

## RESOLUTION NO. 2006-02

**WHEREAS**, the City of Basehor, Kansas, has determined that the financial statements and financial reports for the year ended December 31, 2006 to be prepared in conformity with the requirements of K.S.A 75-1120a(a) are not relevant to the requirements of the cash basis and budget laws of this state and are of no significant value to the Basehor City Council or the members of the general public of the City of Basehor, Kansas; and

**WHEREAS**, there are no revenue bond ordinances or other ordinances or resolutions of the municipality which require financial statements and financial reports to be prepared in conformity with K.S.A 75-1120a(a) for year ended December 31, 2006.

**NOW THEREFORE BE IT RESOLVED**, by the Governing Body of City of Basehor, Kansas, in regular meeting duly assembled this 20th day of March, 2006 that the Basehor City Council requests the Director of Accounts and Reports to waive the requirements of K.S.A. 75-1120a(a) as they apply to the City of Basehor for the year ended December 31, 2006.

**BE IT FURTHER RESOLVED** that the Basehor City Council shall cause the financial statements and financial reports of the City of Basehor to be prepared on the basis of cash receipts and disbursements as adjusted to show compliance with the cash basis and budget laws of this State.

**ADOPTED BY THE GOVERNING BODY AND APPROVED BY THE MAYOR**, this 20th day of March, 2006.

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Chris Garcia, Mayor

Attest:

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Mary A. Mogle, CMC City Clerk

*Denied 4-0  
3/20/06*

SCANNED

1-23-07 *et*

## AGENDA ITEM SUMMARY

March 20, 2006

Submitted by: Mary Mogle, City Clerk

Subject: Resolutions waiving Generally Accepted Accounting Principals (GAAP)  
For years 2005 and 2006

Council is requested to adopt two resolutions waiving out of the General Accepted Accounting Principals for years 2005 and 2006.

Rarely do Cities of the Third Class use the GAAP style accounting and audit system. Generally cities that have numerous federal and state grants or fall under the GASB 34 record keeping statute would be required to use GAAP. GAAP style auditing is also more expensive since more reports have to be produced.

The City of Basehor's audit would not be diminished in any way by opting out of GAAP.

These resolutions mirror resolutions adopted in past years.