.

Revenue Bond and Note Payable Debt

The bond indenture and note agreements relating to the long-term debt issues of the Sand Springs Municipal Authority contains a number of restrictions or covenants that are financial related. These include covenants such as a required flow of funds through special accounts, required reserve account balances, and debt service coverage requirements. The following schedule presents a brief summary of the most significant requirements and the Authority's level of compliance thereon as of June 30, 2021.

<u>Requirement</u>	<u>Level of Compliance</u>
a. Flow of Funds: <ul style="list-style-type: none">- 2003 Bond Account- 2003 Reserve Account- 2004 Bond Account- 2004 Project Account-2004 Reserve Account- 2012 Bond Account- 2012 Project Account-2012 Reserve Account	All required accounts have been established and are used per Bond Indenture requirements.
b. Reserve Account Requirement: 2012 OWRB Promissory Note: Required balance is \$129,666.	Balance in Reserve Account at June 30, 2021 is \$129,666.
c. 2003, 2004 2005, 2006, 2009, 2012 and 2013 Series OWRB Notes: Net revenues of the Authority plus transferred sales tax should be at least 125% of maximum annual principal and interest requirements on this note and any senior debt.	For the year ended June 30, 2021, net revenues plus sales tax amounted to \$7,775,227. Maximum annual principal and interest requirements were \$1,794,578. Actual coverage was 433%.
2020 Revenue Bonds: Net revenues of the Authority plus transferred sales tax should be at least 125% of average annual principal and interest requirements on the bonds and OWRB notes listed above.	For the year ended June 30, 2021, net revenues plus sales tax amounted to \$7,775,227. Average annual principal and interest requirements were \$1,383,986. Actual coverage was 562%.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

2.E. BUDGETARY COMPLIANCE

Budget Law

The City prepares its annual operating budget under the provisions of the Municipal Budget Act of 1979 (the "Budget Act"). In accordance with those provisions, the following process is used to adopt the annual budget:

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

All funds of the City with revenues and expenditures are required to have annual budgets. The legal level of control at which expenditures may not legally exceed appropriations is the department level within a fund.

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

The City prepared and adopted a legal annual budget for all governmental funds.

In accordance with Title 60 of the Oklahoma State Statutes, the Sand Springs Municipal Authority, the Sand Springs Economic Development Authority and the Sand Springs Cultural and Historical Museum Trust Authority are required to prepare an annual budget and submit a copy to the City as beneficiary. However, there are no further requirements such as form of budget, approval of the budget or definition of a legal level of control.

NOTE 3. DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS

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

3.A. DEPOSIT AND INVESTMENT RISKS

Primary Government:

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

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

Type	Maturities	Rating	Fair Value Heirarchy	Carrying Value
Deposits:				
Demand deposits				\$ 46,884,267
Time deposits			N/A	<u>13,654,118</u>
Total deposits				<u>60,538,385</u>
 Investments:				
Invesco Prem US Gov Money Market - Inst 1949		Aaa-mf	Level 2	487,409
Cavanal Hill US Money Market Treas-Admin #0002		Aaa-mf	Level 2	276,509
Money Market Funds		Aaa	N/A	<u>591,224</u>
Total investments				<u>1,355,142</u>
Total deposits and investments				<u>\$ 61,893,527</u>
 Reconciliation to Statement of Net Position:				
Cash and cash equivalents				\$ 48,167,591
Investments				<u>13,725,936</u>
				<u>\$ 61,893,527</u>

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

The City’s policy as it relates to custodial credit risk is to secure its uninsured deposits with collateral, valued at no more than market value, at least at a level of 110% of the uninsured deposits and accrued interest thereon. The investment policy also limits acceptable collateral to U.S. Treasury securities and direct debt obligations of municipalities, counties, and school districts in the state of Oklahoma. As required by Federal 12 U.S.C.A., Section 1823(e), all financial institutions pledging collateral to the City must have a written collateral agreement approved by the board of directors or loan committee.

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

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

As noted in the schedule of deposits and investments above, at June 30, 2021, all of the City’s investments in debt securities were rated by Moody’s.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
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The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in active markets; Level 2 inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset and liability, either directly or indirectly, for substantially the full term of the financial instrument; Level 3 inputs to valuation methodology are unobservable. An entity's own assumptions about the assumptions that market participants would use the pricing the assets and liabilities are used for determining the fair value of the assets and liabilities.

Investment Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's investment policy limits investments to those with a maturity no more than three years from the date of purchase, except for reserve funds, as a means of managing exposure to fair value losses arising from increasing interest rates. The City discloses its exposure to interest rate risk by disclosing the maturity dates of its various investments.

Concentration of Investment Credit Risk - Exposure to concentration of credit risk is considered to exist when investments in any one issuer represent a significant percent of total investments of the City (any over 5% are disclosed). Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from this consideration. The City's investment policy requires diversification of investments and indicates that, with the exception of U.S. Treasury securities and authorized pools, no more than 50% of the City's total investment portfolio will be invested in a single financial institution.

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

Component Units:

Total bank deposits of the discretely presented component unit were insured with Federal Deposit Insurance Corporation Insurance and not subject to the custodial credit risk as defined above.

3.B. ACCOUNTS RECEIVABLE

Accounts receivable of the business-type activities consist of customers' utilities, airport and golf accounts receivable. Accounts receivable of the governmental activities consists primarily of police fines. Receivables detail at June 30, 2021 is as follows:

	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>
Service receivables	\$ 47,468	3,044,958	\$ 3,092,426
Other receivables	104,992	114,638	219,630
Municipal court fines receivable	3,821,896	-	3,821,896
Allowance for uncollectible accounts	<u>(3,708,130)</u>	<u>(1,455,289)</u>	<u>(5,163,419)</u>
Net accounts receivable	<u>\$ 266,226</u>	<u>\$ 1,704,307</u>	<u>\$ 1,970,533</u>

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

3.C. RESTRICTED ASSETS

The amounts reported as restricted assets in the fund financial statements are comprised of cash and investments held by the trustee bank on behalf of the public trust (Authority) related to their required revenue bond and promissory note accounts as described in Note 2.D. and deposits held for refund.

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

<u>Types of Restricted Assets</u>	<u>Current Cash and Cash Equivalents</u>	<u>Noncurrent Cash and Cash Equivalents</u>	<u>Noncurrent Investments</u>
ENTERPRISE FUND:			
Trustee Accounts:			
2009 OWRB Notes:			
Bond Fund Account	\$ -	\$ -	\$ 40,368
2012 OWRB Notes:			
Reserve Fund Account	-	129,666	-
Bond Fund Account	115,394	-	31,450
2020 Revenue Bonds:			
Bond Fund Account	537,625	-	-
Sinking Fund Account	7	-	-
Redemption Fund Account	1,064	-	-
COI Fund Account	12,151	-	-
Deposits held for refund	<u>105,043</u>	<u>-</u>	<u>420,172</u>
Total	<u>\$ 771,284</u>	<u>\$ 129,666</u>	<u>\$ 491,990</u>

3.D. CAPITAL ASSETS

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

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

	Balance at <u>July 1, 2020</u>	<u>Additions</u>	<u>Deductions</u>	<u>Transfers</u>	Balance at <u>June 30, 2021</u>
PRIMARY GOVERNMENT:					
<i>Governmental Activities:</i>					
Capital assets not being depreciated:					
Land	\$ 16,968,978	\$ 3,031,593	\$ 94,447	\$ -	\$ 19,906,124
Construction-in-progress	21,322,702	918,628	16,535	(15,512,795)	6,712,000
Total capital assets not being depreciated	<u>38,291,680</u>	<u>3,950,221</u>	<u>110,982</u>	<u>(15,512,795)</u>	<u>26,618,124</u>
Other capital assets:					
Buildings	11,354,192	-	-	14,980,487	26,334,679
Other improvements	8,556,951	68,562	-	282,016	8,907,529
Machinery and equipment	12,449,749	461,580	283,245	240,292	12,868,376
Infrastructure	46,681,249	680,148	26,262	10,000	47,345,135
Total other capital assets at historical cost	<u>79,042,141</u>	<u>1,210,290</u>	<u>309,507</u>	<u>15,512,795</u>	<u>95,455,719</u>
Less accumulated depreciation for:					
Buildings	3,228,865	560,423	-	-	3,789,288
Other improvements	2,247,201	362,271	-	-	2,609,472
Machinery and equipment	7,207,902	822,487	283,245	-	7,747,144
Infrastructure	32,738,260	995,354	26,262	-	33,707,352
Total accumulated depreciation	<u>45,422,228</u>	<u>2,740,535</u>	<u>309,507</u>	<u>-</u>	<u>47,853,256</u>
Other capital assets, net	<u>33,619,913</u>	<u>(1,530,245)</u>	<u>-</u>	<u>15,512,795</u>	<u>47,602,463</u>
Governmental activities capital assets, net	<u>\$ 71,911,593</u>	<u>\$ 2,419,976</u>	<u>\$ 110,982</u>	<u>\$ -</u>	<u>\$ 74,220,587</u>
<i>Business-Type Activities:</i>					
Capital assets not being depreciated:					
Land	\$ 2,169,204	\$ -	\$ -	\$ -	\$ 2,169,204
Intangible assets	6,702,666	-	-	-	6,702,666
Construction in progress	3,139,732	1,723,471	-	(3,016,441)	1,846,762
Total capital assets not being depreciated	<u>12,011,602</u>	<u>1,723,471</u>	<u>-</u>	<u>(3,016,441)</u>	<u>10,718,632</u>
Other capital assets:					
Buildings	47,858,413	-	-	58,827	47,917,240
Improvements other than buildings	44,590,374	52,815	2,968	2,365,921	47,006,142
Machinery and equipment	7,614,146	303,634	255,247	48,990	7,711,523
Infrastructure	58,244,224	1,333,677	-	542,703	60,120,604
Total other capital assets at historical cost	<u>158,307,157</u>	<u>1,690,126</u>	<u>258,215</u>	<u>3,016,441</u>	<u>162,755,509</u>
Less accumulated depreciation for:					
Buildings	12,839,693	626,360	-	-	13,466,053
Improvements other than buildings	21,120,157	1,339,494	2,490	-	22,457,161
Machinery and equipment	4,667,776	467,430	255,247	-	4,879,959
Infrastructure	43,184,391	1,005,775	-	-	44,190,166
Total accumulated depreciation	<u>81,812,017</u>	<u>3,439,059</u>	<u>257,737</u>	<u>-</u>	<u>84,993,339</u>
Other capital assets, net	<u>76,495,140</u>	<u>(1,748,933)</u>	<u>478</u>	<u>3,016,441</u>	<u>77,762,170</u>
Business-type activities capital assets, net	<u>\$ 88,506,742</u>	<u>\$ (25,462)</u>	<u>\$ 478</u>	<u>\$ -</u>	<u>\$ 88,480,802</u>

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

Primary Government:	
Governmental Activities:	
General Government	\$ 546,730
Financial Administration	12,151
Public Safety	479,170
Highways and Streets	1,076,722
Culture and Recreation	617,378
Economic Development	8,384
Total depreciation expense for governmental activities	<u>\$ 2,740,535</u>
Business-Type Activities:	
Water	\$ 1,601,744
Wastewater	1,033,426
Solid Waste	111,318
Storm Water	155,963
Airport	344,185
Golf	192,423
Total depreciation expense for business-type activities	<u>\$ 3,439,059</u>

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

3.E. LONG-TERM DEBT

The reporting entity's long-term debt is segregated between the amounts to be repaid from governmental activities, amounts to be repaid from business-type activities, and amounts to be repaid from component units.

Governmental Activities:

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

General Obligation Bonds:

\$3,500,000 General Obligation Bonds of 2018, used for streets, parks and municipal facilities, due in annual installments of \$185,000, final payment due April 1, 2038, with interest rates of 2.0% to 3.25%	\$3,145,000
\$6,180,000 General Obligation Limited Tax Bonds of 2018, used for economic development purposes, due in annual installments of \$325,000, final payment due April 1, 2038, with interest rates of 2.9% to 3.45%	5,530,000
\$1,510,000 General Obligation Refunding Bonds of 2021A, used for park lands and culture and recreation facilities, due in annual installments varying from \$120,000 to \$300,000, final payment due June 1, 2031, with interest rates of 2.0% to 3.0%	1,510,000
\$6,500,000 General Obligation Bonds of 2019, used for capital improvement purposes, due in annual installments of \$340,000, final payment due July 1, 2039, with interest rate of 3.0%	6,500,000
\$2,900,000 General Obligation Bonds of 2020, used for capital improvement purposes, due in annual installments of \$155,000, final payment due June 1, 2040, with interest rates of 2.0% to 2.3%	<u>2,900,000</u>
Total General Obligation Bonds	<u>\$19,585,000</u>
Current portion	\$1,260,000
Non-current portion	<u>18,325,000</u>
Total General Obligation Bonds	<u>\$19,585,000</u>

Revenue Bonds:

\$8,640,000 Capital Improvement Revenue Bonds of 2015 dated January 1, 2016, used for capital improvements for public safety, issued by Sand Springs Municipal Authority, secured by dedicated sales tax, interest rates 2.0% to 4.25%, due in annual installments varying from \$245,000 to \$510,000, final payment due January 1, 2042	\$7,630,000
\$7,360,000 Capital Improvement Revenue Bonds of 2016 dated January 1, 2016, used for capital improvements for public safety, issued by Sand Springs Municipal Authority, secured by dedicated sales tax, interest rates 2.0% to 4.0%, due in annual installments varying from \$210,000 to \$430,000, final payment due January 1, 2042	<u>6,490,000</u>
Total Revenue Bonds	\$14,120,000
Plus: Unamortized Premium	<u>316,611</u>
Total Revenue Bonds, net	<u>\$14,436,611</u>
Current portion	\$495,000
Non-current portion, net	<u>13,941,611</u>
Total Revenue Bonds	<u>\$14,436,611</u>

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

Capital Leases Payable:

\$647,799 capital lease with Motorola for police radio equipment, due in annual installments of \$92,543, final payment due August 1, 2021, with no interest	\$ 92,543
\$66,418 capital lease with Motorola for fire radio equipment, due in annual installments of \$10,411, final payment due May 1, 2022, with interest rate of 3.21%	10,087
\$496,304 capital lease with Community First National Bank for fire pumper, due in monthly installments of \$5,747, final payment due July 1, 2021, with interest rate of 2.406%	<u>5,724</u>
Total Capital Leases Payable	<u>\$108,354</u>
Current portion	\$108,354
Non-current portion	<u>-0-</u>
Total Capital Leases Payable	<u>\$108,354</u>

Accrued Compensated Absences:

Current portion	\$ 204,228
Non-current portion	<u>816,916</u>
Total Accrued Compensated Absences	<u>\$1,021,144</u>

Business-Type Activities:

As of June 30, 2021, the long-term debt payable from business-type activities resources consisted of the following:

Notes Payable (direct borrowings):

2003A OWRB SRF Note Payable dated January 1, 2003, original amount of \$1,200,000 with an annual administration fee of 0.5%, semiannual installments of principal and interest, final installment September 15, 2022, used for sewer improvements. The loan is collateralized by the pledge of revenues. In the event of default, the lender may file suit to require any or all of the borrower covenants to be performed; accelerate the payment of principal and interest accrued on the note; appoint temporary trustees to take over, operate and maintain the System on a profitable basis; or file suit to enforce or enjoin the action or inaction of the Borrower under the provisions of the loan agreement.	\$ 89,997
2004A OWRB Note Payable dated April 1, 2004, original amount of \$950,806, with an annual interest rate of 0% plus 0.5% admin fee, installments due semiannually, final installment March 8, 2024, used for sewer improvements. The loan is collateralized by the pledge of revenues. In the event of default, the Secured Party may file suit to require any or all of the borrower covenants to be performed; accelerate the payment of principal and interest accrued on the note; appoint temporary trustees to take over, operate and maintain the System on a profitable basis; or file suit to enforce or enjoin the action or inaction of the Debtor under the provisions of the loan agreement.	142,621

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
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<p>2005A OWRB Note Payable dated June 29, 2006, original amount of \$2,314,000 with an annual interest rate of 2.60%, semiannual installments of principal and interest, final installment September 15, 2026, used for sewer improvements. The loan is collateralized by the pledge of revenues. In the event of default, the Secured Party may, at its' discretion, require the Debtor to assemble the collateral and make available to the Secured Party.</p>	699,844
<p>2006 OWRB Note Payable dated August 30, 2005, original amount of \$2,250,000 with an interest rate of 2.60% plus a .5% admin fee, with semi-annual payments, final payment due March 15, 2026, used for sewer improvements. The loan is collateralized by the pledge of revenues. In the event of default, the Secured Party may, at its' discretion, require the Debtor to assemble the collateral and make available to the Secured Party.</p>	624,359
<p>2009 OWRB SRF Note Payable dated December 9, 2009, original amount of \$5,631,709 with an interest rate of 3.11% with semi-annual payments, final payment due September 15, 2030, used for water improvements; remaining funds left to draw are \$187,337. The loan is collateralized by the pledge of revenues. In the event of default, the lender may file suit to require any or all of the borrower covenants to be performed; accelerate the payment of principal and interest accrued on the note; appoint temporary trustees to take over, operate and maintain the System on a profitable basis; or file suit to enforce or enjoin the action or inaction of the Borrower under the provisions of the loan agreement.</p>	1,228,592
<p>2012 OWRB Note Payable dated August 29, 2012, original amount of \$1,240,000 with a variable interest rate ranging from 0.25% to 4.00% plus a .5% admin fee, with semi-annual payments, final payment due September 1, 2022, used for refinancing 2003B OWRB Note that was issued for sewer improvements. The loan is collateralized by the pledge of revenues. In the event of default, the lender may file suit to require any or all of the borrower covenants to be performed; accelerate the payment of principal and interest accrued on the note; appoint temporary trustees to take over, operate and maintain the System on a profitable basis; or file suit to enforce or enjoin the action or inaction of the Borrower under the provisions of the loan agreement.</p>	275,000
<p>2013 Note Payable dated October 1, 2013, original amount of \$1,020,000 with an annual interest rate ranging of 3.05%, semiannual installments of principal and interest, final installment October 1, 2022, used for refinancing 2004B OWRB Note that was issued for sewer improvements. The loan is collateralized by the pledge of revenues. In the event of default, the lender accelerate the payment of principal and interest accrued on the note; foreclose on the lien of mortgaged property; sale of collateral and real property; appoint temporary trustees to take over, operate and maintain the System on a profitable basis.</p>	<u>190,000</u>
<p>Total Notes Payable</p>	\$3,250,413
<p>Plus: Unamortized Premium</p>	<u>11,332</u>
<p>Total Notes Payable, net</p>	<u>\$3,261,745</u>
<p>Current portion</p>	\$755,968
<p>Non-current portion, net</p>	<u>2,505,777</u>
<p>Total Notes Payable</p>	<u>\$3,261,745</u>

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

Revenue Bonds:

2020 Series Utility System Refunding Revenue Bonds dated August 1, 2020, original amount of \$21,920,000, issued by Sand Springs Municipal Authority, secured by utility revenues and pledged sales tax, interest rates from 2.0% to 4.0%, final maturity November 1, 2042, used for water and sewer improvements and pay off notes payable.	\$21,920,000
Plus: Unamortized discount	<u>2,349,204</u>
Total Revenue Bonds, net	<u>\$24,269,204</u>

Current portion	\$610,000
Non-current portion, net	<u>23,659,204</u>
Total Revenue Bonds Payable	<u>\$24,269,204</u>

Accrued Compensated Absences:

Current portion	\$60,295
Non-current portion	<u>248,086</u>
Total Accrued Compensated Absences	<u>\$308,381</u>

Deposits Subject to Refund:

Current portion	\$105,043
Non-current portion	<u>420,172</u>
Total Deposits Subject to Refund	<u>\$525,215</u>

Changes in Long-Term Debt

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

<u>Type of Debt</u>	<u>Balance July 1, 2020</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2021</u>	<u>Amounts Due Within One Year</u>
<u>Primary Government</u>					
Governmental Activities:					
General Obligation Bonds	\$ 20,845,000	\$ 1,510,000	\$ 2,770,000	\$ 19,585,000	\$ 1,260,000
Revenue Bonds	14,605,000	-	485,000	14,120,000	495,000
Capital Leases Payable	278,614	-	170,260	108,354	108,354
Judgment Payable	-	247,500	82,500	165,000	82,500
Accrued Compensated Absences	<u>983,075</u>	<u>740,958</u>	<u>702,889</u>	1,021,144	<u>204,228</u>
Total Governmental Activities	<u>\$ 36,711,689</u>	<u>\$ 2,498,458</u>	<u>\$ 4,210,649</u>	34,999,498	<u>\$ 2,150,082</u>
Plus: Unamortized bond premium				316,611	
				<u>\$ 35,316,109</u>	
Reconciliation to Statement of Net Position:					
Due in one year				\$ 2,150,082	
Due in more than one year				<u>33,166,027</u>	
				<u>\$ 35,316,109</u>	

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

<u>Type of Debt</u>	<u>Balance July 1, 2020</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2021</u>	<u>Amounts Due Within One Year</u>
Business-Type Activities:					
Notes Payable (direct borrowings)	\$ 3,985,097	\$ -	\$ 734,684	\$ 3,250,413	\$ 755,968
Revenue Bonds Payable	25,645,000	21,920,000	25,645,000	21,920,000	610,000
Accrued Compensated Absences	<u>286,511</u>	<u>214,735</u>	<u>192,865</u>	308,381	<u>60,295</u>
Total Business-Type Activities	<u>\$ 29,916,608</u>	<u>\$ 22,134,735</u>	<u>\$ 26,572,549</u>	25,478,794	<u>\$ 1,426,263</u>
Plus: Unamortized bond premium				2,360,536	
Deposits subject to refund				<u>525,215</u>	
				<u>\$ 28,364,545</u>	
Reconciliation to Statement of Net Position:					
Due in one year				1,426,263	
Due in more than one year				<u>26,938,282</u>	
				<u>\$ 28,364,545</u>	

Debt Service Requirements to Maturity - Primary Government

The debt service requirements to maturity, including principal and interest, for long-term debt as of June 30, 2021 are as follows:

	<u>Governmental Activities</u>					
	<u>General Obligation Bonds</u>		<u>Revenue Bonds</u>		<u>Capital Leases Payable</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
<u>Year Ending June 30,</u>						
2022	\$ 1,260,000	\$ 691,776	\$ 495,000	\$ 242,570	\$ 108,354	\$ 336
2023	1,255,000	559,538	505,000	469,250	-	-
2024	1,125,000	530,415	510,000	459,150	-	-
2025	1,125,000	500,238	530,000	447,930	-	-
2026	1,125,000	469,521	540,000	435,343	-	-
2027-2031	5,625,000	1,868,880	2,915,000	1,951,455	-	-
2032-2036	5,025,000	1,052,507	3,475,000	1,392,387	-	-
2037-2041	3,045,000	286,367	4,210,000	657,651	-	-
2042	-	-	940,000	35,035	-	-
Totals	<u>\$ 19,585,000</u>	<u>\$ 5,959,242</u>	<u>\$ 14,120,000</u>	<u>\$ 6,090,771</u>	<u>\$ 108,354</u>	<u>\$ 336</u>

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

<u>Year Ending June 30,</u>	Business-Type Activities			
	Notes Payable		Revenue Bonds Payable	
	(Direct borrowings)			
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2022	\$ 755,968	\$ 63,948	\$ 610,000	\$ 638,800
2023	682,618	45,661	750,000	625,200
2024	463,400	28,423	765,000	610,050
2025	427,254	18,359	780,000	590,700
2026	357,970	14,246	805,000	566,925
2027-2031	563,203	17,715	4,430,000	2,420,475
2032-2036	-	-	5,155,000	1,689,675
2037-2041	-	-	5,975,000	856,125
2042-2043	-	-	2,650,000	80,100
Totals	\$ 3,250,413	\$ 188,352	\$ 21,920,000	\$ 8,078,050

Current Refundings

On June 22, 2021 the City issued \$1,510,000 General Obligation Refunding Bonds Series 2021A with interest rates ranging from 2.0% to 3.0% to current refund \$1,625,000 General Obligation Bonds Series 2014. The net proceeds \$1,514,453 plus an additional \$125,000 taken from the original GO Bonds reserves were transferred to the escrow agent to current refund the debt. The 2014 Series Bonds were paid in full by June 30, 2021. The City completed the refunding to reduce its total debt service payments over the next 13 years by \$323,595 and to obtain an economic gain (the difference between the present values of the old and new debt service payments) of \$113,162. The current refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$0.00

On August 12, 2020 the City issued \$21,920,000 Utility System Revenue Bonds, Refunding Series 2020 with interest rates ranging from 2.0% to 4.0% to current refund \$25,645,000 Utility System Revenue Bonds Series 2012. The net proceeds of \$23,432,883 plus an additional \$2,673,285 taken from the original revenue bond reserves were transferred to the escrow agent to current refund the debt. The 2012 Series Bonds were paid in full by June 30, 2021. The City completed the refunding to reduce its total debt service payments over the next 21 years by \$7,628,188 and to obtain an economic gain (the difference between the present values of the old and new debt service payments) of \$3,483,387. The current refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of unamortized loss of \$92,611. This difference, reported in the accompanying financial statements as deferred outflow of resources, is being charged to operations through the year 2042 using the straight line method.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

3.F. INTERFUND TRANSACTIONS AND BALANCES

Interfund transfers reported in the fund financial statements for the year ended June 30, 2021, were as follows:

TRANSFERS IN	TRANSFERS OUT											
	GENERAL FUND	STREET IMPROVEMENT FUND	CAPITAL IMPROVEMENT WATER/WASTEWATER FUND	PUBLIC SAFETY CAPITAL IMPROVEMENT FUND	2018 GENERAL OBLIGATION BOND CITY PROJECT FUND	SSMA WATER FUND	SSMA WASTEWATER FUND	SSMA SOLID WASTE FUND	SSMA GOLF FUND	SSMA STORMWATER FUND	OTHER GOVERNMENTAL FUNDS	
<i>Primary Government:</i>												
<i>Governmental Activities:</i>												
Major Funds:												
General Fund	\$ 1,899,585	\$ -	\$ -	\$ -	\$ 100,000	\$ -	\$ 995,247	\$ 415,160	\$ 268,438	\$ -	\$ -	\$ 120,740
Capital Project Funds:												
Street Improvement Fund	-	-	-	-	-	-	-	-	-	-	-	-
Capital Improvement Water/Wastewater Fund	-	-	-	-	-	-	-	-	-	-	-	-
Public Safety Capital Improvement Fund	-	-	-	-	-	-	-	-	-	-	-	-
2018 GO Bond City Project Fund	-	-	-	-	-	-	-	-	-	-	-	-
Capital Project Funds	-	-	-	-	-	-	-	-	-	-	-	-
Sub-total Major Funds	1,899,585	-	-	-	100,000	-	995,247	415,160	268,438	-	-	120,740
Nonmajor Funds	12,669,055	113,300	650,000	2,050,000	-	2,166,842	470,000	590,000	39,428	1,345,000	-	5,244,485
Total Governmental Activities	14,568,640	113,300	650,000	2,050,000	100,000	-	3,162,089	885,160	858,438	39,428	1,345,000	5,365,225
<i>Business-Type Activities:</i>												
Major Funds:												
SSMA Water Fund	800,000	-	-	800,000	-	-	-	-	-	-	-	-
SSMA Wastewater Fund	-	-	-	-	-	-	-	-	-	-	-	-
SSMA Airport Fund	100,000	-	-	-	-	100,000	-	-	-	-	-	-
SSMA Golf Fund	200,000	-	-	-	-	200,000	-	-	-	-	-	-
Total Business-Type Activities	1,100,000	-	-	800,000	-	300,000	-	-	-	-	-	-
Total Primary Government	\$ 15,668,640	\$ 113,300	\$ 650,000	\$ 2,850,000	\$ 100,000	\$ -	\$ 3,462,089	\$ 885,160	\$ 858,438	\$ 39,428	\$ 1,345,000	\$ 5,365,225

Transfer From	Transfer To	Amount	Purpose of Transfer
* General Fund	Short-Term Capital Improvement	\$ 4,800	A E911 wireless system
* General Fund	Short-Term Capital Improvement	108,500	A Capital asset purchases
Short-Term Capital Improvement	* General Fund	120,000	B E911 wireless system
Capital Improvement Fund	Development Capital Improvement Fund	500,000	A/B Capital asset purchases
Capital Improvement Fund	2018 GO Bond Economic Development Fund	412,507	A/B Capital asset purchases
* Street Improvement Fund	2018 GO Bond Economic Development Fund	650,000	A Capital asset purchases
Sinking Fund	* General Fund	740	B Interest earnings
* SSMA Water Fund	* General Fund	995,247	Budgeted subsidy
* SSMA Wastewater Fund	* General Fund	415,160	Budgeted subsidy
* SSMA Solid Waste Utility Fund	* General Fund	268,438	Budgeted subsidy
* SSMA Water Fund	Capital Improvement Fund	286,842	A Capital asset purchases
* Public Safety Capital Improvement Fund	* General Fund	100,000	Capital asset purchases
Short-Term Capital Improvement	Capital Improvement Fund	44,000	A/B Capital asset purchases
* Capital Improvement W&WW Fund	Development Capital Improvement Fund	1,200,000	A Capital asset purchases
* SSMA Golf Course Fund	Golf Course Capital Improvement	39,428	A Capital asset purchases
* Capital Improvement W&WW Fund	* SSMA Water Fund	800,000	Debt service
Economic Development Capital Impr Fund	Development Capital Improvement Fund	387,978	A/B Capital asset purchases
* SSMA Stormwater Fund	Stormwater Capital Improvement	1,345,000	A Budgeted subsidy
* Stormwater Capital Improvement	2018 GO Bond Economic Development Fund	3,900,000	A/B Capital asset purchases
* Capital Improvement W&WW Fund	2018 GO Bond Economic Development Fund	850,000	A Capital asset purchases
* SSMA Water Fund	Short-Term Capital Improvement	205,000	A Capital asset purchases
* SSMA Water Fund	Airport Construction Fund	51,000	A Budgeted subsidy
* SSMA Water Fund	Development Capital Improvement Fund	1,100,000	A Capital asset purchases
* SSMA Water Fund	SSMA Short-term Capital Improvement Fund	524,000	A Capital asset purchases
* SSMA Water Fund	* SSMA Golf Course Fund	200,000	Budgeted subsidy
* SSMA Water Fund	* SSMA Airport Fund	100,000	Budgeted subsidy
* SSMA Wastewater Fund	SSMA Short-term Capital Improvement Fund	120,000	A Capital asset purchases
* SSMA Wastewater Fund	Development Capital Improvement Fund	350,000	A Capital asset purchases
* SSMA Solid Waste Fund	SSMA Short-term Capital Improvement Fund	590,000	A Capital asset purchases
		<u>\$ 15,668,640</u>	

* - Denotes major fund

Sub-total of Nonmajor Governmental Fund Transfers In	12,669,055	Sum of A
Sub-total of Nonmajor Governmental Fund Transfers Out	(5,365,225)	Sum of B

Reconciliation to Fund Financials:	Transfers		Net Transfers
	In	Out	
Governmental Funds	\$ 14,568,640	\$ (9,078,525)	\$ 5,490,115
Enterprise Funds	1,100,000	(6,590,115)	(5,490,115)
Total Transfers	\$ 15,668,640	\$ (15,668,640)	\$ -

Reconciliation to Statement of Activities:		
Net Transfers Governmental Funds		\$ 5,490,115
Net transfer for Capital project funds reported as business-type activities		367,797
Capital outlay for governmental capital project funds reported as transfers to business-type activities		(1,023,219)
Net Transfers/Internal Activity		<u>\$ 4,834,693</u>

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

3.G. FUND EQUITY

Fund Balance and Net Position:

The following tables show the fund balance classifications as shown on the Governmental Funds Balance Sheet and Proprietary Fund Statement of Net Position:

General Fund	Major Capital Project Funds				Other Governmental Funds	TOTAL
	Street Improvement	Capital Improvement Water & Wastewater	Public Safety Capital Improvement	2018 GO Bond City Project		
Fund Balances:						
Nonspendable:						
Inventory & prepaids	\$ 19,491	\$ -	\$ -	\$ -	\$ -	\$ 19,491
Sub-total Nonspendable	19,491	-	-	-	-	19,491
Restricted for:						
Animal Sterilization	8,822	-	-	-	-	8,822
Jail Reserves	101,673	-	-	-	-	101,673
Substance Abuse	114,720	-	-	-	-	114,720
Juvenile Programs	71,430	-	-	-	-	71,430
Economic Development	317,480	-	-	-	5,161,091	5,478,571
Streets	-	9,811,799	-	-	-	9,811,799
License Plates	41,870	-	-	-	-	41,870
Public Safety Capital Improvements	-	-	-	908,825	-	908,825
Capital Improvements	-	-	-	-	270,618	4,388,062
Contract Wages	115,413	-	-	-	-	115,413
E911	-	-	-	-	635,535	635,535
Utility Capital Projects	-	-	8,498,329	-	-	8,498,329
Debt Service	-	-	-	-	1,184,174	1,184,174
Sub-total Restricted	771,408	9,811,799	8,498,329	908,825	4,117,444	31,359,223
Assigned to:						
Subsequent Year Budget	2,546,491	-	-	-	-	2,546,491
Encumbrances	218,199	-	-	-	-	218,199
Economic Development Capital Improvements	-	-	-	-	2,287,547	2,287,547
Community Center	249,082	-	-	-	-	249,082
Police	164,768	-	-	-	-	164,768
Fire	9,717	-	-	-	-	9,717
Municipal Court Technology	32,030	-	-	-	-	32,030
Alive at 25	5,191	-	-	-	-	5,191
Streets	-	637,794	-	-	-	637,794
Public Safety Capital Improvements	-	-	-	384,674	-	384,674
Capital Improvements	-	-	-	-	1,647,555	1,647,555
Parks	-	-	-	-	88,714	88,714
River City Crossing	-	-	-	-	441,297	441,297
Stormwater Projects	-	-	-	-	4,671,932	4,671,932
Utility Capital Projects	-	-	579,153	-	1,048,483	1,627,636
Golf Course	-	-	-	-	23,604	23,604
Debt Service	-	-	-	-	11,277	11,277
Sub-total Assigned	3,225,478	637,794	579,153	384,674	10,220,409	15,047,508
Unassigned:	5,715,044	-	-	-	-	5,715,044
TOTAL FUND BALANCES	\$ 9,731,421	\$ 10,449,593	\$ 9,077,482	\$ 1,293,499	\$ 4,117,444	\$ 52,141,266

The amount assigned to encumbrances of \$218,199 in the General Fund is disaggregated further as follows:

Function:	
General Government	\$ 32,754
Financial Administration	60,042
Public Safety	64,734
Highways and Streets	14,318
Culture and Recreation	33,936
Economic Development	8,664
Facilities Management and Fleet Maintenance	3,751
	<u>\$ 218,199</u>

The amounts in other major and nonmajor governmental funds are listed in total by fund as follows:

Major Funds:	
Street Improvement	\$ 369,748
Capital Improvement Water/Wastewater	697,779
Public Safety Capital Improvement	79,321
2018 GO Bond City Project Fund	336,446

**NOTES TO BASIC FINANCIAL STATEMENTS
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Nonmajor Funds:	
GO Bond 2014 Fund	635
Capital Improvement Fund	82,146
Stormwater Capital Improvement	122,741
Airport Construction	1,774
Special Programs Account	14,011
General Short Term Capital Improvement	365,861
Economic Development Capital Improvement	28,258
CDBG EDIF Fund	5,450
2018 GO Bond Economic Development Fund	93,063
Development Capital Improvement Fund	169,495
SSMA Capital Fund	916,698

Enterprise Funds:	
Restricted for Debt Service:	
Cash and Cash Equivalents	\$ 854,509
Less: accrued interest payable	(127,765)
Total Enterprise Fund Restricted Net Position	<u>\$ 726,744</u>

NOTE 4. OTHER NOTES

4.A. EMPLOYEE PENSION AND OTHER BENEFIT PLANS

The City participates in three employee pension systems as follows:

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

A summary of all the amounts recorded in the City's financial statements for the plans is as follows:

	<u>Governmental Activities</u>
Net Pension Liability	
Police Pension System	\$ 692,099
Firefighter's Pension System	9,008,797
Total Net Pension Liability	<u>\$ 9,700,896</u>
Deferred Outflows of Resources	
Police Pension System	\$ 1,192,832
Firefighter's Pension System	2,385,415
Total Deferred Outflows of Resources	<u>\$ 3,578,247</u>
Deferred Inflows of Resources	
Police Pension System	\$ 201,813
Firefighter's Pension System	813,984
Total Deferred Inflows of Resources	<u>\$ 1,015,797</u>
Pension Expense	
Police Pension System	\$ 821,719
Firefighter's Pension System	1,813,942
Total Pension Expense	<u>\$ 2,635,661</u>

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

Oklahoma Police Pension and Retirement Systems

Summary of Significant Accounting Policies

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

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

Benefits provided - OPPRS provides retirement, disability, and death benefits to members of the plan. The normal retirement date under the Plan is the date upon which the participant completes 20 years of credited service, regardless of age. Participants become vested upon completing 10 years of credited service as a contributing participant of the Plan. No vesting occurs prior to completing 10 years of credited service. Participants' contributions are refundable, without interest, upon termination prior to normal retirement. Participants who have completed 10 years of credited service may elect a vested benefit in lieu of having their accumulated contributions refunded. If the vested benefit is elected, the participant is entitled to a monthly retirement benefit commencing on the date the participant reaches 50 years of age or the date the participant would have had 20 years of credited service had employment continued uninterrupted, whichever is later. Monthly retirement benefits are calculated at 2.5% of the final average salary (defined as the average paid base salary of the officer over the highest 30 consecutive months of the last 60 months of credited service) multiplied by the years of credited service, with a maximum of 30 years of credited service considered.

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

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

Contributions - The contributions requirements of the Plan are at an established rate determine by Oklahoma Statute and are not based on actuarial calculations. Employees are required to contribute 8% percent of their annual pay. Participating cities are required to contribute 13% of the employees' annual pay. Contributions to the pension plan from the City were \$264,676. The State of Oklahoma also made on-behalf contributions to OPPRS in the amount of \$163,860 this is reported as both a revenue and an expenditure in the General Fund Statement of Revenues, Expenditures, and Changes in Fund Balance. In the government-wide Statement of Activities, revenue is recognized for the state's on-behalf contributions on an accrual basis of \$242,833. These on-behalf payments did not meet the criteria of a special funding situation.

**NOTES TO BASIC FINANCIAL STATEMENTS
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JUNE 30, 2021**

Net Pension Liability, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2021, the City reported a liability of \$692,099 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020. The City's proportion of the net pension liability was based on the City's contributions received by the pension plan relative to the total contributions received by pension plan for all participating employers as of June 30, 2020. Based upon this information, the City's proportion was .6026377%.

For the year ended June 30, 2021, the City recognized pension expense of \$821,719. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 17,905	\$ 187,956
Changes of assumptions	71,099	
Net difference between projected and actual earnings on pension plan investments	816,568	-
Changes in proportion and differences between City contributions and proportionate share of contributions	1,943	12,983
City contributions during the measurement date	20,641	874
City contributions subsequent to the measurement date	264,676	-
Total	\$ 1,192,832	\$ 201,813

The \$264,676 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction/addition of the net pension liability (asset) in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:			
	2022	\$	104,645
	2023		211,165
	2024		268,700
	2025		155,783
	2026		(13,950)
	Total	\$	726,343

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

Inflation:	2.75%	
Salary increases:	3.5% to 12% average, including inflation	
Investment rate of return:	7.5% net of pension plan investment expense	
Cost-of-living adjustments:	Police officers eligible to receive increased benefits according to repealed Section 50-120 of Title 11 of the Oklahoma Statutes pursuant to a court order receive an adjustment of 1/3 to 1/2 of the increase or decrease of any adjustment to the base salary of a regular police officer, based on an increase in base salary.	

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

Mortality rates: Active employees (pre-retirement) RP-2000 Blue Collar

Active employees (post-retirement) and nondisabled pensioners: RP-2000 Blue Collar Healthy Combined table with fully generational improvement using scale AA.

Disabled pensioners: RP-2000 Blue Collar Healthy Combined table with age set forward 4 years.

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

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

<u>Asset Class</u>	<u>Real Rate of Return</u>
Fixed income	4.79%
Domestic equity	5.74%
International equity	9.19%
Real estate	7.99%
Private equity	10.20%
Commodities	3.50%

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

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

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

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
Employers' net pension liability (asset)	\$ 2,444,907	\$ 692,099	\$ (790,408)

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

Oklahoma Fire Pension and Retirement Systems

Summary of Significant Accounting Policies

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

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

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

Normal Retirement:

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

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

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

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

Contributions - The contributions requirements of the Plan are at an established rate determine by Oklahoma Statute and are not based on actuarial calculations. Employees are required to contribute 9% percent of their annual pay. Participating cities are required to contribute 14% of the employees' annual pay. Contributions to the pension plan from the City were \$302,490. The State of Oklahoma also made on-behalf contributions to FPRS in the amount of \$500,646 this is reported as both a revenue and an expenditure in the General Fund Statement of Revenues, Expenditures, and Changes in Fund Balance. In the government-wide Statement of Activities, revenue is recognized for the state's on-behalf contributions on an accrual basis of \$757,550. These on-behalf payments did not meet the criteria of a special funding situation.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2021, the City reported a liability of \$9,008,797 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020. The City's proportion of the net pension liability was based on the City's contributions received by the pension plan relative to the total contributions received by pension plan for all participating employers as of June 30, 2020. Based upon this information, the City's proportion was .7312853%.

For the year ended June 30, 2021, the City recognized pension expense of \$1,813,942. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 1,148,175	\$ 120,876
Changes of assumptions	-	152,663
Net difference between projected and actual earnings on pension plan investments	132,419	-
Changes in proportion and differences between City contributions and proportionate share of contributions	790,932	507,130
City contributions during the measurement date	11,399	33,315
City contributions subsequent to the measurement date	302,490	-
Total	<u>\$ 2,385,415</u>	<u>\$ 813,984</u>

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

The \$302,490 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:		
2022	\$	253,107
2023		379,119
2024		358,391
2025		278,324
2026		-
Total	\$	<u>1,268,941</u>

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

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

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

The actuarial assumptions used in the July 1, 2020, valuation were based on the results of an actuarial experience study for the period July 1, 2013, to June 30, 2019.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed income	20%	4.90%
Domestic equity	47%	7.09%
International equity	15%	9.19%
Real estate	10%	7.99%
Other assets	8%	5.57%

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

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

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

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
Employers' net pension liability	\$ 11,699,587	\$ 9,008,797	\$ 6,757,530

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

Defined Contribution Plan - OkMRF

The City has provided a defined contribution plan and trust known as the City of Sand Springs Plan and Trust (the "Plan") in the form of The Oklahoma Municipal Retirement System Master Defined Contribution Plan (OkMRF). OkMRF operations are supervised by a nine-member Board of Trustees elected by the participating municipalities. The plan is administered by JP Morgan Chase of Oklahoma City. The OkMRF Plan issues a separate financial report that may be obtained from OkMRF. The defined contribution plan is available to all full-time employees except those participating in state fire or police program and the City Manager. Employees are eligible on the employee's employment commencement date. Each employee shall be required to contribute 4% (not to exceed 10%) of his or her compensation. By City ordinance, the City, as employer, is required to make contributions to the plan, under the government pick-up option, at a rate of 8% of covered payroll. The City has also elected the variable funding option. The contribution rate of the employer may be determined annually by the City council. The City's contributions for each employee (and interest allocated to the employee's account) are vested at a rate of 50% after completion of five years of service and then 10% per year for the next five years. The employee is fully vested after 10 years of service. City contributions for, and interest forfeited by, employees who leave employment prior to fully vesting are allocated back to remaining eligible participants. Benefits depend solely on amounts contributed to the plan plus investment earnings. The authority to establish and amend the provisions of the plan rests with the City Council.

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

Employee contributions made	\$237,255
Employer (City) contributions made	\$443,946

Defined Contribution Plan – OkMRF - CMO Plan

The City has also provided a defined contribution plan in the form of The Oklahoma Municipal Retirement System Master Defined Contribution Plan (OkMRF). The defined contribution plan is available to any person who is in the position of City Manager as of August 14, 2006. Employees are eligible on the employee's employment commencement date. The City has elected the variable funding option. The City intends to make a contribution to the Plan for the benefit of the participants on a monthly basis. The contribution may be varied from year to year by the City. The City's contributions for each employee (and interest allocated to the employee's account) are vested at 100% immediately upon the participation date. Benefits depend solely on amounts contributed to the plan plus investment earnings. The authority to establish and amend the provisions of the plan rests with the City Council. The City contributes 13% to the plan and the employee does not contribute to the plan. The total contributions by the City for fiscal year 2021 were \$15,862 which is 100% of the required contribution.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

Other Post-Employment Benefits

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

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

Employees covered by benefit terms - At June 30, 2021 the following employees were covered by the benefit terms:

Active Employees	125
Inactives or beneficiaries currently receiving benefit payments	<u>0</u>
Total	<u><u>125</u></u>

Total OPEB Liability – The City’s total OPEB liability of \$2,662,282 was measured as of June 30, 2020, and was determined by an actuarial valuation as of that date.

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

- Actuarial Cost Method - Entry Age Normal
- Discount Rate – 2.21%, based on June 30, 2020 published Bond Pay Go-20 bond index
- Termination – Civilian employees are based on actual experience of the Oklahoma Municipal Retirement Fund. Rates for police and firefighters are based on rates for these groups in Oklahoma.

Retirement Age:

<u>Age</u>	<u>Rate</u>
55	7%
56	7%
57	7%
58	7%
59	7%
60	7%
61	7%
62	30%
63	17.5%
64	17.5%
65-69	40%
70	100%

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

Years of Service	Retirement Rate	
	Police	Fire
20	20%	10%
21	6%	5%
22	6%	5%
23	6%	5%
24	10%	10%
25	20%	15%
26	10%	15%
27	10%	15%
28	10%	15%
29	15%	15%
30	100%	20%
31	100%	20%
32	100%	20%
33	100%	20%
34	100%	25%
35	100%	100%

- Participation – 25% of currently covered civilian employees are assumed to elect retiree medical coverage and 50% for police and firefighters. Dependents are assumed acceptance rate is 50%
- Healthcare cost trend rates - Plan year dependent rates graded from 4.87% to 6.02%
- Mortality Rates - RPA-2000 Mortality Table with cohort mortality projection

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

	Total OPEB Liability
Balances Beginning of Year	\$ 2,157,789
Changes for the Year:	
Service cost	158,968
Interest expense	75,524
Difference between expected and actual experience	(127,409)
Changes in assumptions	397,410
Benefits paid	-
Net changes	504,493
Balances Ending of Year	\$ 2,662,282
Governmental Activities	\$ 1,796,238
Business-type Activities	866,044
	\$ 2,662,282

Changes of assumptions reflects a change in discount rate from 3.50 percent to 2.21 percent.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

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

	1% Decrease 1.21%	Current Discount Rate 2.21%	1% Increase 3.21%
Employers' total OPEB liability	\$ 3,048,156	\$ 2,662,282	\$ 2,329,099

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate-The following presents the total OPEB liability of the employer calculated using the healthcare cost trend rate of 5.992% grading to 4.87%, as well as what the Plan's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage point lower (4.99% grading to 3.87%) or 1-percentage-point higher (6.99% grading to 5.87%) than the current rate:

	1% Decrease (4.99% grading to 3.87%)	Healthcare Costs Trend Rates (5.99% grading to 4.87%)	1% Increase (6.99% grading to 5.87%)
Employers' net OPEB liability	\$ 2,286,274	\$ 2,662,282	\$ 3,124,802

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB- For the year ended June 30, 2021, the City recognized OPEB expense of \$188,489. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 284,947
Changes of assumptions	384,932	201,907
Changes in proportion	115,406	115,402
Benefit payments during measurement date	479	479
Total	\$ 500,817	\$ 602,735

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

2022	\$	(45,999)
2023		(45,999)
2024		(45,999)
2025		(28,029)
2026		(1,708)
Thereafter		65,816
Total	\$	(101,918)

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

4.B. TAX ABATEMENTS

The City enters into sales tax rebate agreements with local businesses as allowed in the Oklahoma State Constitution, Article 10, Section 14. Under this law, the City may establish economic development programs and provide sales tax increments for development as part of its economic development plan.

The sales tax rebate program allows a retail store business or developer to receive rebated sales tax in an amount equal to one cent (\$0.01) from every \$0.0405 of sales tax that the business generates. To be eligible for this program, the project area should be developed or redeveloped after a significant vacancy to provide economic opportunity to the City and its citizens.

Due to the confidentiality laws in Oklahoma Statutes, Title 68, Section 1354.11, the amounts of sales taxes rebated will not be disclosed. The following businesses had rebate agreements with the City as of June 30, 2021:

A grocery retailer received rebated sales taxes during 2019. The sales tax rebated cannot exceed the lesser of (i) 1% of the gross sales tax generated over a 10 year period, or (ii) \$2,000,000. This sales tax rebate period is for ten years from the sales tax commencement date (the date the City first receives sales tax). The agreement must be renewed for the City Council annually to ensure a continuing public benefit. This agreement was entered into July 2012 and will terminate no later than June 2022.

The City is subject to ad valorem tax abatements granted by the State of Oklahoma in accordance with the Oklahoma Constitution, Article X, Section 6B for qualifying manufacturing concerns.

Under this program, a 5 year ad valorem tax exemption exempts all real and personal property that is necessary for the manufacturing of a product and facilities engaged in research and development which meet the requirements set by the Oklahoma Constitution and Statutes. In exchange for the 5 year exemption, qualifying manufacturing concerns must incur investment costs of \$250,000 or more for construction, acquisition, or expansion of a manufacturing facility. In addition, there are general minimal payroll requirements that must be met and qualifying manufacturing concerns must offer a basic health benefit plan to all full-time employees within 180 days of employment.

4.C. RISK MANAGEMENT

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

<u>Type of Loss</u>	<u>Method Managed</u>	<u>Risk of Loss Retained</u>
a. General Liability: - Torts - Errors and omissions - Police liability - Vehicle	Purchased commercial insurance.	None
b. Physical Property: - Theft - Damage to assets - Natural disasters	All physical property except vehicles is insured through commercial insurance with deductible of \$1,000. Vehicle damage is not covered by insurance.	All physical property except vehicles - None Vehicles - entire risk of loss retained through fund incurring the loss.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

c. Workers' Compensation: - Employee injuries	Participates in OMAG risk entity pool. Participation fee includes an actuarially determined amount held by OMAG as the loss reserve fund, to pay claims incurred. Claims are administered by the State Insurance Fund.	Specific aggregate stop loss coverage is provided by the State Insurance Fund and covers all claims above the loss reserve fund.
d. Health and Life: - Medical - Dental	All group health and life coverage is insured through a commercial carrier.	None

OMAG Workers Compensation

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

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

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

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

4.D. COMMITMENTS AND CONTINGENCIES

Contingencies:

Grant Program Involvement

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

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2021**

Litigation

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

While the outcome of the above noted proceedings cannot be predicted, due to the insurance coverage maintained by the City and the State statute relating to judgments, the City feels that any settlement or judgment not covered by insurance would not have a material adverse effect on the financial condition of the City.

Asset Retirement Obligation

The City has incurred certain asset retirement obligations related to the operation of its wastewater utility system. The estimated liability of the legally required closure costs for the wastewater utility system cannot be reasonably estimated as of June 30, 2021, since the specific legally required costs of retirement have not yet been identified. The City anticipates identifying those specific legally required costs and obtaining an estimate of those costs in a subsequent fiscal year.

Commitments:

Construction Projects

At June 30, 2021, the City had several construction projects ongoing. The material projects are noted below:

<u>Project</u>	<u>Total Contract</u>	<u>Remaining Contract</u>	<u>Funding Source</u>
Main Street Improvements	\$ 3,157,234	\$ 88,277	Street Improvement Fund
Morrow Road Widening	1,706,349	1,410	Vision 2025

Tax Increment Financing District

The City established a tax increment financing district (the “District”) for the purpose of assisting an existing company within the City to expand its business. Under terms of the agreement, the Company agreed to relocate/expand its business on an underdeveloped parcel of land within the City. Pursuant to the agreement, sales tax generated within the District would be rebated by the City to the company on allowable construction costs incurred in the District as defined in the agreement. In addition, one hundred percent of the ad valorem tax generated within the District in excess of the base assessed value of the District is to be apportioned and used to reimburse the company for certain allowable project costs. The apportionment of ad valorem will terminate upon the final payment for all allowable project costs incurred, less previous apportionments of sales tax, but in no case shall extend beyond twenty-five years from the original effective date. During fiscal 2021, the ad valorem assessments on the District totaled \$811,629.

Subsequent Events

The City evaluated subsequent events through the date of the audit report. The City concluded that no subsequent events have occurred subsequent to year end that would require recognition in the financial statements.

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REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information (RSI) includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Defined Benefit Cost Sharing Plans:
 - Police
 - Schedule of the City's proportionate share of the net pension liability
 - Schedule of City contributions
 - Fire
 - Schedule of the City's proportionate share of the net pension liability
 - Schedule of City contributions
- Budgetary Comparison Schedule - General Fund
- Notes to RSI - Budgetary Comparison Schedule
- Schedule of Changes in Total OPEB Liability and Related Ratios

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

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
City's proportion of the net pension liability (asset)	0.5255%	0.5557%	0.5755%	0.5571%	0.5806%	0.5776%	0.6026377%
City's proportionate share of the net pension liability (asset)	\$ (176,923)	\$ 22,670	\$ 881,406	\$ 42,849	\$ (276,540)	\$ (36,875)	\$ 692,099
City's covered payroll	\$ 1,497,869	\$ 1,522,161	\$ 1,649,772	\$ 1,802,485	\$ 1,847,846	\$ 1,953,454	\$ 2,097,300
City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	(11.81%)	1.49%	53.43%	2.38%	(14.97%)	(1.89%)	33.00%
Plan fiduciary net position as a percentage of the total pension liability	101.53%	99.82%	93.50%	99.68%	101.89%	100.24%	95.80%

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

Notes to Schedule:

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

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

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Statutorially required contribution	\$ 204,866	\$ 214,512	\$ 234,323	\$ 240,220	\$ 253,949	\$ 272,649	\$ 264,676
Contributions in relation to the statutorially required contribution	<u>204,866</u>	<u>214,512</u>	<u>234,323</u>	<u>240,220</u>	<u>253,949</u>	<u>272,649</u>	<u>264,676</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 1,522,161	\$ 1,649,772	\$ 1,802,485	\$ 1,847,846	\$ 1,953,454	\$ 2,097,300	\$ 2,035,969
Contributions as a percentage of covered payroll	13.46%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%

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

Notes to Schedule:

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

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

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
City's proportion of the net pension liability	0.696226%	0.7066%	0.7441%	0.71246%	0.66754%	0.64270%	0.7312853%
City's proportionate share of the net pension liability	\$7,159,629	\$7,499,699	\$9,090,642	\$8,960,763	\$7,514,168	\$6,790,981	\$ 9,008,797
City's covered payroll	\$1,785,586	\$1,941,928	\$2,020,060	\$2,030,414	\$2,067,307	\$2,060,843	\$ 2,070,707
City's proportionate share of the net pension liability as a percentage of its covered payroll	401%	386%	450%	441%	363%	330%	435%
Plan fiduciary net position as a percentage of the total pension liability	68.12%	68.27%	64.87%	66.61%	70.73%	72.85%	69.98%

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

Notes to Schedule:

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

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

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Statutorily required contribution	\$ 271,870	\$ 282,811	\$ 284,258	\$ 289,423	\$ 288,518	\$ 289,899	\$ 302,490
Contributions in relation to the statutorily required contribution	<u>271,870</u>	<u>282,811</u>	<u>284,258</u>	<u>289,423</u>	<u>288,518</u>	<u>289,899</u>	<u>302,490</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 1,941,928	\$ 2,020,060	\$ 2,030,414	\$ 2,067,307	\$ 2,060,843	\$ 2,070,707	\$ 2,160,643
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%

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

Notes to Schedule:

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

**CITY OF SAND SPRINGS, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the fiscal year ended June 30, 2021**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Beginning Budgetary Fund Balance:	\$5,263,945	\$6,247,383	\$6,247,383	-
Resources (Inflows):				
TAXES:				
Sales tax	6,706,986	6,706,986	7,425,551	718,565
Use tax	1,080,000	1,080,000	1,850,909	770,909
Hotel/Motel tax	153,000	153,000	257,758	104,758
Franchise tax	868,000	868,000	817,525	(50,475)
Video Provider Fee	22,000	22,000	23,740	1,740
Emergency telephone tax	12,000	12,000	14,515	2,515
Abatement fees	30,000	30,000	23,489	(6,511)
Payment in lieu of taxes	1,265,468	1,265,468	1,303,484	38,016
Total Taxes	<u>10,137,454</u>	<u>10,137,454</u>	<u>11,716,971</u>	<u>1,579,517</u>
INTERGOVERNMENTAL:				
Taxes	235,000	235,000	242,486	7,486
Cigarette tax	120,000	120,000	138,288	18,288
Grants	38,453	2,654,760	2,759,060	104,300
Total Intergovernmental	<u>393,453</u>	<u>3,009,760</u>	<u>3,139,834</u>	<u>130,074</u>
CHARGES FOR SERVICES:				
Court costs	105,300	85,000	75,476	(9,524)
Zoning and inspection fees	75,000	75,000	108,455	33,455
Park and recreation fees	78,000	78,000	59,460	(18,540)
Fire run fees	750	750	-	(750)
Fire protection fee	163,000	163,000	163,962	962
First responder runs	5,000	5,000	5,000	-
First responder fees	247,500	247,500	251,157	3,657
EMSA fees	276,000	276,000	278,877	2,877
Other fees	32,500	34,672	22,372	(12,300)
Total Charges for Services	<u>983,050</u>	<u>964,922</u>	<u>964,759</u>	<u>(163)</u>
FINES AND FORFEITURES	<u>120,000</u>	<u>140,300</u>	<u>150,360</u>	<u>10,060</u>
LICENSES AND PERMITS:				
Licenses	94,640	94,640	96,391	1,751
Permits	41,900	41,900	64,838	22,938
Total Licenses and Permits	<u>136,540</u>	<u>136,540</u>	<u>161,229</u>	<u>24,689</u>
OTHER:				
Transfers from other funds	1,890,705	1,910,845	1,899,585	(11,260)
Interest on taxes	8,700	8,700	6,392	(2,308)
Interest	109,000	55,000	50,685	(4,315)
Other	371,000	213,374	169,290	(44,084)
Total Other	<u>2,379,405</u>	<u>2,187,919</u>	<u>2,125,952</u>	<u>(61,967)</u>
Total Resources (Inflows)	<u>14,149,902</u>	<u>16,576,895</u>	<u>18,259,105</u>	<u>1,682,210</u>
Amounts available for appropriation	<u>19,413,847</u>	<u>22,824,278</u>	<u>24,506,488</u>	<u>1,682,210</u>

(Continued)

**CITY OF SAND SPRINGS, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the fiscal year ended June 30, 2021
(Continued)**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Charges to Appropriations (Outflows):				
GENERAL GOVERNMENT:				
General Administration:				
Personal services	\$ 700	\$ 550	\$ -	\$ 550
Materials and supplies	7,000	38,362	20,318	18,044
Other services and charges	168,803	158,865	105,743	53,122
Total General Administration	<u>176,503</u>	<u>197,777</u>	<u>126,061</u>	<u>71,716</u>
Municipal Court:				
Personal services	182,927	175,498	130,500	44,998
Materials and supplies	1,825	1,825	1,696	129
Other services and charges	40,942	42,442	38,108	4,334
Total Municipal Court	<u>225,694</u>	<u>219,765</u>	<u>170,304</u>	<u>49,461</u>
City Manager:				
Personal services	356,704	270,597	196,140	74,457
Materials and supplies	2,240	3,387	3,368	19
Other services and charges	6,780	169,545	151,818	17,727
Total City Manager	<u>365,724</u>	<u>443,529</u>	<u>351,326</u>	<u>92,203</u>
City Clerk:				
Personal services	189,875	195,421	179,015	16,406
Materials and supplies	2,500	2,500	2,176	324
Other services and charges	13,420	13,420	6,860	6,560
Total City Clerk	<u>205,795</u>	<u>211,341</u>	<u>188,051</u>	<u>23,290</u>
Information Services:				
Personal services	158,105	159,804	138,989	20,815
Materials and supplies	10,925	33,473	30,452	3,021
Other services and charges	223,280	201,320	172,142	29,178
Total Information Services	<u>392,310</u>	<u>394,597</u>	<u>341,583</u>	<u>53,014</u>
TOTAL GENERAL GOVERNMENT	<u>1,366,026</u>	<u>1,467,009</u>	<u>1,177,325</u>	<u>289,684</u>
PLANNING AND ZONING:				
Planning and Development:				
Personal services	165,913	166,987	161,494	5,493
Materials and supplies	2,344	2,008	1,686	322
Other services and charges	22,194	25,470	22,920	2,550
TOTAL PLANNING AND ZONING	<u>190,451</u>	<u>194,465</u>	<u>186,100</u>	<u>8,365</u>
FINANCIAL ADMINISTRATION:				
Human Resources:				
Personal services	194,081	211,813	198,959	12,854
Materials and supplies	6,912	8,212	6,768	1,444
Other services and charges	8,645	8,795	7,630	1,165
Total Human Resources	<u>209,638</u>	<u>228,820</u>	<u>213,357</u>	<u>15,463</u>
Finance:				
Personal services	485,508	514,725	505,486	9,239
Materials and supplies	7,278	12,060	10,500	1,560
Other services and charges	218,635	259,202	152,296	106,906
Total Finance	<u>711,421</u>	<u>785,987</u>	<u>668,282</u>	<u>117,705</u>
City Attorney:				
Personal services	20,935	20,935	16,242	4,693
Other services and charges	119,545	119,545	104,868	14,677
Total City Attorney	<u>140,480</u>	<u>140,480</u>	<u>121,110</u>	<u>19,370</u>
TOTAL FINANCIAL ADMINISTRATION	<u>1,061,539</u>	<u>1,155,287</u>	<u>1,002,749</u>	<u>152,538</u>

(Continued)

CITY OF SAND SPRINGS, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the fiscal year ended June 30, 2021
(Continued)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
PUBLIC SAFETY:				
Police:				
Personal services	\$ 3,624,700	\$ 3,642,144	\$ 3,361,913	\$ 280,231
Materials and supplies	157,174	238,363	177,513	60,850
Other services and charges	155,118	171,913	133,779	38,134
Total Police	<u>3,936,992</u>	<u>4,052,420</u>	<u>3,673,205</u>	<u>379,215</u>
Emergency Management:				
Personal services	40,969	40,032	38,073	1,959
Materials and supplies	10,921	19,084	13,886	5,198
Other services and charges	16,004	20,471	17,082	3,389
Total Emergency Management	<u>67,894</u>	<u>79,587</u>	<u>69,041</u>	<u>10,546</u>
Animal Control:				
Personal services	103,192	115,411	111,948	3,463
Materials and supplies	30,094	30,793	29,890	903
Other services and charges	3,878	3,378	1,936	1,442
Capital outlay	3,000	2,000	950	1,050
Total Animal Control	<u>140,164</u>	<u>151,582</u>	<u>144,724</u>	<u>6,858</u>
Communications:				
Personal services	513,811	537,461	498,741	38,720
Materials and supplies	10,500	11,100	6,948	4,152
Other services and charges	241,656	248,013	186,684	61,329
Total Communications	<u>765,967</u>	<u>796,574</u>	<u>692,373</u>	<u>104,201</u>
Fire:				
Personal services	3,345,328	3,374,983	3,297,468	77,515
Materials and supplies	115,288	145,639	128,698	16,941
Other services and charges	353,406	347,406	321,451	25,955
Capital outlay	3,000	3,000	2,379	621
Total Fire	<u>3,817,022</u>	<u>3,871,028</u>	<u>3,749,996</u>	<u>121,032</u>
Neighborhood Services:				
Personal services	328,988	338,784	289,919	48,865
Materials and supplies	9,816	9,816	4,284	5,532
Other services and charges	138,480	138,201	93,298	44,903
Capital outlay	5,500	5,500	4,692	808
Total Neighborhood Services	<u>482,784</u>	<u>492,301</u>	<u>392,193</u>	<u>100,108</u>
TOTAL PUBLIC SAFETY	<u>9,210,823</u>	<u>9,443,492</u>	<u>8,721,532</u>	<u>721,960</u>
HIGHWAYS AND STREETS:				
Street and Alley:				
Personal services	511,191	543,562	393,902	149,660
Materials and supplies	207,077	293,636	226,234	67,402
Other services and charges	272,219	272,219	195,386	76,833
TOTAL HIGHWAYS AND STREETS	<u>990,487</u>	<u>1,109,417</u>	<u>815,522</u>	<u>293,895</u>
HEALTH AND WELFARE:				
Senior Citizens:				
Personal services	22,235	6,734	1,123	5,611
Materials and supplies	6,603	4,053	530	3,523
Other services and charges	3,792	2,867	1,807	1,060
TOTAL HEALTH AND WELFARE	<u>32,630</u>	<u>13,654</u>	<u>3,460</u>	<u>10,194</u>

(Continued)

**CITY OF SAND SPRINGS, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the fiscal year ended June 30, 2021
(Continued)**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
CULTURE AND RECREATION:				
Parks and Recreation:				
Personal services	\$ 755,566	\$ 872,689	\$ 813,663	\$ 59,026
Materials and supplies	147,469	184,131	172,670	11,461
Other services and charges	514,474	541,208	466,987	74,221
Capital outlay	10,333	17,658	(2,740)	20,398
Total Parks and Recreation	<u>1,427,842</u>	<u>1,615,686</u>	<u>1,450,580</u>	<u>165,106</u>
Museum:				
Materials and supplies	5,400	5,400	4,701	699
Other services and charges	47,667	47,668	38,432	9,236
Total Museum	<u>53,067</u>	<u>53,068</u>	<u>43,133</u>	<u>9,935</u>
TOTAL CULTURE AND RECREATION	<u>1,480,909</u>	<u>1,668,754</u>	<u>1,493,713</u>	<u>175,041</u>
ECONOMIC DEVELOPMENT:				
Economic Development:				
Personal services	119,635	102,426	102,342	84
Materials and supplies	4,420	17,020	15,373	1,647
Other services and charges	307,868	324,632	313,982	10,650
TOTAL ECONOMIC DEVELOPMENT	<u>431,923</u>	<u>444,078</u>	<u>431,697</u>	<u>12,381</u>
FACILITIES MANAGEMENT AND FLEET MAINTENANCE:				
Facilities Management:				
Personal services	247,873	273,643	256,272	17,371
Materials and supplies	113,350	113,361	62,618	50,743
Other services and charges	242,068	242,527	188,190	54,337
Total Facilities Management	<u>603,291</u>	<u>629,531</u>	<u>507,080</u>	<u>122,451</u>
Fleet Maintenance:				
Personal services	248,281	254,444	232,460	21,984
Materials and supplies	15,766	17,576	(251)	17,827
Other services and charges	18,003	18,462	13,846	4,616
Total Fleet Maintenance	<u>282,050</u>	<u>290,482</u>	<u>246,055</u>	<u>44,427</u>
TOTAL FACILITIES MANAGEMENT AND FLEET MAINTENANCE	<u>885,341</u>	<u>920,013</u>	<u>753,135</u>	<u>166,878</u>
OTHER FINANCING USES:				
Transfers to other funds				
Debt service:	113,300	113,300	113,300	-
Capital lease principal	170,249	170,249	170,260	(11)
Capital lease interest	1,664	1,664	1,704	(40)
Total Other Financing Uses	<u>285,213</u>	<u>285,213</u>	<u>285,264</u>	<u>(51)</u>
Total Charges to Appropriations	15,935,342	16,701,382	14,870,497	1,830,885
Ending Budgetary Fund Balance	<u>\$ 3,478,505</u>	<u>\$ 6,122,896</u>	<u>\$ 9,635,991</u>	<u>\$ 3,513,095</u>
Reconciliation to Statement of Revenues, Expenditures and Changes in Fund Balance:				
Total Resources per Budgetary Comparison Schedule			\$ 18,259,105	
Add State Fire and Police pension on-behalf payments			664,506	
Add Special Programs sub-fund account revenues			28,428	
Less transfer in			(1,899,585)	
Total Revenues per Statement of Revenues, Expenditures, and Changes in Fund Balance			<u>\$ 17,052,454</u>	
Total Charges to Appropriations per Budgetary Comparison Schedule			\$ 14,870,497	
Add State Fire and Police pension on-behalf payments			664,506	
Add Special Programs sub-fund account expenditures			35,765	
Less transfer out			(113,300)	
Total Expenditures per Statement of Revenues, Expenditures, and Changes in Fund Balance			<u>\$ 15,457,468</u>	

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

Budgetary Accounting

The City prepares its budget for the General Fund on the modified accrual basis of accounting. The City utilizes encumbrance accounting under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve a portion of the applicable appropriation. Encumbrances outstanding at year end are not considered expenditures for budgetary purposes, but are reported as an assignment of fund balance since the City intends to honor the commitments and provide for supplemental appropriations in the following budget year. All appropriations lapse at year end.

City of Sand Springs, Oklahoma
 Schedule of Changes in Total OPEB Liability and Related Ratios
 Last 10 Years*

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Total OPEB Liability				
Service cost	\$ 159,662	\$ 146,215	\$ 142,934	\$ 158,968
Interest	60,022	76,493	78,245	75,524
Difference between expected and actual experience	-	(135,792)	(123,765)	(127,409)
Change in assumptions	(203,174)	(180,592)	49,358	397,410
Benefit payments, including refunds of member contributions	(27,737)	(21,169)	(10,819)	-
Net change in total OPEB liability	<u>(11,227)</u>	<u>(114,845)</u>	<u>135,953</u>	<u>504,493</u>
Total OPEB liability - beginning	<u>2,147,908</u>	<u>2,136,681</u>	<u>2,021,836</u>	<u>2,157,789</u>
Total OPEB liability - ending	<u>\$ 2,136,681</u>	<u>\$ 2,021,836</u>	<u>\$ 2,157,789</u>	<u>\$ 2,662,282</u>
Covered employee payroll	\$ 9,012,000	\$ 8,900,000	\$ 8,917,000	\$ 8,909,000
Total OPEB liability as a percentage of covered employee payroll	23.71%	22.72%	24.20%	29.88%

Notes to Schedule:

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

The change in assumption is a result of an increase in the discount rate from 2.85% to 3.58% in 2018, from 3.58% to 3.87% in 2019, from 3.87% to 3.50% in 2020 and from 3.50% to 2.21% in 2021.

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information (OSI) includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Combining Schedules – General fund accounts
- Combining Statements - Nonmajor governmental funds
- Budgetary Comparison Schedules - Nonmajor governmental funds
- Budgetary Comparison Schedule - Major governmental funds (capital project funds and debt service)
- Statement of Cash Flows – Discretely Presented Component Units
- Schedule of Debt Coverage
- Schedule of Expenditures of Federal Awards

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**City of Sand Springs, Oklahoma
Combining Balance Sheet
General Fund Accounts
June 30 2021**

	<u>General Fund</u>	<u>Special Programs Account</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 6,453,312	\$ 107,990	\$ 6,561,302
Investments	1,253,712	-	1,253,712
Deposits with insurance pool	1,174,056	-	1,174,056
Accrued interest receivable	74	-	74
Taxes receivable, net	445,020	-	445,020
Receivable from other governments	1,235,278	-	1,235,278
Court fines receivable, net	113,766	-	113,766
Other receivables	66,596	-	66,596
Inventories	18,768	-	18,768
Prepaid items	723	-	723
Total assets	<u>\$ 10,761,305</u>	<u>\$ 107,990</u>	<u>\$ 10,869,295</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 276,963	\$ 458	\$ 277,421
Payable to other governments	1,257	-	1,257
Other accrued expenses	465,373	-	465,373
Amounts held in escrow	28,417	-	28,417
Other payables	12,616	12,102	24,718
Total liabilities	<u>784,626</u>	<u>12,560</u>	<u>797,186</u>
Deferred inflows of resources:			
Unavailable revenues	340,688	-	340,688
Fund balances:			
Non-spendable	19,491	-	19,491
Restricted	771,408	-	771,408
Assigned	3,130,048	95,430	3,225,478
Unassigned	5,715,044	-	5,715,044
Total fund balances	<u>9,635,991</u>	<u>95,430</u>	<u>9,731,421</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 10,761,305</u>	<u>\$ 107,990</u>	<u>\$ 10,869,295</u>

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

	<u>General Fund</u>	<u>Special Programs Account</u>	<u>Total</u>
REVENUES			
Taxes	\$ 11,716,971	\$ -	\$ 11,716,971
Fees and fines	150,360	6,896	157,256
Licenses and permits	161,229	-	161,229
Intergovernmental	3,804,340	8,138	3,812,478
Charges for services	964,759	-	964,759
Investment earnings	57,077	11	57,088
Miscellaneous	169,290	13,383	182,673
Total revenues	<u>17,024,026</u>	<u>28,428</u>	<u>17,052,454</u>
EXPENDITURES			
Current:			
General government	1,177,325	-	1,177,325
Planning and zoning	186,100	-	186,100
Financial administration	1,002,749	-	1,002,749
Public safety	9,378,017	35,765	9,413,782
Highways and streets	815,522	-	815,522
Health and welfare	3,460	-	3,460
Culture and recreation	1,496,453	-	1,496,453
Community and economic development	431,697	-	431,697
Facilities management and fleet maintenance	753,135	-	753,135
Debt Service:			
Principal	170,260	-	170,260
Interest and other charges	1,704	-	1,704
Capital Outlay	5,281	-	5,281
Total expenditures	<u>15,421,703</u>	<u>35,765</u>	<u>15,457,468</u>
Excess (deficiency) of revenues over expenditures	<u>1,602,323</u>	<u>(7,337)</u>	<u>1,594,986</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	1,899,585	-	1,899,585
Transfers out	(113,300)	-	(113,300)
Total other financing sources and uses	<u>1,786,285</u>	<u>-</u>	<u>1,786,285</u>
Net change in fund balances	3,388,608	(7,337)	3,381,271
Fund balances - beginning	6,247,383	102,767	6,350,150
Fund balances - ending	<u>\$ 9,635,991</u>	<u>\$ 95,430</u>	<u>\$ 9,731,421</u>

City of Sand Springs, Oklahoma
 Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2021

SPECIAL REVENUE FUND	CAPITAL PROJECT FUNDS							
	Vision 2025	Short-Term Capital Improvements	Community Development Block Grant - EDIF	T.I.D. #1 Cimarron Center	Park and Recreation	Airport Construction	Capital Improvement	Stormwater Capital Improvement
\$ 42,215	\$ 986,358	\$ 84,712	\$ 852	\$ 88,714	\$ 148,463	\$ 1,901,987	\$ 3,545,492	
-	-	-	-	-	-	130,079	1,155,120	
-	13,557	-	457,422	-	-	-	1,174	
-	-	-	-	-	-	-	-	
\$ 42,215	\$ 999,915	\$ 84,712	\$ 458,274	\$ 88,714	\$ 148,463	\$ 2,032,066	\$ 4,701,786	
\$ 174	\$ 299,314	\$ 5,450	\$ 457,422	\$ -	\$ -	\$ 8,915	\$ 28,808	
174	299,314	5,450	457,422	-	-	8,915	28,808	
-	-	-	-	-	-	-	-	1,046
42,041	635,535	79,262	852	-	148,463	-	-	-
-	65,066	-	-	88,714	-	2,023,151	4,671,932	
42,041	700,601	79,262	852	88,714	148,463	2,023,151	4,671,932	
\$ 42,215	\$ 999,915	\$ 84,712	\$ 458,274	\$ 88,714	\$ 148,463	\$ 2,032,066	\$ 4,701,786	

(continued)

LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES

ASSETS
Cash and cash equivalents
Investments
Accrued interest receivable
Receivable from other governments
Other receivables
Total assets
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES
Liabilities:
Accounts payable
Total liabilities
Deferred inflows of resources:
Unavailable revenues
Fund balances:
Restricted
Assigned
Total fund balances
Total liabilities, deferred inflows and fund balances

City of Sand Springs, Oklahoma
 Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2021

	CAPITAL PROJECT FUNDS					DEBT SERVICE FUND		Total Other Governmental Funds
	2018 GO Economic Development Fund	2014 GO Capital Improvement	Golf Course Capital Improvement	Economic Development Capital Improvement	Development Capital Improvement	Debt Service Fund		
ASSETS								
Cash and cash equivalents	\$ 1,056,068	\$ 635	\$ 23,604	\$ 520,947	\$ 1,639,792	\$ 929,926	\$ 16,178,956	
Investments	-	-	-	-	-	249,594	1,534,793	
Accrued interest receivable	-	-	-	-	-	83	1,257	
Receivable from other governments	-	-	-	49,134	-	345,444	865,557	
Other receivables	-	-	-	-	85,864	-	85,864	
Total assets	\$ 1,056,068	\$ 635	\$ 23,604	\$ 570,081	\$ 1,725,656	\$ 1,525,047	\$ 18,666,427	
	\$ 7,585	\$ -	\$ -	\$ 2,298	\$ 5,892	\$ -	\$ 863,958	
Liabilities:	7,585	-	-	2,298	5,892	-	863,958	
Accounts payable								
Total liabilities								
Deferred inflows of resources:								
Unavailable revenues	-	-	-	-	-	329,596	330,642	
Fund balances:								
Restricted	-	-	-	-	-	1,184,174	7,251,418	
Assigned	1,048,483	635	23,604	567,783	1,719,764	11,277	10,220,409	
Total fund balances	1,048,483	635	23,604	567,783	1,719,764	1,195,451	17,471,827	
Total liabilities, deferred inflows and fund balances	\$ 1,056,068	\$ 635	\$ 23,604	\$ 570,081	\$ 1,725,656	\$ 1,525,047	\$ 18,666,427	

LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES

City of Sand Springs, Oklahoma
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2021

	CAPITAL PROJECT FUNDS							
	SPECIAL REVENUE FUND	Short-Term Capital Improvements	Community Development Block Grant - EDIF	T.I.D. #1 Cimarron Center	Park and Recreation	Airport Construction	Capital Improvement	Stormwater Capital Improvement
REVENUES								
Taxes	-	\$ 166,593	\$ -	\$ 811,629	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	-	-	139,864	-	-	250,264	-	-
Charges for services	-	1,120	-	-	31,762	-	-	-
Investment earnings	12	137	-	-	10	17	476	9,100
Miscellaneous	-	5,831	-	-	-	-	328,789	-
Total revenues	12	173,681	139,864	811,629	31,772	250,271	329,265	9,100
EXPENDITURES								
Current:								
Community development	-	-	-	911,819	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-	-
Capital Outlay	70,167	384,971	146,140	-	-	283,770	216,612	303,850
Total expenditures	70,167	384,971	146,140	911,819	-	283,770	216,612	303,850
Excess (deficiency) of revenues over expenditures	(70,155)	(211,290)	(6,276)	(100,190)	31,772	(33,499)	112,653	(294,750)
OTHER FINANCING SOURCES (USES)								
Issuance of long-term debt	-	-	-	-	-	-	-	-
Premiums from issuance of long-term debt	-	-	-	-	-	-	-	-
Payment to refunding/escrow account	-	318,300	-	-	-	51,000	330,842	1,345,000
Transfers in	-	(164,000)	-	-	-	-	(912,507)	(3,900,000)
Transfers out	-	154,300	-	-	-	51,000	(581,665)	(2,555,000)
Total other financing sources and uses	-	(66,990)	-	-	-	-	(469,012)	(2,849,750)
Net change in fund balances	112,196	757,591	85,538	101,042	56,942	130,962	2,492,163	7,521,682
Fund balances - beginning	42,041	700,601	79,262	852	88,714	148,463	2,023,151	4,671,932
Fund balances - ending								

(continued)

City of Sand Springs
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2020

	CAPITAL PROJECT FUNDS						DEBT SERVICE FUND		Total Other Governmental Funds
	2018 GO Economic Development Fund	2014 GO Capital Improvement	Golf Course Capital Improvement	Economic Development Capital Improvement	Development Capital Improvement	Debt Service Fund	Debt Service Fund		
REVENUES									
Taxes	\$ -	\$ -	\$ -	\$ 371,278	\$ -	\$ -	\$ 2,213,760	\$ -	\$ 3,563,260
Licenses and permits	-	-	-	13,650	-	-	-	-	13,650
Intergovernmental	-	-	-	-	-	-	-	-	390,118
Charges for services	-	-	-	-	-	-	-	-	32,882
Investment earnings	153	-	4	322	-	-	935	-	11,631
Miscellaneous	19,981	-	-	25,000	-	-	-	-	379,601
Total revenues	20,134	-	-	410,250	-	-	2,214,695	-	4,391,142
EXPENDITURES									
Current:									
Community development	-	-	-	-	-	-	-	-	911,819
Debt Service:									
Principal	-	-	-	-	-	-	1,145,000	-	1,145,000
Interest and other charges	-	-	-	-	-	-	861,980	-	861,980
Capital Outlay	291,140	19,483	66,119	65,190	1,882,737	-	-	-	5,230,286
Total expenditures	291,140	19,483	66,119	65,190	1,882,737	-	2,006,980	-	8,149,085
Excess (deficiency) of revenues over expenditures	(271,006)	(19,483)	(66,115)	345,060	(1,882,737)	-	207,715	-	(3,757,943)
OTHER FINANCING SOURCES (USES)									
Issuance of long-term debt	-	-	-	-	-	-	1,510,000	-	1,510,000
Premiums from issuance of long-term debt	-	-	-	-	-	-	74,035	-	74,035
Payment to refunding/escrow account	-	-	-	-	-	-	(1,625,000)	-	(1,625,000)
Transfers in	1,234,000	-	39,428	-	3,537,978	-	-	-	12,669,055
Transfers out	-	-	-	(387,978)	-	-	(740)	-	(5,965,225)
Total other financing sources and uses	1,234,000	-	39,428	(387,978)	3,537,978	-	(41,705)	-	7,262,865
Net change in fund balances	962,994	(19,483)	(26,687)	(42,918)	1,655,241	-	166,010	-	3,504,922
Fund balances - beginning	85,489	20,118	50,291	610,701	64,523	-	1,029,441	-	13,966,905
Fund balances - ending	1,048,483	635	23,604	567,783	1,719,764	-	1,195,451	-	17,471,827

CITY OF SAND SPRINGS, OKLAHOMA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS
 For the fiscal year ended June 30, 2021

	SPECIAL REVENUE - VISION 2025				CAPITAL PROJECT - SHORT-TERM CAPITAL IMPROVEMENTS			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 150,000	\$ 168,593	\$ 16,593	
Charges for services	-	-	-	-	20,526	1,120	(19,406)	
Investment income	-	-	12	12	200	137	(63)	
Miscellaneous	-	-	-	-	5,000	5,831	(3,782)	
Total Revenues	-	-	12	12	175,526	173,681	(6,655)	
Expenditures:								
Information Services:								
Capital outlay	-	-	-	-	-	40,833	10,780	
Communications:								
Capital outlay	-	-	-	-	5,000	734	4,266	
Animal Control:								
Capital outlay	-	-	-	-	30,000	-	30,000	
Parks & Recreation:								
Capital outlay	-	107,468	70,167	37,301	37,000	44,090	13,629	
Public Works:								
Capital outlay	-	-	-	-	-	7,808	7,808	
Streets:								
Capital outlay	-	-	-	-	341,500	299,314	42,186	
Total Expenditures	-	107,468	70,167	37,301	413,500	384,971	108,669	
Revenues over (under) expenditures	-	(107,468)	(70,155)	37,313	(237,974)	(211,290)	102,011	
Other Financing Sources (Uses):								
Transfers in	-	-	-	-	318,300	318,300	-	
Transfers out	-	-	-	-	(164,000)	(164,000)	-	
Total Other Financing Sources (Uses)	-	-	-	-	154,300	154,300	-	
Revenues and other sources over (under) expenditures and other uses	-	(107,468)	(70,155)	37,313	(83,674)	(56,990)	102,011	
Fund Balance - beginning of year	4,322	112,196	112,196	-	780,191	757,591	-	
Fund Balance - end of year	\$ 4,322	\$ 4,728	\$ 42,041	\$ 37,313	\$ 696,517	\$ 700,601	\$ 102,011	

(Continued)

CITY OF SAND SPRINGS, OKLAHOMA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS
 For the fiscal year ended June 30, 2021

	COMMUNITY DEVELOPMENT BLOCK GRANT - EDIF				CAPITAL PROJECT - PARK AND RECREATION			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Intergovernmental	-	\$ 158,162	\$ 139,864	\$ (18,298)	-	-	\$ -	-
Charges for services	-	-	-	-	-	7,000	31,762	5,150
Investment income	-	-	-	-	-	650	10	(10)
Miscellaneous	-	-	-	-	-	-	-	-
Total Revenues	-	158,162	139,864	(18,298)	7,650	26,632	31,772	5,140
Expenditures:								
Parks and Recreation:								
Capital outlay	-	2,000	-	2,000	-	-	-	-
Water:								
Capital outlay	-	154,845	146,140	8,705	-	-	-	-
Total Expenditures	-	156,845	146,140	10,705	-	-	-	-
Revenues over (under) expenditures	-	1,317	(6,276)	(7,593)	7,650	26,632	31,772	5,140
Other Financing Sources (Uses):								
Transfers in	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-
Revenues and other sources over (under) expenditures and other uses	-	1,317	(6,276)	(7,593)	7,650	26,632	31,772	5,140
Fund Balance - beginning of year	58,910	85,538	85,538	-	55,946	56,942	56,942	-
Fund Balance - end of year	\$ 59,910	\$ 86,855	\$ 79,262	\$ (7,593)	\$ 63,596	\$ 83,574	\$ 88,714	\$ 5,140

(Continued)

CITY OF SAND SPRINGS, OKLAHOMA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS
 For the fiscal year ended June 30, 2021

	CAPITAL PROJECT - T.I.D. #1 CIMARRON CENTER				CAPITAL PROJECT - CAPITAL IMPROVEMENT			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ 750,000	\$ 750,000	\$ 811,629	\$ 61,629	\$ -	\$ -	\$ 476	-\$ (824)
Investment income	-	-	-	-	40,000	1,300	328,789	249,524
Miscellaneous	-	-	-	-	-	79,265	-	-
Total Revenues	750,000	750,000	811,629	61,629	40,000	80,565	329,265	248,700
Expenditures:								
Current:								
Emergency Management:								
Capital Outlay	-	-	-	-	-	4,660	-	4,660
Parks and Recreation:								
Capital Outlay	-	-	-	-	-	55,032	8,885	46,147
Neighborhood Services:								
Capital Outlay	-	-	-	-	-	42,407	-	42,407
Facilities Management:								
Capital Outlay	-	-	-	-	100,000	142,354	9,243	133,111
Public Works:								
Capital Outlay	-	-	-	-	-	457,000	12,830	444,170
Economic Development:								
Other Services and Charges	750,000	750,000	911,819	(161,819)	-	-	-	-
Capital Outlay	750,000	750,000	911,819	(161,819)	10,385	341,526	113,807	227,719
Golf Course:								
Other Services and Charges	-	-	-	-	25,000	236,239	51,228	185,011
Airport:								
Capital Outlay	-	-	-	-	-	150,000	-	150,000
Street:								
Capital Outlay	-	-	-	-	-	91,037	-	91,037
Water:								
Capital Outlay	-	-	-	-	-	46,529	20,619	25,910
Total Expenditures	750,000	750,000	911,819	(161,819)	135,385	1,566,784	216,612	1,350,172
Revenues over (under) expenditures	-	-	(100,190)	(100,190)	(95,385)	(1,486,219)	112,653	1,598,872
Other Financing Sources (Uses):								
Transfers in	-	-	-	-	89,221	330,842	330,842	-
Transfers out	-	-	-	-	(12,507)	(912,507)	(912,507)	-
Total Other Financing Sources (Uses)	-	-	-	-	76,714	(581,665)	(581,665)	-
Revenues and other sources over (under) expenditures and other uses	-	-	(100,190)	(100,190)	(18,681)	(2,067,864)	(469,012)	1,598,872
Fund Balance - beginning of year	-	101,042	101,042	-	1,462,461	2,492,163	2,492,163	-
Fund Balance - end of year	-	\$ 101,042	\$ 852	\$ (100,190)	\$ 1,443,780	\$ 424,279	\$ 2,023,151	\$ 1,598,872

(Continued)

CITY OF SAND SPRINGS, OKLAHOMA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS
 For the fiscal year ended June 30, 2021

	CAPITAL PROJECT - STORMWATER CAPITAL IMPROVEMENT					CAPITAL PROJECT - SSMA CAPITAL				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)		Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	
	Original	Final				Original	Final			
Revenues:										
Taxes	-	-	\$ 9,100	\$ -	-	-	\$ -	\$ 153	-	-
Investment income	-	10,000	-	(900)	-	-	250	19,981	(97)	-
Miscellaneous	-	-	-	-	-	-	-	-	19,981	-
Total Revenues	100,000	10,000	9,100	(900)	-	5,000	250	20,134	19,884	-
Expenditures:										
Current:										
Water:										
Capital Outlay	-	-	-	-	-	264,000	265,942	-	-	265,942
Wastewater:										
Capital Outlay	-	-	-	-	-	120,000	156,528	17,979	-	140,549
Airport:										
Capital Outlay	-	-	-	-	-	-	10,515	-	-	10,515
Customer Service:										
Capital Outlay	-	-	-	-	-	30,000	32,520	-	-	32,520
Engineering:										
Capital Outlay	-	-	-	-	-	-	10,000	-	-	10,000
Golf Course:										
Capital Outlay	-	-	-	-	-	230,000	230,769	30,769	-	200,000
Sanitation:										
Capital Outlay	-	-	-	-	-	590,000	590,867	242,392	-	348,475
Stormwater:										
Capital Outlay	550,000	3,901,577	303,850	3,597,727	-	-	-	-	-	-
Total Expenditures	550,000	3,901,577	303,850	3,597,727	1,234,000	1,295,141	1,295,141	291,140	1,008,001	1,008,001
Revenues over (under) expenditures	(450,000)	(3,891,577)	(294,750)	3,596,827	(1,229,000)	(1,298,891)	(1,298,891)	(271,006)	1,027,895	1,027,895
Other Financing Sources (Uses):										
Transfers in	1,200,000	1,345,000	1,345,000	-	1,234,000	1,234,000	1,234,000	1,234,000	-	-
Transfers out	(3,900,000)	(3,900,000)	(3,900,000)	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(2,700,000)	(2,555,000)	(2,555,000)	-	1,234,000	1,234,000	1,234,000	1,234,000	-	-
Revenues and other sources over (under) expenditures and other uses	(3,150,000)	(6,446,577)	(2,849,750)	3,596,827	5,000	(64,891)	(64,891)	962,994	1,027,895	1,027,895
Fund Balance - beginning of year	3,176,920	7,521,682	7,521,682	-	24,915	85,489	85,489	85,489	-	-
Fund Balance - end of year	26,920	1,075,105	4,671,932	3,596,827	29,915	20,598	20,598	1,048,483	1,027,895	1,027,895

(Continued)

CITY OF SAND SPRINGS, OKLAHOMA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS
 For the fiscal year ended June 30, 2021

	CAPITAL PROJECT - GOLF COURSE CAPITAL IMPROVEMENT				CAPITAL PROJECT - ECONOMIC DEVELOPMENT CAPITAL IMPROVEMENT FUND			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	-	-	\$ -	\$ -	\$ 335,349	\$ 371,278	\$ 35,929	
Licenses & permits	-	-	-	-	-	13,650	13,650	
Investment income	500	-	4	4	100	322	13,650	
Miscellaneous	-	-	-	-	25,000	25,000	222	
Total Revenues	500	-	4	4	350,349	410,250	49,901	
Expenditures:								
Current:								
Capital Course:	47,750	95,132	66,119	29,013	-	-	-	
Capital Outlay	-	-	-	-	24,000	289,960	265,960	
Economic Development:								
Capital Outlay	-	-	-	-	24,000	289,960	265,960	
Total Expenditures	47,750	95,132	66,119	29,013	24,000	289,960	265,960	
Revenues over (under) expenditures	(47,250)	(95,132)	(66,115)	29,017	326,349	70,489	274,571	
Other Financing Sources (Uses):								
Transfers in	44,850	44,850	39,428	(5,422)	-	(387,978)	(343,550)	
Transfers out	-	-	-	-	-	(387,978)	(387,978)	
Total Other Financing Sources (Uses)	44,850	44,850	39,428	(5,422)	-	(387,978)	(343,550)	
Revenues and other sources over (under) expenditures and other uses	(2,400)	(50,282)	(26,687)	23,595	326,349	(317,489)	(274,571)	
Fund Balance - beginning of year	2,900	50,291	50,291	-	20,481	610,701	610,701	
Fund Balance - end of year	500	9	23,604	23,595	346,830	567,783	274,571	

(Continued)

CITY OF SAND SPRINGS, OKLAHOMA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS
 For the fiscal year ended June 30, 2021

	CAPITAL PROJECT - 2014 G.O. CAPITAL IMPROVEMENT				CAPITAL PROJECT - AIRPORT CONSTRUCTION			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	670,880	250,254	(420,626)	
Investment income	-	-	-	-	50	17	(33)	
Total Revenues	-	-	-	-	670,930	250,271	(420,659)	
Expenditures:								
Facilities Management:				634				
Capital Outlay	-	20,117	19,483	-	-	-	-	-
Airport:								
Capital Outlay	-	-	-	-	39,668	283,770	120,651	
Total Expenditures	-	20,117	19,483	634	39,668	283,770	120,651	
Revenues over (under) expenditures	-	(20,117)	(19,483)	634	(38,518)	(33,499)	(300,008)	
Other Financing Sources (Uses):								
Transfers in	-	-	-	-	16,000	51,000	-	
Total Other Financing Sources (Uses)	-	-	-	-	16,000	51,000	-	
Revenues and other sources over (under) expenditures and other uses	-	(20,117)	(19,483)	634	(22,518)	317,509	(300,008)	
Fund Balance - beginning of year	7,811	20,118	20,118	-	108,308	130,962	-	
Fund Balance - end of year	\$ 7,811	\$ 1	\$ 635	\$ 634	\$ 85,790	\$ 448,471	\$ (300,008)	(Continued)

CITY OF SAND SPRINGS, OKLAHOMA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS
 For the fiscal year ended June 30, 2021

	DEVELOPMENT/CAPITAL IMPROVEMENT FUND				CAPITAL PROJECT - 2018 G.O. ECONOMIC DEVELOPMENT PLAN FUND			
	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:								
Taxes	-	-	\$ -	\$ -	-	-	\$ -	\$ -
Investment income	-	-	-	-	-	-	465	465
Total Revenues	-	-	-	-	-	-	465	465
Expenditures:								
Current:								
Streets:								
Capital Outlay	-	-	-	-	-	650,000	-	650,000
Stormwater:								
Capital Outlay	-	337,978	49,296	288,682	-	3,591,317	-	3,591,317
Water:								
Capital Outlay	-	1,200,000	-	1,200,000	-	850,000	-	850,000
Economic Development:								
Capital Outlay	1,200,000	2,064,522	1,833,441	231,081	5,412,507	1,566,390	1,500,107	66,283
Total Expenditures	1,200,000	3,602,500	1,882,737	1,719,763	5,412,507	6,657,707	1,500,107	5,157,600
Revenues over (under) expenditures	(1,200,000)	(3,602,500)	(1,882,737)	1,719,763	(5,412,507)	(6,657,707)	(1,499,642)	5,158,065
Other Financing Sources (Uses):								
Transfers in	1,200,000	3,537,978	3,537,978	-	5,412,507	5,812,507	5,812,507	-
Total Other Financing Sources (Uses)	1,200,000	3,537,978	3,537,978	-	5,412,507	5,812,507	5,812,507	-
Revenues and other sources over (under) expenditures and other uses	-	(64,522)	1,655,241	1,719,763	-	(845,200)	4,312,865	5,158,065
Fund Balance - beginning of year	-	64,523	64,523	-	844,756	848,226	848,226	-
Fund Balance - end of year	\$ -	\$ 1	\$ 1,719,764	\$ 1,719,763	\$ 844,756	\$ 3,026	\$ 5,161,091	\$ 5,158,065

CITY OF SAND SPRINGS, OKLAHOMA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS
 For the fiscal year ended June 30, 2021

	DEBT SERVICE FUND			Variance with Final Budget Positive (Negative)
	Budgeted Amounts Original	Final	Actual Amounts	
Revenues:				
Taxes	\$ 2,122,307	\$ 2,122,307	\$ 2,213,760	\$ 91,453
Investment income	14,500	14,500	935	(13,565)
Total Revenues	<u>2,136,807</u>	<u>2,136,807</u>	<u>2,214,695</u>	<u>77,888</u>
Expenditures:				
Debt Service	1,864,627	3,643,086	2,006,980	1,636,106
Total Expenditures	<u>1,864,627</u>	<u>3,643,086</u>	<u>2,006,980</u>	<u>1,636,106</u>
Revenues over (under) expenditures	272,180	(1,506,279)	207,715	1,713,994
Other Financing Sources (Uses):				
Issuance of long-term debt	-	1,510,000	1,510,000	-
Premium from issuance of long-term debt	-	74,035	74,035	-
Payment to refunding/escrow account	-	(12,000)	(1,625,000)	(1,625,000)
Transfers out	(12,000)	(12,000)	(740)	1,260
Total Other Financing Sources (Uses)	<u>(12,000)</u>	<u>1,572,035</u>	<u>(41,705)</u>	<u>(1,613,740)</u>
Revenues and other sources over (under) expenditures and other uses	260,180	65,756	166,010	100,254
Fund Balance - beginning of year	1,194,980	1,029,441	1,029,441	-
Fund Balance - end of year	<u>\$ 1,455,160</u>	<u>\$ 1,095,197</u>	<u>\$ 1,196,451</u>	<u>\$ 100,254</u>

CITY OF SAND SPRINGS, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
MAJOR GOVERNMENTAL FUNDS (CAPITAL PROJECT FUNDS)
For the fiscal year ended June 30, 2021

	CAPITAL PROJECT - STREET IMPROVEMENT				CAPITAL PROJECT - CAPITAL IMPROVEMENT WATER/WASTEWATER			
	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:								
Taxes	\$ 1,676,746	\$ 1,676,746	\$ 1,856,388	\$ 179,642	\$ 3,353,493	\$ 3,353,493	\$ 3,712,775	\$ 359,282
Intergovernmental	-	1,750,000	-	(1,750,000)	-	-	-	-
Charges for services	-	-	-	-	100,000	100,000	144,775	44,775
Investment income	112,000	48,000	51,316	3,316	108,000	15,000	9,366	(5,634)
Miscellaneous	-	-	-	-	-	-	-	-
Total Revenues	<u>1,788,746</u>	<u>3,474,746</u>	<u>1,907,704</u>	<u>(1,567,042)</u>	<u>3,561,493</u>	<u>3,468,493</u>	<u>3,866,916</u>	<u>398,423</u>
Expenditures:								
Water:								
Capital Outlay	-	-	-	-	1,585,000	5,777,891	1,018,834	4,759,057
Wastewater:								
Capital Outlay	-	-	-	-	1,190,000	3,642,493	243,137	3,399,356
Public Works:								
Capital Outlay	-	-	-	-	-	150,171	11,871	138,300
Street:								
Capital Outlay	2,388,054	10,582,175	226,795	10,355,380	-	-	-	-
Total Expenditures	<u>2,388,054</u>	<u>10,582,175</u>	<u>226,795</u>	<u>10,355,380</u>	<u>2,775,000</u>	<u>9,570,555</u>	<u>1,273,842</u>	<u>8,296,713</u>
Revenues over (under) expenditures	(599,308)	(7,107,429)	1,680,909	8,788,338	786,493	(6,102,062)	2,593,074	8,695,136
Other Financing Sources (Uses):								
Transfers in	(650,000)	(650,000)	(650,000)	-	(2,850,000)	(2,850,000)	(2,850,000)	-
Transfers out	(650,000)	(650,000)	(650,000)	-	(2,850,000)	(2,850,000)	(2,850,000)	-
Total Other Financing Sources (Uses)								
Revenues and other sources over (under) expenditures and other uses	(1,249,308)	(7,757,429)	1,030,909	8,788,338	(2,063,507)	(8,952,062)	(256,926)	8,695,136
Fund Balance - beginning of year	1,448,559	9,418,684	9,418,684	-	2,330,324	9,334,408	9,334,408	-
Fund Balance - end of year	<u>\$ 199,251</u>	<u>\$ 1,661,255</u>	<u>\$ 10,449,593</u>	<u>\$ 8,788,338</u>	<u>\$ 266,817</u>	<u>\$ 382,346</u>	<u>\$ 9,077,482</u>	<u>\$ 8,695,136</u>

(Continued)

(Continued)

**CITY OF SAND SPRINGS, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
MAJOR GOVERNMENTAL FUNDS (CAPITAL PROJECT FUNDS)
For the fiscal year ended June 30, 2021**

	CAPITAL PROJECT - PUBLIC SAFETY CAPITAL IMPROVEMENT				CAPITAL PROJECT - 2018 G.O. CITY PROJECT			
	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:								
Taxes	\$ 1,509,072	\$ 1,509,072	\$ 1,670,749	\$ 161,677	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	10,315	10,315
Investment income	13,300	300	1,450	1,150	-	-	718	718
Miscellaneous	-	-	-	-	-	20,992	4,245	(16,747)
Total Revenues	1,522,372	1,509,372	1,672,199	162,827	-	20,992	15,278	(5,714)
Expenditures:								
Streets:								
Capital Outlay	-	-	-	-	1,945,000	3,995,952	492,626	3,503,326
Finance:								
Capital Outlay	-	1,087	-	1,087	-	-	-	-
Information Services:								
Capital Outlay	-	-	-	-	-	155,933	146,812	9,121
Police:								
Capital Outlay	210,261	1,147,631	122,258	1,025,373	-	201,927	26,842	175,085
Fire:								
Capital Outlay	230,261	306,544	26,261	280,283	-	11,210	7,985	3,825
Public Works:								
Capital Outlay	-	-	-	-	384,500	-	-	-
Museum:								
Capital Outlay	-	-	-	-	-	176,869	174,707	2,162
Golf Course:								
Capital Outlay	-	-	-	-	-	683,300	688,305	14,995
Parks and Recreation:								
Capital Outlay	-	2,138	-	2,138	-	1,272,334	787,756	484,578
Facilities Management:								
Capital Outlay	-	40,000	-	40,000	-	-	-	-
Debt Service	981,850	496,850	977,027	(480,177)	-	-	-	-
Total Expenditures	1,422,372	1,994,250	1,125,546	868,704	2,329,500	6,497,525	2,304,433	4,193,092
Revenues over (under) expenditures	100,000	(484,878)	546,653	1,031,531	(2,329,500)	(6,476,533)	(2,289,155)	4,187,378
Other Financing Sources (Uses):								
Issuance of long-term debt	-	-	-	-	2,279,500	-	-	-
Transfers out	(100,000)	(100,000)	(100,000)	-	-	-	-	-
Total Other Financing Sources (Uses)	(100,000)	(100,000)	(100,000)	-	2,279,500	-	-	-
Revenues and other sources over (under) expenditures and other uses	-	(584,878)	446,653	1,031,531	(50,000)	(6,476,533)	(2,289,155)	4,187,378
Fund Balance - beginning of year	-	846,846	846,846	-	174,236	6,406,599	6,406,599	-
Fund Balance - end of year	\$ -	\$ 261,968	\$ 1,293,499	\$ 1,031,531	\$ 124,236	\$ (69,934)	\$ 4,117,444	\$ 4,187,378

**CITY OF SAND SPRINGS, OKLAHOMA
STATEMENT OF CASH FLOWS
DISCRETELY PRESENTED COMPONENT UNITS
For the fiscal year ended June 30, 2021**

	<u>Museum Trust Authority</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	\$ 22,535
Payments to suppliers	(16,893)
Payments to employees	(18,140)
Net Cash Provided by (Used in) Operating Activities	<u>(12,498)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest and dividends	1,373
Net Cash Provided by Investing Activities	<u>1,373</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(11,125)
Balances - beginning of the year	<u>136,920</u>
Balances - end of the year	<u>\$ 125,795</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:	
Operating income (loss)	\$ (15,586)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:	
Change in assets and liabilities:	
Accounts payable	3,021
Accrued payroll liabilities	41
Due to other governmental agencies	<u>26</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ (12,498)</u>

**CITY OF SAND SPRINGS, OKLAHOMA
SCHEDULE OF DEBT COVERAGE
For the fiscal year ended June 30, 2021**

	Series 2003, 2004, 2005, 2006, 2009, 2012 & 2013 OWRB Notes and Series 2020 Refunding Revenue Bonds
Gross Revenue Available for Debt Service:	
Charges for services:	
Water charges	\$ 8,637,031
Wastewater charges	3,490,876
Sales tax pledged and transferred	3,712,775
	15,840,682
Operating Expenses:	
Water	5,660,611
Wastewater	2,404,844
	8,065,455
Net Revenues Available for Debt Service	\$ 7,775,227
Debt Service Requirements:	
Average annual debt service - 2020 Revenue Bonds	1,383,986
Maximum annual debt service - 2003, 2004, 2005, 2006, 2009, 2012 and 2013 OWRB Notes	1,794,578
	\$ 3,178,564
Computed Coverage	245%
Coverage Requirement	125%

NOTE: The above gross revenue and operating expenses only include the activities of the Authority related to water and wastewater services, excluding depreciation and amortization expense.

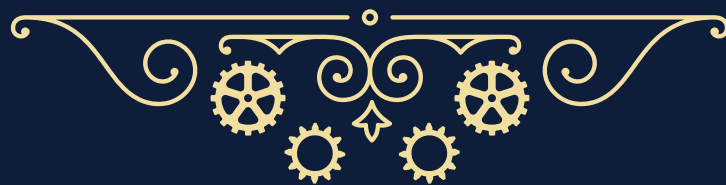
**CITY OF SAND SPRINGS, OKLAHOMA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

<u>Federal/State Grantor/Pass Through Agency Grantor/Program Title</u>	<u>Federal AL#</u>	<u>Grant #</u>	<u>Award Amount</u>	<u>Federal Expenditures</u>
<u>U. S. DEPARTMENT OF TRANSPORTATION:</u>				
Airport Improvement Program	20.106	3-40-0084-022-2020	\$ 267,634	\$ 250,254
<u>U. S. DEPARTMENT OF JUSTICE:</u>				
Equitable Sharing	16.922		-	9,617
Passed Through Tulsa County: Coronavirus Emergency Supplemental Funding (CESF) - COVID 19	16.034		84,425	38,520
Passed Through District Attorneys Council: Coronavirus Emergency Supplemental Funding (CESF) - COVID 19 Sub-total 16.034	16.034	2020-VD-BX-00	4,279 <u>88,704</u>	1,619 <u>40,139</u>
Bulletproof vests	16.607	2010UMX0261	3,797	1,113
Total Department of Justice			92,501	50,869
<u>U.S. DEPARTMENT OF HOMELAND SECURITY:</u>				
Federal Emergency Management Agency:				
Passed through Oklahoma Civil Emergency Management: Disaster Assistance	97.088	FEMA-4438	1,364,150	105,842
Passed through Oklahoma Civil Emergency Management: Emergency Management Preparedness Grant - COVID 19	97.042		13,888	13,862
Emergency Management Preparedness Grant	97.042	EMPG20	20,000	5,000
Emergency Management Preparedness Grant Sub-total 97.042	97.042	EMPG21	<u>20,000</u>	<u>15,000</u>
			<u>53,888</u>	<u>33,862</u>
Total Federal Emergency Management Agency			1,418,038	139,704
<u>U. S. DEPARTMENT OF TREASURY:</u>				
Passed through Oklahoma Department of Treasury: CARES Act - COVID 19	21.019		1,534,282	1,534,282
<u>U. S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:</u>				
Passed through Oklahoma Department of Commerce: Community Development Block Grant - Non-entitlement	14.218	CDBG 2019	96,303	12,835
Community Development Block Grant - Non-entitlement	14.218	CDBG 2020	127,029	127,029
Total U. S. Department of Housing and Urban Development			223,332	139,864
TOTAL FEDERAL AWARDS			\$ 3,535,787	\$ 2,114,973

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Statistical Section



Annual Comprehensive Financial Report For Fiscal Year Ended June 30, 2021



STATISTICAL SECTION

The **STATISTICAL SECTION** presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess the government's most significant local revenue sourced, sales tax and property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

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

Operating Information

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

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The City implemented GASB Statement 34 in FY 2001; schedules presenting government-wide information include information beginning in that year.

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FINANCIAL TRENDS

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CITY OF SAND SPRINGS, OKLAHOMA
NET POSITION BY COMPONENT
Last Ten Fiscal Years
June 30, 2021
TABLE 1

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental activities										
Net investment in capital assets	\$ 30,816,820	\$ 32,505,624	\$ 33,255,246	\$ 33,248,179	\$ 18,346,326	\$ 37,376,826	\$ 40,483,621	\$ 41,002,139	\$ 44,057,890	\$ 44,253,029
Restricted	8,213,492	8,213,492	9,112,520	10,589,915	25,072,566	11,329,895	10,452,886	10,746,541	12,906,656	18,963,127
Unrestricted (deficit)	6,649,538	7,604,073	4,246,875	(1,644,109)	(716,374)	604,043	457,605	5,349,907	797,159	4,409,090
Total governmental activities net position	\$ 45,679,850	\$ 48,323,189	\$ 46,614,641	\$ 42,193,985	\$ 42,702,518	\$ 49,310,764	\$ 51,394,112	\$ 57,098,587	\$ 57,761,505	\$ 67,625,246
Business-type activities										
Net investment in capital assets	\$ 51,114,327	\$ 50,561,549	\$ 50,419,150	\$ 51,548,644	\$ 53,054,629	\$ 54,851,506	\$ 56,884,600	\$ 57,984,084	\$ 60,181,560	\$ 60,949,849
Restricted	573,042	2,698,557	2,466,184	2,385,860	2,403,088	2,420,288	2,450,805	2,488,430	2,532,310	726,744
Unrestricted	14,033,434	18,929,949	22,510,729	22,744,600	23,551,877	24,278,798	23,513,064	24,636,613	27,585,776	25,798,569
Total business-type activities net position	\$ 65,720,803	\$ 72,190,055	\$ 75,398,063	\$ 76,679,124	\$ 79,009,594	\$ 81,550,592	\$ 82,848,469	\$ 85,119,127	\$ 90,299,646	\$ 87,475,162
Primary government										
Net investment in capital assets	\$ 81,931,147	\$ 83,067,173	\$ 83,674,396	\$ 84,796,823	\$ 71,400,955	\$ 92,228,332	\$ 97,368,221	\$ 98,986,223	\$ 104,239,250	\$ 105,202,878
Restricted	8,786,534	10,912,049	11,580,704	12,975,795	27,475,654	13,750,183	12,903,691	13,244,971	15,438,966	19,689,871
Unrestricted	20,682,972	26,534,022	26,757,604	21,100,491	22,835,503	24,882,841	23,970,669	29,986,520	28,382,935	30,207,659
Total primary government net position	\$ 111,400,653	\$ 120,513,244	\$ 122,012,704	\$ 118,873,109	\$ 121,712,112	\$ 130,861,356	\$ 134,242,581	\$ 142,217,714	\$ 148,061,151	\$ 155,100,408

CITY OF SAND SPRINGS, OKLAHOMA
CHANGES IN NET POSITION
 Last Ten Fiscal Years
 June 30, 2021
TABLE 2

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Government activities:										
Government government	\$ 1,433,226	\$ 1,164,073	\$ 2,662,169	\$ 1,322,426	\$ 1,382,934	\$ 1,452,911	\$ 1,418,445	\$ 1,484,936	\$ 2,266,358	\$ 2,079,767
Planning and zoning	107,071	123,879	136,407	101,842	155,897	152,884	159,519	172,027	183,962	198,610
Financial administration	655,916	778,035	891,880	826,352	797,905	814,019	865,794	909,514	964,129	1,019,307
Public safety	8,824,047	8,239,023	8,482,160	8,211,241	8,831,758	8,731,211	9,182,181	8,396,933	10,419,130	11,487,138
Highways and streets	2,562,148	2,306,716	2,295,442	2,260,669	1,917,538	2,666,478	2,069,886	2,130,852	2,431,763	2,605,660
Health and welfare	55,807	35,958	38,152	34,322	31,587	30,003	29,826	25,629	26,708	2,257
Culture and recreation	1,103,527	1,181,165	1,334,749	1,286,258	1,368,145	1,431,045	1,528,516	1,749,415	3,369,982	2,201,588
Economic development	346,436	503,795	718,360	614,822	887,161	930,693	2,147,387	1,146,882	864,239	1,584,029
Facilities mgmt & fleet maint	453,988	606,146	600,341	595,485	619,711	625,920	586,098	540,176	548,790	644,355
Interest on long-term debt	222,039	186,830	202,090	220,338	491,729	647,737	684,270	836,705	833,740	1,572,123
Total governmental activities expenses	14,764,205	15,125,620	17,361,750	15,493,955	16,484,365	17,482,901	18,671,922	17,382,069	21,908,801	23,394,834
Business-type activities:										
Water	5,643,653	7,276,661	7,217,517	6,950,079	7,582,078	7,542,148	7,763,775	7,343,452	7,969,207	8,546,991
Wastewater	4,082,209	3,454,771	3,542,099	3,699,133	3,463,644	3,676,656	3,905,087	3,663,633	4,306,628	3,619,192
Solid Waste	1,316,341	1,343,240	1,373,312	1,383,708	1,356,840	1,379,454	1,522,908	1,469,884	1,554,069	1,523,893
Stormwater	324,183	325,681	387,534	341,828	673,179	403,009	445,087	389,921	411,619	392,304
Airport	645,081	646,802	765,017	706,851	869,466	943,452	912,916	807,343	750,220	824,049
Golf course	832,127	788,392	818,843	914,868	1,042,559	868,605	852,479	810,275	776,491	1,007,133
Total business-type activities expenses	12,843,594	13,835,547	14,104,322	13,996,267	14,987,766	14,813,324	15,402,252	14,484,508	15,768,234	15,913,562
Total primary government expenses	\$ 27,607,799	\$ 28,961,167	\$ 31,466,072	\$ 29,490,222	\$ 31,472,131	\$ 32,296,225	\$ 34,074,174	\$ 31,866,577	\$ 37,677,035	\$ 39,308,396
Program Revenues										
Government activities:										
Charges for services:										
General government	\$ 276,483	\$ 306,843	\$ 303,965	\$ 214,664	\$ 210,245	\$ 208,693	\$ 297,522	\$ 197,181	\$ 211,668	\$ 261,996
Planning and zoning	10,033	10,220	9,873	5,482	5,190	8,679	6,781	10,309	13,388	15,150
Public safety	1,217,555	1,134,480	1,201,771	1,101,018	1,103,750	961,100	921,272	1,007,835	961,576	805,963
Highways and streets	1,475	1,298	1,294	386	114	487	400	211	354	469
Culture and recreation	84,991	99,001	104,868	100,759	101,860	117,420	136,398	121,890	92,370	95,430
Economic development	-	-	-	-	-	-	-	-	3,150	13,650
Operating grants and contributions	1,650,439	1,366,190	1,105,579	1,013,534	1,296,996	3,213,149	1,141,401	1,221,164	1,982,653	2,932,777
Capital grants and contributions	395,186	3,237,687	78,024	1,434,539	620,064	3,095,037	1,142,314	18,990	276,969	562,540
Total governmental activities program revenues	3,636,162	6,155,719	2,805,374	3,870,382	3,338,219	7,604,575	3,645,088	2,577,580	3,542,128	4,687,975

TABLE 2

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Business-type activities:										
Charges for services:										
Water	\$ 7,444,684	\$ 7,692,277	\$ 7,838,862	\$ 7,394,814	\$ 7,676,330	\$ 8,032,553	\$ 8,444,082	\$ 7,978,639	\$ 8,367,537	\$ 8,819,294
Wastewater	2,928,048	3,122,031	3,305,188	3,269,735	3,233,067	3,315,927	3,413,943	3,422,291	3,456,129	3,503,813
Solid Waste	1,622,280	1,725,143	1,794,651	1,841,535	1,906,505	1,985,233	2,032,671	2,091,316	2,146,427	2,176,448
Stormwater	701,081	848,193	1,016,272	1,143,193	1,183,770	1,220,885	1,238,509	1,316,046	1,378,803	1,411,568
Airport	344,829	340,534	398,421	413,053	418,815	396,386	405,962	397,663	352,918	374,251
Golf course	512,909	506,516	535,236	524,171	571,012	566,917	554,969	521,587	297,277	525,134
Operating grants and contributions	25,100	-	-	2,208	571,012	43,926	335	700	572,511	1,938
Capital grants and contributions	304,391	3,347,274	673,634	157,268	354,139	458,814	929,426	461,785	435,770	1,052,204
Total business-type activities program revenues	13,883,332	17,581,968	15,562,264	14,745,977	15,343,638	16,020,641	17,019,897	16,190,027	17,007,372	17,864,650
Total primary government program revenues	\$ 17,519,494	\$ 23,737,687	\$ 18,367,638	\$ 18,616,359	\$ 18,681,957	\$ 23,625,216	\$ 20,664,985	\$ 18,767,607	\$ 20,549,500	\$ 22,552,625
Net (Expense)/Revenue										
Government activities:	\$ (11,128,043)	\$ (8,969,901)	\$ (14,556,376)	\$ (11,623,573)	\$ (13,146,146)	\$ (9,879,326)	\$ (15,026,834)	\$ (14,804,489)	\$ (18,366,673)	\$ (18,706,859)
Business-type activities:	1,039,738	3,746,421	1,457,942	749,710	355,872	1,207,317	1,617,645	1,705,519	1,239,138	1,951,088
Total primary government net expense	\$ (10,088,305)	\$ (5,223,480)	\$ (13,098,434)	\$ (10,873,863)	\$ (12,790,274)	\$ (8,671,009)	\$ (13,409,189)	\$ (13,098,970)	\$ (17,127,535)	\$ (16,755,771)
General Revenues and Other Changes in Net Assets										
Government activities:										
Taxes:										
Sales and use taxes	\$ 10,493,465	\$ 10,555,793	\$ 10,883,650	\$ 11,070,144	\$ 11,114,194	\$ 11,897,949	\$ 13,668,341	\$ 14,273,057	\$ 15,300,573	\$ 13,174,875
Property taxes	1,145,387	1,172,499	406,950	1,497,025	1,286,849	1,182,844	815,000	1,033,290	1,465,671	3,051,201
Franchise and public service taxes	817,700	796,444	833,193	856,339	792,394	841,487	898,716	873,276	826,021	817,525
Other taxes	1,321,145	1,396,360	1,479,104	1,448,920	1,539,932	1,568,453	1,722,928	1,676,745	1,725,552	1,826,625
Unrestricted grants and contributions	306,894	526,006	723,417	1,079,758	399,296	789,523	757,328	1,472,465	657,831	369,678
Investment earnings	221,243	192,065	189,547	201,361	274,233	320,110	642,317	911,143	740,329	383,074
Miscellaneous	38,446	75,382	36,714	48,281	134,148	75,248	40,287	319,481	1,815,698	400,154
Special item	-	-	-	-	-	1,077,719	105,876	-	-	-
Transfers	(836,527)	(3,018,162)	(1,704,747)	(397,664)	(1,856,367)	(1,266,761)	168,929	(50,493)	(3,502,084)	8,547,468
Total governmental activities	13,507,853	11,696,387	12,847,828	15,804,164	13,654,679	16,486,572	18,819,722	20,508,964	19,029,591	28,570,600
Business-type activities:										
Taxes:										
Investment earnings	26,365	42,218	39,496	48,937	75,790	64,926	231,774	510,809	419,301	35,198
Special item	(1,523)	-	-	-	-	1,994	-	-	-	-
Miscellaneous	3,844	2,738	5,823	84,750	42,441	1,994	5,256	3,837	19,996	23,923
Transfers	836,213	3,018,162	1,704,747	397,664	1,856,367	1,266,761	(168,929)	50,493	3,502,084	(4,834,693)
Total business-type activities	864,899	3,063,118	1,750,066	531,351	1,974,598	1,333,681	68,101	565,139	3,941,381	(4,775,572)
Total primary government	\$ 14,372,752	\$ 14,759,505	\$ 14,697,894	\$ 16,335,515	\$ 15,629,277	\$ 17,820,253	\$ 18,887,823	\$ 21,074,103	\$ 22,970,972	\$ 23,795,028
Change in Net Position										
Government activities	\$ 2,379,810	\$ 2,726,486	\$ (1,708,548)	\$ 4,180,591	\$ 508,533	\$ 6,608,246	\$ 3,792,888	\$ 5,704,475	\$ 662,918	\$ 9,863,741
Business-type activities	1,904,637	6,809,539	3,208,008	1,281,061	2,330,470	2,540,998	1,685,746	2,270,658	5,180,519	(2,824,484)
Total primary government	\$ 4,284,447	\$ 9,536,025	\$ 1,499,460	\$ 5,461,652	\$ 2,839,003	\$ 9,149,244	\$ 5,478,634	\$ 7,975,133	\$ 5,843,437	\$ 7,039,257

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Nonspendable	\$ 22,597	\$ 22,982	\$ 30,035	\$ 18,653	\$ 21,720	\$ 17,607	\$ 18,816	\$ 28,627	\$ 20,941	\$ 19,491
Restricted	319,094	400,085	524,551	680,401	712,637	560,464	662,747	669,090	653,982	771,408
Committed	-	-	-	240,318	-	-	-	-	-	-
Assigned	1,322,428	1,432,738	1,825,667	2,283,351	1,718,537	1,753,911	1,916,526	2,529,887	2,447,155	3,225,478
Unassigned	3,161,144	3,320,280	3,129,894	3,268,415	3,172,263	3,492,317	4,067,043	4,117,003	3,228,072	5,715,044
Total general fund	\$ 4,825,263	\$ 5,176,085	\$ 5,510,147	\$ 6,491,138	\$ 5,625,157	\$ 5,824,299	\$ 6,665,132	\$ 7,344,607	\$ 6,350,150	\$ 9,731,421
All Other Governmental Funds										
Restricted	\$ 13,041,167	\$ 16,346,865	\$ 17,488,846	\$ 17,685,547	\$ 32,247,352	\$ 31,996,951	\$ 30,292,777	\$ 21,411,924	\$ 27,342,465	\$ 30,587,815
Committed	43,536	-	-	-	-	-	-	-	-	-
Assigned	4,787,572	4,395,998	7,643,981	7,357,725	6,842,117	10,059,269	10,478,637	11,960,154	12,630,977	11,822,030
Unassigned	(973,423)	(36,627)	-	(33)	(34,926)	-	-	-	-	-
Total all other governmental funds	\$ 16,898,852	\$ 20,706,236	\$ 25,132,827	\$ 25,043,239	\$ 39,054,543	\$ 42,056,220	\$ 40,771,414	\$ 33,372,078	\$ 39,973,442	\$ 42,409,845
GRAND TOTAL	\$ 21,724,115	\$ 25,882,321	\$ 30,642,974	\$ 31,534,377	\$ 44,679,700	\$ 47,880,519	\$ 47,436,546	\$ 40,716,685	\$ 46,323,592	\$ 52,141,266

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

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Taxes	\$ 13,786,404	\$ 14,018,930	\$ 14,786,346	\$ 15,373,972	\$ 14,786,346	\$ 15,984,007	\$ 17,593,384	\$ 18,480,803	\$ 19,510,127	\$ 22,520,143
Intergovernmental	2,356,440	4,430,432	1,973,647	2,753,093	2,643,976	6,484,625	1,658,566	1,965,953	2,066,688	4,212,911
Charges for services	1,145,909	1,099,110	1,142,732	1,064,055	1,064,286	1,123,472	1,131,286	1,097,494	1,091,854	1,142,416
Fines and forfeitures	413,905	432,401	432,401	393,102	317,676	202,411	154,171	132,093	174,271	157,256
Licenses and permits	131,722	179,498	179,498	141,721	138,566	129,844	195,881	128,450	141,246	174,879
Investment income	62,465	68,370	68,370	114,015	161,670	169,198	557,892	907,309	668,670	131,969
Miscellaneous	199,927	288,530	561,977	287,885	295,991	190,401	226,973	993,947	2,026,238	566,519
Total Revenues	\$ 18,096,572	\$ 20,593,710	\$ 18,377,555	\$ 20,127,843	\$ 19,408,511	\$ 24,303,958	\$ 21,518,153	\$ 23,706,049	\$ 25,679,094	\$ 28,905,693
Expenditures:										
General government	\$ 778,817	\$ 875,356	\$ 835,759	\$ 856,027	\$ 1,051,201	\$ 1,037,386	\$ 1,064,084	\$ 1,072,013	\$ 1,092,373	\$ 1,177,325
Planning and zoning	103,903	121,776	140,877	101,272	152,352	151,910	156,593	168,156	179,330	186,100
Financial administration	654,368	763,850	795,667	795,137	766,934	782,783	835,743	881,904	932,417	1,002,749
Public safety	7,071,741	7,465,352	8,012,482	8,194,641	8,896,588	8,170,498	8,490,471	8,699,216	9,483,564	9,413,782
Highways and streets	646,994	643,840	675,929	664,245	628,541	606,133	646,379	726,931	745,982	815,522
Health and welfare	51,572	32,088	34,219	31,108	28,577	27,287	27,291	24,452	28,273	3,460
Culture and recreation	919,003	934,028	1,086,835	1,055,016	1,066,160	1,124,552	1,098,999	1,202,663	1,430,587	1,496,453
Economic development	341,095	493,817	697,993	586,018	874,858	871,292	808,600	1,100,129	729,115	1,343,516
Facilities mgmt & fleet maint	454,319	703,484	716,874	709,666	728,308	739,918	729,145	639,563	698,125	753,135
Water	14,989	-	-	-	-	-	-	-	-	-
Capital outlay	5,097,127	7,293,491	5,966,389	21,014,013	18,065,850	10,141,265	20,229,861	17,727,802	14,160,574	9,189,156
Debt service										
Principal	507,967	991,142	1,030,859	1,035,360	1,173,192	1,212,860	1,404,638	1,206,461	1,713,331	1,800,249
Interest	233,420	179,312	172,495	212,826	499,308	655,503	638,497	900,197	874,445	1,355,722
Total Expenditures	\$ 16,877,305	\$ 20,497,536	\$ 20,166,378	\$ 35,255,329	\$ 33,931,769	\$ 25,521,387	\$ 36,130,301	\$ 34,349,487	\$ 32,068,106	\$ 28,537,169
Excess of revenues over/(under) expenditures	\$ 1,219,267	\$ 96,174	\$ (1,788,823)	\$ (15,127,486)	\$ (14,523,258)	\$ (1,217,429)	\$ (14,612,148)	\$ (10,643,438)	\$ (6,389,012)	\$ 368,524
Other financing sources(uses)										
Issuance of debt	\$ 2,540,000	\$ 496,304	\$ 2,367,241	\$ 714,217	\$ 18,436,354	\$ -	\$ 9,717,203	\$ 130,000	\$ 9,270,000	\$ 1,510,000
Premiums from issuance of debt	8,856,527	10,686,533	11,118,523	22,278,068	18,080,343	9,309,506	12,191,177	13,199,831	209,739	74,035
Transfers in	(6,307,866)	(7,130,805)	(6,936,288)	(6,973,396)	(6,538,116)	(7,277,798)	(8,391,801)	(9,406,254)	14,573,618	14,568,640
Proceeds from sale of capital assets	-	-	-	-	-	2,386,540	651,596	-	(12,057,438)	(9,078,525)
Payment of issue costs	(74,611)	-	-	-	(2,310,000)	-	-	-	-	-
Transfer to bond escrow	(2,072,891)	(4,062,032)	(6,549,476)	(16,018,889)	(27,668,581)	(4,418,248)	(14,168,175)	(3,923,577)	(11,995,919)	(1,625,000)
Total other financing sources(uses)	\$ 2,072,891	\$ 4,062,032	\$ 6,549,476	\$ 16,018,889	\$ 27,668,581	\$ 4,418,248	\$ 14,168,175	\$ 3,923,577	\$ 11,995,919	\$ 5,449,150
Net change in fund balances	\$ 3,291,361	\$ 4,158,206	\$ 4,760,653	\$ 891,403	\$ 13,145,323	\$ 3,200,819	\$ (443,973)	\$ (6,719,861)	\$ 5,606,907	\$ 5,817,674
Debt service as a percentage of noncapital expenditures	4.7%	9.7%	8.5%	9.6%	5.5%	9.0%	9.5%	11.5%	10.8%	16.8%

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

Fiscal Year	Ad Valorem Tax	Sales Tax	Franchise Tax	Hotel/Motel Tax	Use Tax	Emergency Telephone Tax	Payment in Lieu of Taxes	Abatement Tax	Incremental Property Tax	Totals
2012	1,145,387	10,096,850	817,700	98,154	396,615	139,986	1,045,046	37,959	-	13,777,697
2013	1,160,778	10,133,835	796,444	123,728	421,958	146,279	1,103,053	23,300	186,834	14,096,209
2014	419,689	10,492,846	833,193	157,200	390,804	142,163	1,149,337	30,404	403,294	14,018,930
2015	1,300,930	10,631,021	856,339	153,898	439,123	135,272	1,124,972	18,762	713,655	15,373,972
2016	1,250,740	10,708,375	792,394	193,952	405,819	129,772	1,161,172	34,015	110,107	14,786,346
2017	1,182,844	11,445,609	841,487	179,577	452,340	150,745	1,201,702	36,429	499,304	15,990,037
2018	815,375	12,859,605	898,716	249,941	808,736	171,718	1,244,157	57,112	450,987	17,556,347
2019	1,013,101	13,312,916	873,276	140,147	960,141	175,942	1,212,599	26,153	742,335	18,456,610
2020	1,448,649	14,011,907	826,021	154,122	1,288,666	178,047	1,283,105	38,477	253,802	19,482,796
2021	2,213,760	15,036,741	817,525	257,758	1,850,909	181,108	1,303,484	23,489	811,629	22,496,403

REVENUE CAPACITY

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CITY OF SAND SPRINGS OKLAHOMA
SALES TAX RATES OF DIRECT AND OVERLAPPING GOVERNMENTS
 Last Ten Fiscal Years
 June 30, 2021
TABLE 6

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund Operations	2.000 %	2.000 %	2.000 %	2.000 %	2.000 %	2.000 %	2.000 %	2.000 %	2.000 %	2.000 %
TIF District (Economic Developments)	-	-	-	-	-	-	-	-	-	-
Water & Wastewater Improvements	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Street Improvements	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500
Public Safety Improvements	-	-	-	-	-	0.450	0.450	0.450	0.450	0.450
Economic Development Improvements	-	-	-	-	-	0.100	0.100	0.100	0.100	0.100
Sand Springs Total	3.500 %	3.500 %	3.500 %	3.500 %	3.500 %	4.050 %	4.050 %	4.050 %	4.050 %	4.050 %
Osage County	1.250 %	1.250 %	1.250 %	1.250 %	1.250 %	1.250 %	1.250 %	1.250 %	1.250 %	1.250 %
Tulsa County	0.850	0.850	0.850	0.920	0.920	0.367	0.367	0.367	0.367	0.367
State of Oklahoma	4.500 %	4.500 %	4.500 %	4.500 %	4.500 %	4.500 %	4.500 %	4.500 %	4.500 %	4.500 %
Total (Osage County)	9.250 %	9.250 %	9.250 %	9.250 %	9.250 %	9.800 %	9.800 %	9.800 %	9.800 %	9.800 %
Total (Tulsa County)	8.850 %	8.850 %	8.850 %	8.920 %	8.920 %	8.917 %	8.917 %	8.917 %	8.917 %	8.917 %

Source:

1. City sales tax rate - City Finance Department
2. State & County tax rate - Oklahoma Tax Commission

Note:

1. City sales tax increases must be approved by voters.

CITY OF SAND SPRINGS OKLAHOMA
TAXABLE SALES BY CATEGORY
 Last Ten Fiscal Years
 June 30, 2021
 TABLE 7

Category	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Manufacturing	\$ 6,474,226	\$ 6,733,569	\$ 7,564,199	\$ 7,255,899	\$ 7,135,431	\$ 8,295,991	\$ 9,918,200	\$ 9,594,475	\$ 9,329,446	\$ 20,580,290
Telecommunications & Other	11,683,916	8,223,040	6,143,900	6,439,582	6,368,003	6,674,048	5,936,649	5,839,059	5,828,919	5,803,702
Public Utilities	18,032,682	16,426,109	18,203,837	19,469,901	18,374,328	20,164,230	21,195,677	21,441,429	20,488,260	15,407,177
Wholesale trade	17,835,578	15,467,491	18,781,723	16,877,375	18,999,974	16,356,165	17,296,837	18,724,960	18,516,773	22,143,315
Retail - Building Materials	8,787,989	8,603,061	7,670,664	9,717,333	7,205,809	7,471,911	8,281,988	7,491,029	11,553,644	14,354,310
Retail - General Merchandise	109,547,834	104,402,935	105,798,763	106,713,323	104,434,347	104,257,661	106,560,567	107,839,421	115,037,240	116,203,613
Retail - Food	28,800,036	36,373,046	32,841,537	34,151,564	42,613,748	46,866,946	51,916,906	55,976,128	64,315,168	61,152,380
Retail - Automotive	9,667,077	10,541,623	10,321,611	10,662,095	9,040,782	8,303,489	8,141,945	8,089,889	8,706,619	9,911,345
Retail - Apparel	3,043,655	3,391,412	3,428,369	3,332,375	3,594,669	3,101,555	2,868,340	2,891,581	2,773,525	1,944,320
Retail - Furniture & Accessories	6,990,153	10,123,520	11,209,826	10,823,357	9,952,364	10,780,993	12,776,588	12,459,135	14,109,806	15,389,463
Retail - Restaurants	38,597,334	36,561,022	36,421,806	38,056,035	41,034,691	41,434,696	42,208,637	46,219,795	46,219,795	54,926,494
Retail - Miscellaneous	16,173,648	17,209,459	18,972,661	19,403,128	15,673,799	14,260,866	14,143,759	15,725,983	8,590,653	15,484,290
Retail - Hotel	1,923,991	2,060,773	2,487,256	576,134	1,691,857	2,244,784	3,522,902	3,635,076	3,130,074	3,662,528
Services - Business	1,335,123	2,843,803	1,847,657	2,370,215	884,919	750,809	931,537	1,055,136	779,466	1,027,113
Services - Other	10,557,317	9,040,125	11,781,384	11,509,395	11,975,167	12,171,906	12,171,191	12,868,507	14,877,056	14,137,481
All Other Categories	1,363,093	1,853,813	8,659,817	9,287,849	8,874,337	3,208,498	789,259	856,569	698,666	764,717
Total	\$ 290,813,662	\$ 289,854,801	\$ 302,135,010	\$ 306,645,560	\$ 307,854,225	\$ 306,344,548	\$ 318,660,962	\$ 330,230,543	\$ 344,955,110	\$ 372,892,538

Source:
 1. Oklahoma Tax Commission

Note:
 1. The City is prohibited by state law from reporting individual sales tax payers.
 2. See Table 6 for City direct sales tax rates

CITY OF SAND SPRINGS OKLAHOMA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
June 30, 2021
TABLE 8

Fiscal Year	Real Property	Personal Property	Public Service Property	Total Assessed Value	Homestead Exemption	Net Total Assessed Value	Total Direct Tax Rate	Estimated Actual Value
2012	98,591,088	17,445,941	8,108,272	124,145,301	4,205,921	119,939,380	9.55	1,128,593,645
2013	100,441,255	18,670,079	8,284,161	127,395,495	4,176,081	123,219,414	9.52	1,158,140,864
2014	102,534,222	19,974,137	7,652,889	130,161,248	4,146,411	126,014,837	3.23	1,183,284,073
2015	104,590,024	20,304,774	6,397,195	131,291,993	4,073,410	127,218,583	10.50	1,193,563,573
2016	107,629,055	19,617,887	6,364,548	133,611,490	4,020,860	129,590,630	9.70	1,214,649,909
2017	111,031,577	22,243,308	6,511,249	139,786,134	3,960,860	135,825,274	8.70	1,270,783,036
2018	113,632,937	19,172,369	7,077,847	139,883,153	3,908,371	135,974,782	5.99	1,271,665,027
2019	117,201,300	19,575,863	6,989,751	143,766,914	3,810,371	139,956,543	7.38	1,279,212,909
2020	121,339,680	21,737,444	7,301,207	150,378,331	3,773,982	146,604,349	10.00	1,367,075,736
2021	125,421,219	23,651,052	8,209,858	157,282,129	3,764,230	153,517,899	14.59	1,429,837,536

Source:

1. Tulsa County Excise Board

Note:

1. Property in the county is reassessed annually. The ratio of assessed value to true value cannot be less than 11% nor more than 13.5%.
2. Tax rates are per \$1,000 of assessed value.

CITY OF SAND SPRINGS, OKLAHOMA
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUE)
 Last Ten Fiscal Years
 June 30, 2021
TABLE 9

Fiscal Year	City Direct Rate	(2) Overlapping Rates					Total Sand Springs City Resident
		Debt Service Fund*	Sand Springs School District	Tulsa County	Tulsa Community College	Tulsa Technology Center	
2012	9.55	73.42	22.24	7.21	13.33	125.75	
2013	9.52	72.83	22.24	7.21	13.33	125.13	
2014	3.23	73.27	22.23	7.21	13.33	119.27	
2015	10.50	72.61	22.23	7.21	13.33	125.88	
2016	9.70	72.31	22.22	7.21	13.33	124.77	
2017	8.70	71.51	22.24	7.21	13.33	122.99	
2018	5.99	71.74	22.24	7.21	13.33	120.51	
2019	7.38	72.29	22.74	7.21	13.33	122.95	
2020	10.00	73.04	22.66	7.21	13.33	126.24	
2021	14.59	71.51	23.25	7.21	13.33	129.89	
2022	11.81	69.83	23.26	7.21	13.33	125.44	

The levy certified to the tax rolls for the upcoming fiscal year is as follows:

Source:
 1. Tulsa County Excise Board

Note:
 1. City property tax may only be levied to repay principal and interest on general obligation bonded debt approved by voters and any court assessed judgments.
 2. Overlapping rates are those of local and county governments that apply to property owners within the City of Sand Springs.

* Direct rate is solely for direct and overlapping debt

CITY OF SAND SPRINGS, OKLAHOMA
 PRINCIPAL PROPERTY TAXPAYERS
 Current Year And Nine Years Ago
 June 30, 2021
 TABLE 10

	2021			2012			
	Taxpayer	Type of Business	Taxable Assessed Value	Rank	Percentage of Net Total Assessed Value	Taxable Assessed Value	Rank
Webco Industries/Southwest Tube	Manufacturing	8,934,553	1	5.65%	3,410,624	3	2.83%
AEP/Public Service Co of Okla	Utility	6,900,824	2	4.36%	4,100,492	1	3.40%
Sterling Specialty Chemicals LLC (formerly Baker Petrolite)	Manufacturing	3,121,222	3	1.97%	3,943,495	2	3.27%
Wal-Mart	Retail	2,253,075	4	1.43%	954,920	11	0.79%
Sand Springs Home	Real Estate	1,869,720	5	1.18%	1,800,325	5	1.49%
Sand Springs Railway Co	Estate	1,370,547	6	0.87%	—	—	—
Yellowhouse Machinery	Equipment	1,367,619	7	0.87%	—	—	—
Highland Crossing	Apartment	1,299,862	8	0.82%	1,238,066	8	1.03%
Oklahoma Natural Gas Co	Utility	988,909	9	0.63%	1,015,583	9	0.84%
Cust-O-Fab/B.P Enterprises	Manufacturing	858,193	10	0.54%	961,250	10	0.80%
Banc of America Leasing/CAP	Leased Equipment	758,859	11	0.48%	—	—	—
Quik Trip Corp	Convenience Store	713,266	12	0.45%	—	—	—
Valued Partners Investments LLC	Real Estate	654,114	13	0.41%	—	—	—
Green Tree	Real Estate	652,715	14	0.41%	802,021	12	0.66%
Parker Plastics	Manufacturing	623,359	15	0.39%	555,781	15	0.46%
Totals		<u>\$ 32,366,837</u>		<u>20.46%</u>	<u>\$ 18,782,557</u>		<u>15.57%</u>

Source:
 1. Tulsa County Assessors Office

CITY OF SAND SPRINGS, OKLAHOMA
PROPERTY TAX LEVIES AND COLLECTIONS
 Last Ten Fiscal Years
 June 30, 2021
 TABLE 11

Fiscal Year	Actual Levy Year	Tax Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections To Date		Net Assessed Value	Mill Levy
			Amount	Percentage of Levy		Amount	Percentage of Levy		
2012	2011	\$ 1,145,387	\$ 1,111,816	97%	\$ 17,474	\$ 1,129,290	98.6%	\$ 119,937,191	9.55
2013	2012	\$ 1,172,499	\$ 1,126,854	96%	\$ 19,268	\$ 1,146,122	97.8%	\$ 123,219,414	9.52
2014	2013	\$ 406,950	\$ 387,732	95%	\$ -	\$ 387,732	95.3%	\$ 126,014,837	3.23
2015	2014	\$ 1,335,530	\$ 1,281,373	96%	\$ 19,557	\$ 1,300,930	97.4%	\$ 127,218,583	10.50
2016	2015	\$ 1,256,849	\$ 1,201,748	96%	\$ 48,992	\$ 1,250,740	99.5%	\$ 129,590,630	9.70
2017	2016	\$ 1,182,844	\$ 1,141,493	97%	\$ 35,321	\$ 1,176,814	99.5%	\$ 135,825,274	8.70
2018	2017	\$ 815,001	\$ 798,676	98%	\$ 16,699	\$ 815,375	100.0%	\$ 135,974,782	5.99
2019	2018	\$ 1,033,291	\$ 993,652	96%	\$ 19,449	\$ 1,013,101	98.1%	\$ 139,956,543	7.38
2020	2019	\$ 1,465,671	\$ 1,412,871	96%	\$ 35,778	\$ 1,448,649	98.8%	\$ 146,604,349	10.00
2021	2020	\$ 2,239,572	\$ 2,170,446	97%	\$ 43,314	\$ 2,213,760	98.8%	\$ 153,517,899	14.59

Sources: Tulsa County Assessor's Office, Tulsa County Excise Board, and City of Sand Springs Department of Finance

Use Revenue and Expenditure Report for Property Taxes

DEBT CAPACITY

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CITY OF SAND SPRINGS, OKLAHOMA
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED
VALUE AND NET BONDED DEBT PER CAPITA
 Last Ten Fiscal Years
 June 30, 2021
TABLE 12

Fiscal Year	Population	Net Assessed Value	Gross Bonded Debt (1)	Less Debt Service Funds	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
2012	19,140	119,937,191	6,650,000	1,139,037	5,510,963	4.59%	288
2013	19,116	123,219,414	5,720,000	1,198,452	4,521,548	3.67%	237
2014	19,339	126,014,837	7,165,000	547,774	6,617,226	5.25%	342
2015	19,553	127,218,583	6,255,000	738,998	5,516,002	4.34%	282
2016	19,783	129,590,630	5,245,000	783,195	4,461,805	3.44%	226
2017	19,822	135,825,274	4,195,000	788,253	3,406,747	2.51%	172
2018	20,558	135,974,782	13,090,000	745,741	12,344,259	9.08%	600
2019	20,527	139,956,543	12,645,000	44,975 *	12,600,025	9.00%	614
2020	20,526	146,604,349	20,845,000	1,338,716 *	19,506,284	13.31%	950
2021	20,682	153,517,899	19,585,000	1,558,563 *	18,026,437	11.74%	872

Note:

1. Represents outstanding general obligation bonds financed through ad valorem and sales tax.
2. Details regarding the city's outstanding debt can be found in the notes to the financial statements.

* In calculating ratio, beginning 2019 the restricted for debt service on the government-wide statement of net position is used.

CITY OF SAND SPRINGS, OKLAHOMA
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
June 30, 2021
TABLE 13

Jurisdiction	Net Debt Outstanding	Percentage (1) Applicable to City of Sand Springs	Amount Applicable to City of Sand Springs
City of Sand Springs	\$ 34,294,965	100.00%	\$ 34,294,965
Overlapping Debt: Sand Springs School District	18,255,000	75.05%	13,700,378
Berryhill School District	3,050,000	21.07%	642,635
Tulsa County	0	2.44%	0
Tulsa Community College	0	2.49%	0
Total overlapping debt	<u>21,305,000</u>		<u>14,343,013</u>
Total Direct and Overlapping Debt	<u>\$ 55,599,965</u>		<u>\$ 48,637,978</u>

Source:

1. Tulsa & Osage County Assessors Office

Note:

1. Determined by ratio of assessed valuation of property subject to taxation in overlapping unit to valuation of property subject to taxation in the City of Sand Springs.

CITY OF SAND SPRINGS, OKLAHOMA
MUNICIPAL AUTHORITY
PLEDGED REVENUE COVERAGE
Last Ten Fiscal Years
June 30, 2021
TABLE 14

Fiscal Year	Gross Revenues	Direct Operating Expenses	Net Revenue Available for		Average Annual Debt Service (1)	Debt Service Coverage
			Gross Revenues	Direct Operating Expenses		
2012	13,069,529	5,465,821	7,603,708	0		N/A
2013	13,544,073	5,715,422	7,828,651	1,675,637		4.67
2014	14,053,576	6,023,712	8,029,864	1,675,637		4.79
2015	13,527,517	6,334,327	7,193,190	1,675,637		4.29
2016	13,912,884	6,595,546	7,317,338	1,675,637		4.37
2017	14,224,955	6,581,138	7,643,817	1,675,637		4.56
2018	14,812,289	7,328,159	7,484,130	1,675,637		4.47
2019	14,462,872	7,032,694	7,430,178	1,675,637		4.43
2020	14,976,735	7,835,251	7,141,484	1,675,637		4.26
2021	15,840,682	8,065,455	7,775,227	1,383,986		5.62

Note:

1. Average annual debt service includes principal, interest and fee payments to fiscal agents for revenue bonds payable secured by or for which debt service is paid from trust revenue.

CITY OF SAND SPRINGS, OKLAHOMA
RATIO FOR OUTSTANDING DEBT BY TYPE
 Last Ten Fiscal Years
 June 30, 2021
 TABLE 15

Fiscal Year	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Revenue Bonds Payable	Unamortized Discount/Premium	Capital Leases Payable	Revenue Bonds Payable	Unamortized Discount/Premium	Notes Payable	Capital Leases Payable			
2012	6,650,000	-	-	190,017	-	-	12,867,801	-	19,707,818	2%	1,030
2013	5,720,000	-	-	625,673	30,510,000	66,348	9,070,394	-	45,992,415	4%	2,406
2014	7,165,000	-	-	514,814	29,830,000	67,773	8,146,832	-	45,724,419	4%	2,364
2015	6,255,000	-	-	1,104,003	29,170,000	69,197	7,411,830	-	44,010,030	4%	2,248
2016	5,245,000	16,000,000	123,220	940,810	28,495,000	70,621	6,757,973	-	57,491,382	5%	2,900
2017	4,195,000	16,000,000	102,422	777,950	27,805,000	72,050	6,089,553	-	54,897,875	5%	2,758
2018	13,090,000	15,545,000	118,529	613,406	27,100,000	73,470	5,406,695	-	61,800,160	5%	3,006
2019	12,645,000	15,080,000	95,698	446,945	26,380,000	74,897	4,703,564	-	59,276,310	5%	2,888
2020	20,845,000	14,605,000	271,394	278,614	25,645,000	76,322	3,985,097	-	65,553,783	5%	3,194
2021	19,585,000	14,120,000	316,611	108,354	21,920,000	2,360,536	3,250,413	-	56,939,842	4%	2,753

DEMOGRAPHIC AND ECONOMIC INFORMATION

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CITY OF SAND SPRINGS, OKLAHOMA
BUILDING PERMITS, CONSTRUCTION AND BANK DEPOSITS
 Last Ten Calendar Years
 June 30, 2021
 TABLE 16

Calendar Year	Number of Building Permits	Construction Values			Total	Estimated Actual Value of Taxable Property	Bank Deposits
		Residential	Commercial				
2011	178	37,056,719	12,670,862		49,727,581	1,128,593,645	301,579,000
2012	250	15,046,585	7,292,732		22,339,317	1,158,140,864	311,563,000
2013	290	15,610,436	7,816,622		23,427,058	1,183,284,073	304,006,000
2014	238	14,969,551	17,720,381		32,689,932	1,193,563,573	329,335,000
2015	179	9,875,122	12,403,063		22,278,185	1,214,649,909	319,397,000
2016	158	7,861,535	19,058,803		26,920,338	1,270,783,036	321,528,000
2017	189	11,699,939	25,506,012		37,205,951	1,271,665,027	319,563,000
2018	159	9,695,049	6,347,082		16,042,131	1,279,212,909	329,866,000
2019	227	14,798,575	15,264,448		30,063,023	1,367,075,736	362,110,000
2020	80	17,491,290	11,745,037		29,236,327	1,429,837,536	366,489,000

Source:
 1. City Neighborhood Services Department

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

Calendar Year	Population (1)	Current Personal Income (thousands of dollars)	Per Capita Personal Income (MSA)	Median Age of Population (3)	School Enrollment (4)	Unemployment Rate (5)
2012	19,116	1,057,975	55,345	36.2	5,315	5.2%
2013	19,339	1,268,503	65,593 *	36.5	5,315	4.6%
2014	19,553	1,384,646	70,815 *	34.3	5,336	4.3%
2015	19,783	1,247,971 *	63,083 *	34.3	5,236	5.6%
2016	19,822	1,070,071 *	53,984 *	36.1	5,141	4.9%
2017	19,909	1,174,332	58,985	36.8	5,144	3.5%
2018	20,558	1,174,643	57,138	36.8	5,101	3.1%
2019	20,527	1,157,307	56,380	37.3	5,063	3.1%
2020	20,526	1,274,946	62,114	37.4	4,874	2.3%
2021	20,682	1,354,526	65,493	37.6	4,879	2.1%

Source:

1. INCOG
2. Per Capita Personal Income - U.S. Bureau of Economic Analysis (BEA) for the Tulsa metropolitan area (information for Sand Springs unavailable)
- * Calendar years 2015 and 2016 were restated based on most recent information provided by BEA.
3. Municipal Net Guide
4. Sand Springs School District
5. Bureau of Labor Statistics, for the Tulsa metropolitan area.
6. Claritas-Pop Facts

**CITY OF SAND SPRINGS, OKLAHOMA
PRINCIPAL EMPLOYERS
Current Year And Nine Years Ago
June 30, 2021
TABLE 18**

Employer	2021			2012		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Sand Springs Schools	747	1	8.05%	754	1	12.48%
Webco	538	2	4.95%	499	2	8.26%
Wal Mart	238	3	2.80%	459	3	7.59%
City of Sand Springs	196	4	2.14%	210	4	3.47%
Cust-O-Fab	190	5	1.87%	150	8	2.48%
Osage Million Dollar Elm (formerly Baker Petrolite)	139	6	1.47%	149	9	2.47%
Tulsa Community College	115	7	1.45%	175	6	2.90%
Keystone Chevrolet	88	9	0.93%	208	5	3.44%
Piping Enterprise	74	10	0.90%	87	10	1.44%
				—		—
Totals	2,420		25.71%	2,691		44.53%

Source:

1. U S Census Bureau ZIP Code Business Patterns (NAICS) website provided the total labor force numbers
2. Environics Analytics-Pop Facts

Note:

1. The total number of employees includes full and part time employees

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OPERATING INFORMATION

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

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Government	6	8	8	9	9	9	9	9	9	9
Planning and Zoning	1	1	2	2	2	2	2	2	2	2
Financial Administration	19	17	13	13	13	16	16	16	16	16
Public Safety	79	79	86	85	86	84	85	83	86	88
Highways and Streets	9	9	9	9	9	9	9	9	9	9
Culture and Recreation	6	6	8	8	8	8	8	8	12	12
Economic Development	1	1	1	1	1	1	1	2	1	1
Facilities Management & Maint	9	10	10	10	10	9	9	8	8	8
Water Operations	31	31	32	33	33	30	30	31	32	31
Stormwater	1	0	0	0	1	1	1	1	1	1
Wastewater Operations	19	19	19	19	19	19	19	18	18	18
Solid Waste Operations	11	11	11	11	11	11	11	11	11	11
Airport Operations	1	1	1	1	1	1	1	1	1	1
Golf Course Operations	0	0	0	0	0	0	0	0	0	0
Total	193	193	200	201	203	200	201	199	206	207

Source:
 1. City Finance Office

CITY OF SAND SPRINGS OKLAHOMA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
 Last Ten Fiscal Years
 June 30, 2021
TABLE 20

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Public Safety	1	1	1	1	1	1	1	1	1	1
Police Stations	38	38	40	36	33	37	37	39	40	43
Fire Stations	2	2	2	2	2	2	2	2	2	2
Fire Trucks	13	9	10	10	10	10	12	13	13	13
Highways and Streets	172	173	173	173	173	173	173	174	234	234
Roadways (arterial lane miles)	1,211	1,211	1,214	1,214	1,214	1,253	1,284	1,284	1,291	1,291
Streetslights	18	18	19	19	19	19	19	19	19	19
Signalized Intersections	1,623	1,623	1,623	1,629	1,629	1,635	1,655	1,660	1,680	1,680
Culture and Recreation	6	6	6	4	4	4	4	4	4	4
Acreege *	11	11	11	11	11	11	17	19	18	18
Tennis Courts/Pickle Ball	9	9	9	9	9	9	10	10	10	10
Ball Diamonds	5	5	5	5	5	5	6	6	6	6
Soccer Fields	1	1	1	1	1	1	1	1	1	1
Basketball Courts	5	5	5	5	5	5	12	12	12	12
BMX Track	1	1	1	1	1	1	2	2	2	2
Shelters	1	1	1	1	1	1	10	10	10	10
Disc Golf 18 Holes	9	9	8	8	9	10	10	10	10	10
Playgrounds	-	-	-	-	2	2	2	2	2	2
Splash Pads	1	1	1	1	1	1	1	1	1	1
Skate Park	12	12	12	12	12	12	12	15	15	15
City Multi-Use Trails (miles)	-	-	-	-	-	-	-	-	-	-
Keystone Ancient Forest	3	3	3	4	4	8	8	8	12	12
Primitive Hiking Trails (miles)	1	1	1	1	1	1	1	1	1	1
Community Centers	1	1	1	1	1	1	1	1	1	1
Museum	1	1	1	1	1	1	1	1	1	1
Golf Course 18 Holes	1	1	1	1	1	1	1	1	1	1
Senior Centers	1	1	1	1	1	1	1	1	1	1
Water Operations	1	1	1	1	1	1	1	1	1	1
Treatment Plants	452	454	454	455	455	456	404	404	404	404
Water Mains (miles)	6,523	6,523	6,523	6,523	6,523	6,523	6,178	6,178	6,250	6,250
Storage capacity (thousands of c	1	1	1	1	1	1	1	1	1	1
Wastewater Operations	126	127	128	128	128	128	136	136	136	136
Treatment Plants	3,120	3,120	3,120	3,120	3,120	3,120	3,120	3,120	3,100	3,100
Sanitary Sewers (miles)	10	8	8	9	9	10	10	10	10	7
Treatment capacity (thousands o	50	51	51	51	51	51	55	51	51	51
Solid Waste Operations										
Collection Trucks										
Stormwater Operations										
Storm sewers (miles)										

Source:

1. City Departments
2. Culture and Recreation acreage restated to include Keystone Ancient Forest

CITY OF SAND SPRINGS OKLAHOMA
OPERATING INDICATORS BY FUNCTION/PROGRAM
 Last Ten Fiscal Years
 June 30, 2021
TABLE 21

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Public Safety										
Police										
Number of Violations (Citations)	8,810	6,677	6,181	6,240	4,840	3,541	2,265	2,174	2,305	2,219
Fire										
Call Responses	3,959	4,023	4,114	4,226	4,386	4,324	3,628	2,930	2,783	3,037
Highways and Streets										
Streets Resurfacing (miles)	2	9	-	8	-	12	-	-	-	7
Asphalt Repairs (tons)	208	208	147	280	213	164	153	109	147	279
Culture and Recreation										
Community Center Visitors (daily average)	310	293	269	254	265	262	251	254	201	154
Water and Wastewater Operations										
Number of Water Consumers	11,767	11,836	12,008	12,027	12,134	12,207	12,359	12,432	12,551	12,684
Average Daily Water Consumption (thousands of gallons)	3,073	3,065	2,986	2,840	2,754	2,804	2,892	2,613	2,551	2,774
Number of Sewer Consumers	6,780	6,835	6,907	6,925	6,976	7,031	7,070	7,135	7,211	7,273
Solid Waste Operations										
Refuse collected (tons per day)	38.7	39.3	40.4	34.5	38.8	37.9	38.6	34.7	31.9	36.1
Active Refuse Accounts	6,859	6,911	7,038	7,048	7,107	7,172	7,214	7,275	7,432	7,428
Airport Operations										
Annual Aviation/Jet Fuel Sales ¹	47,481	43,357	62,754	64,832	84,989	87,836	73,522	68,348	63,389	70,222
Golf Operations										
Number of Rounds Played	24,919	25,254	25,699	25,201	26,884	25,708	25,211	25,065	14,413	19,714

Source: City Departments

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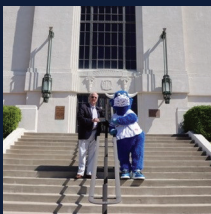
PAST & PRESENT MAYORS

The City Of Sand Springs

H. C. Tingley 1912-1915
 John Gladson 1916-1917
 W. E. Bartlett..... 1918-1919
 B. L. Waddle 1920-1920
 George S. Brown 1920-1921
 L. C. Hinz..... 1921-1924
 George Ruppert..... 1924-1927
 Holly L. Anderson 1927-1933
 Joe Kraus 1933-1934
 E. C. Hubbard..... 1934-1936
 H. H. Snow 1936-1937
 Homer Akers..... 1938-1939
 Morris Ruppert 1941-1943
 Isham P. Nelson 1943-1947
 Paul Burtner..... 1947-1949
 Rubye DeBolt 1949-1951
 George Gilmore 1951-1953
 Lester Leed..... 1953-1956
 Harold Aitken..... 1956-1958
 Stanley Martin 1958-1959
 Ray Brown 1959-1963
 Tom Wiley 1963-1963

John M. Hess 1963-1969
 Dale C. Morrow 1969-1972
 Ed Everett 1972-1973
 William D. Bigby 1973-1974
 Ed Everett 1974-1975
 Don Sullivan 1975-1977
 Charles Keightley 1977-1978
 Artie Palk 1978-1983
 Jerry A. Hanner..... 1983-1987
 George Hooper 1987-1988
 George W. Hilsheimer.. 1988-1990
 A. Lyle Crowder 1990-1993
 Charles P. Garner..... 1993-1994
 E. Bruce Ford 1994-1997
 Tom Ferguson..... 1997-1999
 Mike Burdge 1999-2002
 Michael Titus 2002-2003
 Mike Burdge 2003-2005
 Robert "Bob" Walker ... 2005-2011
 Mike Burdge 2011-2019
 James O. Spoon..... 2019-Present

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sandspringsok.org | seesandsprings.com | facebook.com/sandspringsok.org



Mayor Jim Spoon presents the Tulsa Drillers Mascot, Hornsby, with a Key to the City of Sand Springs.

CITY OF SAND SPRINGS, OKLAHOMA
SINGLE AUDIT REPORTS
AND SUPPLEMENTARY SCHEDULES

June 30, 2021

City of Sand Springs, Oklahoma

June 30, 2021

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SINGLE AUDIT REPORTS AND SUPPLEMENTARY SCHEDULES:

**Reports related to financial statements of the reporting entity
Required by GAO *Government Auditing Standards*:**

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	1
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Reports related to Federal Assistance Programs Required by the Uniform Guidance:

Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	3
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INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Honorable Mayor and Members of the City Council
City of Sand Springs, Oklahoma

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Sand Springs, Oklahoma (the “City”), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City’s basic financial statements, and have issued our report thereon dated December 15, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City’s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City’s internal control. Accordingly, we do not express an opinion on the effectiveness of the City’s internal control.

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Arledge & Associates, P.C.

December 15, 2021



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE; AND
REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY THE UNIFORM GUIDANCE

To the Honorable Mayor and Members of the City Council
City of Sand Springs, Oklahoma

Report on Compliance for Each Major Federal Program

We have audited the City of Sand Springs, Oklahoma's (the "City") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2021. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the City, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control over Compliance

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

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

timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated December 15, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Arledge & Associates, P.C.

December 15, 2021



City of Sand Springs
Schedule of Expenditures of Federal Awards By Grant
For the Year Ended June 30, 2021

<i>Federal Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Name of Grant - Grant ID No.</i>	<i>Federal Expenditures(\$)</i>
<i>CDBG - Entitlement Grants-Cluster</i>			
Department of Housing and Urban Development			
Community Development Block Grants/Entitlement Grants			
Community Development Block Grants/Entitlement Grants	14.218	CDBG 2019--CDBG 2019	12,835
Community Development Block Grants/Entitlement Grants	14.218	CDBG 2020--CDBG 2020	127,029
Total Community Development Block Grants/Entitlement Grants			139,864
<i>Total Department of Housing and Urban Development</i>			139,864
<i>Total CDBG - Entitlement Grants-Cluster</i>			139,864
<i>Other Programs</i>			
Department of Homeland Security			
Emergency Management Performance Grants			
Emergency Management Performance Grants	97.042	FEMA-EMPG FY20--EMPG 20	5,000
Emergency Management Performance Grants	97.042	OEM Cares PPE Grant--EMPG CARES	13,862
Emergency Management Performance Grants	97.042	FEMA-EMPG FY21--EMPG 21	15,000
Total Emergency Management Performance Grants			33,862
Disaster Assistance Projects			
Disaster Assistance Projects	97.088	FEMA 4438--PW 479	349
Disaster Assistance Projects	97.088	FEMA 4438--PW 665	65
Disaster Assistance Projects	97.088	FEMA 4438--PW 955	83,927
Disaster Assistance Projects	97.088	FEMA 4438--PW 504	21,502
Total Disaster Assistance Projects			105,843
<i>Total Department of Homeland Security</i>			139,705
United States Department of Justice			
Coronavirus Emergency Supplemental Funding Program			
Coronavirus Emergency Supplemental Funding Program	16.034	Coronavirus Emergency Supplemental Funding (CESF)- -2020-VD-BX-00	1,619
Coronavirus Emergency Supplemental Funding Program	16.034	Coronavirus Emergency Supplemental Funding (CESF)	38,520
Total Coronavirus Emergency Supplemental Funding Program			40,139
Equitable Sharing Program			
Equitable Sharing Program	16.922		9,617
Total Equitable Sharing Program			9,617
<i>Total United States Department of Justice</i>			49,756
Department of Transportation			
Airport Improvement Program			
Airport Improvement Program	20.106	NW Apron Detention Improv (Construction)--3-40-0084-022- 2020	250,254
Total Airport Improvement Program			250,254
Minimum Penalties for Repeat Offenders for Driving While Intoxicated			
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608		1,113
Total Minimum Penalties for Repeat Offenders for Driving While Intoxicated			1,113
<i>Total Department of Transportation</i>			251,367
Department of the Treasury			
Coronavirus Relief Fund			
Coronavirus Relief Fund	21.019		1,534,282
Total Coronavirus Relief Fund			1,534,282
<i>Total Department of the Treasury</i>			1,534,282
<i>Total Other Programs</i>			1,975,110
<i>Total Expenditures of Federal Awards</i>			\$ 2,114,974

The accompanying notes are an integral part of this schedule

CITY OF SAND SPRINGS, OKLAHOMA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2021

NOTE A—BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (SEFA) includes the federal award activity of the City under programs of the federal government for the year ended June 30, 2021. The information in this SEFA is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the SEFA presents only a selected portion of the operations of City, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the City.

NOTE B—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the SEFA are reported on the modified accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The City has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE C—SUBRECIPIENTS

During the year ended June 30, 2021, the City did not provide federal awards to subrecipients.

CITY OF SAND SPRINGS, OKLAHOMA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

June 30, 2021

Section I--Summary of Auditor's Results

Financial statements

Type of auditor's report issued on whether the financial statements were in accordance with GAAP:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified? yes none reported

Type of auditor's report issued on compliance for major federal programs: *Unmodified*

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? yes no

Identification of major federal programs:

<u>Program</u>	<u>CFDA Number</u>
Coronavirus Relief Fund	21.019

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? yes no

CITY OF SAND SPRINGS, OKLAHOMA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

June 30, 2021

Section II--Findings Required to be Reported in Accordance with *Government Auditing Standards*:

A. Internal Control

No findings to report as of June 30, 2021

B. Compliance Findings

No findings to report as of June 30, 2021

Section III--Findings Required to be Reported in Accordance with the Uniform Guidance:

A. Internal Control

No findings to report as of June 30, 2021

B. Compliance Findings

No findings to report as of June 30, 2021

CITY OF SAND SPRINGS, OKLAHOMA

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS

June 30, 2021

Section II--Findings Required to be Reported in Accordance with *Government Auditing Standards*:

A. Internal Control

No findings to report as of June 30, 2021

B. Compliance Findings

No findings to report as of June 30, 2021

Section III--Findings Required to be Reported in Accordance with the Uniform Guidance:

A. Internal Control

No findings to report as of June 30, 2021

B. Compliance Findings

No findings to report as of June 30, 2021