

**KANSAS-OKLAHOMA ARKANSAS RIVER COMPACT COMMISSION**  
**TREASURER'S REPORT**  
**FY2021 Expenditures and Summary**  
**(July 1, 2020 to June 30, 2021)**

**July 28, 2021**

The Kansas-Oklahoma Arkansas River Compact Commission continues to operate as described in the Resolution signed by the commissioners on July 27, 2011. Lizzie Hickman of Kansas serves as Compact Treasurer.

The Commission continues to meet its financial obligations through an account established with Bank of America pursuant to Resolution 2012.1, which was approved by the Commission in January of 2012 and opened in February of 2012. When the account was opened, an amount of \$9,920.39 was transferred from U.S. Bank.

At the 2017 Annual Meeting, the Commission decided that, in consideration of the increased cost for a full financial audit and of the relative simplicity of the Commission's financial activity, it would be adequate to fully audit the fund every five years and conduct financial reviews in the intervening years (Resolution 2017.2B). The Commission directed that the next full audit would be of FY2016-2020 activity, to be conducted in FY2021.

The financial review of FY2019 activity was ordered in FY2020 from the firm Cummins, Coffman & Schmidlein, CPAs, P.A. but was completed and invoiced in FY2021. The final expense was \$700. The full audit of FY2016-2020 activity was ordered on March 8, 2021 from the same firm and was completed and invoiced in June 2021. As the expense of \$2,700 was paid in July 2021, that amount has been added to the proposed budget for FY2022. The financial review of FY2021 activity is expected to be ordered, completed, and invoiced in FY2022.

At the 2017 Annual Meeting, the Commission decided to require a criminal activity insurance bond for the Treasurer when the Commission Fund exceeded \$50,000 (Resolution 2017.1). At the 2019 Annual Meeting, the Commission raised the Fund balance which would require an insurance bond to \$95,000 (Resolution 2019.1). As the current balance of the Commission fund is approximately \$54,000, a bond has not been secured.

No Annual Meeting expenses were incurred for the 2020 meeting, as it was held virtually.

None of the funds allocated for a water quality project were spent in FY2021, so the budgeted amount of \$10,000 has been added to the proposed budget for FY2022.

The Oklahoma assessment for FY2020 was received on August 20, 2020. The state assessments for FY2021 have not yet been received. They are expected in FY2022 along with the FY2022 assessments for both states.

## Kansas-Oklahoma Arkansas River Commission Fund

Below is a ledger of the cash transactions of the Commission Fund since July 1, 2019, followed by estimates of the FY2022 expenses and anticipated revenue.

<u>Check #</u>	<u>Date</u>	<u>Expense Detail</u>	<u>Amount</u>	<u>Acct. Balance</u>	<u>Note</u>
		Interest	\$4.62	\$49,592.15	FY2019 Ending Balance
	7/25/2019	Painted Horse Bar & Grille	(\$436.95)	\$49,155.20	2019 Ann Mtg Expenses
1017	8/1/2019	Hilton Garden Inn	(\$510.82)	\$48,644.38	2019 Ann Mtg Space
	3/16/2020	Kansas 2020 Assessment	\$2,900.00	\$51,544.38	
		Interest	\$4.95	\$51,549.33	FY2020 Ending Balance
	8/20/2020	Oklahoma 2020 Assessment	\$2,900.00	\$54,449.33	
Card	10/7/2020	Cummins and Coffman	(\$700.00)	\$53,749.33	Financial review
		Interest	\$5.37	\$53,754.70	FY2021 Ending Balance

### Anticipated Expenditures for FY2022

### Estimate

2021 Annual Meeting expenses	(\$400.00)
Incidentals	(\$400.00)
Water Quality Project	(\$10,000.00)
Audit of FY2016-2020 activity	(\$2,700.00)
Financial Review of FY2021 activity	(\$750.00)
Total	(\$14,250.00)

### Anticipated Revenue Projection for FY2022

State Assessments (FY2021)	\$5,800.00
State Assessments (FY2022)	\$5,800.00
Total	\$11,600.00

Balance at the end of FY2021	\$53,754.00
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Projected Balance at the end of FY2022	<u>\$51,104.00</u>
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**Kansas-Oklahoma Arkansas River Commission**  
**Budgets for Fiscal Years (July 1 - June 30) 2021, 2022 & 2023**

Kansas-Oklahoma Arkansas River Commission Fund Balance at the end of FY2020	<b>\$51,549.33</b>
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	Fiscal Year 2021		Fiscal Year 2022	Fiscal Year 2023
	Approved	Actual	Proposed	Proposed
Audit or Financial Review	(\$2,750)	(\$700)	(\$3,450)	(\$750)
Treasurer's Bond	\$0	\$0	\$0	\$0
Annual Meeting	(\$400)	\$0	(\$400)	(\$400)
Incidentals (incl. bank interest)	(\$400)	\$5	(\$400)	(\$400)
Water Quality Project	(\$10,000)	\$0	(\$10,000)	\$0
Assessments \$2,900 KS; \$2,900 OK	\$8,700	\$2,900	\$11,600	\$5,800
<b>Total Annual</b>	<b>(\$4,850)</b>	<b>\$2,205</b>	<b>(\$2,650)</b>	<b>\$4,250</b>
<b>Year End Balance</b>	<b>\$46,699</b>	<b>\$53,754</b>	<b>\$51,104</b>	<b>\$55,354</b>

Notes:

- The financial review for FY2019 was conducted and invoiced in FY2021. The full audit for FY2016-2020 was conducted in FY2021, but expenses incurred were paid in FY2022. The financial review for FY2021 will also be completed and invoiced in FY2022.
- No expenses were incurred for the 2020 meeting (held during FY2021), as it was held virtually.
- None of the funds allocated for a water quality project were spent in FY2021, so this line item was moved to the proposed budget for FY2022.
- The Oklahoma assessment for FY2020 was received in FY2021. The state assessments for FY2021 have not yet been received. They are anticipated in FY2022 along with the FY2022 assessments.